

SECTOR MEDIA N.V.

(former Leisure and Entertainment N.V.)

Groot Kwartierweg 10, Curaçao

FINANCIAL STATEMENTS 2021

SECTOR MEDIA N.V.

Financial Statements December 31, 2021

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SECTOR MEDIA N.V.

**Financial Statements
December 31, 2021**

MANAGING DIRECTOR:

eMoore N.V.
Groot Kwartierweg 10
Curaçao

Registered Address of the Company:

Groot Kwartierweg 10
Curaçao

Correspondence Address of the Company:

PO Box 422
Curaçao

SECTOR MEDIA N.V.

Financial Statements December 31, 2021

DIRECTOR'S REPORT:

We are pleased to present you with the Financial Statements for the period January 1, 2021 through December 31, 2021.

During the period under review, the Company recorded a net result of USD 7,346,729.

Details of which are set out in the attached Profit and Loss account.

Curaçao,

eMoore N.V.

Managing Director

SECTOR MEDIA N.V.

Balance Sheet as at December 31, 2021

(In USD, before appropriation of results)

ASSETS	Notes	2021	2020
<u>Current Assets</u>			
Receivables from related parties	4	1,146,129	1,169,081
Other receivables	5	8,496,864	43,554
Cash at banks	6	33,341	3,044
		9,676,334	1,215,679
TOTAL ASSETS		9,676,333	1,215,679
 SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholder's equity</u>			
Issued and fully paid share capital	7	1	1
Capital Surplus		130,285	130,285
Retained earnings		1,085,393	549,598
Net result for the year		7,346,729	535,795
		8,562,408	1,215,679
<u>Short-term Liabilities and accrued liabilities</u>			
Payable to related parties	8	3,615	-
Accounts payable	9	1,094,121	-
Profit Tax		16,189	-
		1,113,925	-
TOTAL EQUITY AND LIABILITIES		9,676,333	1,215,679

SECTOR MEDIA N.V.

Profit and Loss Account for the period
January 1, 2021 through December 31, 2021
(In USD)

	Notes	2021	2020
Revenue		9,170,346	6,147,941
Operational cost	10	(1,437,177)	(5,587,039)
Net operating income/loss		7,733,169	560,902
General and administrative expenses	11	(28,182)	(27,707)
Currency exchange differences		106,552	2,600
Correction		(448,621)	
Financial result		(342,069)	2,600
Result before provision for profit tax		7,362,918	535,795
Profit tax		(16,189)	-
NET RESULT FOR THE YEAR		7,346,729	535,795

SECTOR MEDIA N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In USD)

1 GENERAL

Company's Information and Principal Activities

The Company is a limited liability company that was incorporated on May 10, 2007 under the laws of the recently dismantled Netherlands Antilles, and that now continues to exist under the laws of Curaçao.

The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 101979.

The object of the Company is to organise, market, promote, manage and operate all types of remote gaming activities and sports betting activities, comprising all types of games, betting transactions, the operation of betting exchanges, interactive casinos, bingos, lotteries and other activities interactive games and to carry out any activities ancillary thereto by offering goods or services to persons who participate in licensed online gaming.

2 PRINCIPLES OF VALUATION OF ASSETS AND LIABILITIES

a. General principles

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.

b. Comparison with previous year

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

3 SIGNIFICANT ACCOUNTING POLICIES

a. General

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

b. Cash at banks

Cash at bank includes 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.

c. Foreign Currencies

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.

		2021	2020	
Exchange rates used:	1 EUR =	1.1324	1.2282	USD
	1 GBP =	1.3489	1.3577	USD

d. Recognition of Income and Expenses

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

SECTOR MEDIA N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In USD)

4	RECEIVABLE FROM RELATED PARTIES	2021	2020
	<u>Leisure and Entertainment Group Ltd</u>		
	Balance 01/01	323,415	409,808
	Movements during the year:		
	Funds received	2,928	-
	Payment of invoices	(25,880)	(86,393)
	Balance 12/31	300,463	323,415
	<u>Leisure and Entertainment Group Ltd</u>		
	As per Service Level Agreement effective as of December 15, 2018.		
	Balance 01/01	845,666	203,838
	Movements during the year	-	641,828
	Balance 12/31	845,666	845,666
		<u>1,146,129</u>	<u>1,169,081</u>
5	OTHER RECEIVABLE	2021	2020
	<u>PsP JP</u>		
	Wonder	4,607,097	-
	Yous	2,959,576	-
	<u>Ecopayz</u>		
	Wonder	181,715	739
	Yous	122,851	-
	<u>Sticpay</u>		
	Wonder	77,582	-
	Wonder - Rolling Reserve	24,146	-
	Yous	84,930	18,524
	Yous - Rolling Reserve	10,670	-
	<u>Vega Wallet</u>		
	Wonder	52,616	-
	Yous	79,684	10,379
	<u>B2B InPay</u>		
	Wonder	59,831	-
	Yous	223,038	-
		<u>8,483,736</u>	<u>29,642</u>

SECTOR MEDIA N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In USD)

5 OTHER RECEIVABLE (CONT'D)

<u>Payment of preliminary profit tax</u>	10,824	10,824
<u>Prepaid expenses</u>		
eMoore invoices	2,304	3,088
	<u>8,496,864</u>	<u>43,554</u>

6 CASH AT BANKS

	2021	2020
<u>Wirecard Bank, Curaçao</u>		
EUR account (closed)	-	912
GBP account (closed)	-	<u>2,132</u>
	-	3,044
<u>Paymix</u>		
EUR account	EUR 31,239	33,341
	<u>33,341</u>	<u>3,044</u>

7 SHAREHOLDER'S EQUITY

	2021	2020
1 share @ USD 1.00		
Issued and fully paid share capital	<u>1</u>	<u>1</u>

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

	Issued and fully paid share capital	Capital Surplus	Retained earnings	Result for the year
Balance 01/01	1	130,285	549,598	535,795
Allocation of result previous year	-	-	535,795	(535,795)
Movements during the year	-	-	-	<u>7,346,729</u>
Balance 12/31	<u>1</u>	<u>130,285</u>	<u>1,085,393</u>	<u>7,346,729</u>

SECTOR MEDIA N.V.

Notes to the Financial Statements January 1, 2021 through December 31, 2021 (In USD)

8	PAYABLE TO RELATED PARTIES	2021	2020
	<u>Shareholder</u>		
	Balance 01/01	-	-
	Movements during the year	3,615	-
	Balance 12/31	<u>3,615</u>	<u>-</u>
9	ACCOUNTS PAYABLE	2021	2020
	Players balance	1,091,804	-
	eMoore invoices	2,317	-
		<u>1,094,121</u>	<u>-</u>
10	OPERATIONAL COSTS	2021	2020
	Software fees	-	22,176
	Payment service provider fees	1,088,477	5,555,576
	Antillephone - sublicense fees	8,510	3,448
	E-Commerce Park - bandwidth fees	5,853	5,588
	Ezone fee	-	251
	Affiliate expenses	334,337	-
		<u>1,437,177</u>	<u>5,587,039</u>
11	GENERAL AND ADMINISTRATIVE EXPENSES	2021	2020
	Management fees	27,804	26,207
	Legal & professional fees	-	295
	Bank charges	378	1,205
		<u>28,182</u>	<u>27,707</u>
