

W&C N.V.

Groot Kwartierweg 10, Curaçao

FINANCIAL STATEMENTS 2024
(draft)

W&C N.V.
Financial Statements
December 31, 2024

MANAGING DIRECTOR:

eMoore N.V.
Groot Kwartierweg 10
Livestrong Building
Curaçao

BUSINESS ADDRESS:

Groot Kwartierweg 10
Livestrong Building
Curaçao

CORRESPONDENCE ADDRESS:

PO Box 422
Curaçao

W&C N.V.

Balance Sheet as at December 31, 2024

(In CLP\$, before appropriation of results)

ASSETS	Notes	2024	2023
<u>Fixed assets</u>			
Financial fixed assets	5	-	-
		-	-
<u>Current Assets</u>			
Accounts receivable	6	5,879,109,564	7,702,877,478
Receivable from related parties	7	13,516,965,947	1,211,811,416
Other receivables	8	130,832,570	355,130,594
Cash and cash equivalents	9	43,599,275	60,435,638
		19,570,507,356	9,330,255,126
TOTAL ASSETS		19,570,507,356	9,330,255,126
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholder's equity</u>			
	10		
Issued and fully paid share capital		955	955
Retained earnings		7,957,017,838	(1,885,681,001)
Net result for the year		11,163,615,477	10,130,402,132
		19,120,634,270	8,244,722,086
<u>Current Liabilities</u>			
Accounts payable	11	(319,170,401)	477,932,946
Accrued expenses		743,751,250	563,033,111
Profit tax payable		25,292,237	44,566,983
		449,873,086	1,085,533,040
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		19,570,507,356	9,330,255,126

W&C N.V.

Profit and Loss Account for the period January 1, 2024 through December 31, 2024

(In CLP\$)

	Notes	2024	2023
Operating Income	12	29,287,259,581	27,078,422,984
Operational cost	13	(17,737,450,049)	(15,342,914,410)
Net operating result		11,549,809,532	11,735,508,574
General and administrative expenses	14	(211,399,901)	(129,854,702)
Total general and administrative expenses		(211,399,901)	(129,854,702)
Interest income		399,705,735	-
Exchange results		(568,036,772)	(1,456,961,939)
Bank charges		(6,463,117)	(18,289,801)
Financial result		(174,794,154)	(1,475,251,740)
Result before profit tax		11,163,615,477	10,130,402,132
Profit tax	15	-	-
NET RESULT FOR THE PERIOD		11,163,615,477	10,130,402,132

W&C N.V.

Notes to the Financial Statements January 1, 2024 through December 31, 2024 (In CLP\$)

1 GENERAL

Company's Information and Principal Activities

W&C N.V. is a limited liability company that was incorporated on December 19, 2017 under the laws of Curaçao. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 145637.

The Company is solely engaged in e-gaming activities.

These financial statements are in draft form and have been prepared for discussion and review purposes. Balances and accompanying notes are subject to change and may be revised based on management review and final approval.

Accordingly, these draft financial statements should not be relied upon as final or complete.

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 and change in presentation currency

Except for the change in presentation currency, the principles of valuation and determination of the result have remained unchanged compared to the previous year.

As of December 31, 2022, the Company changed its presentation currency from the Euro (EUR) to the Chilean Peso (CLP\$) in order to provide financial information that is more relevant and comparable. This change has been applied retrospectively.

The functional currency of the Company remains the Chilean Peso (CLP\$). Resulting exchange differences from the change in presentation currency have been recognized in the income statement under currency

The comparative figures have been adjusted accordingly. The conversion balance is added in Annex 1.

3 SIGNIFICANT ACCOUNTING POLICIES

a. General

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

b. Financial Fixed Assets

Shares in group companies are stated at acquisition cost or, in case of a permanent impairment of the value of the shares at, lower equity value as determined on the basis of the financial statements of the group companies.

c. Receivables

Receivables are valued at face value less a provision for possible uncollectable accounts.

d. Cash and cash equivalents

Cash and cash equivalents include cash in hand and 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.

W&C N.V.

Notes to the Financial Statements January 1, 2024 through December 31, 2024 (In CLP\$)

e. 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.

4 PRINCIPLES OF DETERMINATION OF RESULT

a. Recognition of Income and Expenses

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

b. Exchange rate differences

Exchange rate differences arising upon the settlement of monetary items are recognized in the Income Statement in the period that they arise. Exchange rate differences on long-term loans relating to the financing of foreign participations are recognized in the Income Statement in the period they arise.

The following exchange rates are used in the financial statements as at year-end:

Exchange rates used:		2024	2023	
	1 CLP\$ =	0.00101	0.00103	EUR

W&C N.V.

Notes to the Financial Statements January 1, 2024 through December 31, 2024 (In CLP\$)

5 Investment in participation	2024	2023
Latamwin Limited		
Book value as at 1 January	-	-
Devaluation of assets	-	-
Book value as at 31 December	-	-
The participation in Latamwin Limited, a company incorporated in Cyprus, was acquired on 9 May 2019, at which time the company held 100% of the issued share capital of Latamwin Limited. The participation was accounted for at cost. As the equity of Latamwin Limited was nil and the company no longer had economic value, the carrying amount of the participation was fully impaired. The participation was dissolved effective 20 March 2023.		
6 ACCOUNTS RECEIVABLE	2024	2023
Resex SpA	3,851,400,863	2,193,120,666
Inversiones FCA SpA	(34,571,889)	618,043,176
Comercializadora Service Chile LTDA	1,972,411,934	4,544,502,652
Resex Pay SpA	365,480,794	338,475,907
C/A FCA España	(345,694,600)	-
Neteller	8,172,718	8,735,077
Maccorp	61,909,744	-
	<u>5,879,109,564</u>	<u>7,702,877,478</u>
7 RECEIVABLE FROM RELATED PARTIES	2024	2023
Inversiones FCW Ltda.	13,849,168,587	-
Promarketing SpA	(332,202,640)	1,108,118,023
Latamwin Limited	-	103,693,393
	<u>13,516,965,947</u>	<u>1,211,811,416</u>
8 OTHER RECEIVABLES	2024	2023
Deposits	750,000	750,000
Third party account eMoore	1,720,784	1,720,784
Other receivables	128,361,786	352,659,810
	<u>130,832,570</u>	<u>355,130,594</u>
9 CASH AT BANKS	2024	2023
SAI Bank - EUR current account	16,720	510,392
Paymix - EUR current account	27,091,673	44,262,072
Migom Bank - EUR current account	16,490,882	15,663,174
Migom Bank - USD current account	-	-
	<u>43,599,275</u>	<u>60,435,638</u>

W&C N.V.

Notes to the Financial Statements January 1, 2024 through December 31, 2024 (In CLP\$)

10 SHAREHOLDER'S EQUITY

W&C N.V. issued 2 shares with a nominal value of 1 USD per share.
Movements in the shareholder's equity accounts are as follows:

	<u>Issued and fully paid share</u>	<u>Retained earnings</u>	<u>Net result for the year</u>	<u>Total</u>
Opening balance	955	(1,885,681,001)	10,130,402,132	8,244,722,086
Appropriation of result	-	10,130,402,132	(10,130,420,132)	(18,000)
Result for the year	-	-	11,163,615,477	11,163,615,477
Dividend payment	-	(287,703,293)		(287,703,293)
Closing balance	955	7,957,017,838	11,163,597,477	19,120,616,270

11 ACCOUNTS PAYABLE

2024

2023

Legal and Professional expenses	(445,991,867)	397,999,812
Players liability balance	126,821,466	79,933,134
	<u>(319,170,401)</u>	<u>477,932,946</u>

12 OPERATING INCOME

2024

2023

Net gaming revenue	39,082,930,813	31,357,183,379
Bonus expenses	<u>(9,795,671,232)</u>	<u>(4,278,760,395)</u>
	<u>29,287,259,581</u>	<u>27,078,422,984</u>

13 OPERATIONAL COST

2024

2023

Sublicense expenses	22,085,655	11,702,405
Software expenses	5,731,604,495	7,974,911,449
Legal & Professional expenses	134,218,439	99,206,421
Marketing & Affiliate expenses	2,624,955,894	155,795,993
Payment processors expenses	<u>9,224,585,566</u>	<u>7,101,298,142</u>
	<u>17,737,450,049</u>	<u>15,342,914,410</u>

14 GENERAL AND ADMINISTRATIVE EXPENSES

2024

2023

Management expenses		3,880,200
Legal & Professional expenses	147,786,634	125,974,502
Other expenses	-	-
Write off	<u>63,613,267</u>	<u>-</u>
	<u>211,399,901</u>	<u>129,854,702</u>

15 PROFIT TAX

The Company's profit tax is determined in accordance with the territorial tax regime of Curaçao. Under this regime, a profit tax rate is applied to the taxable domestic net result.
