



Kings Entertainment Announces Closing of Asset Sale

VANCOUVER, December 5, 2024. [Kings Entertainment Group Inc.](#) (CSE: JKPT) (the “Company”) announces that, further to its news releases of December 8, 2023, June 4, 2024 and September 6, 2024, that it has closed the previously announced transaction between the Company and PM Gaming Legacy Inc. (“**PM Legacy**”) whereby PM Legacy has acquired the entirety of the Company’s online lottery and casino business through the acquisition of all of the outstanding shares of the Company’s wholly-owned subsidiaries, Legacy Eight Curacao NV (“**Legacy**”), Azteca Messenger Services S.A. de C.V. (“**Azteca**”) and Phoenix Digital Services Ltd. (“**Phoenix**” and together with Legacy and Azteca, the “**Subsidiaries**”), in exchange for cash consideration of \$175,000 (the “**Disposition**”). The Company received shareholder approval for the Disposition at a special meeting of shareholders held on November 1, 2024, which was required as the Disposition constitutes the sale of all or substantially all of the assets of the Company.

The share purchase agreement for the Disposition provides that if, for a 36-month period following closing of the Disposition, PM Legacy (or any affiliate or related person thereof) completes any sale, partial or otherwise, of the Subsidiaries or the assets thereof to an arm’s length party, the Company will be entitled to 10%-20% of the total consideration received therefor, depending on when such sale is completed.

The Company no longer has active business operations or any material assets. The Company will continue to explore strategic alternatives and assess options with the aim of maximizing shareholder value. The Company will update shareholders of any material developments. There can be no assurance that these efforts will result in a transaction being pursued, entered into, or consummated.

The Company’s shares continue to be halted and remain under a cease-trade order. The Company will continue to work with the Canadian Securities Exchange and the British Columbia Securities Commission to have the restrictions lifted and resume trading.

For further details of the Disposition, please refer to the Company’s news release of December 8, 2023.

Additional Information

For further information: please contact: Kelvin Lee, CFO, klee@k2capital.ca, 236-521-6500

The Canadian Securities Exchange does not accept responsibility for the adequacy or accuracy of this release.

Forward-Looking Information: This news release includes certain statements that may be deemed “forward-looking statements”. The use of any of the words “anticipate”, “continue”, “estimate”, “expect”, “may”, “will”, “would”, “project”, “should”, “believe” and similar expressions are intended to identify forward-looking statements. Forward-looking statements in



this news release include statements concerning the Company's continued exploration of strategic alternatives. Undue reliance should not be placed on the forward-looking statements because the Company can give no assurance that they will prove to be correct. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties. These statements speak only as of the date of this News Release and the Company does not undertake to update such information at any particular time except as required in accordance with applicable laws. Actual results could differ materially from those currently anticipated due to a number of factors and risks including various risk factors discussed in the Company's disclosure documents which can be found under the Company's profile on www.sedarplus.ca.