

BGG Technologies N.V.

E-Commerce Park, Vredenberg, Curaçao

FINANCIAL STATEMENTS 2022

BGG Technologies N.V.

Financial Statements December 31, 2022

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BGG Technologies N.V.

**Financial Statements
December 31, 2022**

MANAGING DIRECTOR:

eMoore N.V.
Groot Kwartierweg 10
Curaçao

Registered Address of the Company:

E-Commerce Park, Vredenberg
Heelsumstraat 51
Curaçao

Correspondence Address of the Company:

PO Box 423
Curaçao

BGG Technologies N.V.

Financial Statements December 31, 2022

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 410,828. Details of which are set out in the attached Profit and Loss account.

Curaçao,

eMoore N.V.

Managing Director

BGG Technologies N.V.
Balance Sheet as at December 31, 2022
(In EUR, before appropriation of results)

ASSETS	Notes	2022	2021
<u>Fixed Asset</u>			
<i>Financial fixed assets</i>	3		
Participation	3.1	1,115,717	1,941,435
Loan receivable	3.2	<u>1,212,871</u>	<u>1,316,427</u>
		2,328,588	3,257,862
<u>Current Assets</u>			
Accounts receivable	4	488,037	138,037
Other receivables	5	6,745	34,984
Cash at banks	6	<u>21,661</u>	<u>19,265</u>
		516,443	192,286
TOTAL ASSETS		<u>2,845,031</u>	<u>3,450,148</u>
SHAREHOLDER'S EQUITY AND LIABILITIES			
<u>Shareholder's equity</u>	7		
Issued and fully paid share capital		1	1
Retained Earnings		3,294,400	2,622,353
Net result for the year		<u>(469,796)</u>	<u>672,047</u>
		2,824,605	3,294,401
<u>Current Liabilities</u>			
Payable to related parties	8	51	70,612
Accounts payable	9	<u>20,375</u>	<u>85,135</u>
		20,426	155,747
TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES		<u>2,845,031</u>	<u>3,450,148</u>

BGG Technologies N.V.
Profit and Loss Account for the period
January 1, 2022 through December 31, 2022
(In EUR)

	Notes	2022	2021
Revenue		765,562	942,053
Operational cost	10	<u>(83,685)</u>	<u>(238,738)</u>
Net operating result		681,877	703,315
General and administrative expenses	11	<u>(67,781)</u>	<u>(62,745)</u>
Total general and administrative expenses		(67,781)	(62,745)
Exchange rate expenses		754	(270)
Interest income loans		47,699	46,440
Impairment losses	3	<u>(1,115,718)</u>	<u>-</u>
Finance result		(1,067,265)	46,170
Result before provision for profit tax		<u>(453,169)</u>	<u>686,740</u>
Profit tax		(16,627)	(14,693)
NET RESULT FOR THE YEAR		<u>(469,796)</u>	<u>672,047</u>

BGG Technologies N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

1 GENERAL

Company's Information and Principal Activities

BGG Technologies N.V. is a limited liability company that was incorporated in Willemstad on September 23, 2015. The Company is registered with the Chamber of Commerce and Industry of Curaçao under number 137159. The Company is solely engaged in e-gaming activities.

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.

c. Participation

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.

d. 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.

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.

		2022	2021
Exchange rates used:	1 USD =	0.9366	0.8830 EUR

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

f. Recognition of Income and Expenses

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

BGG Technologies N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

3 FINANCIAL FIXED ASSET

3.1 PARTICIPATION

BGG Technologies Ukraine

The Company was incorporated in Kyev, Ukraine and BGG Technologies N.V. holds 100% of the shares.

	2022	2021
Opening balance	1,941,435	1,121,004
Addition of capital	290,000	820,431
Impairment loss	(1,115,718)	-
Ending balance	<u>1,115,717</u>	<u>1,941,435</u>

Due to the impact of the events and market conditions of the war in Ukraine, there is an impairment indicator. Therefore is little confidence that the operation in Ukraine can yield any income for the book-year 2023, so management has decided to decrease the value of the participation with 50%.
For the book-year 2023, the participation will be permanently impaired to nil.

3.2 LOAN RECEIVABLES

BMG Holdings Ltd

	2022	2021
Opening balance	104,000	104,000
Movements during the year	-	-
Ending balance	<u>104,000</u>	<u>104,000</u>

A loan has been granted - amount up to EUR 150,000.
Interest free - period: indefinite.

BMG Holdings Ltd

	2022	2021
Opening balance	330,529	315,979
Movements during the year	-	-
Interest loan	14,550	14,550
Ending balance	<u>345,079</u>	<u>330,529</u>

A loan has been granted - amount up to EUR 300,000.
Interest fee of 5% per annum - maturity date: December 31, 2019.

Boss Development Ltd

	2022	2021
Opening balance	470,712	351,987
Movements during the year	(25,000)	100,000
Interest loan	19,922	18,725
Ending balance	<u>465,634</u>	<u>470,712</u>

Several loans have been granted - amounting up to EUR 254,302.
Interest fee of 5% per annum - period: year 2021.
Loan has been extended - maturity date: December 31, 2023.

Several loans have been granted - amounting up to EUR 14,441.
Interest fee of 2.5% per annum - period: year 2021.
Loan has been extended - maturity date: December 31, 2023.

Slot Club Maximus SRL

	2022	2021
Opening balance	286,722	278,622
Movements during the year	-	-
Interest loan	8,100	8,100
Ending balance	<u>294,822</u>	<u>286,722</u>

A loan has been granted - amounting up to EUR 270,000.
Interest fee of 3% per annum - maturity date: November 11, 2020
Loan has been extended - maturity date: October 12, 2025.

BGG Technologies N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

3.2 LOAN RECEIVABLES continued

Boliviana Holdings LTD

Opening balance	124,464	119,399
Movements during the year	(129,529)	-
Interest loan	5,065	5,065
Ending balance	-	124,464

A loan has been granted - amount up to EUR 99,085.

Interest fee of 5% per annum - period: up to April 30, 2020

Double Jump N.V.

Opening balance	-	-
Movements during the year	3,275	-
Interest loan	61	-
Ending balance	3,336	-

A Credit Facility has been granted - amount up to EUR 50,000.

Interest fee of 3% per annum - period: up to December 31, 2023

1,212,871	1,316,427
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4 ACCOUNTS RECEIVABLE

2022 2021

Boss Development Ltd.	119,717	119,717
DoubleJump N.V.	18,320	18,320
Ginnex Ltd	350,000	-
	488,037	138,037

5 OTHER RECEIVABLES

2022 2021

Deposits	896	896
Prepaid expenses	4,858	2,120
PSP wallets receivables *	991	31,968
	6,745	34,984

* PSP WALLETS RECEIVABLES

2022 2021

Neteller

Current account - EUR	-	17,815
Current account - USD	-	181
Current account - RUB	-	-
Current account - BRL	-	-
	-	17,996

Skrill

Current account - EUR	-	10,189
Current account - USD	-	-
	-	10,189

BGG Technologies N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

5 OTHER RECEIVABLES continued

Safe Charge

Current account - EUR	-	(6,826)
Current account - USD	-	9,195
Current account - RUB	-	(39)
Current account - AUD	-	-
Current account - PLN	-	-
Current account - KZT	-	(16)
Current account - other currencies	-	478
	-	2,792

InteracOnline

Current account - CAD	991	991
	991	31,968

6 CASH AT BANKS

2022 2021

PayMix Financial Institution

Current account - EUR	1,411	8,691
	1,411	8,691

Finductive Ltd.

Current account - EUR	20,250	10,574
	20,250	10,574
	21,661	19,265

7 SHAREHOLDER'S EQUITY

The Company's authorized share capital amounts to USD 1 (EUR 0.89) and consists of 1 share with a nominal value of USD 1,00 each.

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

	<u>Issued and fully paid share capital</u>	<u>Retained earnings</u>	<u>Result current year</u>	<u>Total</u>
Opening balance	1	2,622,353	672,047	3,294,401
Allocation of result previous year	-	672,047	(672,047)	-
Movements during the year	-	-	(469,796)	(469,796)
Ending balance	1	3,294,400	(469,796)	2,824,605

BGG Technologies N.V.

Notes to the Financial Statements

January 1, 2022 through December 31, 2022

(In EUR)

8 PAYABLE TO RELATED PARTIES	2022	2021
<u>Shareholder</u>	51	51
<u>Boliviana Holdings Ltd</u>	-	70,561
	<u>51</u>	<u>70,612</u>
9 ACCOUNTS PAYABLE	2022	2021
Hetzner Online GmbH	-	336
The Freeman Company Limited	-	37,377
Gammix STS B.V.	-	7,681
Digitus	-	1,035
Translation Royale	-	41
Players account liability	23,344	24,104
EMS Management Services N.V.	6,186	-
Advansys d.o.o.	19,156	
Profit tax	(28,311)	14,561
	<u>20,375</u>	<u>85,135</u>
10 OPERATIONAL COST	2022	2021
Marketing expenses	-	449
IT & Software expenses	74,155	189,450
Bandwidth & Support expenses	1,510	6,166
Sublicense expenses	5,212	7,586
Hosting expenses	-	-
Support expenses	-	3,800
Commission expenses	-	4
Other direct expenses	2,808	31,283
	<u>83,685</u>	<u>238,738</u>
11 GENERAL AND ADMINISTRATIVE EXPENSES	2022	2021
Management expenses	2,500	5,092
Legal and Professional expenses	48,674	36,327
Other expenses	-	12,132
Bank charges	4,106	9,194
Write off - accounts payables	12,501	-
	<u>67,781</u>	<u>62,745</u>
12 PROFIT TAX		

The Company incurred a negative result before provision for profit tax for the year of EUR 453,169. As the company applied for foreign sourced income, a profit tax rate of 22% is applicable on the domestic net result incurred by the Company. Consequently the profit tax is calculated at nil.
