

Lowell & Pruitt N.V.

Heelsumstraat 51
E-Commerce Park, Vredenberg
Curaçao

FINANCIAL STATEMENTS 2022

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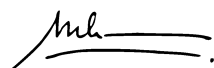
Lowell & Pruitt N.V.

Director's report

We are pleased to present you with the Annual Report for the period January 1, 2022 through December 31, 2022.

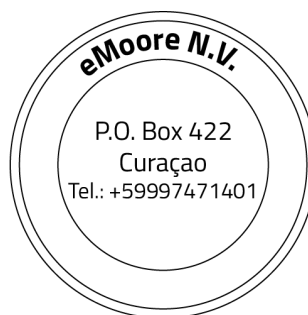
During the period under review, the Company recorded a net loss of EUR 51,996. Details of which are set out in the attached Profit and Loss account.

Curaçao,



eMoore N.V.
Managing Director

Groot Kwartierweg 10
Curaçao



Balance sheet as at 31 December 2022

(Before appropriation of result)

ASSETS

		<u>31-12-2022</u>	<u>31-12-2021</u>
		€	€
Fixed assets			
Intangible assets	1	<u>86,647</u>	<u>-</u>
Fixed assets	2	<u>-</u>	<u>-</u>
Financial assets			
Participations	3	<u>1,000</u>	<u>-</u>
Current assets			
Receivables			
Trade receivables		349	349
Other receivables	4	<u>2,650</u>	<u>2,650</u>
		<u>2,999</u>	<u>2,999</u>
Cash and cash equivalents	5	<u>454,361</u>	<u>894</u>
Total assets		<u><u>545,007</u></u>	<u><u>3,893</u></u>

SHAREHOLDER'S EQUITY AND LIABILITIES

Shareholder's equity	6		
Share capital		1	1
Accumulated deficit		(63,315)	(28,177)
Result for the year		<u>(51,996)</u>	<u>(35,138)</u>
		<u>(115,310)</u>	<u>(63,314)</u>
Long-term liabilities			
Loans payable	7	<u>106,400</u>	<u>-</u>
Current liabilities			
Accounts payable	8	138,592	1,267
Amounts due to related parties	9	10,459	65,940
Other payables	10	<u>404,866</u>	<u>-</u>
		<u>553,917</u>	<u>67,207</u>
Total shareholder's equity and liabilities		<u><u>545,007</u></u>	<u><u>3,893</u></u>

Income statement for the year 2022

		<u>2022</u>	<u>2021</u>
		€	€
Revenue		279,855	6,593
Operational costs	11	<u>(279,345)</u>	<u>(26,849)</u>
Net operating result		510	(20,256)
General and administrative expenses	12	<u>51,106</u>	<u>14,596</u>
Result before interest and taxes		(50,596)	(34,852)
Interest expenses		(1,400)	-
Exchange rate result		<u>-</u>	<u>(286)</u>
Financial result		<u>(1,400)</u>	<u>(286)</u>
Result before taxation		(51,996)	(35,138)
Profit tax		<u>-</u>	<u>-</u>
Net result for the year		<u><u>(51,996)</u></u>	<u><u>(35,138)</u></u>

Lowell & Pruitt N.V.

Notes to the financial statements

General notes

The most important activities of the entity

Lowell & Pruitt N.V. is a limited liability company that was incorporated in Curaçao, Willemstad on September 5, 2017. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 144786.

The Company is solely engaged in e-gaming activities.

General accounting principles

The accounting standards used to prepare the financial statements

The financial statements have been prepared in accordance with Book 2 of the Curaçao Civil Code using the Guidelines for annual reporting of the Dutch Accounting Standards Board.

Assets and liabilities are stated at face value unless indicated otherwise.

Disclosure of changes in accounting policies

The principles of valuation and determination of result remained unchanged compared to the previous year.

Conversion of amounts denominated in foreign currency

The financial statements are presented in euros, which is the functional and presentation currency of Lowell & Pruitt N.V.

Assets and liabilities denominated in foreign currencies are translated into administration currency at the rate of exchange prevailing at balance sheet date. Transactions in foreign currencies are translated at the exchange rates in effect on the day of the transaction. Items in the Statement of Income and Expenses were revalued at the average rate of exchange during the period under review.

Exchange gains or losses are reflected in the profit and loss account.

Exchange rates used:

1 EUR =	USD
2022	1.06749
2021	1.13240

Accounting principles

Intangible assets

Intangible fixed assets are stated at historical cost less amortisation. Impairments are taken into consideration; this is relevant in the event that the carrying amount of the asset is higher than its realisable value.

Domains have a finite useful life and are amortised on a straight line basis over 5 years.

Property, plant and equipment

Fixed assets are valued at their cost of acquisition less depreciation. Depreciation is calculated on a straight line basis after taking into consideration the residual value and useful life of the asset.

Financial assets

Participations are valued according to the net asset value method.

The net asset value is calculated in accordance with the accounting principles that apply for these financial statements.

Cash and cash equivalents

Cash at banks represent bank balances. Bank overdrafts, if any, are shown within borrowings in current liabilities on the balance sheet. Cash and cash equivalents are stated at face value.

Accounting principles for determining the result

The result is the difference between the realisable value of the services provided and the costs and other charges during the year.

Exchange differences that arise from the settlement or translation of monetary items are recorded in the profit and loss account in the period in which they occur.

Other income and expenses, including taxation, are recognized and reported in accordance with the accrual concept.

Notes to the balance sheet

1 Intangible assets

As at 31 December 2022 this item can be detailed as follows:

	Domain
	€
Book value as at 1 January 2022	-
Movements	
Additions	105,000
Amortization	<u>(18,353)</u>
Balance movements	<u>86,647</u>
Balance as at 31 December 2022	
Cost price	105,000
Accumulated amortization	<u>(18,353)</u>
Book value as at 31 December 2022	<u>86,647</u>

The company purchased two domains in February 2022. Domains have a finite useful life and are amortised on a straight line basis over 5 years.

2 Fixed assets

As at 31 December 2022 this item can be detailed as follows:

	Server
	€
Balance as at 1 January 2022	
Cost	500
Accumulated depreciation	(500)
Book value as at 1 January 2022	-
Movements	
Balance movements	-
Balance as at 31 December 2022	
Cost	500
Accumulated depreciation	(500)
Book value as at 31 December 2022	-

The server was fully depreciated during 2020.

3 Participations

As at 31 December 2022 this item can be detailed as follows:

	31-12-2022	31-12-2021
	€	€
Participation in Arbex Technology Ltd.	1,000	-

The participation in Arbex Technology LTD based in Cyprus is acquired since November 16, 2022. The company own 100% of the issued capital in the participation.

The investment in Arbex Technology LTD is accounted for at net asset value.

The movements in the participations were as follows:

Lowell & Pruitt N.V.

Participation in Arbex Technology Ltd.

	<u>2022</u>	<u>2021</u>
	€	€
Book value as at 1 January	-	-
Investments	<u>1,000</u>	<u>-</u>
Book value as at 31 December	<u><u>1,000</u></u>	<u><u>-</u></u>

4 Other receivables

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Prepaid expenses	<u>2,650</u>	<u>2,650</u>

5 Cash and cash equivalents

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Paymix Ltd, current account	450,816	894
Paymix Ltd, mastercard	<u>3,545</u>	<u>-</u>
	<u><u>454,361</u></u>	<u><u>894</u></u>

All cash and cash equivalents are at the Company's free disposal.

6 Shareholder's equity

The Company's authorized share capital amounts to EUR 1.00 and consists of 1 share with a nominal value of EUR 1.00.

As at 31 December 2022 1 share was issued and fully paid-up.

Movements in the shareholder's equity accounts are as follows:

	Share capital	Accumulated deficit	Result for the year	Total
	€	€	€	€
Balance as at 1 January 2022	1	(28,177)	(35,138)	(63,314)
Appropriation of result	-	(35,138)	35,138	-
Result for the year	<u>-</u>	<u>-</u>	<u>(51,996)</u>	<u>(51,996)</u>
Balance as at 31 December 2022	<u><u>1</u></u>	<u><u>(63,315)</u></u>	<u><u>(51,996)</u></u>	<u><u>(115,310)</u></u>

7 Loans payable

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Loan from third party	<u>106,400</u>	<u>-</u>

As at 15 August 2022 the Company entered into a loan agreement with a third party for an amount of EUR 105,000. The loan bears an interest of 3.5% per annum and has to be settled not later than 15 August 2027.

The movements in the loans payable were as follows:

Loan from third party

	<u>2022</u>	<u>2021</u>
	€	€
Balance as at 1 January	<u>-</u>	<u>-</u>
Movements		
Movements during the year	105,000	-
Interest	<u>1,400</u>	<u>-</u>
Balance movements	<u>106,400</u>	<u>-</u>
Balance as at 31 December		
Principal amount	105,000	-
Capitalized interest	<u>1,400</u>	<u>-</u>
Balance as at 31 December	<u>106,400</u>	<u>-</u>

8 Accounts payable

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Creditors	<u>138,592</u>	<u>1,267</u>

9 Amounts due to related parties

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Shareholder	1,059	1,060
Former related party	-	64,880
Subsidiary	<u>9,400</u>	<u>-</u>
	<u>10,459</u>	<u>65,940</u>

Lowell & Pruitt N.V.**Subsidiary**

	<u>2022</u>	<u>2021</u>
	€	€
Balance as at 1 January	-	-
Movements during the year	<u>9,400</u>	<u>-</u>
Balance as at 31 December	<u><u>9,400</u></u>	<u><u>-</u></u>

Shareholder

	<u>2022</u>	<u>2021</u>
	€	€
Balance as at 1 January	1,060	1,060
Movements during the year	<u>(1)</u>	<u>-</u>
Balance as at 31 December	<u><u>1,059</u></u>	<u><u>1,060</u></u>

Former related party

	<u>2022</u>	<u>2021</u>
	€	€
Balance as at 1 January	64,880	27,445
Movements during the year	<u>(64,880)</u>	<u>37,435</u>
Balance as at 31 December	<u><u>-</u></u>	<u><u>64,880</u></u>

10 Other payables

As at 31 December 2022 this item can be detailed as follows:

	<u>31-12-2022</u>	<u>31-12-2021</u>
	€	€
Other current accounts	156,934	-
Players balance	<u>247,932</u>	<u>-</u>
	<u><u>404,866</u></u>	<u><u>-</u></u>

Notes to the income statement

11 Operational costs

	<u>2022</u>	<u>2021</u>
	€	€
Software & IT / Hosting expenses	193,511	21,814
Customer support expenses	26,028	-
Payment processing expenses	26,693	397
Depreciation expenses	18,353	-
Sublicense fee	6,360	4,638
Agency expenses	8,400	-
	<u>279,345</u>	<u>26,849</u>

12 General and administrative expenses

	<u>2022</u>	<u>2021</u>
	€	€
Management expenses	37,202	13,803
Legal and professional expenses	11,072	-
Bank expenses	2,832	793
	<u>51,106</u>	<u>14,596</u>