

Fitzgerald Industries Group N.V.

Groot Kwartierweg 10
Livestrong Building
Curaçao

FINANCIAL STATEMENTS 2022

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Table of contents

	Page
Director's report	2
Financial statements	
Balance sheet as at 31 December 2022	3
Profit and loss account for the year 2022	4
Notes to the financial statements	5
Notes to the balance sheet	7
Notes to the profit and loss account	12

Director's report

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

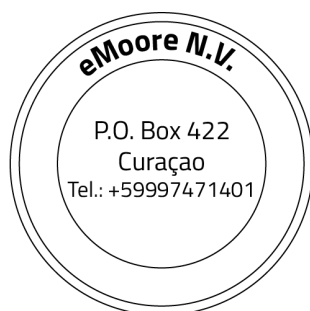
During the period under review, the Company recorded a net profit of EUR 7,503,634. Details of which are set out in the attached Profit and Loss account.

Curaçao,

C. Drommond

eMoore N.V.
Managing Director

Groot Kwartierweg 10
Livestrong Building
Curaçao



Fitzgerald Industries Group N.V.

Balance sheet as at 31 December 2022

(Before distribution of result)

Assets

		31-12-2022	31-12-2021
		\$	\$
Financial fixed assets			
Intangible assets	1	33,358	92,255
Investment in participations	2	551,599	332,830
Current assets			
Receivables from related parties	3	15,490,100	8,441,230
Receivables	4	159,042	132,156
		15,649,142	8,573,386
Cash and cash equivalents	5	694,588	81,279
Total assets		16,928,687	9,079,750
Shareholder's equity and liabilities			
Shareholder's equity	6		
Share capital		6,000	6,000
Other reserves		8,589,778	5,313,675
Result for the year		7,503,634	3,276,103
		16,099,412	8,595,778
Provision for losses in participations		29,198	18,285
Current liabilities			
Payable to related parties	7	39,465	39,479
Accounts payable	8	753,296	423,237
Accrued expenses	9	7,316	2,971
		800,077	465,687
Total shareholder's equity and liabilities		16,928,687	9,079,750

Profit and loss account for the year 2022

		<u>2022</u>	<u>2021</u>
		\$	\$
Operational income	10	14,052,777	15,382,612
Operational expenses	11	<u>(6,021,517)</u>	<u>(12,207,996)</u>
Net operating result		8,031,260	3,174,616
Other expenses of employee benefits	12	<u>89,984</u>	<u>77,174</u>
Result before interest and taxes		7,941,276	3,097,442
Bank charges		(9,419)	(13,617)
Currency translation differences		<u>(635,549)</u>	<u>(29,530)</u>
Financial income and expense		<u>(644,968)</u>	<u>(43,147)</u>
Result before tax		7,296,308	3,054,295
Profit tax	13	<u>-</u>	<u>(1,000)</u>
		7,296,308	3,053,295
Share in result of participations		<u>207,326</u>	<u>222,808</u>
Total of result after tax		<u><u>7,503,634</u></u>	<u><u>3,276,103</u></u>

Fitzgerald Industries Group N.V.

Notes to the financial statements

Entity information

General notes

The most important activities of the entity

Fitzgerald Industries Group N.V. is a limited liability company that was incorporated on September 21, 2011 under the laws of Curaçao. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 124213.

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 Fitzgerald Industries Group 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 USD = EUR

2022 0.9366

2021 0.8830

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.

Financial assets

Shares in group companies are stated at acquisition cost. In the event of a permanent impairment, they are stated at the lower of acquisition cost or the net asset value, as determined based on the financial statements of the group companies.

Cash and cash equivalents

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.

Accounting principles for determining the result

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

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

Notes to the balance sheet

	<u>31-12-2022</u>	<u>31-12-2021</u>
	\$	\$
1 Intangible assets		
Other intangible assets	<u>33,358</u>	<u>92,255</u>

Intangible assets

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

	<u>Other intangi- ble assets</u>
	\$
Book value as at 1 January 2022	92,255
Amortisation for the year	<u>(58,897)</u>
Book value as at 31 December 2022	<u>33,358</u>

	<u>31-12-2022</u>	<u>31-12-2021</u>
	\$	\$
2 Investment in participations		
Fitzgerald Investment Limited	2	2
Ftgerald Solutions LTD	551,460	332,691
FT Gerald Ltd.	137	137
The Cherie Enterprise Ltd.	<u>-</u>	<u>-</u>
	<u>551,599</u>	<u>332,830</u>

The participation in Fitzgerald Investment Ltd. was incorporated on September 27, 2011. The company owns 100% of the issued capital in the participation. The investment in Fitzgerald Investment Ltd. is accounted for at cost price.

The participation in Ftgerald Solutions Ltd. was incorporated on September 03, 2019. The company owns 100% of the issued capital in the participation. The investment in Ftgerald Solutions Ltd. is accounted for at net asset value.

The participation in The Cherie Enterprise Ltd. was incorporated on December 22, 2020. The company owns 100% of the issued capital in the participation. The investment in The Cherie Enterprise Ltd. is accounted for at net asset value.

The participation in FT Gerald Ltd. was incorporated on December 17, 2020. The company owns 100% of the issued capital in the participation. The investment in Ftgerald Solutions Ltd. is accounted for at net asset value.

Fitzgerald Industries Group N.V.

	<u>2022</u>	<u>2021</u>
	\$	\$
Ftgerald Solutions LTD		
Book value as at 1 January	332,691	119,834
Result for the year	218,240	242,319
Currency translation	529	(29,462)
Book value as at 31 December	<u>551,460</u>	<u>332,691</u>
	<u>2022</u>	<u>2021</u>
	\$	\$
FT Gerald Ltd.		
Book value as at 1 January	137	137
Balance movements	-	-
Book value as at 31 December	<u>137</u>	<u>137</u>
	<u>2022</u>	<u>2021</u>
	\$	\$
The Cherie Enterprise Ltd.		
Book value as at 1 January	-	1,227
Result for the year	(10,913)	(19,512)
Provision for the year	10,913	18,285
Book value as at 31 December	<u>-</u>	<u>-</u>
Provision summary		
Opening balance	18,285	-
Movements during the year	10,913	18,285
Total	<u>29,198</u>	<u>18,285</u>
	<u>31-12-2022</u>	<u>31-12-2021</u>
	\$	\$
3 Receivables from related parties		
Current account Fitzgerald Investment Limited	1,769,545	1,759,084
Current account The Cherie Enterprise Ltd.	404,740	46,919
Current account Ftgerald Solutions Ltd.	13,315,815	6,635,227
	<u>15,490,100</u>	<u>8,441,230</u>

Fitzgerald Industries Group N.V.

	<u>2022</u>	<u>2021</u>
	\$	\$
Current account Fitzgerald Investment Limited		
Balance as at 1 January		
Receivable	1,732,717	1,732,717
Movements during the year	<u>26,367</u>	<u>-</u>
Balance as at 1 January	<u>1,759,084</u>	<u>1,732,717</u>
Movements during the year	<u>10,461</u>	<u>26,367</u>
Balance as at 31 December		
Receivable	1,759,084	1,732,717
Movements during the year	<u>10,461</u>	<u>26,367</u>
Balance as at 31 December	<u>1,769,545</u>	<u>1,759,084</u>
	<u>2022</u>	<u>2021</u>
	\$	\$

Current account The Cherie Enterprise Ltd.

Balance as at 1 January		
Movements during the year	<u>46,919</u>	<u>-</u>
Balance as at 1 January	<u>46,919</u>	<u>-</u>
Movements during the year	<u>357,821</u>	<u>46,919</u>
Balance as at 31 December		
Receivable	46,919	-
Movements during the year	<u>357,821</u>	<u>46,919</u>
Balance as at 31 December	<u>404,740</u>	<u>46,919</u>

Fitzgerald Industries Group N.V.

	<u>2022</u>	<u>2021</u>
	\$	\$
Current account Fitzgerald Solutions Ltd.		
Balance as at 1 January		
Receivable	2,949,956	-
Movements during the year	<u>3,685,271</u>	<u>2,949,956</u>
Balance as at 1 January	<u>6,635,227</u>	<u>2,949,956</u>
Movements during the year	<u>6,680,588</u>	<u>3,685,271</u>
Balance as at 31 December		
Receivable	6,635,227	2,949,956
Movements during the year	<u>6,680,588</u>	<u>3,685,271</u>
Balance as at 31 December	<u>13,315,815</u>	<u>6,635,227</u>
	<u>31-12-2022</u>	<u>31-12-2021</u>
	\$	\$
4 Other receivables		
Neteller	50,318	50,318
Skrill	7,096	7,096
EcoPayz	51,955	51,955
Ezeewallet	49,325	21,149
Deposits - bandwidth & support expense	348	-
Prepaid expenses - sublicense expenses	<u>-</u>	<u>1,638</u>
	<u>159,042</u>	<u>132,156</u>
	<u>31-12-2022</u>	<u>31-12-2021</u>
	\$	\$
5 Cash and cash equivalents		
Cash in transit	<u>694,588</u>	<u>81,279</u>

6 Shareholder's equity

The Company's authorized share capital amounts to USD 6,000 and consists of 6000 shares with a nominal value of USD 1.00 each.

Movements in the shareholder's equity were as follows:

	Share capital	Other reserves	Result for the year	Total
	\$	\$	\$	\$
Balance as at 1 January 2022	6,000	5,313,675	3,276,103	8,595,778
Appropriation of result	-	3,276,103	(3,276,103)	-
Result for the year	-	-	7,503,634	7,503,634
Balance as at 31 December 2022	6,000	8,589,778	7,503,634	16,099,412

Provision for losses in participations

7 Payable to related parties

	31-12-2022	31-12-2021
	\$	\$
Current account Shareholder	39,342	39,342
Current account FT Gerald Ltd.	123	137
	39,465	39,479
	31-12-2022	31-12-2021
	\$	\$

8 Accounts payable

Accounts payable *	331,075	2,032
Profit tax	127,371	127,371
Players balance liability	294,850	293,834
	753,296	423,237

***Aging summary**

Less than 30 days	330,963	2,032
More than 30 days	112	-
Total	331,075	2,032

9 Accrued expenses

Legal and professional expenses	7,316	2,971
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Notes to the profit and loss account

	<u>2022</u>	<u>2021</u>
	\$	\$

10 Operational income

Net gaming revenue	14,052,777	15,477,988
Currency translation result	-	(95,376)
	<u>14,052,777</u>	<u>15,382,612</u>
	<u>2022</u>	<u>2021</u>
	\$	\$

11 Operational expenses

Bandwidth & Support Expenses	2,984	-
Sublicense expenses	9,148	18,153
Server expenses	113,618	51,180
Support and Service expenses	1,052,145	790,079
Software license expenses	2,797,536	2,947,539
Marketing expenses	792,218	264,848
Consultancy expenses	-	3,713,657
Agent expenses	303,902	300,743
Affiliate expenses	87,353	1,037,384
Other direct expenses	803,716	3,024,064
Depreciation expenses	58,897	62,393
Correction previous years	-	(2,044)
	<u>6,021,517</u>	<u>12,207,996</u>
	<u>2022</u>	<u>2021</u>
	\$	\$

12 Other expenses of employee benefits

Management expenses	3,024	3,200
Legal and Professional expenses	86,960	73,974
	<u>89,984</u>	<u>77,174</u>

13 Profit tax

The company incurred a positive result before provision for profit tax of EUR 7,503,634. Consequently, the profit tax was calculated as nil due to offsetting losses.