



Tokens.com Reports Financial Results for Q2 2023

TORONTO, ONTARIO, May 11, 2023 - Tokens.com Corp. (NEO Exchange Canada: COIN)(Frankfurt Stock Exchange: 76M) (OTCQB US: SMURF) ("Tokens.com" or the "Company"), a publicly-traded company that builds web3 businesses and owns an inventory of digital assets, is pleased to report its financial results for the three months and six months ended March 31, 2023 ("**Q2-2023**"). All dollar figures are in United States dollars ("**USD**"), unless otherwise stated.

Q2-2023 Operation Highlights:

- Several changes were made at the executive level. Eric Abrahams was promoted to Chief Operating Officer. Jonathan Okihiro was promoted to Chief Investment Officer. Josh Doner has also been promoted to Group Lead at Hulk Labs, in addition to his role as Chief NFT Officer. All three new executives had demonstrated exceptional leadership in their previous roles within the Company.
- Metaverse Group Ltd. had a positive second quarter that included signing up several high-profile clients and a second successful annual Metaverse Fashion Week, attracting clients such as DKNY, Stellantis, and Miami Fashion Week.

Management is focused on further growth of its businesses, Metaverse Group and Hulk Labs. Those businesses are focused on innovation in the web3 sector in ways that are not tied to the performance of cryptocurrencies. Both businesses have made great strides in providing corporate and brand partners with new ways to engage their customers.

"During Q2, there have been many internal changes at Tokens.com," said

Andrew Kiguel, CEO. “With a focus on growth and revenue, we have made several necessary changes at the executive level. We are also excited to finalize the acquisition of Metaverse Group. Management is actively seeking ways to scale, examining potential acquisitions, and preparing to more aggressively pursue growth for the remainder of 2023.”

Q2-2023 Financial Highlights

- The Company recorded a net income of \$1.7 million for the three months ended March 31, 2023, compared to \$7.8 million for Q2-2022. For the six months ended March 31, 2023, net income was \$23k, compared to \$4.0 million for the same period last year.
- Total cash and cryptocurrency holdings of \$12.7 million, or CAD\$17.2 million as of March 31, 2023.
- Total assets increased by \$3.7 million since December 31, 2022 (end of Q1-2023) to \$21.4 million or \$0.22 per share (CAD\$0.30 per share) as of March 31, 2023.
- The Company achieved revenue of \$303k for the three months ended March 31, 2023, compared to \$326k for the three months ended March 31, 2022 (“Q2-2022”). For the six months ended March 31, 2023, revenue earned was \$455k, compared to \$653k from the same period last year.
- Operating expenses were \$1.1 million and \$1.8 million, respectively, for the three and six months ended March 31, 2023, compared to \$958k and \$4.2 million for the same periods last year.
- A non-cash gain on revaluation of its cryptocurrency assets of \$2.6 million for the three months ended March 31, 2023, compared to a loss of \$2.3 million for Q2-2022. On the six months ended basis, gain on revaluation was \$1.3 million, compared to a loss of \$3.1 million from the same period last year.

Update on Metaverse Group Acquisition:

- On April 18th of 2023, Tokens.com made an offer to acquire all the issued and outstanding shares from the minority shareholders of Metaverse Group Ltd that the Company does not already own, with the effect that the Company will own 100% of shares of Metaverse Group after the transaction is completed. Tokens.com is currently the majority shareholder of Metaverse Group, owning approximately 55.2% of the issued and outstanding shares (on a non-diluted basis).

- The transaction offer has been approved by the board of directors of both Tokens.com and Metaverse Group.
- On April 26th, 2023, Metaverse Group held a special shareholders meeting and the transaction was approved by the minority shareholders. The transaction is now subject to regulatory approval and is anticipated to close by the end of May.

A complete financial reporting package, including the Unaudited Condensed Consolidated Interim Financial Statements and Management's Discussion & Analysis, is available on our corporate website (www.tokens.com), and the SEDAR website (www.sedar.com).

An investor call has been scheduled to discuss the Company's Q2-2023 financial results, hosted by CEO Andrew Kiguel, starting at 10:00 am ET on May 12, 2023.

Conference Call Details:

Date: May 12, 2023

Time: 10:00 a.m. ET

Zoom Webinar Registration:

https://us06web.zoom.us/webinar/register/WN_z-2prE_DRPuiIMDFsNAznA

To join the webinar, register using the link provided above. Upon registration a Zoom link will be emailed to the registered email address. The webinar will be available via computer, tablet, and smartphone devices. In addition, a dial-in phone number will be provided in the email upon registration. Callers dialing in using a telephone will automatically be placed in a listen only mode. The question period will not be available to dial-in callers.

About Tokens.com

Tokens.com Corp is a publicly traded technology company that builds web3 businesses and owns an inventory of digital assets. The Company focuses on three operating segments: i) crypto staking, ii) the metaverse and, iii) web3 gaming. Tokens.com owns digital assets and operating businesses within each of these three segments.

Staking operations occur within Tokens.com. Metaverse real estate and ecomm3 solutions operations occur within a subsidiary called Metaverse Group. Web3 gaming operations occur within a subsidiary called Hulk Labs. All three businesses are tied together by the utilization of blockchain

technology and are linked to high-growth macro trends within web3. Through sharing resources and infrastructure across these business segments, Tokens.com is able to efficiently incubate these businesses from inception to revenue generation.

As a result of each of the three business segments owning digital assets, Tokens.com is required to mark-to-market these digital assets at the end of every reporting quarter. As a result, the Company's financial statements will have non-cash related gains or losses based on the market performance of the digital assets owned from quarter-to-quarter. These non-cash revaluations of owned digital assets do not impact the operations or growth within our business segments. The digital assets are owned for the purpose of generating revenue within each business segment. In some instances, the Company may choose to dispose of certain assets if they no longer meet our ownership criteria.

Visit [Tokens.com](https://tokens.com) to learn more.

Keep up-to-date on Tokens.com developments and join our online communities on [Twitter](#), [LinkedIn](#), [Facebook](#), [Instagram](#) and [YouTube](#).

Tokens.com Corp.

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Forward-Looking Statements

This news release includes certain forward-looking statements as well as management's objectives, strategies, beliefs and intentions. Forward looking statements are frequently identified by such words as "may", "will", "plan", "expect", "anticipate", "estimate", "intend" and similar words referring to future events and results. Forward-looking statements are based on the current opinions and expectations of management. All forward-looking information is

inherently uncertain and subject to a variety of assumptions, risks and uncertainties, including the speculative nature of cryptocurrencies, as described in more detail in our securities filings available at www.sedar.com. Actual events or results may differ materially from those projected in the forward-looking statements and we caution against placing undue reliance thereon. We assume no obligation to revise or update these forward-looking statements except as required by applicable law.