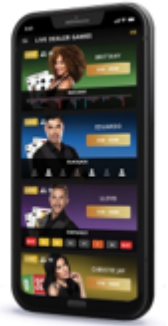




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play games online



FOR IMMEDIATE RELEASE

Corporate Update and Proposed Shares for Debt and Extension of Maturity Dates

VANCOUVER, British Columbia – January 15, 2025 – [Playgon Games Inc. \(TSX-V: DEAL / OTCPINK: PLGNF/ Frankfurt: 7CR\)](#) (“Playgon” or the “Company”), a propriety SaaS technology company delivering ‘state of the art’ mobile live dealer technology and eTable games to online gaming operators globally would like to announce the following corporate updates.

New Studio Location and Resumption of Operations

Management has been diligently evaluating options to resume live dealer services for our customers. This process has included exploring both temporary solutions, such as rented tables, and more permanent strategies, including taking over recently vacated studios or establishing a new location. Careful consideration was given to current and future customer needs, language localization, and our strategic goals as we expand into new markets. Potential studio locations in Asia, Eastern Europe, Latin America, and Canada were assessed to ensure alignment with our quality and operational standards.

We are pleased to announce that a suitable location has been identified, one that enables us to meet player expectations while laying the groundwork for long-term growth. Once Playgon has secured commercial terms with the site owners, it expects that operations should resume shortly thereafter. Timing on commercial relaunch is fluid at this point but the Company will make further announcements when the studio goes live.

Product Enhancements

Our engineering team has remained focused and productive during the recent operational pause, utilizing this time to enhance the platform’s performance, scalability, and long-term capabilities. The downtime provided a unique opportunity to implement improvements that are better addressed without the constraints of live operations.

Key Development Include:

- Strategic optimization of the gaming platform for improved scalability, stability, and efficiency.
- Completion of work-in-progress integrations.
- Implementation of long-overdue system enhancements.
- Refinements to our mobile UX/UI, delivering a refreshed player experience with new features when operations resume.

These enhancements position the platform to deliver an elevated experience for players and operators alike when

services relaunch.

New Proprietary Game Content

We are pleased to announce the signing of a Memorandum of Understanding (MOU) with Casino Game Maker Inc. (CGM), a U.S.-based technology company specializing in gaming solutions for land-based casinos. CGM's expertise includes platform design, compliance review, system integration, and electronic gaming machine (EGM) manufacturing. Casino Game Maker's development studio offers innovation to casino operators, including a wide selection of table and slot games that are unique to the land-based gaming market.

This strategic partnership combines CGM's innovative table and slot game content with Playgon's live streaming technology to deliver new, unique offerings to the online gaming industry. The collaboration focuses on developing proprietary digital versions of CGM's table and slot games, with Playgon retaining 100% ownership of all jointly developed intellectual property.

Further details about this new gaming content will be shared once the Definitive Agreement has been executed.

Additional Financing

Playgon is actively pursuing additional financing options to support these current business initiatives. Once the company and the board has secured additional financing we will make further announcements to the market.

Proposed Shares for Debt

The Company intends to settle an aggregate of \$657,204.10 of debt, representing interest payments owed to the holders of previously issued convertible unsecured debentures (the "Debentures"), via the proposed issuance of 65,720,407 common shares of Playgon ("Common Shares") at a deemed issuance price of \$0.01 per Common Share (calculated based on the applicable VWAP as contemplated under the applicable supplement to the Indenture (as defined below)).

The proposed issuance includes an aggregate issuance of 41,929,834 Common Shares (reflecting the settlement of \$419,298.36 in interest payment debt) to insiders of Playgon who participated in the financings. As previously disclosed, the Debentures were issued by Playgon on January 19, 2023, March 24, 2023, May 3, 2023 and December 29, 2023 pursuant to a debenture indenture dated January 19, 2023 (as supplemented by supplemental indentures on each of the aforementioned dates) (collectively, the "Indenture") among Playgon and Odyssey Trust Company, as trustee (the "Trustee"). Pursuant to the terms of the Indenture, Playgon is authorized, at its discretion, to satisfy any portion of interest payments owed by way of the issuance of Common Shares by providing notice to the Trustee. The proposed shares for debt transaction is subject to the terms and conditions set forth in the policies of the TSX Venture Exchange ("TSXV") and the completion of the shares for debt transaction, as well as the issuance of the Common Shares, remains subject to the review and approval of the TSXV.

The portion of Common Shares issued to insiders of Playgon will be deemed a "related party transaction" in accordance with TSXV Policy 5.9 and Multilateral Instrument 61-101. Playgon intends to rely on an available exemption pursuant to MI 61-101 from the minority shareholder approval and valuation requirements as neither the fair market value of the subject matter of, nor the fair market value of the consideration for, the transaction, insofar as it involves interested parties, exceeds 25% of the issuer's market capitalization.

Proposed Extension to Maturity Dates

The Company is also announcing that it will be seeking the approval of the holders of certain applicable Debentures to extend the Maturity Date (as such term is defined in the Indenture, as supplemented) until May 3, 2025. The previously issued Debentures on January 19, 2023, March 24, 2023 and December 29, 2023 will mature on January 19, 2025, March 24, 2025 and December 29, 2024, respectively, and Playgon will seek to obtain the necessary approvals to extend each of those maturity dates to May 3, 2025 (which will coincide with the maturity date for the Debentures that were issued on May 3, 2023). Pursuant to the terms of the Indenture, the Company may authorize the Trustee to extend the time of payment of any principal amount of Debentures outstanding upon obtaining the approval from the holders of at least 66 2/3% of the principal amount of the Debentures outstanding for each applicable series of Debentures that have been issued. With respect to the Debentures issued on December 29, 2023 and maturing on December 29, 2024, additional interest payment dates will become effective on each of December 31, 2024 and March 31, 2024, with interest continuing to accrue in respect of the other issued Debentures which shall become due and payable on maturity. Other than the foregoing proposed amendments, no other changes are being sought to the Debentures.

The proposed amendments remain subject to the approval of the TSXV.

About Playgon Games Inc.

Playgon is a SaaS technology company focused on developing and licensing digital content for the growing iGaming market. The Company provides a multi-tenant gateway that allows online operators the ability to offer their customers innovative iGaming software solutions. Its current software platform includes Live Dealer Casino, E-Table games which, through a seamless integration at the operator level, allows customer access without having to share or compromise any sensitive customer data. As a true business-to-business digital content provider, the Company's products are ideal turn-key solutions for online casinos, sportsbook operators, land-based operators, media groups, and big database companies. For further information, please visit the Company's website at www.playgon.com.

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Forward-Looking Statements

This release contains forward-looking statements, including with respect to the Company's intended settlement of debt and the proposed amendments to the Debentures, as well as for the approval of the TSXV and the holders of Debentures. Forward-looking statements, without limitation, may contain the words believes, expects, anticipates, estimates, intends, plans, or similar expressions. Forward-looking statements are not guaranteeing of future performance. They involve risks, uncertainties and assumptions and actual results could differ materially from those anticipated. Forward looking statements are based on the opinions and estimates of management at the date the statements are made and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. Except for historical facts, the statements in this news release, as well as oral statements or other written statements made or to be made by Playgon, are forward-looking and involve risks and uncertainties. In the context of any forward-looking information please refer to risk factors detailed in, as well as other information contained in the Company's audited financial statements for the year ended December 31, 2023 and Management Discussion and Analysis for the year ended December 31, 2023 and other filings with Canadian securities regulators (www.sedar.com). Readers are cautioned

not to place undue reliance on these forward-looking statements. The forward-looking statements contained in this press release represents Playgon's current expectations. Playgon disclaims any intention and assumes no obligation to update or revise any forward-looking information, except if required by applicable securities laws.

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.