

INDEPENDENT AUDIT REPORT

To the Board of Directors and Shareholders of
Unicorn Tokenization Corp.

Opinion

We have audited the financial statements of Unicorn Tokenization Corp. (the "Fund") which comprise the Statement of Financial Position for the year ended on December 31st, 2021 and the Statement of Comprehensive Income, Statement of Cash Flows and Statement of Changes in Equity for the year January 1st, 2021 to December 31st, 2021 and notes to the financial statements, including a summary of significant accounting policies, presented in United States Dollars.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Unicorn Tokenization Corp. as of December 31st, 2021, and its financial performance and its cash flow for year then ended, in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Fund in accordance with International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charge with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 'Reasonable assurance' is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosure, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other Matter

This report including the opinion, has been prepared for and only the Fund's directors, as a body, and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Montevideo, May 23th, 2023

Baker Tilly

Baker Tilly



Statement of financial position as of December 31st, 2021

(In United States Dollars)

	Note	31/12/2021	31/12/2020
ASSETS			
Current assets			
Digital assets	4	237.337	18.927
Accounts receivables	5	384.351	108.402
Total Current assets		621.688	127.329
Non current assets			
Investments	6	1.122.241	360.010
Total Non current assets		1.122.241	360.010
TOTAL ASSETS		1.743.929	487.339
LIABILITIES			
Current liabilities			
Accounts payables	7	27.368	4.845
Other payables	8	15.489	426
Total Current liabilities		42.857	5.271
TOTAL LIABILITIES		42.857	5.271
EQUITY			
Share capital	9	1.096.647	432.159
Retained earnings		49.909	(4.251)
Net income		554.516	54.160
TOTAL EQUITY		1.701.072	482.068
TOTAL LIABILITIES AND EQUITY		1.743.929	487.339

The accompanying notes are an integral part of these financial statements. See independent audit report, pages 3, 4 and 5.

Approved on behalf of the Fund Manager:



By Unicorn Tokenization Corp.

Notes to the financial statements as of December 31st, 2021

NOTE 6 – INVESTMENTS

This account concerns investments in Element Global Technologies Private Portfolio Ltd. as of December 31st, 2021 as follows:

	31/12/2021	31/12/2020
Investments - Element Global UAIR - Airbnb, Inc.	-	63.314
Investments - Element Global UKKN - Kraken (Payward, Inc.)	240.080	-
Investments - Element Global UKNA - Klarna Bank AB	52.344	-
Investments - Element Global URHD - Robinhood Markets Inc	128.511	-
Investments - Element Global USPX - Space Exploration Technologies Corp.	671.440	296.696
Investments - Element Global UTCH - StoreDot Ltd.	29.866	-
Total	1.122.241	360.010

This investments recorded at fair value have been categorized based upon a fair value hierarchy in accordance with IFRS 13, as Level 1.

NOTE 7 – ACCOUNTS PAYABLES

	31/12/2021	31/12/2020
Accounts Payable	27.368	4.845
Total	27.368	4.845

NOTE 8 – OTHER PAYABLES

	31/12/2021	31/12/2020
Intercompany Liabilities Ambisafe Group Inc	294	-
Intercompany Liabilities Ambisafe Software	14.678	-
LaToken Liabilities USPX	91	-
Line of credit Other	426	426
Total	15.489	426

NOTE 9 – SHARE CAPITAL

The Fund is authorised to issue fifty (50) classes of stock, to be designated as:

Class (1) “Voting Common Stock”

Classes from (2) to (22) “Non-Voting Common Stock”: issued shares representing economics interest in specific invested companies (underlying asset)

Classes from (23) to (50) “Non-Voting Common Stock”: representing economics interest in underlying asset to be defined by resolution of Directors.

The Fund is authorised to issue a maximum of 2.451.000 shares of US\$ 1.00 par value divided as follows:

Class (1) 1.000 of the “Voting Common Stock”

Classes from (2) to (50) 50.000 of the “Non-Voting Common Stock”, per each Class.

The Fund may issue fractional Shares. A fractional share has the corresponding fractional rights, obligations and liabilities of a whole share of the same class.

Notes to the financial statements as of December 31st, 2021

NOTE 13 – SUBSEQUENT EVENTS

On February 24th, 2022, a large-scale war episode began between Russia and Ukraine. Multiple jurisdictions, including UK, have imposed a series of sanctions on Russia that include freezing the assets of Russian citizens abroad and the exclusion of several Russian banks from the Society for Worldwide Interbank and Financial Communications (SWIFT), the main messaging system used by banks to make fast and secure cross-border payments. In addition, many multinational companies have announced that they will stop operating in Russia.

The Fund manager does not intend to liquidate the fund or to cease its operations, and as the Fund manager has concluded that the Fund's financial position means that this is realistic. The Fund manager has also concluded that there are no material uncertainties that could have cast significant doubt over their ability to continue as a going concern. The Fund manager used its knowledge and experience as well as industries of the companies invested by the fund, and the general economic environment to identify the inherent risks to its business model and analyzed how those risks might affect the Fund's financial resources or ability to continue operations over the going concern period. The Fund is not under any major risks related to the events in Ukraine. The assets of the fund are represented by shares of Unicorn companies located in United States of America.

Based on these assessments and taking into account the Fund's available resources, the Fund Manager have concluded that there is no material uncertainty regarding their ability to continue doing business.

No other events or transactions have occurred that could significantly affect these financial statements or that are of such a degree that they require disclosure, between period-end date and the issuance date of the financial statements.