

coinshares.com



# CoinShares

## Q1 2021 REPORT





# Q1 2021 SUMMARY



Management fees generated by CoinShares Asset Management in the first quarter of 2021 was **£17.1 million**, an increase of **425%** compared to Q1 2020 (£3.2 million).



Trading gains generated by CoinShares Capital Markets in the first quarter of 2021 was **£22.7 million**, a figure already in excess of trading gains for the full year 2020 of £16.3 million.



Adjusted EBITDA for the quarter of **£34.1 million**, with an EBITDA margin of **86%**, exceeding Adjusted EBITDA for the full year 2020 of £22.3 million with a margin of 64%.



Total comprehensive income for the quarter of **£32.0 million**, a figure already significantly in excess of total comprehensive income for the full year 2020 of £18.7 million.



Assets under management (“AUM”) increased over the quarter by **93%** to over **£3.35 billion** as at 31 March 2021.



Net asset position of the Group has increased over the quarter by **79%** to over **£101.4 million**.



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# Q1 2021 REPORT OVERVIEW



## Q1 2021 - FINANCIAL PERFORMANCE (GROUP STATEMENT OF COMPREHENSIVE INCOME)

- Management fees generated by CoinShares Asset Management for Q1 2021 of over £17.1 million. This performance has resulted in the second consecutive quarter in which the Group has recorded its highest level of management fees (Q4 2020 £7.1 million). The significant increase has been caused by continued price appreciation of digital assets moving into 2021. These fees are predominantly generated by exchange-traded products (“ETPs”) issued by the Group’s subsidiary XBT Provider (<https://coinshares.com/etps/xbt-provider>), although fees are now also being generated by the CoinShares Physical suite of ETPs issued by CoinShares Digital Securities Limited (“CSDS”)(<https://coinshares.com/etps/physical>);
- Trading gains generated by CoinShares Capital Markets for Q1 2021 of over £22.7 million. The performance of the business in Q1 2021 has already resulted in gains in excess of those generated over the entirety of 2020 (£16.3 million). The infrastructure of the Capital Markets team has allowed for the execution of a variety of trading strategies that, whilst assuming no directional risk, have successfully capitalized on the significant levels of activity seen in the digital asset market thus far in 2021;
- The adjusted EBITDA of the Group (calculated as described on page 9) in Q1 2021 amounts to over £34.1 million. As with trading gains, this Q1 figure is already in excess of the performance of the Group over the entirety of 2020 (EBITDA of £22.3 million);
- The EBITDA margin (calculated as a % of combined trading gains and management fees) for Q1 2021 of 86% has also shown a significant increase when compared to 2020 performance (64% for the year). The increased level of management fees and trading gains did not have a significant impact upon the relatively fixed cost base of the Group, thus allowing for improved margins;
- Total comprehensive income of the Group for Q1 2021 of over £32.0 million, compared to £18.7 million for the full financial year 2020.

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## Q1 2021 - FINANCIAL PERFORMANCE (GROUP BALANCE SHEET)

- AUM for the Group as at 31 March 2021 of over £3.35 billion, showing an increase of 93% over the quarter (as at 31 December 2020, £1.74 billion);
- Total assets held by the Group as at 31 March 2021 of approximately £3.54 billion, showing an increase of approximately 80% over the quarter (as at 31 December 2020, £1.96 billion);
- Composition of the balance sheet has remained consistent throughout Q1 2021, with the majority of assets represented by digital asset holdings and exposure, and liabilities represented by amounts owing to holders of the Group's ETPs and amounts due to brokers;
- Net asset position of the Group has increased 79.4% to £101.4 million as at 31 March 2021 (as at 31 December 2020, £56.5 million), driven by the combined impact of total comprehensive income for the quarter and the issue of equity on 11 March 2021 upon the Company's admission to Nasdaq First North Growth Market, which raised net funds of approximately £12.7 million.

## Q1 2021 - OPERATIONAL AND COMMERCIAL HIGHLIGHTS

- Successfully completed a public listing on Nasdaq First North Growth Market on 11 March 2021, in conjunction with a heavily oversubscribed IPO;
- Achieved highest quarterly EBITDA margin, trading gains, management fees and total comprehensive income in the Group's history;
- Established the CoinShares Physical product suite, resulting in the issuance of physically backed ETPs referencing Bitcoin, Ethereum, XRP and Litecoin;
- Expanded relationship with Armanino LLP, a third party accounting firm based in the US, to provide a live attestation service in respect of the Group's assets held for the CSDS issued ETPs; (<https://real-time-attest.trustexplorer.io/coinshares/physical>) in addition to the service already provided in respect of XBT Provider (<https://real-time-attest.trustexplorer.io/coinshares/xbt-provider>);
- Announced a strategic collaboration with 3iQ, launching both the 3iQ CoinShares Bitcoin and Ether ETFs.
- Aligned with the Massachusetts Institute of Technology (MIT) Media Lab, making a donation of USD 0.5 million over a period of four years to the Digital Currency Initiative to help support open-source software development and advance the security of the Bitcoin Protocol.

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# Q1 2021 REPORT

## MESSAGE FROM THE CEO



Dear Shareholders,

2021 has been quite a journey for all of us at CoinShares and for the digital asset industry at large, which continues to undergo rapid and unprecedented growth and changes. In recent weeks, the cryptocurrency market has reached as high as \$2.6 trillion and as low as \$1.4 trillion, and while the asset class can be volatile, even the lower of these figures reflects over half a trillion dollars of market growth since the start of the year.<sup>1</sup> While these are incredibly impressive numbers for an asset class that has existed for about a decade, note that cryptocurrencies account for only 35 basis points of global wealth,<sup>2</sup> highlighting the opportunity for growth.

We are at an inflection point in our industry, and CoinShares is in the fortunate position to be at the epicenter of this incredible transformation. While the digital asset industry has gone through a number of growth and contraction cycles, the long-term secular trend has not changed since we first started this business. The momentum built throughout 2020 has carried into this year, and in Q1, we delivered our strongest quarterly results in our seven-year history. Significant increases in AUM and corresponding management fees coupled with significant trading gains resulted in our total comprehensive income in Q1 exceeding that generated over the entirety of 2020.

As we look ahead to the next three quarters of 2021, CoinShares is well-positioned to lead, given our technology backbone, suite of products and services, and the global leaders we have aligned with. At our core, we are a technology company serving the global financial markets and this year, we intend to expand into new segments, which is in line with our vision – making digital assets available to everyone, everywhere.

### > Our Current Business

On the Asset Management side of our business, we saw consistent growth throughout 2020, with bigger gains in the back end of the year. The jump in Q1 of 2021 related to the significant price increases in digital assets. This upward pricing had a positive and material impact on our AUM with respect to the various ETPs we offer and the resultant management fees.

Market volatility of course can impact us both ways. But we believe that with continued digital asset performance and inflow across our suite of ETP's, our momentum will continue. The launch of our new CoinShares Physical platform in Q1, while a small piece of our business today, should also help drive continued growth in AUM and management fee revenues. We have already issued products referencing Bitcoin, Ethereum, XRP and Litecoin on this platform, and expect to issue both single-asset products and more innovative product constructions at a rapid pace throughout the remainder of the year.

<sup>1</sup>Data retrieved from [www.coingecko.com](http://www.coingecko.com).

<sup>2</sup>The Credit Suisse Global Wealth Report cited \$399T in global wealth at end of year 2019, which is the latest data available.

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On the Capital Markets side of our business, we added trade pairs, yield, and staking in our capital markets and trading infrastructure. Throughout 2021, we expect to capitalize on the significant activity levels we are currently experiencing in capital markets while expanding our infrastructure offering and our trading strategies, which should result in gains during periods of relative inactivity in the markets, such as our fixed income offerings, which appeal to more traditional investors, or the growing set of decentralized finance, or DeFi opportunities, which present compelling opportunities for more innovative risk-tolerant market participants. Our vision is to remain low-touch and technology focused, and to scale through API integrations and connectivity. Again, this approach is in line with where traditional markets are moving, as seen with the CME closing the Chicago pit this month. The world is evolving towards a collection of digital markets and further in the future, multiple metaverses with their own unique assets, and CoinShares is building for this future.

### > **Build, Buy, Partner: Investing for Growth**

On the investments and strategy side, we have been busy finding and funding the future of this industry and positioning CoinShares for growth. We are always thinking of what's next and what, or who, can help us serve a market need. One of the frameworks we utilize is build, buy, partner – which helps us make long-term capital allocation and strategic planning decisions about where we should invest human capital in organic growth, and where we can accelerate our business through external growth in the form of an acquisition. Lastly, in areas where we may not have a footprint yet, we can quickly expand our products and services and the markets in which they're available through strategic partnership and collaboration.

We began making strategic investments in the fourth quarter of last year, and since then, have our ability to deliver shareholder value including investments in 3iQ, Canada's first and largest digital asset manager with over CAD 3.6B in AUM,<sup>3</sup> Kingdom Trust, a leading US custodian and with more than \$16B in assets and over 125,000 retirement accounts, and Solana, a new blockchain protocol optimized for the needs of capital markets, offering high speed, low latency, and low execution costs while preserving censorship resistance. We are optimistic that the value of this portfolio reflects promising growth, while also contributing materially to our growth across new markets and new segments.

In addition, by the end of this year, we intend to introduce a business segment focused on the Consumer Finance market, which will leverage our technology and compliance capabilities to bring innovative solutions directly to a new type of user. We believe digital assets are for everyone, not just our wealthiest clients, and we intend to provide access in a trusted, transparent, and compliant manner. As we look at our approach to distribution, product wrappers in the form of ETPs have served us well, but the future likely will be radically different. We will invest in building a new offering that allows us to interact more directly with end users, and add a new distribution channel into our own business.

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<sup>3</sup> as of market close, May 14 2021



## > Closing Thoughts

My co-founders and I started in the commodities business, but pivoted to bitcoin in 2013 when we saw the incredible potential for bitcoin to outpace all other asset classes. That decision, to date, was the best personal and professional risk I have ever taken. Now, we are being challenged to evolve once again in order to keep ahead of the competitive landscape in our industry, which has changed dramatically over the last 18 months, with competitors enter the space – including crypto native firms but also traditional asset managers and financial institutions. I am confident that we will rise to the occasion.

Many of our peers in the digital asset ecosystem are financial services-oriented companies made up of asset managers, hedge funds and traders. We took a different path – building a team of engineers and then blending that expertise with our knowledge of the financial markets. While we are also perceived as a digital asset manager, and while key to our business, this is not the full picture. Asset Management is a consequence of our technology stack –not the cause. We leverage technology to build products and services that traditional ETF companies cannot match. It is the financial and regulatory technology coupled with our trading competence that creates market depth and liquidity and enables the success of our ETPs, not the other way around. This positions CoinShares to grow in ways and at a speed that some of our competitors cannot. We are focused on expanding our business in ways that allow us to scale in a capital efficient manner, and on differentiating CoinShares through technology and innovation.

I am proud of the CoinShares team, all of whom are focused on delivering for customers and driving shareholder value.

**Jean-Marie Mognetti**  
**CEO**

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# FINANCIAL INFORMATION



The financial statements of the Group are prepared under FRS102. Digital assets are classified as intangible assets under FRS102. As such, fair value gains or losses on the digital asset holdings of the Group are recognised within other comprehensive income. Conversely, any movement in the obligation arising from the Group's XBT Provider issued exchange traded products (which is hedged by the digital asset holdings of the Group) is recognised within the main statement of comprehensive income. These movements, which have historically been significant, result in a profit after tax figure that does not take into account any gains or losses on the digital asset holdings of the Group.

Therefore, it is the opinion of management that the total comprehensive income figure, inclusive of movements seen in other comprehensive income, is the most representative measure of the Group's overall performance. This will remain the case until such a time that accounting standards allow for digital assets to be recognised at fair value through profit & loss.

Additionally, certain trading gains generated by CoinShares Capital Markets are also recognised within other comprehensive income. The EBITDA calculation below discloses these amounts separately and reconciles the Group's performance back to the total comprehensive income figure as disclosed under FRS102. This is designed to provide a clear view of the performance of the Group's business units: CoinShares Asset Management (represented by management fees) and CoinShares Capital Markets (represented by trading gains).

The preliminary results of the Group for the quarter ended 31 March 2021 are included on pages 10 to 14 of this report. Figures for the quarter ended 31 March 2020 and results for the year ended 31 December have also been included for comparative purposes. These figures are unaudited.

The annual report of the Group for the year ended 31 December 2020, inclusive of the audited financial statements will be made available on 31 May 2021, as per the financial calendar published on the Group's website, at <https://coinshares.com/investor-relations>.

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## EBITDA

GBP	QUARTERLY			ANNUAL
	Q1 2021	Q4 2020	Q1 2020	2020
Management fees	17,118,330	7,083,414	3,258,895	18,389,413
Trading gains	22,771,556	5,187,062	5,563,942	16,324,149
<b>Total</b>	<b>39,889,886</b>	<b>12,270,476</b>	<b>8,822,837</b>	<b>34,713,562</b>
Administrative expenses	(5,729,791)	(3,988,013)	(3,073,842)	(13,851,559)
(Loss)/gain on investments	(6,864)	(367,126)	39,912	1,453,704
<b>EBITDA</b>	<b>34,153,231</b>	<b>7,915,337</b>	<b>5,788,907</b>	<b>22,315,707</b>
<b>EBITDA (%)</b>	<b>86%</b>	<b>65%</b>	<b>66%</b>	<b>64%</b>
Taxation	(925,351)	(194,677)	(24,443)	(401,363)
Depreciation/amortisation	(39,386)	(144,192)	(8,788)	(212,315)
Interest expense	(739,626)	(370,863)	(354,103)	(1,191,408)
Currency translation differences	(395,836)	(2,881,577)	1,994,294	(1,889,367)
Unrealised gain on investments	30,687	46,323	-	46,323
<b>Total comprehensive income</b>	<b>32,083,719</b>	<b>4,370,351</b>	<b>7,395,867</b>	<b>18,667,577</b>

## COMPOSITION OF TRADING GAINS

The table below shows a breakdown of the activities that are collectively classed as trading gains in the EBITDA calculation above.

GBP	QUARTERLY			ANNUAL
	Q1 2021	Q4 2020	Q1 2020	2020
Liquidity provision	6,333,377	1,757,078	1,184,002	4,151,087
Proprietary trading	10,135,291	1,766,064	3,002,350	7,609,748
Fixed income	2,655,275	1,598,630	733,398	3,792,762
Other	3,647,614	65,290	644,193	770,552
<b>Total</b>	<b>22,771,556</b>	<b>5,187,062</b>	<b>5,563,942</b>	<b>16,324,149</b>



# STATEMENT OF COMPREHENSIVE INCOME

	QUARTERLY			ANNUAL
	Q1 2021	Q4 2020	Q1 2020	2020
<b>Revenue</b>	<b>17,118,330</b>	<b>7,083,414</b>	<b>3,258,895</b>	<b>18,389,413</b>
<b>Gross profit</b>	<b>17,118,330</b>	<b>7,083,414</b>	<b>3,258,895</b>	<b>18,389,413</b>
Administrative expenses	(5,769,177)	(4,132,205)	(3,082,630)	(14,063,874)
Other operating income	53,190	447,168	139,479	607,035
Intercompany collateral (expense)/income	(1,807,523,146)	(1,201,382,767)	41,078,090	(1,440,568,711)
Realised gain/(loss) on digital assets/financial instruments	27,175,755	(15,886,805)	38,181,015	41,621,323*
<b>Operating profit</b>	<b>(1,768,945,048)</b>	<b>(1,213,871,195)</b>	<b>79,574,849</b>	<b>(1,394,014,814)</b>
Realised (loss)/gain on investments	(6,864)	(367,126)	39,912	1,453,704
<b>Profit before interest and taxation</b>	<b>(1,768,951,912)</b>	<b>(1,214,238,321)</b>	<b>79,614,761</b>	<b>(1,392,561,110)</b>
Finance income	2,383,967	1,598,630	733,398	3,792,762
Finance expense	(739,626)	(370,863)	(354,103)	(1,191,408)
<b>(Loss)/Profit before taxation</b>	<b>(1,767,307,571)</b>	<b>(1,213,010,554)</b>	<b>79,994,056</b>	<b>(1,389,959,756)</b>
Taxation	(925,351)	(194,677)	(24,443)	(401,363)
<b>(Loss)/Profit after taxation</b>	<b>(1,768,232,922)</b>	<b>(1,213,205,231)</b>	<b>79,969,613</b>	<b>(1,390,361,119)</b>
<b>Other comprehensive income/(expense)</b>				
Currency translation differences	(395,836)	(2,881,577)	1,994,294	(1,889,367)
Fair value gain/(loss) on digital assets	1,800,681,790	1,220,410,836	(74,568,040)	1,410,871,740*
Unrealised gain on investments	30,687	46,323	-	46,323
<b>Total other comprehensive income/(expense)</b>	<b>1,800,316,641</b>	<b>1,217,575,582</b>	<b>(72,573,746)</b>	<b>1,409,028,696</b>
<b>Total comprehensive income for the period</b>	<b>32,083,719</b>	<b>4,370,351</b>	<b>7,395,867</b>	<b>18,667,577</b>
<b>Total comprehensive income attributable to</b>				
Owners of the parent	32,083,719	3,899,452	6,497,150	17,227,400
Non-controlling interests	-	470,899	898,717	1,440,177
Earnings per share	(27.26)	(20.08)	1.40	(21.68)
Earnings per share (fully diluted)	(27.26)	(20.08)	1.40	(21.68)
<i>Earnings per share calculated inclusive of fair value gains on digital assets for illustrative purposes.</i>				
<i>Earnings per share</i>	<i>0.50</i>	<i>0.12</i>	<i>0.09</i>	<i>0.28</i>
<i>Earnings per share (fully diluted)</i>	<i>0.48</i>	<i>0.12</i>	<i>0.09</i>	<i>0.28</i>

\*These figures have been updated following the release of the preliminary results on 31 March 2021 due to a reclassification. The net impact on the Group's total comprehensive income is de minimis, at GBP 2,351.

# BALANCE SHEET

	As at 31 March 2021	As at 31 December 2020
<b>Assets</b>		
Non-current assets		
Property, plant and equipment	190,355	223,131
Intangible assets	19,538	20,100
Investments	4,623,300	3,626,275
Long term receivables	330,892	329,315
	<b>5,164,085</b>	<b>4,198,821</b>
<b>Current assets</b>		
Trade and other receivables	129,713,237	62,273,918
Digital assets	3,313,480,115	1,826,694,524
Cash at bank	18,851,738	2,265,817
Amounts due from brokers	68,711,264	66,517,928
	<b>3,530,756,354</b>	<b>1,957,752,187</b>
<b>Total assets</b>	<b>3,535,920,439</b>	<b>1,961,951,008</b>
<b>Liabilities</b>		
Current liabilities		
Trade payables and other liabilities	(3,279,699,085)	(1,792,935,550)
Amounts due to brokers	(153,499,987)	(112,120,930)
Current tax liabilities	(1,323,041)	(397,690)
	<b>(3,434,522,113)</b>	<b>(1,905,454,170)</b>
<b>Net current assets</b>	<b>96,234,241</b>	<b>52,298,017</b>
<b>Net assets</b>	<b>101,398,326</b>	<b>56,496,838</b>
<b>Equity</b>		
Share capital	32,943	31,278
Share premium	15,151,649	2,387,070
Other reserves	2,168,237,275	1,209,629,503*
Retained earnings	(2,082,023,541)	(1,155,551,013)*
<b>Total equity</b>	<b>101,398,326</b>	<b>56,496,838</b>
Equity attributable to the owners of the parent	101,398,326	56,496,838
<b>Total equity</b>	<b>101,398,326</b>	<b>56,496,838</b>

\*These figures have been updated following the release of the preliminary results on 31 March 2021 due to a recalculation. The net impact on the Group's total equity is de minimis, at GBP 3,564.



## STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Other reserves	Retained earnings	Total equity	Attributable to the parent	Non-controlling interest
<b>At 1 January 2020</b>	<b>2,214,801</b>	<b>110,610</b>	<b>168,812,966</b>	<b>(125,794,909)</b>	<b>45,343,468</b>	<b>44,728,358</b>	<b>615,110</b>
Profit/(loss) for the year	-	-	59,844	(1,390,361,119)	(1,390,301,275)	(1,262,584,734)	(127,716,541)
Other comprehensive income for the year	-	-	1,040,756,693	368,272,003	1,409,028,696	1,279,871,978	129,156,718
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>1,040,816,537</b>	<b>(1,022,089,116)</b>	<b>18,727,421</b>	<b>17,287,244</b>	<b>1,440,177</b>
Shares issued during the year	2,750	2,276,460	-	-	2,279,210	2,279,210	-
Shares redeemed during the year	(2,185,986)	-	-	-	(2,185,986)	(2,185,986)	-
Disposal of subsidiaries	(287)	-	-	(5,382,614)	(5,382,901)	(5,382,901)	-
<b>Total transactions with owners recognised in equity</b>	<b>(2,183,523)</b>	<b>2,276,460</b>	<b>-</b>	<b>(5,382,614)</b>	<b>(5,289,677)</b>	<b>(5,289,677)</b>	<b>-</b>
Acquisition of non-controlling interest	-	-	-	(2,284,374)	(2,284,374)	(229,087)	(2,055,287)
<b>At 31 December 2020</b>	<b>31,278</b>	<b>2,387,070</b>	<b>1,209,629,503</b>	<b>(1,155,551,013)</b>	<b>56,496,838</b>	<b>56,496,838</b>	<b>-</b>
Profit/(loss) for the period	-	-	51,525	(1,768,232,922)	(1,768,181,397)	(1,768,181,397)	-
Other comprehensive income for the period	-	-	958,556,247	841,760,394	1,800,316,641	1,800,316,641	-
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>958,607,772</b>	<b>(926,472,528)</b>	<b>32,135,244</b>	<b>32,135,244</b>	<b>-</b>
Shares issued during the period	1,665	12,764,579	-	-	12,766,244	12,766,244	-
<b>Total transactions with owners recognised in equity</b>	<b>1,665</b>	<b>12,764,579</b>	<b>-</b>	<b>-</b>	<b>12,766,244</b>	<b>12,766,244</b>	<b>-</b>
<b>At 31 March 2021</b>	<b>32,943</b>	<b>15,151,649</b>	<b>2,168,237,275</b>	<b>(2,082,023,541)</b>	<b>101,398,326</b>	<b>101,398,326</b>	<b>-</b>

# STATEMENT OF CASH FLOW

	QUARTERLY Q1 2021	ANNUAL 2020
<b>Cash flows from operating activities</b>		
<b>(Loss)/profit after taxation</b>	<b>(1,768,232,922)</b>	<b>(1,390,361,119)</b>
Adjustments for:		
Depreciation	38,241	209,758
Amortisation of goodwill	583	623
Amortisation of intangibles	562	1,975
Share based payments	51,525	59,844
Net finance expense	(1,644,341)	(2,601,354)
Taxation expense	925,351	401,363
(Gain)/loss on digital assets	(27,175,755)	(16,490,352)
(Gain)/loss on investments	6,864	(1,453,704)
	<b>(1,796,029,892)</b>	<b>(1,410,232,966)</b>
<b>Changes in working capital:</b>		
Trade and other receivables	(67,836,344)	(38,023,610)
Trade and other payables	1,499,439,163	1,465,126,098
<b>Cash generated from operations</b>	<b>(364,427,073)</b>	<b>16,869,522</b>
Interest paid	(739,627)	(1,191,403)
Taxation paid	-	(269,327)
<b>Net cash flow provided by/(used in) operating activities</b>	<b>(365,166,700)</b>	<b>15,408,792</b>
<b>Cash flows from investing activities</b>		
Net (purchase)/sale of digital assets	327,924,864	(65,115,973)
Additions to intangible assets	-	(15,205)
Additions to property, plant and equipment	(5,576)	(65,160)
Disposals of property, plant and equipment	-	7,915
Purchase of investments	-	(3,846,956)
Disposal of investments	-	7,305,757
Finance income	2,383,968	3,792,762
<b>Net cash (used in)/provided by investing activities</b>	<b>330,303,256</b>	<b>(57,936,860)</b>
Cash flows from financing activities		
Issue/(redemption) of shares	12,766,244	(2,185,986)
<b>Net cash used in financing activities</b>	<b>12,766,244</b>	<b>(2,185,986)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(22,097,200)</b>	<b>(44,714,054)</b>
<b>Cash and cash equivalents</b>		
Beginning of financial period	(43,337,185)	4,124,252
Effects of currency translation on cash and cash equivalents	(502,600)	(2,747,383)
<b>End of financial period</b>	<b>(65,936,985)</b>	<b>(43,337,185)</b>
Comprised of:		
Cash at bank	18,851,738	2,265,817
Amounts due from brokers	68,711,264	66,517,928
Amounts due to brokers	(153,499,987)	(112,120,930)
<b>End of financial period</b>	<b>(65,936,985)</b>	<b>(43,337,185)</b>





# DISCLAIMER



## FORWARD LOOKING STATEMENTS

The report contains certain forward-looking statements and opinions. Forward looking statements are statements that do not relate to historical facts and events, and such statements and opinions pertaining to the future that, for example, contain wordings such as “believes”, “estimates”, “anticipates”, “expects”, “assumes”, “forecasts”, “intends”, “could”, “will”, “should”, “would”, “according to estimates”, “is of the opinion”, “may”, “plans”, “potential”, “predicts”, “projects”, “to the knowledge of” or similar expressions, which are intended to identify a statement as forward-looking. This applies, in particular, to statements and opinions in the report concerning future financial returns, plans and expectations with respect to the business and management of the Company, future growth and profitability, and the general economic and regulatory environment, and other matters affecting the Company.

Forward-looking statements are based on current estimates and assumptions made according to the best of the Company’s knowledge. Such forward-looking statements are subject to risks, uncertainties, and other factors that could cause the actual results, including the Company’s cash flow, financial position and operating profit, to differ from the information presented in such statements, to fail to meet expectations expressly or implicitly assumed or described in those statements or to turn out to be less favourable than the results expressly or implicitly assumed or described in those statements. Accordingly, prospective investors should not place undue reliance on the forward-looking statements contained herein, and are strongly advised to read the entire report. The Company cannot give any assurance regarding the future accuracy of the opinions set forth herein or as to the actual occurrence of any predicted developments.

In light of the risks, uncertainties and assumptions associated with forward-looking statements, it is possible that the future events mentioned in the report may not occur. Moreover, the forward-looking estimates and forecasts derived from third party studies referred to in the report may prove to be inaccurate. Actual results, performance or events may differ materially from those presented in such statements due to, without limitation: changes in general economic conditions, in particular economic conditions in the markets in which the Company operates, changes affecting interest rate levels, changes affecting currency exchange rate, changes in levels of competition and changes in laws and regulations.

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