The Huuuge, Inc. Group Interim Condensed Consolidated Financial Statements

as at and for the six-month period ended June 30, 2026

prepared in accordance with the IAS 34 Interim Financial Reporting
as adopted by the European Union

Table of contents

Interim condensed consolidated statement of comprehensive income

	Note	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited	Three-month period ended June 30, 2026 Unaudited	Three-month period ended June 30, 2025 Unaudited
Revenue	3	**107,461**	**121,190**	**50,943**	**58,799**
Cost of sales	4	(20,908)	(30,177)	(9,881)	(14,656)
Gross profit on sales		**86,553**	**91,013**	**41,062**	**44,143**
Sales and marketing expenses:	4	(26,340)	(22,625)	(12,886)	(11,536)
thereof, User acquisition marketing campaigns	*4*	*(18,071)*	*(14,787)*	(8,787)	(7,549)
thereof, General sales and marketing expenses	*4*	*(8,269)*	*(7,838)*	(4,099)	(3,987)
Research and development expenses	4	(8,503)	(10,056)	(4,270)	(4,056)
General and administrative expenses	4	(13,933)	(14,421)	(7,296)	(6,899)
Other operating income/(expense), net		235	(684)	90	(858)
Operating result		**38,012**	**43,227**	**16,700**	**20,794**
Finance income	5	2,654	3,649	1,259	1,503
Finance expense	5	(475)	(3,066)	(379)	(1,913)
Profit before tax		**40,191**	**43,810**	**17,580**	**20,384**
Income tax	6	(6,856)	(6,742)	(3,445)	(3,129)
Net result for the period		**33,335**	**37,068**	**14,135**	**17,255**
Other comprehensive income					
Items that may be reclassified to profit or loss					
Exchange gains/(losses) on translation of foreign operations		(412)	5,182	481	3,512
Total other comprehensive income/(loss)		**(412)**	**5,182**	**481**	**3,512**
Total comprehensive income for the period		**32,923**	**42,250**	**14,616**	**20,767**
Net result for the period attributable to:					
owners of the Parent		33,335	37,068	14,135	17,255
Total comprehensive income for the period attributable to:					
owners of the Parent		32,923	42,250	14,616	20,767
Earnings per share (in USD)					
basic	11	0.81	0.66	0.34	0.31
diluted	11	0.79	0.65	0.34	0.30

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

All amounts in tables presented in thousand USD, except where stated otherwise.

Interim condensed consolidated statement of financial position

	Note	As at June 30, 2026 Unaudited	As at December 31, 2025 Audited
Assets			
Non-current assets			
Property, plant and equipment		1,346	1,553
Right-of-use assets	14	2,861	2,978
Goodwill		2,633	2,712
Intangible assets	8	3,345	3,949
Deferred tax assets		1,405	2,003
Long-term investments	7	250	-
Other long-term assets		633	2,271
Total non-current assets		**12,473**	**15,466**
Current assets			
Trade and other receivables		25,047	28,383
Short-term lease receivables	14	617	1,328
Corporate income tax receivable		1,090	1,467
Other short-term financial assets	9	13,919	8,074
Cash and cash equivalents	10	136,980	100,568
Total current assets		**177,653**	**139,820**
Total assets		**190,126**	**155,286**
Equity			
Share capital	12	1	1
Treasury shares	12	(13,100)	(15,180)
Other reserves	12	(44,603)	(42,690)
Employee benefit reserve	13	33,784	31,618
Foreign exchange reserve		1,621	2,033
Retained earnings		190,107	156,772
Total equity		**167,810**	**132,554**
Equity attributable to owners of the Company		*167,810*	*132,554*
Non-current liabilities			
Long-term lease liabilities	14	1,426	522
Other long-term liabilities		-	401
Total non-current liabilities		**1,426**	**923**
Current liabilities			
Trade and other payables		12,459	13,135
Deferred income	3	1,179	1,993
Corporate income tax liabilities		3,119	1,172
Short-term lease liabilities	14	2,174	3,974
Provisions	15	1,551	1,535
Other short-term liabilities		408	-
Total current liabilities		**20,890**	**21,809**
Total equity and liabilities		**190,126**	**155,286**

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

All amounts in tables presented in thousand USD, except where stated otherwise.

Interim condensed consolidated statement of changes in equity

Equity attributable to owners	Note	Share capital	Treasury shares	Other reserves	Employee benefit reserve	Retained earnings	Foreign exchange reserve	Equity
As at January 1, 2026, Audited		**1**	**(15,180)**	**(42,690)**	**31,618**	**156,772**	**2,033**	**132,554**
Net profit/(loss) for the period		-	-	-	-	33,335	-	33,335
Other comprehensive income - foreign currency exchange gains/(losses)		-	-	-	-	-	(412)	(412)
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**33,335**	**(412)**	**32,923**
Exercise of stock options	12,13	0*	2,080	(1,913)	-	-	-	167
Employee share schemes - value of employee services	13	-	-	-	2,166	-	-	2,166
As at June 30, 2026, Unaudited		**1**	**(13,100)**	**(44,603)**	**33,784**	**190,107**	**1,621**	**167,810**

* 0 represents an amount less than USD 1 thousand.

The Group has renamed the equity component previously presented as “Supplementary capital” to “Other reserves” to better align with industry practice; this change represents a reclassification in name only and does not reflect any change in the nature, purpose, or valuation of the underlying category.

All amounts in tables presented in thousand USD, except where stated otherwise.

Equity attributable to owners	Note	Share capital	Treasury shares	Other reserves	Employee benefit reserve	Retained earnings	Foreign exchange reserve	Equity
As at January 1, 2025, Audited		**1**	**(15,720)**	**78,886**	**29,234**	**83,676**	**(3,267)**	**172,810**
Net profit/(loss) for the period		-	-	-	-	37,068	-	37,068
Other comprehensive income - foreign currency exchange gains/(losses)		-	-	-	-	-	5,182	5,182
Total comprehensive income for the period		**-**	**-**	**-**	**-**	**37,068**	**5,182**	**42,250**
Exercise of stock options	12,13	0*	131	(75)	-	-	-	56
Employee share schemes - value of employee services	13	-	-	-	554	-	-	554
As at June 30, 2025, Unaudited		**1**	**(15,589)**	**78,811**	**29,788**	**120,744**	**1,915**	**215,670**

* 0 represents an amount less than USD 1 thousand.

The Group has renamed the equity component previously presented as “Supplementary capital” to “Other reserves” to better align with industry practice; this change represents a reclassification in name only and does not reflect any change in the nature, purpose, or valuation of the underlying category.

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

All amounts in tables presented in thousand USD, except where stated otherwise.

Interim condensed consolidated statement of cash flows

	Note	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Cash flows from operating activities			
Profit/(loss) before tax		40,191	43,810
Adjustments for:			
Depreciation and amortization	4	3,927	4,495
Finance (income)/expense, net	5	(1,491)	2,702
Revaluation losses on financial instruments	7	-	1,000
Non-cash employee benefits expense - share-based payments	13	2,166	554
(Profit)/loss on disposal of property, plant and equipment and derecognition of intangible assets		20	219
Changes in net working capital:			
Trade and other receivables, and other long-term assets		4,722	4,545
Trade and other payables		(2,288)	375
Other short-term financial assets	9	(3,990)	11
Deferred income		(814)	(171)
Other adjustments		(28)	87
Cash flows from operating activities		**42,415**	**57,627**
Income tax paid		(2,392)	(10,006)
Net cash flows from operating activities		**40,023**	**47,621**
Cash flows from investing activities			
Interest received	5	1,986	3,456
Loans granted		(1,752)	-
Sublease payments received	14	720	598
Long-term investments	7	(250)	(500)
Software expenditure	8	(351)	(485)
Acquisition of property, plant and equipment		(315)	(198)
Interest received from sublease	14	29	60
Net cash flows from/(used in) investing activities		**67**	**2,931**
Cash flows from financing activities			
Lease repayment	14	(2,296)	(2,230)
Transaction costs related to repurchase of own shares		(705)	(377)
Interest paid	14	(65)	(92)
Exercise of stock options	13	167	56
Net cash flows from/(used in) financing activities		**(2,899)**	**(2,643)**
Net increase/(decrease) in cash and cash equivalents		**37,191**	**47,909**
Effect of exchange rate fluctuations and accrued interest		(779)	(1,124)
Cash and cash equivalents at the beginning of the period		**100,568**	**141,840**
Cash and cash equivalents at the end of the period		**136,980**	**188,625**

The change of trade and other payables presented in the interim consolidated statement of financial position as at June 30, 2026 does not equal the change in the consolidated statement of cash flows for the six-month period ended June 30, 2026. The difference of USD 705 thousand is due to the transaction costs related to SBB 2025, presented in the cash flows from financing activities in the interim consolidated statement of cash flows, which were not paid as at December 31, 2025 and were paid during the six-month period ended June 30, 2026.

The accompanying notes are an integral part of these interim condensed consolidated financial statements.

All amounts in tables presented in thousand USD, except where stated otherwise.

Notes to the interim condensed consolidated financial statements

1. General information

Huuuge, Inc. (hereinafter the “Company”, the “Parent Company”) is a company registered in the United States of America. The Company’s registered office is located in Dover, Delaware, 850 New Burton Road, Suite 201, DE 19904, and the operating office is located in Las Vegas, Nevada, 2300 W. Sahara Ave., Suite #680, Mailbox #32, NV 89102.

The Company was established with a notary deed on February 11, 2015.

As at June 30, 2026 and December 31, 2025, the Huuuge, Inc. Group (the Company and its subsidiaries collectively referred to as the “Group”) comprised the Parent Company and its subsidiaries, as listed below.

Name of entity	Registered seat	Activities	Parent Company's share in capital	
			As at June 30, 2026	As at December 31, 2025
Huuuge Games Sp. z o.o.	Szczecin, Poland	games development and operations	100%	100%
Huuuge Global Ltd	Limassol, Cyprus	games distribution, user acquisition	100%	100%
Huuuge Publishing Ltd (formerly Fun Monkey Ltd)	Limassol, Cyprus	games distribution	100%	100%
Billionaire Games Limited	Limassol, Cyprus	games distribution	100%	100%
Huuuge Digital Ltd	Tel Aviv, Israel	games development, R&D	100%	100%
Huuuge UK Ltd	London, United Kingdom	product management	100%	100%

The core business activities of the Group include:

- development of mobile games in the free-to-play model,
- distribution and user acquisition of proprietary mobile games.

The Group’s business activities are not subject to significant seasonal or cyclical trends. The Group’s business activities are characterized by low environmental impact. For more information on climate matters, please refer to the Annual report for the twelve-month period ended December 31, 2025. There were no significant risks identified related to climate change.

Composition of the Company’s Board of Directors as at June 30, 2026 and as at the date of signing of these interim condensed consolidated financial statements

Directors have annual terms of duty and serve until the successors are duly elected. Preferred shareholders have the right to appoint certain directors. Effective on June 26, 2026, Mr. Krzysztof Kaczmarczyk and Mr. Tom Jacobsson were re-elected as independent non-executive directors. In connection with the election of members of the Board of Directors by the Annual General Meeting, Mr. John Salter was elected to serve as the Series A Director for the next term, and Mr. Henric Suuronen and Mr. Anton Gauffin to serve as the Series B Directors for the next term.

As at December 31, 2025, as well as at June 30, 2026 and as at the date of signing of these interim condensed consolidated financial statements, the composition of the Company’s Board of Directors was the following:

- Anton Gauffin, executive director, Executive Chairman of the Board,
- Henric Suuronen, non-executive director,
- Krzysztof Kaczmarczyk, non-executive director,
- John Salter, non-executive director,
- Tom Jacobsson, non-executive director.

All amounts in tables presented in thousand USD, except where stated otherwise.

2. Accounting policies

1) Basis for preparation of the interim condensed consolidated financial statements

These interim condensed consolidated financial statements as at and for the six-month period ended June 30, 2026 have been prepared in accordance with the IAS 34 Interim Financial Reporting as adopted by the European Union.

These interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's consolidated financial statements as at and for the year ended December 31, 2025 prepared in accordance with International Financial Reporting Standards as adopted by the European Union ("IFRS").

These interim condensed consolidated financial statements as at and for the six-month period ended June 30, 2026 were approved on September 14, 2026 by the Board of Directors. The Group has prepared these interim condensed consolidated financial statements on the basis that it will continue to operate as a going concern.

These interim condensed consolidated financial statements are prepared on the historical cost basis, except for financial instruments, measured at fair value.

2) Material accounting policies, key judgments and estimates

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's consolidated financial statements as at and for the year ended December 31, 2025, except for the adoption of new standards effective as at January 1, 2026. The Group has not early-adopted any standard, interpretation or amendment that has been issued but is not yet effective.

Several amendments and interpretations apply for the first time in 2026 but do not have an impact on the interim condensed consolidated financial statements of the Group. In preparing these interim condensed consolidated financial statements, the significant judgements and estimates made by management in applying the Group's accounting policies have been consistently applied by the Group and are consistent across the reported periods.

3) Adoption of new and revised standards

The EU IFRS include all International Accounting Standards, International Financial Reporting Standards and Interpretations as approved by the European Union. As at the date of approving these interim condensed consolidated financial statements for issue, considering the pending process of introducing IFRSs in the EU and the operations conducted by the Group, the EU IFRS applicable to these financial statements might differ from IFRS adopted by the International Accounting Standards Board.

In preparing these interim condensed consolidated financial statements, the Group's management has analyzed new Standards that have already been adopted by the European Union and that should be applied for periods beginning on or after January 1, 2026.

New International Financial Reporting Standards and Interpretations published but not yet effective:

- Amendments to IFRS 10 and IAS 28: Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture (issued on September 11, 2014) – the endorsement process of these Amendments has been postponed by EU - the effective date was deferred indefinitely by International Accounting Standards Board;
- IFRS 18: Presentation and disclosure in financial statements (issued on April 9, 2024) – effective for financial years beginning on or after January 1, 2027. At the date of approval of these interim condensed consolidated financial statements, the Company is in the process of analyzing the impact of IFRS 18 on the presentation and disclosures in its financial statements;
- IFRS 19: Subsidiaries without Public Accountability: Disclosures (issued on May 9, 2024) – not yet endorsed by EU at the date of approval of these interim condensed consolidated financial statements for issue – effective for financial years beginning on or after January 1, 2027;
- Amendments to IFRS 19: Subsidiaries without Public Accountability: Disclosures (issued on August 21, 2025) – not yet endorsed by EU at the date of approval of these interim condensed consolidated financial statements – effective for financial years beginning on or after January 1, 2027;

- Amendments to IAS 21: The Effects of Changes in Foreign Exchange Rates: Translation to a Hyperinflationary Presentation Currency (issued on November 13, 2025) – not yet endorsed by EU at the date of approval of these interim condensed consolidated financial statements – effective for financial years beginning on or after January 1, 2027;

- IFRS 20: Regulatory Assets and Regulatory Liabilities (issued on May 27, 2026) - not yet endorsed by EU at the date of approval of these interim condensed consolidated financial statements – effective for financial years beginning on or after January 1, 2029;

- Amendments to the Fair Value Option in IAS 28 Investments in Associates and Joint Ventures (issued on June 26, 2026) - not yet endorsed by EU at the date of approval of these interim condensed consolidated financial statements – effective for financial years beginning on or after January 1, 2027.

These standards and amendments are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

New International Financial Reporting Standards and Interpretations effective for the first time for financial year 2026:

During the six-month period ended June 30, 2026, the following IFRS and amendments to IFRS or interpretations entered into force:

- Amendments to IFRS 9 and IFRS 7: Amendments to the Classification and Measurement of Financial Instruments (issued on May 30, 2024) – effective for financial years beginning on or after 1 January 2026;
- Annual Improvements Volume 11 (issued on July 18, 2024) – effective for financial years beginning on or after January 1, 2026;
- Amendments to IFRS 9 and IFRS 7 Contracts Referencing Nature-dependent Electricity (issued on December 18, 2024) – effective for financial years beginning on or after January 1, 2026.

The amendments listed above did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

3. Revenue and segment information

Huuuge's business, comprising the development and sale of casual games for mobile platforms is global. The games and sales channels are consistent regardless of players' location. Management monitors the Group's revenue on a per-game basis, but does not allocate all costs, assets, and liabilities by game, nor does it measure operating results at the individual game level. In management's view, the Group's operations and financial performance cannot be divided into reportable segments in a manner that improves the ability to analyze and manage the Group. As at June 30, 2026 the CEO is the Chief operating decision-maker. The CEO analyzes the consolidated financial position and operating results of the Group as a whole; therefore, it has been determined that the Group has only one operating segment ("online mobile games"). The Group's management monitors operating results on a group-wide basis for the purpose of making decisions about resource allocation and performance assessment.

The Group's revenue from contracts with clients comprises revenue generated by in-app purchases (gaming applications) and in-app ads (advertising). Revenue generated from gaming applications for the six-month period ended June 30, 2026 amounted to USD 107,064 thousand (USD 120,604 thousand for the six-month period ended June 30, 2025), and revenue generated from advertising amounted to USD 397 thousand for the six-month period ended June 30, 2026 (USD 586 thousand for the six-month period ended June 30, 2025).

The Group's revenue is recognized over time, irrespective of product or geographical region.

For the gaming services, the transaction price is prepaid by the customers when virtual coins are purchased to allow continuation of the game. These payments result in the recognition of the contract liability in the interim condensed consolidated statement of financial position in the line "Deferred income". The amounts recognized as deferred income are recognized as revenue over an average of 2.5 days.

For the gaming service, the amount recognized as deferred income at the reporting date also represents the aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied (or partially unsatisfied) as of the end of the reporting period.

For advertising services, the Group applies the practical expedient allowed under IFRS 15 and does not disclose the aggregate amount of the transaction price allocated to unsatisfied performance obligations. This is because the Group has a right to consideration from a customer in an amount that corresponds directly with the value to the customer of the entity's performance completed to date.

Below is the split of the revenue per main product groups:

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Huuuge Casino	69,877	79,131
Billionaire Casino	36,326	40,165
Traffic Puzzle	818	1,396
Other games	440	498
Total revenue	**107,461**	**121,190**

Revenue was generated in the following geographical locations:

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
North America	60,919	71,517
Europe	34,115	35,230
Asia-Pacific (APAC)	10,515	12,370
Other	1,912	2,073
Total revenue	**107,461**	**121,190**

The line "North America" includes revenue generated in the United States amounting to USD 57,941 thousand during the six-month period ended June 30, 2026 (USD 68,477 thousand during the six-month period ended June 30, 2025). The above is the management's best estimate, as no geographical breakdown is available for some revenue sources.

The allocation of revenue to regions is driven by the location of individual players (end-user customers). No individual end-user customer accounted for 10% or more in the Group's total revenues in the six-month period ended June 30, 2026 or June 30, 2025. The majority of revenues is collected through several platform providers, such as Apple App Store, Google Play, Facebook and Amazon App Store, as well as directly through direct-to-consumer offering (Web store).

Revenues through third-party platforms and through the Company's own direct-to-consumer offering were as follows:

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Third-party platforms	62,551	96,007
Direct-to-consumer platforms	44,910	25,183
Total revenue	**107,461**	**121,190**

All amounts in tables presented in thousand USD, except where stated otherwise.

4. Operating expenses

For the six-month period ended June 30, 2026, the operating expenses comprised:

Expenses by nature	Total	*Cost of sales*	Sales and marketing expenses: *thereof, User acquisition marketing campaigns*	Sales and marketing expenses: *thereof,* General sales and marketing expenses	Research and development expenses	General and administrative expenses
Platform fees to distributors	19,909	19,909	-	-	-	-
Gaming servers expenses	208	208	-	-	-	-
External marketing and sales services	20,363	-	18,071	2,292	-	-
Salaries and employee-related costs	17,102	-	-	5,335	7,453	4,314
Employee stock option plan	2,166	-	-	297	337	1,532
Depreciation and amortization	3,927	791	-	288	583	2,265
Finance & legal services	1,758	-	-	-	-	1,758
IT equipment and software expenses	1,781	-	-	-	-	1,781
Property maintenance and external services	876	-	-	-	-	876
Other costs	1,594	-	-	57	130	1,407
Total operating expenses	**69,684**	**20,908**	**18,071**	**8,269**	**8,503**	**13,933**

Other costs under research and development expenses mainly include external costs of development, graphics and gaming content. Other costs under general and administrative expenses include mainly payroll and recruitment services, office management expenses (including company events), training costs and business travel expenses.

All amounts in tables presented in thousand USD, except where stated otherwise.

For the six-month period ended June 30, 2025, the operating expenses comprised:

Expenses by nature, Unaudited	Total	*Cost of sales*	Sales and marketing expenses: *thereof, User acquisition marketing campaigns*	Sales and marketing expenses: thereof, General sales and marketing expenses	Research and development expenses	General and administrative expenses
Platform fees to distributors	29,198	29,198	-	-	-	-
Gaming servers expenses	188	188	-	-	-	-
External marketing and sales services	17,440	-	14,787	2,653	-	-
Salaries and employee-related costs	19,239	-	-	4,900	9,068	5,271
Employee stock option plan	554	-	-	69	(135)	620
Depreciation and amortization	4,495	791	-	204	900	2,600
Finance & legal services	1,935	-	-	-	-	1,935
IT equipment and software expenses	1,691	-	-	-	-	1,691
Property maintenance and external services	881	-	-	-	-	881
Other costs	1,658	-	-	12	223	1,423
Total operating expenses	**77,279**	**30,177**	**14,787**	**7,838**	**10,056**	**14,421**

Salaries and employee-related costs include costs related to the headcount reductions amounting to USD 2,596 thousand. Other costs under research and development expenses mainly include external costs of development, graphics and gaming content. Other costs under general and administrative expenses include mainly payroll and recruitment services, office management services (including company events), training costs and business travel expenses.

All amounts in tables presented in thousand USD, except where stated otherwise.

5. Finance income and finance expense

Finance income

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Interest income	2,320	3,649
Financial contracts revaluation	334	-
Total finance income	**2,654**	**3,649**

In the six-month period ended June 30, 2026, finance income amounted to USD 2,654 thousand, which primarily comprises interest income on money market mutual funds and bank deposits in the amount of USD 2,320 thousand. In the six-month period ended June 30, 2025, finance income amounted to USD 3,649 thousand, which comprises interest income on money market mutual funds accounts and bank deposits.

Huuuge Global Ltd and Huuuge Games Sp. z o.o. entered into a short-term currency forward contract with a duration not exceeding 12 months. The notional amount of the outstanding contracts as at June 30, 2026 amounted to USD 35,354 thousand. The fair value gain on these contracts amounted to USD 334 thousand in the six-month period ended June 30, 2026 (USD 22 thousand loss in the six-month period ended June 30, 2025), and was included in the line Financial contracts revaluation.

Finance expense

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Foreign exchange losses, net	407	2,952
Interest expense	68	92
Financial contracts revaluation	-	22
Total finance expense	**475**	**3,066**

In the six-month period ended June 30, 2026, finance expense includes net foreign exchange losses in the amount of USD 407 thousand, as well the interest expense in the amount of USD 68 thousand which comprises mainly interest expense recognized under IFRS 16 on lease liabilities.

In the six-month period ended June 30, 2025, finance expense includes mainly net foreign exchange losses in the amount of USD 2,952 thousand, as well the interest expense in the amount of USD 92 thousand which comprises mainly interest expense recognized under IFRS 16 on lease liabilities.

In addition to finance income and expenses recognized in interim condensed consolidated statement of comprehensive income, the “Finance (income)/expense, net” line presented in the interim condensed consolidated statement of cash flows includes non-cash effect of exchange gains and losses arising on translation of foreign operations into the presentation currency, i.e. USD.

6. Income tax

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Current income tax	6,258	7,600
Change in deferred income tax	598	(858)
Income tax for the period	**6,856**	**6,742**

All amounts in tables presented in thousand USD, except where stated otherwise.

The subsidiary companies are subject to taxes for their respective businesses in the countries of their registration at the rates prevailing in those jurisdictions. Income tax expense is recognized based on management's estimate of the weighted average effective annual income tax rate expected for the full financial year.

The average tax rate used for the six-month period ended June 30, 2026 is 17.1%, compared to 15.4% for the six-month period ended June 30, 2025. The effective tax rate was higher in the six-month period ended June 30, 2026 than in the comparative period, mainly due to withholding tax on the dividend from Huuuge Games to Huuuge, Inc. recognized within "Income tax" in the interim condensed statement of comprehensive income, partly offset by increased utilization of tax incentives, including the R&D and IP Box.

7. Long-term investments

Investment in Bananaz Studios Ltd

On March 17, 2024, the Company entered into a simple agreement for future equity ("SAFE") with Bananaz Studios Ltd., investing USD 3,500 thousand, alongside a call option deed agreement (the "Call Option Deed"). The SAFE included a provision for an additional investment of USD 2,500 thousand, conditional upon the achievement of certain performance milestones by Bananaz Studios Ltd. As these conditions for the second tranche were not fulfilled and, consequently, the second tranche was not funded.
Pursuant to a call option deed, the Company was granted the right to acquire all shares in Bananaz Studios Ltd., subject to funding the second tranche and fulfilling specific terms. The call option was not exercised and subsequently expired.

As at December 31, 2024 the carrying value of the asset recognised in the line "Long-term investments" in the consolidated statement of financial position for the year ended December 31, 2024 was reduced by USD 3,500 thousand to zero. Accordingly, the revaluation loss of USD 3,500 thousand was recognised in the consolidated statement of comprehensive income for the year ended December 31, 2024, in the line "Other operating income/(expense), net".

During 2025, following the cessation of further financing (as disclosed in Current Report No. 4/2025), the shareholders of Bananaz Studios Ltd. resolved to convert outstanding interests. Consequently, Huuuge, Inc. received 1,110,000 ordinary shares of Bananaz Studios Ltd. (representing 5.8% of share capital) without additional consideration, as well as Huuuge, Inc.'s rights with respect to the SAFE agreement and call option deed agreement were waived. As at June 30, 2026 the fair value of the asset recognised in the line "Long-term investments" in the interim condensed consolidated statement of financial position was determined to be zero based on the investee's financial position.

Investment in Empire Games Ltd.

On August 14, 2024, the Company entered into a simple agreement for future equity (the "SAFE") with Empire Games Ltd., with its seat in London, England ("Empire Games") for the total amount of up to USD 1,500 thousand to be paid in tranches. The Company made the payment of the two tranches in the total amount of USD 1,000 thousand. The third tranche was not paid.

In addition, the Company entered a call option deed agreement (the "Call Option Deed") with Empire Games and its shareholders. In accordance with the provisions of the Call Option Deed, the Company was granted the right (not an obligation) to acquire the entire issued share capital of Empire Games (existing or future) together with all rights attached thereto. The Company was entitled to exercise the Call Option at any time following the investment of the second tranche under SAFE, and ending on the date falling 18 months following the date of the investment of the second tranche. The exercise price of the call option was set to USD 650 thousand and was subject to additional bonuses conditional upon the achievement of agreed performance metrics. The call option was not exercised.

On November 12, 2025, the parties signed a Conversion Agreement to convert the Company's SAFE investment into 254,550 series pre-seed shares of Empire Games (the "Conversion Shares"). Upon the issue of these shares, the SAFE agreement was terminated and has no further effect. The call option was not exercised and subsequently expired.

As at December 31, 2025 the fair value of the asset recognised in the line "Long-term investments" in the consolidated statement of financial position as at December 31, 2025 was reduced by USD 1,000 thousand to zero. Accordingly, the revaluation loss of USD 1,000 thousand was recognised in the consolidated statement of comprehensive income for the year ended December 31, 2025, in the line "Other operating income/(expense), net".

As at June 30, 2026 the fair value of the asset recognised in the line "Long-term investments" in the interim condensed consolidated statement of financial position was determined to be zero based on the investee's financial position.

Investment in Discerning Capital HAF I LP

On January 15, 2026, the Company executed a Subscription Agreement to become a Limited Partner of Discerning Capital HAF I LP, a Delaware limited partnership. Pursuant to the agreement, the Company committed to subscribe for a limited partnership interest with a subscription amount of USD 250 thousand.

This investment is measured at fair value. As at June 30, 2026 the fair value of the asset recognised in the line "Long-term investments" in the interim condensed consolidated statement of financial position amounted to USD 250 thousand.

8. Intangible assets

	IP rights	Software generated internally	Software acquired externally	Prepayments for intangible assets	Total
Gross book value as at January 1, 2026	**39,544**	**7,531**	**6,495**	**268**	**53,838**
Additions	-	-	1,219	84	1,303
Transfer	-	240	-	(240)	-
Net foreign exchange differences on translation	-	-	(29)	-	(29)
Gross book value as at June 30, 2026	**39,544**	**7,771**	**7,685**	**112**	**55,112**
Accumulated amortization and impairment as at January 1, 2026	(37,925)	(5,921)	(6,043)	-	(49,889)
Amortization charge for the period	(791)	(583)	(530)	-	(1,904)
Net foreign exchange differences on translation	-	(3)	29	-	26
Accumulated amortization and impairment as at June 30, 2026	**(38,716)**	**(6,507)**	**(6,544)**	**-**	**(51,767)**
Net book value as at January 1, 2026, Audited	**1,619**	**1,610**	**452**	**268**	**3,949**
Net book value as at June 30, 2026, Unaudited	**828**	**1,264**	**1,141**	**112**	**3,345**

All amounts in tables presented in thousand USD, except where stated otherwise.

	IP rights	Software generated internally	Software acquired externally	Prepayments for intangible assets	Total
Gross book value as at January 1, 2025	**39,544**	**6,981**	**5,857**	**964**	**53,346**
Additions	-	-	538	169	707
Net foreign exchange differences on translation	-	-	80	1	81
Gross book value as at June 30, 2025	**39,544**	**6,981**	**6,475**	**1,134**	**54,134**
Accumulated amortization and impairment as at January 1, 2025	**(36,343)**	**(4,422)**	**(4,801)**	**-**	**(45,566)**
Amortization charge for the period	(791)	(901)	(640)	-	(2,332)
Net foreign exchange differences on translation	-	4	(71)	-	(67)
Accumulated amortization and impairment as at June 30, 2025	**(37,134)**	**(5,319)**	**(5,512)**	**-**	**(47,965)**
Net book value as at January 1, 2025, Audited	**3,201**	**2,559**	**1,056**	**964**	**7,780**
Net book value as at June 30, 2025, Unaudited	**2,410**	**1,662**	**963**	**1,134**	**6,169**

No indicators for impairment recognition or reversal were identified as at June 30, 2026 and June 30, 2025 in relation to intangible assets. As at June 30, 2026, and as at the date of approval of these interim condensed consolidated financial statements for issue, there were no pledges or collaterals on the Group's intangible assets.

Prepayments for intangible assets relate to the payments made on development of supporting tools (i.e. software).

9. Other short-term financial assets

	As at June 30, 2026, Unaudited	As at December 31, 2025 Audited
Investment funds	6,496	4,272
Other deposits	2,541	2,504
Loans granted	3,249	1,394
Securities deposits	1,763	-
Checks received	-	22
Financial contracts revaluation	(130)	(118)
Total other short-term financial assets	**13,919**	**8,074**

Other short-term financial assets comprise mainly investment funds, FX forward deposits, loans granted and securities deposits paid. Investment funds represent capital allocations that do not meet the criteria under IAS 7 to be classified as cash and cash equivalents. Other deposits comprise cash collateral deposited with banks in connection with foreign exchange forward contracts.

All amounts in tables presented in thousand USD, except where stated otherwise.

10. Cash and cash equivalents

	As at June 30, 2026, Unaudited	As at December 31, 2025 Audited
Money market mutual fund investments	80,899	89,562
Cash at banks (current accounts)	48,921	5,155
Deposits	7,160	5,851
Total cash and cash equivalents	**136,980**	**100,568**

Cash and cash equivalents comprise cash at banks, bank deposits, and other short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, i.e. money market mutual funds. To be classified as a cash equivalent, an instrument must have a short maturity of three months or less from the date of acquisition. For the details, please refer to Note 2.2 Key judgements and estimates in the consolidated financial statements as at and for the year ended December 31, 2025.

During the six-month period ended June 30, 2026, interest income generated from cash equivalents, including money market mutual fund investments and deposits amounted to USD 2,320 thousand. This includes the accrued interest from bank deposits in the amount of USD 253 thousand (USD 250 thousand as at December 31, 2025). For details, please refer to Note 5 *Finance income and finance expense.*

As at June 30, 2026, the Group held restricted cash in the amount of USD 402 thousand (USD 1,691 thousand as at December 31, 2025).

11. Earnings per share

Detailed methodology of calculation of basic and diluted earnings per share is presented in the Group's consolidated financial statements as at and for the year ended December 31, 2025.

		Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Net result attributable to the owners of the Parent	[A]	33,335	37,068
Undistributed profit (loss) attributable to holders of series A and B preferred shares	[B]	-	-
Profit (loss) attributable to holders of ordinary shares	**[C]=[A]-[B]**	**33,335**	**37,068**

		Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Weighted average number of ordinary shares	[D]	41,056,477	56,079,757
Basic EPS	**[E] = [C]/[D]**	**0.81**	**0.66**

Weighted average number of ordinary shares adjusted for the effect of dilution is presented below:

		Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Weighted average number of issued ordinary shares used in calculating basic earnings per share	[D]	41,056,477	56,079,757
Employee Stock Option Plan	[F]	1,328,338	989,209
Weighted average number of issued ordinary shares and potential ordinary shares used in calculating diluted earnings per share	**[G]=[D]+[F]**	**42,384,815**	**57,068,966**
Diluted EPS	[H]=[C]/[G]	0.79	0.65

All amounts in tables presented in thousand USD, except where stated otherwise.

12. Share capital

As at June 30, 2026 and June 30, 2025, the Group's share capital comprised common shares and preferred shares series A and B. Below are presented movements on different components of equity divided in the categories of shares (nominal values presented in USD, not thousand USD):

Shares classified as equity instruments as at June 30, 2026:

	Common shares (outstanding)		Preferred shares (series A and B)		Treasury shares		Treasury shares allocated for the existing share-based payment programs		Total (issued)	
	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value
As at January 1, 2026, Audited	**40,971,114**	**820**	**2**	**0**	**3,776,001**	**76**	**-**	**-**	**44,747,117**	**896**
Allocation of shares to Share-based payment program	-	-	-	-	(507,814)	(10)	507,814	10	-	-
Exercise of stock options	507,814	10	-	-	-	-	(507,814)	(10)	-	-
As at June 30, 2026, Unaudited	**41,478,928**	**830**	**2**	**0**	**3,268,187**	**66**	**-**	**-**	**44,747,117**	**896**

Shares classified as equity instruments as at June 30, 2025:

	Common shares (outstanding)		Preferred shares (series A and B)		Treasury shares		Treasury shares allocated for the existing share-based payment programs		Total (issued)	
	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value	Number of shares	Nominal value
As at January 1, 2025, Audited	**56,069,697**	**1,122**	**2**	**0**	**3,915,282**	**79**	**-**	**-**	**59,984,981**	**1,201**
Allocation of shares to Share-based payment program	-	-	-	-	(33,714)	(1)	33,714	1	-	-
Exercise of stock options	33,714	1	-	-	-	-	(33,714)	(1)	-	-
As at June 30, 2025, Unaudited	**56,103,411**	**1,123**	**2**	**0**	**3,881,568**	**78**	**-**	**-**	**59,984,981**	**1,201**

All amounts in tables presented in thousand USD, except where stated otherwise.

As at June 30, 2026, the Company was authorized to issue up to 85,300,474 shares with a par value of USD 0.00002 (85,300,472 common shares and 1 share of series A preferred share and 1 share of series B preferred share), out of which as at June 30, 2026, 15,971,723 shares were allocated to a reserve that could be issued only with majority shareholders' approval (120,478 as at June 30, 2025).

As at June 30, 2026, the issued share capital of the Company comprised 44,747,117 shares (fully paid) with a par value of USD 0.00002 per share and the total value of USD 896 (not thousands), including 41,478,928 common shares held by shareholders, two preferred shares (one preferred share of series A and one preferred share of series B) held by shareholders and 3,268,187 common shares reacquired by the Company and not redeemed (presented in the tables above: treasury shares and treasury shares allocated to the existing share-based payment programs).

As at June 30, 2025, the issued share capital of the Company comprised 59,984,981 shares (fully paid) with a par value of USD 0.00002 per share and the total value of USD 1,201 (not thousands), including 56,103,411 common shares held by shareholders, two preferred shares (one preferred share of series A and one preferred share of series B) held by shareholders and 3,881,568 common shares reacquired by the Company and not redeemed (presented in the tables above: treasury shares and treasury shares allocated to the existing share-based payment programs).

During the six-month period ended June 30, 2026, the number of shares (not issued) allocated to the existing share-based payment programs was reduced by 507,814 shares. This is because 507,814 treasury shares were delivered to employees for the options exercised during the period. As at June 30, 2026, 9,212,738 shares with a par value of USD 0.00002 per share were reserved for two stock option programs established in 2015 and 2019.

Holders of the two series A and series B preferred shares, which may be converted for a fixed number of common shares, have several rights additional to the ones of the common shareholders, which may vary for series A and B. These rights are stipulated in the corporate documents of Huuuge, Inc., in particular in the Fifth Amended and Restated Certificate of Incorporation. Essentially, the rights refer to:

- protective provisions in case of liquidation, dissolution, winding up, certain mergers, consolidations and sale of assets of Huuuge, Inc. or conversion to common shares – the holders of series A or B preferred shares shall be entitled to be paid out of the assets of the Company available for distribution to its shareholders before the holders of common shares,
- election of directors for every separate class of preferred shares - one director for series A preferred shares and two directors for series B preferred shares.

As at June 30, 2026 and June 30, 2025, no shareholder owned over 50% of the Company's equity or had more than 50% of voting rights. The Company's major shareholder is Mr. Anton Gauffin, founder and Executive Chairman of the Board, who participates in the Company's ordinary shares indirectly (through shares of Big Bets OU).

The other reserves derive mainly from the difference between nominal value and the market price on issuance of shares, or the difference between the book value and purchase price on re-issue of treasury shares.

<u>In the six-month period ended June 30, 2026, the following transactions took place:</u>

- **Delivery of the treasury shares for options exercised**

In the six-month period ended June 30, 2026, 528,480 share options held by employees under the share-based payment program were exercised resulted in the delivery of 507,814 treasury shares to employees before June 30, 2026 (the difference between the number of options exercised and the number of treasury shares delivered is due to cashless exercises).

The delivery of treasury shares was presented as a movement from treasury shares to common shares. The movement resulted in an increase in share capital in the amount of the nominal value of the shares delivered, and the difference between the value of treasury shares and the cash consideration received in the amount of USD 167 thousand was recognized in other reserves. At the same time, the movement decreased the number of shares (not issued) allocated to the existing share-based payment programs.

In the six-month period ended June 30, 2025, the following transactions took place:

- **Delivery of the treasury shares for options exercised**

In the six-month period ended June 30, 2025, 110,136 share options held by employees under the share-based payment program were exercised. Of these, 110,136 options exercised resulted in the delivery of 33,714 treasury shares to employees before June 30, 2025 (the difference between the number of options exercised and the number of treasury shares delivered is due to cashless exercises).

The delivery of treasury shares was presented as a movement from treasury shares to common shares. The movement resulted in an increase in share capital in the amount of the nominal value of the shares delivered, and the difference between the value of treasury shares and the cash consideration received in the amount of USD 56 thousand was recognized in other reserves. At the same time, the movement decreased the number of shares (not issued) allocated to the existing share-based payment programs.

13. Share-based payment arrangements

A detailed description of the Group's equity share-based payment program, i.e. ESOP, and a fair value measurement of the employee share options are presented in the Group's consolidated financial statements as at and for the year ended December 31, 2025.

Movements in share options during the period were as follows (weighted average exercise prices are presented in USD, not in thousand USD):

	Six-month period ended June 30, 2026	
	Number of options	**Weighted average exercise price**
Balance as at January 1, Audited	**2,736,166**	**3.36**
Granted during the period	852,899	0.01
Forfeited during the period	(14,057)	0.43
Exercised during the period	(528,480)	0.56
Balance as at June 30, Unaudited	**3,046,528**	**2.92**

	Six-month period ended June 30, 2025	
	Number of options	**Weighted average exercise price**
Balance as at January 1, Audited	**5,353,223**	**6.08**
Granted during the period	894,519	0.01
Increase due to modification in period	586,077	0.01
Decrease due to modification in period	(2,559,446)	5.78
Forfeited during the period	(572,348)	6.44
Exercised during the period	(110,136)	3.76
Expired during the period	(100,901)	4.66
Balance as at June 30, Unaudited	**3,490,988**	**3.79**

As at June 30, 2026, 858,128 share options were exercisable, with the weighted average exercise price of USD 4.33 per share.
As at June 30, 2025, 1,092,450 share options were exercisable, with the weighted average exercise price of USD 4.97 per share.

During the six-month period ended June 30, 2026, 528,480 options were exercised under the share-based payment program, out of which 507,814 treasury shares were delivered to employees before June 30, 2026 (the difference is due to cashless exercises). Total cash payments received during the six-month period ending June 30, 2026 amounted to USD 167 thousand.

During the six-month period ended June 30, 2025, 110,136 options were exercised under the share-based payment program, out of which 33,714 treasury shares were delivered to employees before June 30, 2025 (the difference is due to cashless exercises). Total cash payments received during the six-month period ending June 30, 2025 amounted to USD 56 thousand.

The effect of the fair value measurement (which includes cost recognised for the period as well as derecognition of the cost when non-market vesting conditions are not met) is reflected in the profit and loss against equity (USD 2,166 thousand was expensed during six-month period ended June 30, 2026 and USD 554 thousand - during the six-month period ended June 30, 2025). These costs were allocated to "Sales and marketing expenses", "Research and development expenses" and "General and administrative expenses" lines in the interim condensed consolidated statement of comprehensive income.

Executive Chairman of the Board options

Mr. Anton Gauffin, holding the positions of the Executive Chairman of the Board, was granted 500,000 share options in total during the year 2021, out of which 75,000 had a vesting condition to provide the service continuously for about four years from the service commencement date and to meet 2021 EBITDA target. These options were forfeited in 2022 as the performance condition was not met. All remaining options can be exercised at a price of PLN 50, i.e., the price of the Company's shares in the initial public offering.

The vesting conditions for the remaining options are the following:

- 50,000 options require continuous service for a period about 4 years from the service commencement date. The service condition was fulfilled.
- 375,000 options are subject to market conditions, related to the Company's market capitalization milestones. The Group has estimated the expected vesting period to be six years from the service commencement date, representing the period over which the market capitalization targets are expected to be achieved.

Similar to other share-based payments in the Group, for this program, staged vesting applies, i.e., each installment has a different vesting period and is treated as a separate award with a different vesting period.

Options granted to key management personnel

Based on resolutions of the Board of Directors of Huuuge, Inc. the following options were granted to key managers of Huuuge, Inc. Group:

- 3,145,000 options (including 2,345,000 options granted to Huuuge, Inc. Officers) - on October 3, 2023,
- 125,000 options - on November 6, 2023,
- 585,000 options - on February 6, 2024,
- 125,000 options - on September 30, 2024.

Modification of the options granted to key management personnel

On May 15, 2025, Huuuge, Inc. the Board of Directors adopted a resolution on the voluntary modification of the terms of the options granted to the key management personnel of the Group under "ESOP 2019" stock option plan, granted during the period between October 2023 and September 2024.

As a result, for 2,559,446 options the exercise price and the number of the options has been decreased, and vesting market conditions have been substituted by the performance conditions to meet specified EBITDA and Revenue targets. The total expense related to the modification of these options for the six-month period ended June 30, 2026, amounted to USD 26 thousand.

As at June 30, 2026, after the modification, 536,891 of these options were outstanding. The vesting conditions for the outstanding options are the following:

- 118,553 options with a vesting condition to provide the service continuously for about four years from the service commencement date.
- 418,338 options with a vesting condition to provide the service continuously for about four years from the service commencement date and to meet specified EBITDA and Revenue targets, i.e. performance condition.

Options granted during the period

On April 28, 2026, Huuuge, Inc. the Board of Directors adopted a separate resolution, based on which 852,899 options were granted under employee stock option plan "ESOP 2019" to key employees of the Group (including 597,530 options for key management personnel of Huuuge, Inc. Group). The vesting conditions of these options include both service conditions, and performance conditions to meet specified EBITDA and Revenue targets.

Similar to other share-based payments in the Group, for this program, staged vesting applies, i.e., each installment has a different vesting period and is treated as a separate award with a different vesting period.

14. Leases

The Group enters into lease arrangements primarily for office space and vehicle fleets. Furthermore, the Group maintains contracts for low-value office equipment (e.g., coffee machines).

Lease agreements are typically concluded for fixed periods but may include extension or termination options. Management exercises judgment in evaluating whether it is reasonably certain that an extension option will be exercised or a termination option will not be exercised.

The carrying amounts and movements of recognized right-of-use assets are summarized in the tables below:

	Offices	Cars	Total
As at January 1, 2026, Audited	**2,945**	**33**	**2,978**
extension of contracts, remeasurement due to indexation and other	1,443	46	1,489
foreign exchange differences on translation	(120)	(3)	(123)
depreciation	(1,458)	(25)	(1,483)
As at June 30, 2026, Unaudited	**2,810**	**51**	**2,861**

	Offices	Cars	Total
As at January 1, 2025, Audited	**4,781**	**66**	**4,847**
extension of contracts, remeasurement due to indexation and other	222	-	222
foreign exchange differences on translation	418	6	424
depreciation	(1,488)	(30)	(1,518)
As at June 30, 2025, Unaudited	**3,933**	**42**	**3,975**

The carrying amounts and movements of recognized lease liabilities are summarized in the table below:

	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
As at January 1, Audited	**4,496**	**7,551**
additions (new leases)	-	-
extension of contracts, remeasurement due to indexation and other	1,512	267
interest expense on lease liabilities	65	92
lease payments	(2,361)	(2,322)
foreign exchange differences on translation to functional currency	16	(23)
foreign exchange differences on translation to USD	(128)	714
As at June 30, Unaudited	**3,600**	**6,279**
long-term	1,426	1,973
short-term	2,174	4,306

All amounts in tables presented in thousand USD, except where stated otherwise.

The Group presents the cash flow impact of lease arrangements in the interim condensed consolidated statement of cash flows as follows:

- cash payments of the principal portion of lease liabilities in the six-month period ended June 30, 2026 amounting to USD 2,296 thousand (USD 2,230 thousand in the six-month period ended June 30, 2025) - as part of financing activities (lease repayment),
- cash interest payments on lease liabilities in the six-month period ended June 30, 2026 amounting to USD 65 thousand (USD 92 thousand in the six-month period ended June 30, 2025) - as part of financing activities (interest paid),
- payments related to short-term leases and leases of low-value assets in the six-month period ended June 30, 2026 amounting to USD 39 thousand (USD 120 thousand in the six-month period ended June 30, 2025) - as part of operating activities.

The total cash outflows for leases, including short term leases, amounted to USD 2,400 thousand in the six-month period ended June 30, 2026 and USD 2,442 thousand in the six-month period ended June 30, 2025.

Sublease agreements

The Group entities act as an intermediate lessor in several arrangements where office spaces are subleased to third parties. The lease receivable from the finance lease amounted to USD 617 thousand as at June 30, 2026 (USD 2,006 thousand as at June 30, 2025). As of June 30, 2026, the Group held three short term agreements classified as operating leases. The income from interest received from finance sublease amounted to USD 29 thousand during the six-month period ended June 30, 2026 (USD 60 thousand in the six-month period ended June 30, 2025). The income from the operating lease amounting to USD 316 thousand is presented in the line “Other operating income/(expense), net” in the interim condensed consolidated statement of comprehensive income during the six-month period ended June 30, 2026.

The amount of future contractual payments under operating subleases was USD 240 thousand as of June 30, 2026.

15. Contingencies

Tax contingent liabilities

Tax settlements are subject to review and investigation by tax authorities, which are entitled to impose severe fines, penalties and interest charges. Tax regulations in the United States, Poland and Israel, which apart from Cyprus constitute the main operating environments of the Group, have been changing recently, which may lead to them lacking clarity and integrity. Furthermore, frequent contradictions in tax interpretations in Poland, both within government bodies and between companies and government bodies, create uncertainties and conflicts. These facts create tax risks that are substantially more significant than those typically found in countries with more developed tax systems.

Tax authorities may examine accounting records retrospectively: for 3 years in the United States (and up to 6 years in case of substantial errors), 5 years in Poland, 6 years in Cyprus (and up to 12 years in case of substantial errors) and 4-6 years (and up to 7 years in case of substantial errors) in Israel. Consequently, the Parent Company and subsidiaries may be subject to additional tax liabilities, which may arise as a result of tax audits. The Board of Directors of the Parent Company believes that there was no need to record any provisions for known and quantifiable risks in this regard, as, in their assessment, there are no such uncertain tax positions for which it would be probable that the taxation authority will not accept the tax treatment applied by the Group. Consequently, no provisions for uncertain tax positions have been recognized. The Group continually monitors changes in tax laws and administrative interpretations to ensure the continued appropriateness of this assessment.

Litigation and other legal proceedings

The Group operates in a highly regulated and litigious environment. The Company and/or its subsidiaries have and may become involved in legal proceedings, including litigation, arbitration and other claims, and investigations, inspections, audits, claims, inquiries and similar actions. Legal proceedings, in general, can be expensive and disruptive. Some of these suits are class actions and/or involve parties seeking large and/or indeterminate amounts, including punitive or exemplary damages, and may remain unresolved for several years.

Player use of our games is subject to the Group's privacy policy and terms of service. If we fail to comply with our posted privacy policy, terms of service or similar agreements, or if we fail to comply with applicable privacy-related or data protection laws and regulations, this could result in litigation, proceedings or investigations against us by governmental authorities, players or others, which could result in fines or judgments against us, damage our reputation or goodwill, impact our financial condition and harm our business.

The Company cannot predict with certainty the outcomes of any legal proceedings and other contingencies, and the costs incurred in litigation can be substantial, regardless of the outcome. As a result, the Company and/or its subsidiaries could from time to time incur judgments, enter into settlements or revise our expectations regarding the outcome of certain matters, and such developments could harm our reputation and have a material adverse effect on our results of operations in the period in which the amounts are accrued and/or our cash flows in the period in which the amounts are paid. In addition, as a result of the ongoing legal proceedings, the Company and/or its subsidiaries may be subject to damages, civil fines, or other sanctions. Additionally, defending against these lawsuits and proceedings may involve significant expense and diversion of management's attention and resources.

As at the date of approval of these interim condensed consolidated financial statements for issue, the Company and/or its subsidiaries has become involved in a number of pending litigations:

- On March 8, 2023, a plaintiff filed a complaint in the Circuit Court of Franklin County Alabama alleging that the Company's social casino games are unlawful gambling under Alabama law. The plaintiff withdrew the original complaint without prejudice for procedural reasons, and, on September 14, 2023, re-filed an amended complaint. On April 25, 2025, the Supreme Court of Alabama issued an order compelling the case to arbitration. On May 14, 2025, the trial court stayed the case pending the outcome of the arbitration. On July 23, 2025, plaintiff filed a demand for arbitration with American Arbitration Association ("AAA"). The Company challenged the jurisdiction of American Arbitration Association and on January 28, 2026, the arbitrator issued an order that AAA has jurisdiction to adjudicate the dispute only as to the users who played the games on or before October 6, 2023. On February 25, 2026, the plaintiff filed demand for arbitration with JAMS. The demand filed with JAMS pertains to the users who played the games after October 6, 2023. The parties are currently briefing preliminary issues for this matter, including arbitrability. The Company submitted its brief on preliminary matters on August 5, 2026. The responsive briefs are due on or before October 26, 2026, and the reply briefs will be due on or before December 4, 2026. The Company does not agree with the allegations and requests for relief made in the demands and believes that there are meritorious legal and factual arguments supporting the Company's position. As of the date of approval of these interim consolidated financial statements for issue, to the best of the Company's knowledge, the pending arbitrations are not expected to have a material impact on the Company's operations, financial condition or cash flows.

- In addition, on June 6, 2025, the plaintiff's husband filed a class action complaint in the Circuit Court of Franklin County alleging that social casino games published by the Company constitute illegal gambling under Alabama law. The plaintiff, on behalf of himself and all others similarly situated, demands recovery of the amount paid through purchases of virtual currency on Company's games within the six months preceding the filing of the complaint. On March 11, 2026, the parties agreed to arbitrate the case. The federal court action is stayed pending the arbitration. On March 12, 2026, the plaintiff filed an arbitration demand with JAMS against Huuuge, Inc. and Huuuge Global, Ltd. The parties have asked jointly that the stay in this matter be extended until September 18, 2026. The Company does not agree with the allegations and requests for relief made in the demands and believes that there are meritorious legal and factual arguments supporting the Company's position. As of the date of approval of these interim consolidated financial statements for issue, to the best of the Company's knowledge, the pending arbitrations are not expected to have a material impact on the Company's operations, financial condition or cash flows.

- On June 2, 2023, plaintiffs filed a complaint in the US Federal District Court for the Central District of California, alleging: (a) that the Company's social casino games are unlawful gambling under the laws of California, Illinois, and potentially other US states; and (b) that the Company's display of sale pricing in its social casino games constitutes false advertising under the laws of California, Illinois and potentially other US states. The lawsuit purported to be a nationwide class action, which also includes potential California and Illinois subclasses. On January 24, 2024, the Company and the plaintiffs signed an agreement to settle the case. The settlement was subject to court approval. The Court has rejected final approval meaning that the case is again to be actively litigated and the settlement is ineffective. In March 2026 plaintiffs filed a First Amended Complaint. The First Amended Complaint adds Billionaire Games Ltd. and Huuuge Global Ltd as defendants in addition to Huuuge, Inc. The complaint also adds claims under the RICO act, but is still based on allegations that the games were illegal gambling and falsely advertised. The complaint also added allegations that the games use illegal algorithms intended to create addiction. The Company filed an answer to the complaint in April 2026. On July 16, 2026, the Company filed a motion to compel arbitration. The court denied the motion to compel arbitration. On September 3, 2026, the Company filed an appeal. The Company created a provision in the amount of USD 1,700 thousand, out of which the unused remaining balance amounts to USD 1,535 thousand, which, to the best belief of the Company's management, adequately reflects the financial exposure for the Company as of June 30, 2026, and as of the date of approval of these interim consolidated financial statements for issue. The Company does not agree with the allegations and requests for relief made in the complaint and believes that there are meritorious legal and factual arguments supporting the Company's position.

- On November 13, 2023, a plaintiff filed a complaint in the Circuit Court of Coffee County Tennessee alleging that the Company's social casino games are unlawful gambling under Tennessee law. The lawsuit seeks to recover all amounts paid by Tennessee residents to the Company in those games during the period beginning one year before the filing of the lawsuit (i.e. November 13, 2022) until the case is resolved. On December 21, 2023, the Company removed the case to the US District Court for the Eastern District of Tennessee, and the case was subsequently remanded to the Circuit Court. On January 9, 2026, the Company filed a joint stipulation to arbitrate the case, and, on January 13, 2026, the Court granted the motion to compel arbitration. The case is stayed pending arbitration. On March 20, 2026, the same plaintiff filed an arbitration demand against the Company with JAMS. The claimant seeks ruling (1) that the Company's casino-style mobile games violate federal and Tennessee gambling laws; (2) that the Terms of Use govern the gambling relationship; (3) that the Terms of Service never formed a binding contract; and (4) that certain provisions in the Terms of Use improperly bar the claimant from vindicating his statutory rights, and (5) finding that the case shall be litigated. On June 22, 2026, the arbitration and the litigation were dismissed without prejudice.

- On August 22, 2024, a plaintiff filed a complaint in the United States District Court for the Western District of Kentucky alleging that the Company's social casino games are unlawful gambling under Kentucky law. The lawsuit seeks to recover treble the total of all amounts paid by Kentucky residents to the Company in those games during the period beginning five years before the filing of the demand (i.e. August 22, 2019) until the case is resolved. The Court dismissed the case for lack of standing on March 26, 2026. On May 8, 2026, the plaintiff filed a notice of appeal. On June 15, 2026, the Sixth Circuit granted Plaintiff's motion to voluntarily dismiss the appeal, and the appeal was dismissed.

- On July 8, 2026, the Company received a letter from Amazon informing it of a class settlement in a putative class action lawsuit brought against Amazon by Steven Horn in the United States District Court for the Western District of Washington. The settlement was filed with the court on July 9, 2026. The plaintiff seeks damages from Amazon for facilitating social casino apps on its platform which allegedly violated Washington gambling law and Washington consumer protection laws, on behalf of a nationwide class of consumers who made purchases in those apps. If the court approves the settlement, the class would be entitled to recover 30% of all payments class members made on the Amazon platform. The settlement attributes to the Company a pro rata sub-judgment amount of approximately USD 13 million based on an allocation methodology agreed upon in the settlement and assigns Amazon's alleged indemnity rights against the Company to the class to allow it to collect from the Company, rather than Amazon. The Company was not a party to the settlement, does not agree with the allocation methodology or the attributed amount, and disputes the claims themselves. The Company, along with other social casino operators, filed a joint motion to intervene on July 22, 2026 to oppose the settlement and intends to defend this matter vigorously. As at the date of approval of these interim consolidated financial statements for issue, the Company cannot reasonably estimate the probability or amount of loss and therefore has not made any provisions as of June 30, 2026.

Except for the abovementioned proceedings, neither the Company nor any of its subsidiaries were, as at June 30, 2026, or as at the date of approval of these interim condensed consolidated financial statements for issue, a party to any significant court or arbitration proceedings or before any public authority.

16. Pledges, collaterals and other off-balance sheet positions

During the reporting period and till the date of issuing these interim condensed consolidated financial statements neither the Group nor individual subsidiaries entered into any agreements involving the pledge of Group assets as collateral for third-party liabilities or credit facilities.

Huuuge Global Ltd and Huuuge Games Sp. z o.o. have entered into agreement for the purpose of conducting forward and derivative transactions. Under the terms of this agreement, the participating entities are held jointly and severally liable for obligations arising from executed transactions. As at June 30, 2026 the maximum contingent exposure under this arrangement is limited to a total of USD 20,155 thousand.

17. Related party transactions

During the reporting period there were no transactions with related parties except for the transactions with management as disclosed in Note 18 Transactions with management of the Parent Company and their close family members.

There is no ultimate controlling party.

18. Transactions with management of the Parent Company and their close family members

Compensation of key management personnel of the Group is the compensation of key management personnel of the Parent Company and its subsidiaries.

Board of Directors of Huuuge, Inc., Officers and Global Management	Six-month period ended June 30, 2026 Unaudited	Six-month period ended June 30, 2025 Unaudited
Base salaries	2,456	2,381
Bonuses	434	217
Share-based payments	1,643	827
Total	**4,533**	**3,425**

The amounts presented above include compensation of members of the Board of Directors of Huuuge, Inc., Officers and Global Management team members. The amounts for the six-month period ended June 30, 2026 and June 30, 2025 reflect the changes in composition of the teams during those periods.

Share-based payment remuneration includes cost recognized during the period in accordance with the vesting schedule, as well as the cost reversed when a member of the executive management team ends the tenure with the Company, i.e., when the service condition is not met. During the six-month period ended June 30, 2026, the cost recognized amounted to USD 1,643 thousand (USD 1,097 thousand of cost recognized and cost derecognized amounted to USD 270 thousand during the six-month period ended June 30, 2025).

During the six-month period ended June 30, 2026 members of the Board of Directors, Officers and Global Management team exercised 394,888 options (members of the Board of Directors, Officers and Global Management team didn't exercise any options the six-month period ended June 30, 2025).

Non-executive directors are remunerated with a fixed annual fee for their board services, and an additional compensation is provided for those serving as Chairpersons or members of the Audit Committee or the Remuneration and Nomination Committee.

All amounts in tables presented in thousand USD, except where stated otherwise.

19. Unusual events

Impact of the situation in Israel on Group’s business

Huuuge's office in Tel Aviv, Israel accounts for approximately 6% of the Group's total headcount, which includes one senior management position of our Huuuge Casino Studio. Since October 7, 2023, when Hamas militants conducted attacks from the Gaza Strip, Israel has been engaged in ongoing military conflict. A ceasefire agreement took effect on October 10, 2025. The security situation was further impacted by the joint Israeli and U.S. military operations against strategic Iranian facilities in the final days of June 2026, which marked a significant escalation in regional tensions. Since then, however, the situation has largely stabilized and conditions remain relatively calm.

The Company maintains comprehensive contingency plans to ensure business continuity, including remote work capabilities for Israeli-based teams and redundancy in critical functions. Our technology infrastructure continues to operate on cloud-based systems maintained through geographically distributed data centers and availability zones in the US and EU, ensuring operational resilience. None of our critical systems rely on data centers in Israel or nearby regions.

The internal task force established in 2023 remains active, though its focus has shifted from crisis management to long-term continuity and monitoring. This group ensures that core competencies remain covered and that the Company can respond instantly to any change in the security landscape.

As of the date of these interim condensed consolidated financial statements, the conflict in Israel had no material impact on the Group’s operations or financial performance.

20. Subsequent events

After June 30, 2026 and up to the date of approval of these interim condensed consolidated financial statements for issue no significant events have occurred.

Electronically signed
Wojciech Wronowski,
Officer of Huuuge, Inc., CEO
September 15, 2026

HUUUGE, INC.

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