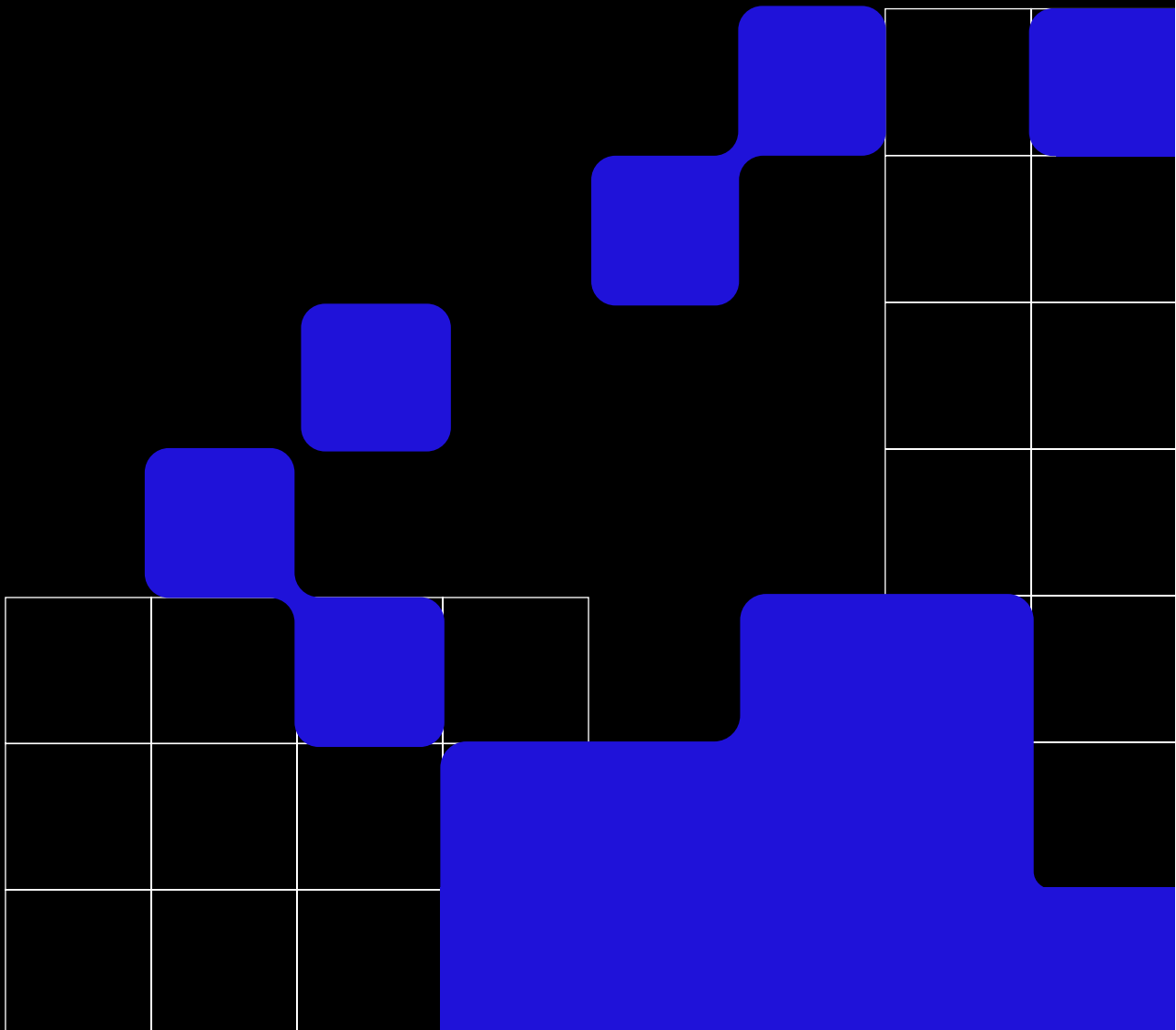


coinshares.com

CoinShares

Q2 2023 REPORT

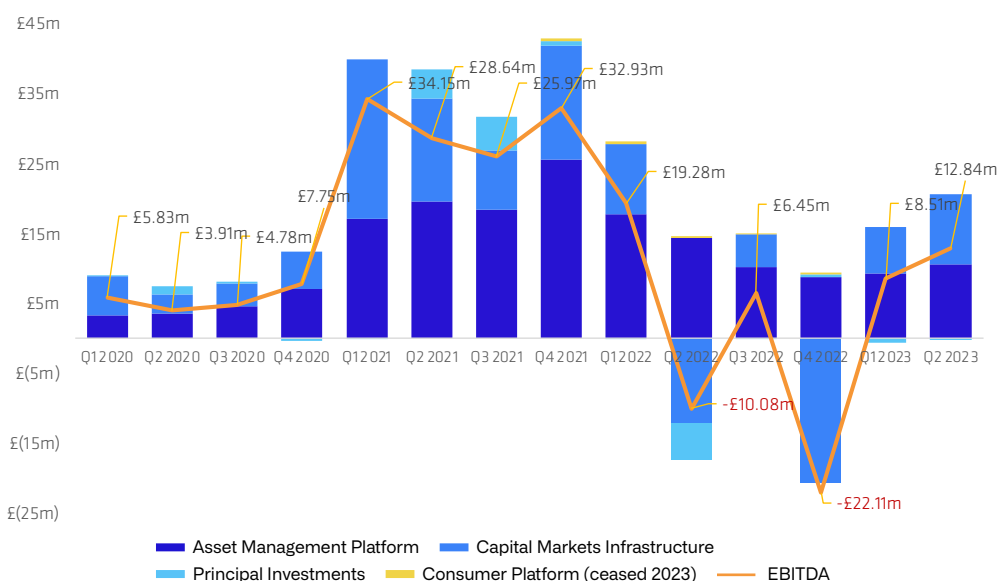


EXECUTIVE SUMMARY

CoinShares has built on the performance seen at the start of the year, delivering Q2 results that represent the Group's strongest quarter since the start of 2022.

- Revenue for Q2 2023 of **£10.7 million** (Q2 2022: £13.9 million)
- Gains and Other Income for Q2 2023 of **£9.7 million** (Q2 2022: £6.3 million)
- Total comprehensive income for Q2 2023 of **£5.3 million** (Q2 2022: loss of £0.6 million)
- Adjusted EBITDA for Q2 2023 of **£12.8 million** (Q2 2022: negative £8.8 million)

Segmental Split of Revenue, Gains and Other Income & Adjusted EBITDA (GBP)

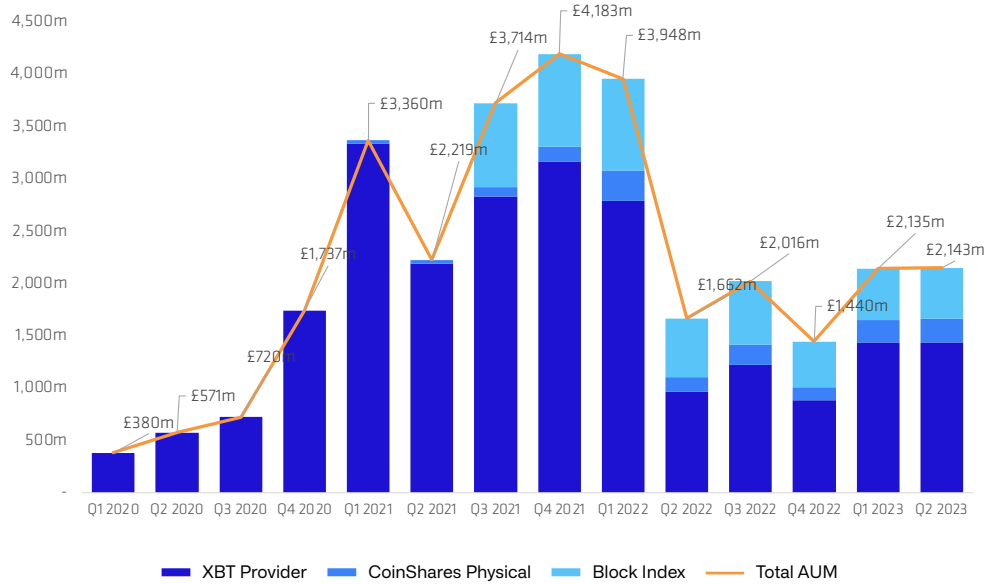


Alternative Performance Measures (APMs)

- Combined **Revenue, Gains and Other Income** for the quarter of **£20.3 million** (Q2 2022: £14.9 million);
- **Asset Management** fees from the Group's ETPs and Index for Q2 of **£10.6 million** (Q2 2022: £14.2 million)
- **Capital Markets** activities resulted in net gains/income of **£10.0 million** (Q2 2022: £5.9 million);
- **Principal Investments** generated a net loss in Q2 of **£0.2 million** (Q2 2022: £5.1 million loss);
- **Adjusted EBITDA** for Q2 totalled **£12.8 million** (Q2 2022: negative £8.8 million), being a solid start to the year following the turbulence of 2022; and
- **Adjusted EPS** (basic) for Q2 of £0.08 (Q2 2022: £0.01); Adjusted EPS (diluted) for Q2 of £0.07 (Q2 2022: £0.01).

Please refer to page 10 for the full Adjusted EBITDA calculation of the Group, page 27 for definitions and pages 29-31 for reconciliations of the Group's APMs.

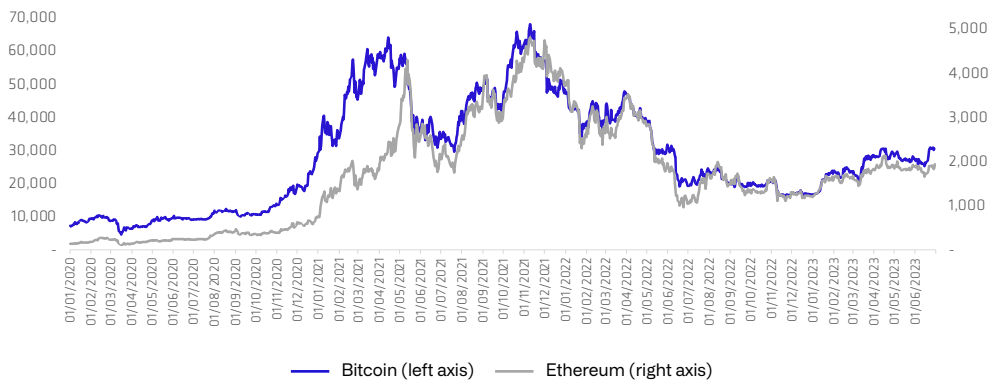
TOTAL GROUP AUM (GBP)



- Total AuM of the Group as at 30 June 2023 of £2.14 billion, of which £1.66 billion is held on the balance sheet in relation to the Group's ETPs issued by XBT Provider and CoinShares Digital Securities Limited. The remaining amount of £0.48 billion is attributable to the BLOCK index which is not included on the balance sheet as while we decide the index constituents and their weighting within the index, the ETF and mutual funds that replicate the index are provided by Invesco;
- The AUM figure has shown a significant increase since the end of 2022 of 49% due to digital asset price recovery seen during the first half of 2023.
- Fluctuations in the Group's AUM, regardless of whether it be assets on or off-balance sheet result in fluctuations in management fee revenues. Fluctuations do not impact the Group's NAV in a material way as the on-balance sheet assets are held to hedge against corresponding liabilities arising from the issuance of the Group's ETPs.

BTC & ETH (USD)

Bitcoin and Ethereum price fluctuations over the same period:



Key Events During the Quarter

- **Ledger Lens** – As announced on 23 April 2023, the Group implemented LedgerLens, a real time reserves attestation solution provided by independent accounting firm, The Network Firm. This innovative blockchain-enabled solution offers real time attestation services for the Group's ETPs, enabling investors to independently verify the backing of digital assets through easily accessible and instant attest reports.
- **Share buy-back program** – As part of the Group's ongoing share buy-back program, 94,053 shares were repurchased over the quarter, for total consideration of SEK 3,171,217 (£239,609).

Forthcoming Financial Calendar

- 7 November 2023 – Q3 2023 Earnings Report
- 20 February 2024 – Q4 2023 Earnings Report
- 30 April 2024 – Annual Report 2023
- 14 May 2024 – Q1 2024 Earnings Report

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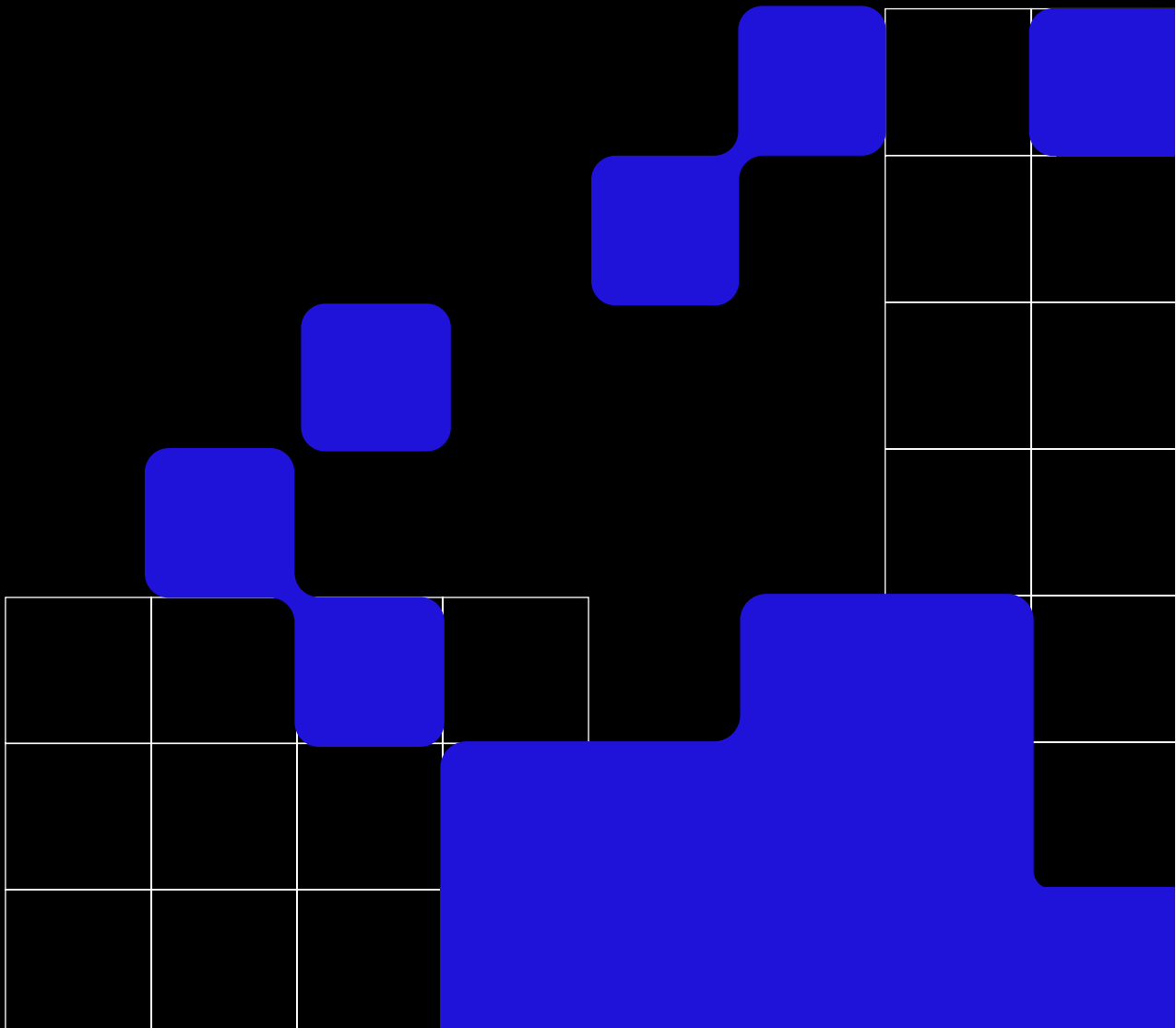
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Q2 2023

MESSAGE FROM THE CEO

The successful execution of our strategy delivered revenues of £20.3 million in Q2, an increase of 33% on the previous quarter. Our focus on profitability remains strong and we achieved Adjusted EBITDA of £12.8 million in the quarter, 52% higher than in Q1, with a robust Adjusted EBITDA margin of 63%.

The landscape of the digital industry underwent a seismic shift during the second quarter of this year, with two key developments.

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Firstly, at the beginning of the quarter, we witnessed a series of actions by regulatory bodies in the USA, especially the Securities and Exchange Commission (SEC), against prominent industry players. These lawsuits and other enforcement actions will shape the whole way that the USA understands and regulates cryptocurrency exchanges and custodians. In our opinion the SEC's new position shows that all cryptocurrency platforms have to ensure their regulatory position comes into line with the rest of the financial system. Further, these lawsuits could have far-reaching impacts on the wider crypto industry, despite the recent Ripple judgement which, whilst encouraging, is still wreathed in uncertainty. Such a shift would dramatically alter the regulatory landscape, potentially limiting access to regulated institutions already accustomed to navigating complex legal and regulatory environments, such as traditional finance (TradFi) entities. This could essentially lead to a kind of regulatory "gating" that may restrict newer, smaller players from entering the space. Thus, the broader impact of these lawsuits could tip the scales of the crypto industry towards TradFi institutions, ultimately transforming its very nature.

Secondly, we saw a significant increase in the involvement of TradFi institutions in the crypto space. At the end of the quarter, BlackRock filed to offer a Bitcoin Spot ETF, followed by similar moves from Invesco, WisdomTree, and VanEck. These actions underscore a clear trajectory towards the institutionalisation of the digital asset industry. This trend reaffirms our role as pioneers at CoinShares, and strongly validates our initial thesis. We have always envisioned that CoinShares would be a conduit for investors to seamlessly integrate digital assets into their portfolio. We believe that the broad-based adoption of digital assets will spread through traditional financial instruments designed by conventional financial institutions and available on favoured broker platforms. We are immensely proud to have led the way in Europe in this regard. It is our hope that this will unlock opportunities in other European markets where crypto has primarily been procured through crypto native and, all too often, unregulated exchange platforms.

With the prospect of more widespread digital asset adoption by investors on the horizon, we anticipate an increasing demand from institutions and sophisticated investors for more advanced products. To this end, we announced the launch of our Active Asset Management unit last quarter. Progress on this new business entity is well underway; we've already laid the groundwork for the first strategy, which is currently being run to accumulate data and establish a robust track record prior to a formal launch towards the end of the year.

Asset Management

In 2023, XBT Provider continued to display its strength in the Nordic markets, the number of active clients rising month on month. In Sweden alone, we are welcoming an average of 3,500 additional new allocators to the XBT Provider brand every month. This is a testament to the platform's resonance with these particular demographics. However, we have also witnessed a contrasting trend of redemptions from professional investors in the US and Europe, an area we are closely monitoring. Concurrently, CoinShares Digital Securities ("CSDS") has seen a surge across Europe, achieving a noteworthy \$40 million in net inflows year-to-date. Additionally, CSDS has fortified its offerings for European professional investors, now boasting some of the best-in-market products. One of these exciting new developments is the introduction of our zero management fees Staked Index Products, which positions CSDS as an even more attractive proposition for professionals looking to diversify their portfolios with digital assets.

Following the successful introduction of two new indices in Q1, our Q2 focus pivoted towards the marketing and distribution strategy of CoinShares Physical and XBT Provider. Our marketing efforts included hosting a series of dedicated events in Germany and Switzerland, aiming to educate investors about the evolving world of cryptocurrencies and Exchange-Traded Products (ETPs). At the same time, we launched a comprehensive Digital Assets roadshow across Italy, aimed at connecting with institutional investors and brokerage platforms. In short, we are making significant efforts to ensure that all sophisticated European investors know about CoinShares and its products.

To enhance our outreach and educational efforts, we have launched a new website devoted to our [ETP platforms](#). This new website centralises all educational content for investors and facilitates the effective monitoring and tracking of user activities, enabling us to accurately measure the success of our campaigns.

Throughout the quarter, the CoinShares Blockchain Global Equity Index experienced sustained robust performance, predominantly within the technology sector, specifically the Bitcoin mining subsector. This surge was fuelled by an increase in fee rewards coupled with a stronger market value for cryptocurrencies. Meanwhile, there was a shift of interest towards the AI theme during this period. This resulted in a diversion of assets from blockchain ETFs, notably the Invesco CoinShares Global Blockchain UCITS ETF, which experienced outflows amounting to \$14 million. Nevertheless, despite this shift, the year-to-date (YTD) flows have managed to remain in the positive territory, recording a net inflow of \$8.6 million. Importantly, we have maintained our position as the market leader in terms of YTD inflows.

Overall, our passive asset management business generated £10.6 million in revenues during the quarter (Q2 2022 £14.2 million).

Capital Markets

In the Capital Markets segment, we have continued to drive profitability through our CME futures trading strategies, offering an appealing risk-reward ratio. These strategies enable us to harness potential returns while maintaining the capability to operate at an institutional scale in a regulated market environment. This has been amplified by the introduction of new contracts, such as the Coinbase Bitcoin and Coinbase Ether futures contracts traded on the CME and we are closely monitoring CBOE progress.

In addition, we continue to receive interest at favourable rates from our burgeoning lending book and proactive treasury management, supported by a resilient dollar yield. These strategic efforts underpin our commitment to maximising returns while carefully managing risks. Despite the relatively low volatility in BTC and ETH prices over the quarter, the strength of our proprietary trading strategies

has effectively counterbalanced a decrease in liquidity provisioning income. These strategies have been instrumental in leveraging promising price appreciation while maximising stability and consistent returns. We continue to adapt to market conditions to deliver the best results for our stakeholders.

Overall, our Capital Markets business delivered gains and other income of £10.0 million in Q2, thanks to the successful execution of our strategic initiatives and continuing operational excellence.

In closing, I would like to reiterate the exciting journey that our industry is on towards the mainstream financial sector and broad-based institutional acceptance and participation, a journey that wholly validates our initial strategic hypothesis and the investment we have made in our regulatory and compliance infrastructure. As we navigate these dynamic changes, my optimism for our future remains undeterred. Our foresight, I am confident, will not go unnoticed by the industry and should be reflected in the valuation of our stock, as we become ever better known for our strategic positioning and our commitment to growth.

Sincerely,

Jean-Marie Mognetti, CEO of CoinShares

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BOARD ENDORSEMENT

The Board and the CEO declare that this report provides a true and fair overview of the Group's operations and its position and describes the material risks and uncertainty factors faced by the Group.

Board of Directors

Daniel Masters - Chairman of the Board
Christine Rankin
Johan Lundberg
Carsten Køppen
Viktor Fritzén

Chief Executive Officer

Jean-Marie Mognetti

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GROUP PERFORMANCE & APMS

Please note that the overview of the Group's performance and business unit performance as disclosed on pages 10 to 13 comprise a number of APMS derived from the Group's Statement of Comprehensive Income. Please refer to page 27 for definitions of these APMS.

GBP	Quarter ended 30 June 2023	Quarter ended 30 June 2022	YTD 30 June 2023	YTD 30 June 2022	Year ended 31 December 2022
Asset management revenue	10,599,639	14,228,366	19,833,167	31,473,149	50,090,889
Capital markets gains & income	9,961,901	5,908,831	16,648,776	16,609,709	26,293,650
Principal investments loss	(219,459)	(5,113,390)	(815,678)	(5,259,845)	(4,916,495)
Consumer platform (loss)/revenue	-	(107,846)	-	589,360	936,684
Total revenue, gains and other income	20,342,081	14,915,961	35,666,265	43,412,373	72,404,728
Direct costs	(1,343,436)	(1,767,188)	(2,692,651)	(4,147,284)	(6,986,497)
Goodwill Impairment	-	-	-	-	(5,473,525)
Exceptional items	-	(17,878,494)	-	(17,878,494)	(43,852,096)
Administrative expenses	(6,159,287)	(4,138,427)	(11,686,668)	(10,846,147)	(22,858,235)
Adjusted EBITDA	12,839,358	(8,868,148)	21,286,946	10,540,448	(6,765,625)
EBITDA (%)	63%	n/a	60%	24%	n/a
Depreciation/amortisation	(1,129,091)	(621,177)	(1,891,172)	(1,308,487)	(2,882,841)
Adjusted EBIT	11,710,267	(9,489,325)	19,395,774	9,231,961	(9,648,466)
Finance expense	(1,544,698)	(2,410,370)	(2,824,043)	(4,599,502)	(6,330,425)
Currency translation differences	(4,756,501)	11,316,251	(8,117,836)	15,441,453	19,281,832
Taxation	(118,665)	(51,707)	(232,242)	9,280	(368,674)
Total comprehensive income	5,290,403	(635,151)	8,221,653	20,083,192	2,934,267

- Q2 marks a second consecutive quarter of strong profitability following a 2022 that was turbulent for the entire industry. The story of the quarter remains similar to that of Q1. Digital asset price recovery, additional inflows into our CoinShares Physical ETPs, stemming outflows on our XBT ETPs, and tightening of our Capital Markets business unit have all been contributing factors to the Group's performance. Combined revenue, gains and other income for the quarter were £20.3 million (Q2 2022: £14.9 million).
- Adjusted EBITDA for the quarter was £12.8 million (Q2 2022: loss of £8.9 million) representing the Group's strongest quarter since Q1 of last year, with a solid and consistent margin seen over the last six months, averaging out at 60% (YTD 2022: 24%). We are seeing a level of stability in the wider market that is translating into stability within all of the Group's activities.
- Asset Management fees have remained consistent over the first half of the year, while Capital Markets gains/income have shown strength in diversity thus far in 2023.
- Further analysis of both the Asset Management platform and the Capital Markets activities are included on pages 11 and 12 respectively. Additionally, a breakdown of the companies within the Group's principal investments portfolio has been included on page 13.
- The level of admin expenses incurred across the business continues to remain steady, while direct costs have decreased when compared to 2022 due to reduced trading volumes being seen within the Capital Markets business unit.
- Total Comprehensive Income for the quarter of £5.3 million (Q2 2022: loss of 0.6 million) is lower than the Group's Adjusted EBITDA/EBIT due to USD weakening against GBP, resulting in an FX loss on translation of Group subsidiaries for the quarter of £4.8 million (Q2 2022: gain of 11.3 million).

(I) ASSET MANAGEMENT PLATFORM

GBP	Quarter ended 30 June 2023	Quarter ended 30 June 2022	YTD 30 June 2023	YTD 30 June 2022	Year ended 31 December 2022
Retail platform (XBT Provider)	9,754,865	13,010,877	18,092,599	29,341,893	45,924,328
Institutional platform (CSDS)	496,113	643,597	1,049,965	1,013,037	2,314,534
Equities platform (BLOCK Index)	348,661	573,892	690,603	1,118,219	1,852,027
Total	10,599,639	14,228,366	19,833,167	31,473,149	50,090,889
Direct costs (Inc. amortisation)	(1,294,434)	(981,026)	(2,484,833)	(2,575,529)	(4,596,313)
Gross profit	9,305,205	13,247,340	17,348,334	28,897,620	45,494,576
<i>Gross profit margin</i>	<i>88%</i>	<i>93%</i>	<i>87%</i>	<i>92%</i>	<i>91%</i>
Administrative expenses	(1,238,060)	(557,376)	(2,194,240)	(1,928,737)	(4,029,522)
Operating profit	8,067,145	12,689,964	15,154,094	26,968,883	41,465,054

- The price recovery seen in the first half of the year has obviously been beneficial to the various products of the Group, leading to management fees arising from the Group's Asset Management Platform in Q2 of £9.8 million (Q2 2022: £ 13.0 million), showing a small increase on Q1's figure of £8.3 million.
- The CoinShares Physical product suite generated inflows over Q2 of \$17.8 million and saw price appreciation increasing AUM by a further \$13.9 million (Q2 2022: flows of \$38.3 million, price depreciation reducing AUM by \$215.1 million). Over Q2 the XBT products saw minimal net outflow of \$7.2 million, but price appreciation of \$126.7 million (Q2 2022: outflows of \$134.9 million, price depreciation reducing AUM by \$2.49 billion).
- As at the end of the quarter, the combined suite of products on offer from CoinShares Physical and XBT Provider totals 19. A full list of the Group's products can be found on the website - [here](#).
- The flows for both ETP product suites and those of our key competitors is published in our Weekly Digital Funds Flows Report at [Digital Asset Fund Flows Weekly – CoinShares](#). Additionally, the level of AUM held within each of our products is disclosed and subject to daily attestation by LedgerLens, an independent firm's solution embedded into our website designed to provide additional transparency and comfort to all of our stakeholders.
- Total quarter-end AUM stood at £2.14 billion (Q2 2022: £1.66 billion) of which 67% is represented by XBT, 10% by CSDS and the remaining 23% by the BLOCK Index. This has increased marginally from a figure of £2.13 billion as at the end of Q1.

(II) CAPITAL MARKETS INFRASTRUCTURE

GBP	Quarter ended 30 June 2023	Quarter ended 30 June 2022	YTD 30 June 2023	YTD 30 June 2022	Year ended 31 December 2022
Liquidity Provisioning	175,908	1,630,817	865,337	3,608,965	4,451,317
Delta Neutral Trading Strategies	1,952,166	(1,278,923)	3,336,766	(699,392)	2,587,091
Fixed Income Activities	3,015,885	799,608	5,231,940	1,995,263	4,955,180
DeFi/Staking	5,951,523	4,934,206	8,966,693	11,190,389	13,857,006
Other	(1,133,581)	(176,877)	(1,751,960)	514,484	443,056
Total	9,961,901	5,908,831	16,648,776	16,609,709	26,293,650
Direct costs (inc. finance expense)	(1,752,590)	(2,758,181)	(3,390,126)	(6,354,819)	(8,783,537)
Exceptional items	-	(17,878,494)	-	(17,878,494)	(43,852,096)
Gross profit	8,209,311	(14,727,844)	13,258,650	(7,623,604)	(26,341,983)
<i>Gross profit margin</i>	<i>82%</i>	<i>n/a</i>	<i>80%</i>	<i>n/a</i>	<i>n/a</i>
Administrative expenses	(1,025,363)	(568,032)	(1,785,298)	(1,336,923)	(1,774,189)
Operating profit	7,183,948	(15,295,876)	11,473,352	(8,960,527)	(28,116,172)

- The performance of the Group's Capital Market business unit over the first half of 2023 demonstrates the benefit that diversification of activities can bring, resulting in total other income/gains of £10.0 million (Q2 2022: £5.9 million).
- With the turbulence of 2022 behind us we also achieved relatively consistent performance month on month, and a stable gross profit margin for the quarter which averages out at 82% (Q2 2022: n/a).
- Liquidity provisioning of £0.2 million arising from supporting the Group's ETPs are down on Q2 2022 (£1.6 million) due to decreased levels of flow on XBT due to outflows being heavily stemmed when compared to last year.
- Delta Neutral Trading Strategies of £2.0 million (Q2 2022: loss of 1.3 million) are predominantly due to the Group taking advantage of opportunities arising from trading CME futures.
- Fixed income activities are also showing a marked increase on 2022, being £3.0 million for the quarter and £5.2 million year-to-date (Q2 2022: £0.8 million, YTD 2022: £2.0 million). These levels have been achieved even against a backdrop of a far more selective approach to our lending counterparties following the turbulence seen over the latter half of 2022.
- This selective approach has impacted our DeFi/staking income, which has reduced moving into 2023 but still remains strong with performance of £5.9 million for the quarter (Q2 2022: £4.9 million).

(III) PRINCIPAL INVESTMENTS

IMPACT ON P&L

GBP	Quarter ended 30 June 2023	Quarter ended 30 June 2022	6 months ended 30 June 2023	YTD 30 June 2022	Year ended 31 December 2022
Joint Venture Loss	(1,357,126)	(73,201)	(2,257,306)	(152,449)	(2,149,611)
Equity Principal Investments Gain/(Loss)	1,118,991	(3,183,742)	1,091,871	(2,610,991)	353,898
Digital Asset/SAFT/SAFE (Loss)/gain	(9,014)	(1,856,447)	284,637	(2,496,405)	(3,283,109)
Other	27,690	-	65,120	-	162,327
Total	(219,459)	(5,113,390)	(815,678)	(5,259,845)	(4,916,495)

KEY INVESTMENTS YTD PERFORMANCE

Investment	1 January 2023	Additions/ (Disposals)	Gain/(Loss)	Translation FX	30 June 2023
3iQ Digital Asset Management (3iQ)	1,902,238	-	988,294	-	2,890,532
Komainu Holdings Limited	7,272,590	-	-	-	7,272,590
FlowBank	30,128,895	(6,769)	(2,358,172)	(443,883)	27,320,072
BCO/ECO Fund	-	8,691,379	107,867	(197,555)	8,601,692
CoinShares Fund II - carried interest	5,279,885	-	(27,203)	-	5,252,682
Other holdings	428,242	64,770	123,778	(7,105)	609,684
	45,011,850	8,749,380	(1,165,435)	(648,543)	51,947,252
Digital assets & other receivables	2,251,032	(260,952)	284,637	(47,785)	2,226,932
Total	47,262,882	8,488,428	(880,798)	(696,327)	54,174,184

- The Group's holding in 3iQ has been increased due to the investee's performance showing marked improvement following digital asset price recoveries seen in the first half of the year;
- The Associate holding in FlowBank has decreased due to the entity's performance thus far in 2023, with the Group recognising our share of the year-to-date losses incurred
- The Group has also invested into the CoinShares Bitcoin/Ethereum Call Overwrite (BCO & ECO) funds, which are due to be launched formally later in the year as part of the Group's endeavours to expand its Asset Management product suite to encompass active strategies.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

This following information on pages 14 to 18 is presented in accordance with IFRS unless otherwise stated

GBP	Q2 2023	Q2 2022	YTD Q2 2023	YTD Q2 2022	FY 2022
Revenue	10,687,985	13,893,843	20,051,102	31,908,942	51,336,682
Administrative expenses	(8,631,814)	(6,526,792)	(16,270,491)	(16,301,918)	(38,201,098)
(Loss)/gain on financial instruments	(82,633,719)	1,430,731,372	(650,928,508)	1,678,719,324	1,719,496,693
Fair value gain/(loss) on digital assets	75,299,901	(1,700,683,473)	645,120,722	(1,700,683,473)	(1,230,310,948)
Other operating income	14,579,480	4,415,222	18,048,051	9,596,803	16,626,978
Operating profit/(loss)	9,301,833	(258,169,828)	16,020,876	3,239,678	518,948,307
Gain/(loss) on investments	1,119,000	(3,786,870)	1,119,074	(5,574,183)	(2,800,424)
Share of joint ventures and associate losses	(1,357,126)	(73,201)	(2,257,306)	(152,449)	(2,149,611)
Profit/(loss) before interest and income tax expense	9,063,707	(262,029,899)	14,882,644	(2,486,954)	513,998,272
Finance income	2,643,491	4,872,291	4,525,276	8,755,723	12,916,891
Finance expense	(1,544,698)	(2,410,370)	(2,824,043)	(4,599,502)	(6,330,425)
Profit/(loss) before income tax expense	10,162,500	(259,567,978)	16,583,877	1,669,267	520,584,738
Income tax expense	(118,665)	(51,707)	(232,242)	9,280	(368,674)
Net profit/(loss)	10,043,835	(259,619,685)	16,351,635	1,678,547	520,216,064
Earnings per share (basic)	0.15	(3.81)	0.24	0.02	7.63
Earnings per share (diluted)	0.14	(3.81)	0.23	0.02	7.21
Other comprehensive income					
<i>Items that may be reclassified subsequently to profit or loss</i>					
FX on translation of foreign operations	(4,756,501)	11,316,251	(8,117,836)	15,441,453	19,281,832
	(4,756,501)	11,316,251	(8,117,836)	15,441,453	19,281,832
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Fair value gain/(loss) on digital assets	-	247,065,155	-	-	(539,108,506)
Fair value gain/(loss) on financial instruments	3,077	-	15,056	-	(609,445)
Fair value (loss)/gain on investments	(9)	603,128	(27,203)	2,963,192	3,154,322
	3,069	247,668,283	(12,146)	2,963,192	(536,563,629)
Total other comprehensive (loss) / income	(4,753,432)	258,984,534	(8,129,982)	18,404,645	(517,281,797)
Total comprehensive income / (loss)	5,290,403	(635,151)	8,221,653	20,083,192	2,934,267

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

GBP	30 June 2023	31 December 2022
ASSETS		
Non-current assets		
Property, plant and equipment	1,925,170	1,935,862
Digital assets	224,047	111,978
Goodwill	941,657	943,484
Other intangible assets	9,890,302	11,048,448
Investments	51,947,252	45,011,850
Trade receivables and other assets	1,307,075	2,774,251
	66,235,503	61,825,873
Current assets		
Trade receivables and other assets	212,680,454	260,643,117
Digital assets	1,661,645,648	868,922,517
Cash at bank	45,306,775	26,567,599
Amounts due from brokers	116,061,114	161,967,077
	2,035,693,991	1,318,100,310
Total assets	2,101,929,494	1,379,926,183
LIABILITIES		
Current liabilities		
Trade payables and other liabilities	(1,727,667,646)	(1,017,794,019)
Amounts due to brokers	(140,140,198)	(135,384,786)
Lease liabilities	(256,057)	(1,307,507)
Current tax liabilities	(79,361)	(235,814)
	(1,868,143,262)	(1,154,722,126)
Net current assets	167,550,729	163,378,184
Non-current liabilities		
Lease liabilities	(1,286,758)	(28,980)
Loans payable	(21,831,895)	(21,433,967)
	(23,118,653)	(21,462,947)
Total liabilities	(1,891,261,915)	(1,176,185,073)
Net assets	210,667,579	203,741,110
EQUITY		
Share capital	33,727	33,766
Share premium account	30,745,834	30,781,210
Other reserves & retained earnings	179,888,018	172,926,134
Total equity	210,667,579	203,741,110

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GBP	Share capital	Share premium account	Other reserves	Retained earnings	Total equity
At 1 January 2022	33,766	30,781,210	(2,797,090,363)	2,966,288,540	200,013,153
Profit for the period	-	-	-	1,678,547	1,678,547
Other comprehensive income for the period	-	-	15,441,453	2,963,192	18,404,645
Total comprehensive income	-	-	15,441,453	4,641,739	20,083,192
Share based payments	-	-	757,573	-	757,573
Total transactions with owners	-	-	757,573	-	757,573
Transfer of revaluation reserve	-	-	3,492,228,154	(3,492,228,154)	-
Total transfer of revaluation reserve	-	-	3,492,228,154	(3,492,228,154)	-
At 30 June 2022	33,766	30,781,210	711,336,817	(521,297,875)	220,853,918
At 1 January 2023	33,766	30,781,210	22,136,272	150,789,862	203,741,110
Profit for the period	-	-	-	16,351,635	16,351,635
Other comprehensive loss for the period	-	-	(8,117,835)	(12,147)	(8,129,982)
Total comprehensive income	-	-	(8,117,835)	16,339,488	8,221,653
Share buybacks	-	-	(2,158,154)	-	(2,158,154)
Share based payments	-	-	843,306	19,664	862,970
Share cancellations	(39)	(35,376)	228,383	(192,968)	-
Total transactions with owners	(39)	(35,376)	(1,086,465)	(173,304)	(1,295,184)
At 30 June 2023	33,727	30,745,834	12,931,971	166,956,047	210,667,579

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

GBP	Q2 2023	Q2 2022	YTD Q2 2023	YTD Q2 2022	FY 2022
Cash flows from operating activities					
Profit/(loss) after income tax expense	10,043,835	(259,619,685)	16,351,635	1,678,547	520,216,064
Adjustments for:					
- Depreciation of property, plant and equipment	684,595	164,640	1,004,247	405,296	1,113,209
- Amortisation of intangible assets	444,496	456,537	886,925	903,191	1,769,632
- Impairment of goodwill	-	-	-	-	5,473,525
- Share-based payment expense	608,341	423,441	871,583	757,573	1,229,617
- Finance income	(2,643,491)	(4,872,291)	(4,525,276)	(8,755,723)	(12,916,891)
- Finance costs	1,544,698	2,410,370	2,824,043	4,599,502	6,330,425
- Income tax expense	118,665	51,707	232,242	(9,280)	368,674
- Gain on other financial instruments	106,716,566	(2,212,229,669)	770,110,431	(2,512,831,447)	(2,369,742,038)
- Loss/(gain) on investments	(1,119,000)	3,786,870	(1,119,074)	5,574,183	2,800,424
- Loss/(gain) on digital assets	(75,299,901)	1,700,683,473	(645,120,722)	1,700,683,473	1,230,310,948
- Share of joint venture and associate losses	1,357,126	73,201	2,257,306	152,449	2,149,611
	42,455,930	(768,671,406)	143,773,340	(806,842,236)	(610,896,800)
Changes in working capital:					
- Trade receivables and other assets	(43,043,263)	614,732,973	26,916,986	950,730,312	1,257,429,319
- Trade payables and other liabilities	1,488,294	87,392,401	29,849,872	(182,935,822)	(502,361,951)
	900,961	(66,546,032)	200,540,198	(39,047,746)	144,170,568
Cash generated from operations	900,961	(66,546,032)	200,540,198	(39,047,746)	144,170,568
Finance costs paid	(1,588,751)	(2,407,608)	(2,913,221)	(4,594,635)	(6,329,290)
Income taxes paid	646,621	(381,253)	331,613	(518,735)	(3,457,543)
	(1,199,130)	(2,788,861)	(2,581,608)	(5,113,370)	(9,786,833)
Net cash flow (used in)/generated from operating activities	(41,169)	(69,334,893)	197,958,590	(44,161,116)	134,383,735
Cash flows from investing activities					
Net disposal of digital assets	27,299,640	163,834,284	(181,085,377)	206,151,524	381,400,078
Net purchases of ETP liabilities	(23,605,988)	124,022,539	(40,488,364)	51,061,180	(295,834,379)
Purchases of intangible assets	(18,141)	(303,789)	(130,594)	(348,553)	(703,461)
Disposal of intangible assets	106,769	-	106,769	-	6,828
Purchases of property, plant and equipment	(33,558)	(112,500)	(51,769)	(269,446)	(327,508)
Disposals of property, plant and equipment	-	-	-	-	196,187
Disposals/(acquisitions) of associates	3,385	(20,442)	6,769	(20,277,646)	(20,266,689)
Disposals/(acquisitions) of other investments	(8,776,646)	367,848	(8,778,956)	(13,550)	(28,520)
Proceeds on disposal of other investments	22,807	-	22,807	-	-
Net disposal of listed equities	-	251,900	-	331,278	98,578
Finance income	2,695,355	5,128,315	4,626,400	8,755,722	12,957,913
	(2,306,377)	293,168,155	(225,772,315)	245,390,509	77,499,027
Net cash (used in)/generated from investing activities	(2,306,377)	293,168,155	(225,772,315)	245,390,509	77,499,027
Cash flows from financing activities					
Share buybacks	(1,035,910)	-	(1,929,771)	-	(228,383)
Share option liquidations	-	-	(8,613)	-	(207,544)
Repayment of lease liabilities	(260,010)	(393,494)	(774,695)	(562,569)	(1,079,297)
Loan issue	-	-	-	20,329,345	21,573,387
	(1,295,920)	(393,494)	(2,713,079)	19,766,776	20,058,163
Net cash (used in)/generated from financing activities	(1,295,920)	(393,494)	(2,713,079)	19,766,776	20,058,163
Net (decrease)/increase in cash and cash equivalents	(3,643,466)	223,439,768	(30,526,804)	220,996,169	231,940,925
Cash and cash equivalents					
At the beginning of the year	25,426,256	(170,720,495)	53,149,890	(162,955,669)	(162,955,669)
Effects of currency translation on cash and cash equivalents	(555,099)	(708,638)	(1,395,395)	(6,029,865)	(15,835,366)
	21,227,691	52,010,635	21,227,691	52,010,635	53,149,890
At the end of the period	21,227,691	52,010,635	21,227,691	52,010,635	53,149,890
Cash and cash equivalents comprise					
Cash at bank	45,306,775	13,927,139	45,306,775	13,927,139	26,567,599
Amounts due from brokers	116,061,114	162,604,530	116,061,114	162,604,530	161,967,077
Amounts due to brokers	(140,140,198)	(124,521,034)	(140,140,198)	(124,521,034)	(135,384,786)
	21,227,691	52,010,635	21,227,691	52,010,635	53,149,890
At the end of the period	21,227,691	52,010,635	21,227,691	52,010,635	53,149,890

Q2 2023 - OPERATING SEGMENTS

GBP	Asset Management	Capital Markets	Principal Investments	Group Costs	Total
Revenue	10,599,639	88,346	-	-	10,687,985
(Loss)/gain on financial instruments	(115,810,547)	33,179,905	-	-	(82,630,642)
Gain/(loss) on digital assets	115,810,547	(40,501,631)	(9,014)	-	75,299,902
Investment losses	-	-	(238,135)	-	(238,135)
Finance income	-	2,621,243	22,248	-	2,643,491
Other income	-	14,574,038	5,442	-	14,579,480
Total revenue, gains & other income	10,599,639	9,961,901	(219,459)	-	20,342,081
Finance expense	(3,004)	(1,317,573)	(224,121)	-	(1,544,698)
Direct costs	(1,294,434)	(435,017)	(58,481)	-	(1,787,932)
Gross profit	9,302,201	8,209,311	(502,061)	-	17,009,451
Other admin expenses	(1,238,060)	(1,025,363)	-	(4,580,459)	(6,843,882)
Operating profit	8,064,141	7,183,948	(502,061)	(4,580,459)	10,165,569
<i>Reconciliation to Profit after tax:</i>	Income tax expense				(118,665)
	Fair value (loss) on financial instruments through OCI				(3,077)
	Fair value gain on investments through OCI				9
	Profit after tax				10,043,835
<i>Reconciliation to Total comprehensive income:</i>	Exchange differences on translation of foreign operations				(4,756,501)
	Fair value gain on financial instruments through OCI				3,077
	Fair value (loss) on investments through OCI				(9)
	Total comprehensive income				5,290,403

Q2 2022 - OPERATING SEGMENTS

GBP	Asset Management	Capital Markets	Principal Investments	Business to Consumer*	Group Costs	Total
Revenue	14,074,799	(73,110)	-	(107,846)	-	13,893,843
Gain on financial instruments	1,430,731,372	-	-	-	-	1,430,731,372
Loss on digital assets	(1,430,731,372)	(21,030,499)	(1,856,447)	-	-	(1,453,618,318)
Investment losses	-	-	(3,256,943)	-	-	(3,256,943)
Finance income	-	4,872,291	-	-	-	4,872,291
Other income	153,567	4,261,655	-	-	-	4,415,222
Total revenue, gains & other income	14,228,366	(11,969,663)	(5,113,390)	(107,846)	-	(2,962,533)
Finance expense	-	(2,410,370)	-	-	-	(2,410,370)
Direct costs	(981,026)	(347,811)	(61,762)	(341,186)	-	(1,731,785)
Gross profit	13,247,340	(14,727,844)	(5,175,152)	(449,032)	-	(7,104,688)
Other admin expenses	(557,376)	(568,032)	-	(1,126,594)	(2,543,005)	(4,795,007)
Operating profit/(loss)	12,689,964	(15,295,876)	(5,175,152)	(1,575,627)	(2,543,005)	(11,899,695)
<i>Reconciliation to Profit after tax:</i>	Income tax expense					(51,707)
	Fair value loss on digital assets through OCI					(247,065,155)
	Fair value loss on investments through OCI					(603,128)
	Loss after tax					(259,619,685)
<i>Reconciliation to Total comprehensive income:</i>	Exchange differences on translation of foreign operations					11,316,251
	Fair value gain on digital assets through OCI					247,065,155
	Fair value gain on investments through OCI					603,128
	Total comprehensive loss					(635,151)

*Business to Consumer no longer an operating segment in 2023

OTHER INFORMATION

Basis of Preparation

The condensed consolidated interim financial information included on pages 14 to 18 within this report has been prepared in accordance with IAS 34, “interim financial reporting”.

New and revised IFRS Standards in issue

IFRS Standards that have been issued and adopted by the UK Endorsement Board effective from 1 January 2023:

- Deferred Tax related to Assets and Liabilities arising from a Single Transaction (Amendments to IAS 12) – *no impact*
- Definition of Accounting Estimates (Amendments to IAS 8) – *no impact*
- Disclosure of Accounting policies and Classification of Liabilities as Current or Non-current (Amendments to IAS 1) – *see below*
- Amendments to IFRS 17 Insurance Contracts – *no impact*

The Group’s non-current liabilities as at 30 June 2023 comprises a loan balance of £21,831,895. Additional disclosure arising from the amendments made to IAS1 around covenants that, if breached, would have the potential to cause a portion of the liability to be reclassified as current are as follows:

- Initial loan was granted at 20% LTV, if LTV reaches 30% then action will need to be taken to either repay part of the loan or top up the collateral assets.

Buy-back of Shares

During the period, the Company undertook a purchase of its own shares already in issue. The consideration paid, including any directly attributable incremental costs, is deducted from equity attributable to the owners as treasury shares until the shares are cancelled or reissued.

Note on Digital Asset Accounting Treatment

Digital assets are classified as intangible assets under IFRS, the accounting standard under which the Group’s financial statements are prepared. They are accounted for as intangible assets held at fair value through the revaluation model. As such, fair value gains on the digital asset holdings of the Group are recognised within other comprehensive income (unless reversing previously recognised losses), and fair value losses recognised through the statement of comprehensive income (unless reversing previously recognised gains).

Conversely, any movement in the obligation arising from the issuance of the Group’s XBT Provider exchange traded products (which is hedged by the digital asset holdings of the Group) is recognised as income or expense within the statement of comprehensive income. These movements can 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 profit/loss after tax figure presented in accordance with IFRS should be considered in conjunction with the Group’s Adjusted EBITDA and total comprehensive income to enhance the reader’s understanding of performance over a given period.

The Adjusted EBITDA calculation of the Group, and the Group’s various APMs take all fair value gains/losses on digital assets through the Group’s statement of comprehensive income and are designed to provide a clear view of the performance of the Group.

The Adjusted EBITDA calculation of the Group discloses these amounts separately and reconciles the Group’s performance back to the total comprehensive income figure as disclosed under IFRS. This is designed to provide a clear view of the performance of the Group’s commercial activities. Pages 29 to 31 include a reconciliation of the Group’s APMs to IFRS.

Parent Company

Under Article 105(11) of the Companies (Jersey) Law 1991, the directors of a holding company need not prepare separate financial statements. Accordingly, these financial statements present the consolidated results of the Group, headed by the Company.

Seasonal Variations

The Group's activities and financial performance are not impacted by seasonality. The activities of the Group are impacted by ongoing developments within the digital asset ecosystem, including (but not limited to) (i) digital asset price fluctuations, (ii) regulatory matters arising in a variety of jurisdictions, and (iii) competing products & services.

Personnel

The number of full-time employees as at the end of Q2 2023 was 86 (Q2 2022: 95).

Related Party Transactions

On 10 January 2022, CoinShares entered into a service agreement with FlowBank, an associate of the Group. The agreement ceased during 2022, however £7,200 remains outstanding at the period end.

As part of a commercial relationship under which CoinShares facilitates trading activities for FlowBank SA ('Flowbank SA') as a client, gains of £56,469 were generated in respect of trading related fees. Additionally, bank charges and FX trading commissions of £13,762 were paid to FlowBank SA in respect of banking services provided to CoinShares as a client of FlowBank SA. As at period end the Group held a cash receivable balance of £1,470,888 and was holding assets on behalf of FlowBank SA with a value of £1,693,029.

CSGP2L is the General Partner to CoinShares Fund II LP ('CS2LP'). The Group has recognised carried interest as at the quarter end of £5,252,682 which is held as an investment. The Group also settled expenditure on behalf of CS2LP of £2,083 of which £45 is outstanding at the period end.

The Group has an investment in Komainu Holdings Limited ('KHL') of which Mr Jean-Marie Mognetti is a director and shareholder. The Group has settled expenditure on behalf of KHL in the period of £6,718 of which £nil remains outstanding at period end. The Group has a recharge agreement with KHL which allows for use of office facilities. £66,000 has been charged for the year of which £11,000 is outstanding at the period end. Previously outstanding expenses of £9,907 have been written off as at the period end.

Komainu (Jersey) Limited ('KJL'), a wholly owned subsidiary of KHL provides custodial services to the Group. During the quarter, the Group paid fees to KJL of £379,045 of which £55,070 was outstanding at the period end. The Group also settles transactions on behalf of KJL which has fees retained that are required to be returned to KJL. Fees of £9,464 have been returned, of which £9,464 is outstanding at the period end. The Group has a service agreement with KJL which allows for support regarding staking and operations. £5,000 has been charged for the period. The full amount invoiced of £16,000 has been written off at the period end leaving a balance of £nil outstanding at the period end.

Gold Token SA ('GTSA') is an associate of the Group. The Group has settled expenditure on behalf of GTSA in the period of £248 of which £nil remains outstanding at period end.

Several active funds have been set up during the period, which fall outside of the Group. These active funds are all similar in nature, and currently the Group is settling expenses on their behalf. £69,091 has been expensed in the period, with £69,091 still outstanding at the period end.

On 10 January 2023 the Group agreed to enter into block transactions with two shareholders to acquire 196,654 ordinary shares in the capital of the Company, at a price per share equal to SEK 24 resulting in total consideration of SEK 4,719,696 (£370,899). The transaction was completed on 13 January 2023.

On 28 February 2023 the Group agreed to enter into a block transaction with a shareholder to acquire 50,000 ordinary shares in the capital of the Company, at a price per share equal to SEK 33 resulting in total consideration of SEK 1,650,000 (£130,984). The transaction was completed on 10 March 2023.

On 24 March 2023 the Group agreed to enter into a block transaction with a shareholder to acquire 160,000 ordinary shares in the capital of the Company, at a price per share equal to SEK 29 resulting in total consideration of SEK 4,640,000 (£356,101). The transaction was completed on 31 March 2023.

3iQ Corp ('3iQ') is an investee company of the Group where Ms Meltem Demirors, Head of Strategy of CoinShares, holds a board seat. During the period, the Group received a management fee rebate from 3iQ of £456,128 of which £nil is receivable at the period end. All 3iQ CoinShares Bitcoin certificates were redeemed by the Group during quarter 1 2023.

CSGP2L, a subsidiary of the Group, acts as General Partner of CSF2LP. In this capacity, it receives quarterly an amount of one quarter of two percent of the net asset value of CSF2LP. During the period £30,970 was accrued for this fee, of which £30,970 was outstanding at the period end.

Mr Richard Nash is a person discharging managerial responsibility and a shareholder of the Group. During the quarter, the Group undertook trades on his behalf of £nil. As at the period end, the Group held 0.3 BTC on his behalf.

Mr Daniel Masters is the Group's Chairman and a shareholder of the Group. During the quarter, the Group undertook trades on his behalf of 10.91 BTC, 134.10 ETH, 42,773.29 AVT, 258,552.22 USDC and 24,918.07 XTZ, equating to £658,082. As at the period end the Group held nil assets owed to Mr Masters. The Group also holds a receivable from Mr Masters and one other person jointly of US\$37,183 (£29,322) in relation to an investment that was transferred using the Group as a broker.

Mr Jean-Marie Mognetti is the Group's Chief Executive Officer and a shareholder of the Group. During the period the Group undertook trades on his behalf of £nil. As at the period end the Group held a balance of 30,000 AVT (£23,658) owed to Mr Mognetti. Mr Mognetti is also a director of Tactiques D'Avant-Garde (Jersey) Limited ('TAG'). During the period the Group undertook trades on behalf of TAG of 6.50 BTC, equating to £148,002. As at 30 June 2023, £148,002 (\$187,678) was outstanding from TAG to the Company.

Mr Johan Lundberg is a non-executive director of the Group. During the period the Group undertook trades on his behalf of 75,000 USDC, equating to £59,085. As at the period end the Group held nil assets owed to Mr Lundberg.

Issue, Repurchases and Repayments of Equity

During the period ended 30 June 2023, the following share issuances, share option issuances, share splits, share redemptions and share option lapses/cancellations occurred.

	Share capital Units	Share options Units	Fully diluted share capital Units
At 31 December 2022	68,213,821	3,976,457	72,190,278
Options granted under the EIP	-	448,000	448,000
Buyback of shares as treasury shares	(962,411)	-	(962,411)
Share cancellations	(78,396)	-	(78,396)
Liquidation of share options	-	(10,446)	(10,446)
Share options lapsed	-	(673,189)	(673,189)
At 30 June 2023	67,173,014	3,740,822	70,913,836

Business Combinations

No business combinations occurred during the period.

Intangible Assets – Digital Assets

The Group held the following digital assets (inclusive of non-current digital assets) as at 30 June 2023 and as at the last financial year end:

GBP	30 June 2023	31 December 2022
Non-current digital assets	224,047	111,978
Current digital assets	1,661,645,648	868,922,517
(i) Total digital assets	1,661,869,695	869,034,495
(ii) Goodwill	941,657	943,484
(iii) Other intangible assets	9,890,302	11,048,448
	1,672,701,654	881,026,427

(i) Digital assets

GBP	30 June 2023	31 December 2022
Bitcoin	944,202,537	387,768,139
Ethereum	662,473,184	447,248,857
Litecoin	4,943,680	2,606,945
XRP	9,433,914	4,846,966
Other digital assets	40,816,380	26,563,588
	1,661,869,695	869,034,495

The Group has classed digital assets under the fair value hierarchy as follows:

GBP	30 June 2023	31 December 2022
Level 1	1,661,627,208	868,777,452
Level 2	242,487	257,043
Level 3	-	-
Total Investments held at fair value	1,661,869,695	869,034,495

Please note that the certificate liability is hedged by the Group's digital asset holdings and other financial instruments held within other assets and receivables.

Trade Payables & Other Liabilities

The Group's liabilities as at 30 June 2023 can be further broken down as follows:

GBP	30 June 2023	31 December 2022
Accounts payable	(879,249)	(1,081,702)
Accrued liabilities	(2,779,055)	(2,888,081)
Certificate liability (ii)	(1,671,404,735)	(986,707,490)
Other liabilities	(53,403,500)	(27,116,746)
Total current	(1,728,466,539)	(1,017,794,019)

(i) Certificate liability

GBP	30 June 2023 £	31 December 2022 £	30 June 2023 Number	31 December 2022 Number
Certificate type				
Bitcoin Tracker One	389,104,586	212,792,525	3,494,105	3,623,578
Bitcoin Tracker Euro	488,649,549	266,534,307	444,030	459,701
Ether Tracker One	220,402,414	146,946,227	16,032,884	16,649,235
Ether Tracker Euro	365,502,501	242,649,103	2,687,274	2,774,973
CoinShares Physical Bitcoin	124,461,708	66,880,637	5,252	4,948,800
CoinShares Physical Ethereum	55,081,801	35,727,952	37,832	1,212,286
CoinShares Physical Litecoin	4,918,491	2,416,053	65,162	212,500
CoinShares Physical XRP	9,422,678	4,840,826	25,794,394	434,800
CoinShares Physical Staked Polkadot	1,223,283	980,519	313,554	257,500
CoinShares Physical Staked Tezos	1,658,639	1,402,567	2,675,187	453,000
CoinShares Physical Staked Solana	2,438,163	650,566	170,082	758,100
CoinShares Physical Chainlink	533,046	329,077	112,517	715,000
CoinShares Physical Uniswap	447,029	384,530	113,991	910,000
CoinShares Physical Staked Cardano	3,188,098	1,764,189	14,461,832	8,265,000
CoinShares Physical Staked Cosmos	862,291	774,317	121,158	193,000
CoinShares Physical Staked Polygon	2,325,684	1,277,325	4,651,843	195,000
CoinShares Physical Staked Algorand	874,374	356,770	9,376,875	245,000
CoinShares Physical Index Coin10	234,330	-	234,330	-
CoinShares Physical Index CoinSmart	76,070	-	76,070	-
Total certificate liability	1,671,404,735	986,707,490		

Financial Instruments

The table below sets out the classifications of the carrying amounts of the Group's financial assets and financial liabilities.

GBP	30 June 2023	31 December 2022
Financial assets measured at amortised cost		
Accounts receivable	743,682	390,349
Amounts due from brokers	116,061,114	161,967,077
Amounts due from exchanges	3,339,322	10,072,308
Amounts owed by related parties	761,366	32,450
Cash at bank	45,306,775	26,567,599
Deposits paid	186,934	177,636
Other assets	38,992,764	26,243,371
Loans receivable	1,307,075	1,968,199
Total	206,699,032	227,418,989

GBP	30 June 2023	31 December 2022
Financial assets measured at fair value through profit or loss		
Exchange traded products	114,224,722	239,881,541
Loans receivable denominated in digital assets	76,704,137	7,614,923
Total	190,928,859	247,496,464

GBP	30 June 2023	31 December 2022
Financial assets measured at fair value through other comprehensive income		
Digital asset receivables	33,926	21,845
Total	33,926	21,845

GBP	30 June 2023	31 December 2022
Financial liabilities measured at amortised cost		
Accounts payable	(879,249)	(1,081,702)
Amounts due to brokers	(140,140,198)	(135,384,786)
Loans payable	(52,604,607)	(26,398,229)
Lease liabilities	(1,542,815)	(1,336,487)
Total	(195,166,869)	(164,201,204)

GBP	30 June 2023	31 December 2022
Financial liabilities measured at fair value through profit or loss		
Certificate liability	(1,671,404,735)	(986,707,490)
Loans payable denominated in digital assets	(53,572,521)	(20,655,417)
Total	(1,724,977,256)	(1,007,362,907)

The Group has classed financial liabilities under the fair value hierarchy as follows.

GBP	30 June 2023	31 December 2022
Financial liabilities		
Level 1	1,899,280,687	1,150,908,694
Level 2	20,863,438	20,655,417
Level 3	-	-
Total	1,920,144,125	1,171,564,111

Investments

The Group has classed investments under the fair value hierarchy as follows.

GBP	31 December 2022	Movements in equity	Gain/Loss on investments	30 June 2023
Level 1	236	-	105	341
Level 2	5,279,885	8,691,379	(116,890)	13,854,374
Level 3	9,327,836	64,770	1,003,996	10,396,602
Total Investments held at fair value	14,607,957	8,756,149	887,211	24,251,317
Associates	30,403,893	(6,769)	(2,701,189)	27,695,935
Total Investments valued using the equity method	30,403,893	(6,769)	(2,701,189)	27,695,935
Total Investments	45,011,850	8,749,380	(1,813,978)	51,947,252

Level 1 and 2 valuations and inputs

The finance department performs monthly valuations of the Group's investments that are classified as Level 1 and 2 within the fair value hierarchy, utilising market data (investments in listed equities) and observable inputs (CoinShares Fund II – carried interest and investments held at cost or price of recent investment that may subsequently be reclassified to Level 3). Discussions of valuation processes and results are held between the Chief Financial Officer, Audit and Risk Committee and the Board once every quarter, in line with the Group's reporting periods.

Level 3 valuations and inputs

The finance department performs quarterly valuations of the Group's investments that are classified as Level 3, within the fair value hierarchy, utilising a range of observable and unobservable inputs. Discussions of valuation processes and results are held between the Chief Financial Officer, Audit committee and the Board once every quarter, in line with the Group's reporting periods.

The main Level 3 inputs used by the Group are derived and evaluated as follows:

- price of recent investment;
- earnings multiples, estimated based on market information for similar types of companies;
- AUM multiples, estimated based on market information for similar types of companies;
- percentage ownership of net asset value of the investee company.

DEFINITIONS

CSDS	CoinShares Digital Securities Limited, the issuer of the CoinShares Physical suite of ETPs
VaR	Value at Risk (in respect of the Group's Delta Neutral trading strategies)
DAO	Decentralised autonomous organisation
CGBI	CoinShares Gold and Bitcoin Index
CECI	CoinShares Equally Weighted Crypto Index
CSII	CoinShares Fund II, in which the group holds a carried interest
BLOCK	CoinShares Blockchain Global Equity Index
XBT	XBT Provider AB, the issuer of the XBT suite of ETPs
GBP	British Pound Sterling
SEK	Swedish Krona
AUM	Assets under Management
Delta Neutral Trading Strategies	Strategies undertaken by the Capital Markets team in order to generate fair value and other gains for the Group, which are designed to take no directional trading risk
DeFi	Decentralised finance
ETP	Exchange traded product
Fiat	Money made legal tender by government decree

ACCOUNTING DEFINITIONS

APM	Alternative performance measures (see below)
FVTPL	Fair value through profit and loss
JV	Joint venture
OCI	Other comprehensive income
SOCI	Statement of comprehensive income

ALTERNATIVE PERFORMANCE MEASURES

The Group's financial statements are prepared under IFRS. The performance of the Group is best reflected by alternative performance measures ("APMs") that do not align with the IFRS treatment of digital assets, specifically the IFRS treatment of fair value gains on such assets being taken through other comprehensive income rather than at fair value through profit and loss ("FVTPL").

The APMs adopted in this report, which are derived from the Group's SOCI are disclosed below.

Adjusted EBITDA	The Group's Earnings, before finance costs, taxation, depreciation, amortisation and other movements through OCI
Adjusted EBIT	The Group's Earnings, before finance costs, taxation, and other movements through OCI
Revenue, Gains & Other Income	The combined (i) revenue, (ii) investment gains, (iii) finance income, (iv) other income and (v) net fair value gains on digital assets and financial instruments generated by the Group less administrative costs excluding depreciation and amortisation
Direct costs	Costs directly attributable to the activities undertaken by the various operating segments of the Group in order to generate gains/revenue/other income.
Asset Management Fees	The revenue of the group, generated by the XBT and CSDS ETP programmes
Capital Markets Gains	Together, the Groups finance income, net fair value gains on digital assets and financial instruments and other income
Principal Investment Gains	Together the movement in the fair value of the Group's investments, JVs and certain proprietary digital assets
Adjusted EPS	Earnings per share calculated using the Group's Total Comprehensive Income

ALTERNATIVE PERFORMANCE MEASURES – RECONCILIATION TO IFRS FIGURES

The table below provides reconciliations for each of the Group's alternative performance measures back to the statement of comprehensive income, presented in accordance with IFRS.

GBP		Q2 2023	Q2 2022	YTD Q2 2023	YTD Q2 2022	FY 2022
IFRS	Net profit/(loss)	10,043,836	(259,619,685)	16,351,636	1,678,547	520,216,064
remove	Finance expense	1,544,698	2,410,370	2,824,043	4,599,502	6,330,425
remove	Depreciation/amortisation	1,129,091	621,177	1,891,172	1,308,487	2,882,841
remove	Income tax expense	118,565	51,707	232,242	(9,280)	368,674
add	Fair value gain/(loss) on digital assets	-	247,065,155	-	-	(539,108,506)
add	Fair value gain/(loss) on financial instruments through OCI	3,077	-	15,056	-	(609,445)
add	Fair value (loss)/gain on investments through OCI	(9)	603,128	(27,203)	2,963,192	3,154,322
APM - 1	Adjusted EBITDA	12,839,358	(8,868,148)	21,286,946	10,540,448	(6,765,625)
add back	Depreciation/amortisation	(1,129,091)	(621,177)	(1,891,172)	(1,308,487)	(2,882,841)
APM - 2	Adjusted EBIT	11,710,267	(9,489,325)	19,395,774	9,231,961	(9,648,466)
IFRS	Revenue	10,687,985	13,893,843	20,051,102	31,908,942	51,336,682
add	Other income	14,579,480	4,415,222	18,048,051	9,596,803	16,626,978
add	Finance income	2,643,491	4,872,291	4,525,276	8,755,723	12,916,891
add	(Loss)/gain on financial instruments	(82,633,719)	1,430,731,372	(650,928,508)	1,678,719,324	1,719,496,693
add	Fair value gain/(loss) on digital assets	75,299,902	(1,700,683,473)	645,120,723	(1,700,683,473)	(1,230,310,948)
add	Gain/(loss) on investments	1,119,000	(3,786,870)	1,119,074	(5,574,183)	(2,800,424)
add	Share of joint ventures and associate (losses)/gains	(1,357,126)	(73,201)	(2,257,306)	(152,449)	(2,149,611)
add	Fair value gain/(loss) on digital assets through OCI	-	247,065,155	-	-	(539,108,506)
add	Fair value gain/(loss) on financial instruments through OCI	3,077	-	15,056	-	(609,445)
add	Fair value (loss)/gain on investments through OCI	(9)	603,128	(27,203)	2,963,192	3,154,322
remove	Exceptional items	-	17,878,494	-	17,878,494	43,852,096
APM - 3	Revenue, gains & other income	20,342,081	14,915,961	35,666,265	43,412,373	72,404,728

GBP	Q2 2023	Q2 2022	YTD Q2 2023	YTD Q2 2022	FY 2022
IFRS	(8,631,814)	(6,526,792)	(16,270,491)	(16,301,918)	(38,201,098)
remove	1,129,091	621,177	1,891,172	1,308,487	2,882,841
remove	6,159,287	4,138,427	11,686,668	10,846,147	22,858,235
remove	-	-	-	-	5,473,525
APM - 4	(1,343,436)	(1,767,188)	(2,692,651)	(4,147,284)	(6,986,497)

* derived from IFRS 8 Operating Segments note

IFRS	10,687,985	13,893,843	20,051,102	31,908,942	51,336,682
remove	(88,346)	73,110	(217,935)	-	(309,109)
remove	-	107,846	-	(589,360)	(936,684)
add	-	153,567	-	153,567	-
APM - 5	10,599,639	14,228,366	19,833,167	31,473,149	50,090,889

* derived from IFRS 8 Operating Segments note

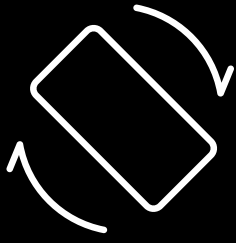
IFRS	75,299,902	(1,700,683,473)	645,120,723	(1,700,683,473)	(1,230,310,948)
IFRS	-	247,065,155	-	-	(539,108,506)
Sum	75,299,902	(1,453,618,318)	645,120,723	(1,700,683,473)	(1,769,419,454)
remove	9,014	1,856,447	(284,637)	2,496,405	3,283,109
add	(82,633,719)	1,430,731,372	(650,928,508)	1,678,719,324	1,719,496,693
add	14,574,038	4,261,655	18,035,344	9,443,236	16,464,651
add	2,621,243	4,872,291	4,472,863	8,755,723	12,916,891
add	3,077	-	15,056	-	(609,445)
add	88,346	(73,110)	217,935	-	309,109
remove	-	17,878,494	-	17,878,494	43,852,096
APM - 6	9,961,901	5,908,831	16,648,776	16,609,709	26,293,650

* derived from IFRS 8 Operating Segments note

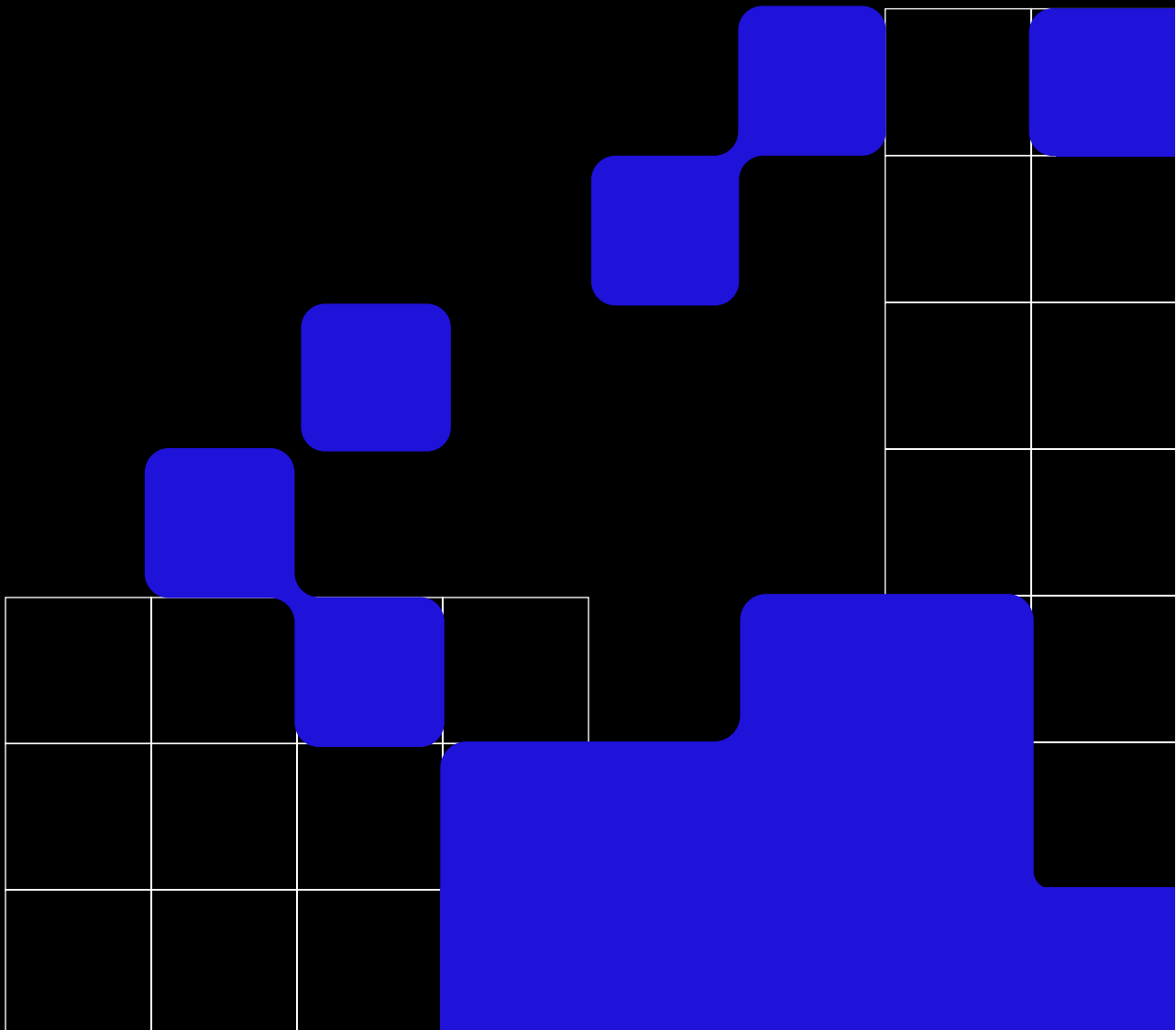
GBP		Q2 2023	Q2 2022	YTD Q2 2023	YTD Q2 2022	FY 2022
IFRS	Gain/(loss) on investments	1,119,000	(3,786,870)	1,119,074	(5,574,183)	(2,800,424)
add	Share of joint ventures and associate (losses)/gains	(1,357,126)	(73,201)	(2,257,306)	(152,449)	(2,149,611)
add	Fair value (loss)/gain on investments through OCI	(9)	603,128	(27,203)	2,963,192	3,154,322
add	Other income*	5,442	-	12,707	-	162,327
add	Finance income*	22,248	-	52,413	-	-
add	(Loss)/gain on digital assets*	(9,014)	(1,856,447)	284,637	(2,496,405)	(3,283,109)
APM - 7	Principal investment losses	(219,459)	(5,113,390)	(815,678)	(5,259,845)	(4,916,495)

* derived from IFRS 8 Operating Segments note

IFRS	EPS	0.15	(3.81)	0.24	0.02	7.63
	Average number of shares	67,514,279	68,141,650	67,704,164	68,213,821	68,184,833
	Net profit/(loss)	10,043,836	(259,619,685)	16,351,636	1,678,547	520,216,064
add	Total other comprehensive (loss)/income	(4,753,433)	258,984,534	(8,129,983)	18,404,645	(517,281,797)
	Total Comprehensive income/(loss)	5,290,403	(635,151)	8,221,653	20,083,192	2,934,267
	Average number of shares	67,514,279	68,141,650	67,704,164	68,213,821	68,184,833
APM - 8	Adjusted EPS	0.08	(0.01)	0.12	0.29	0.04



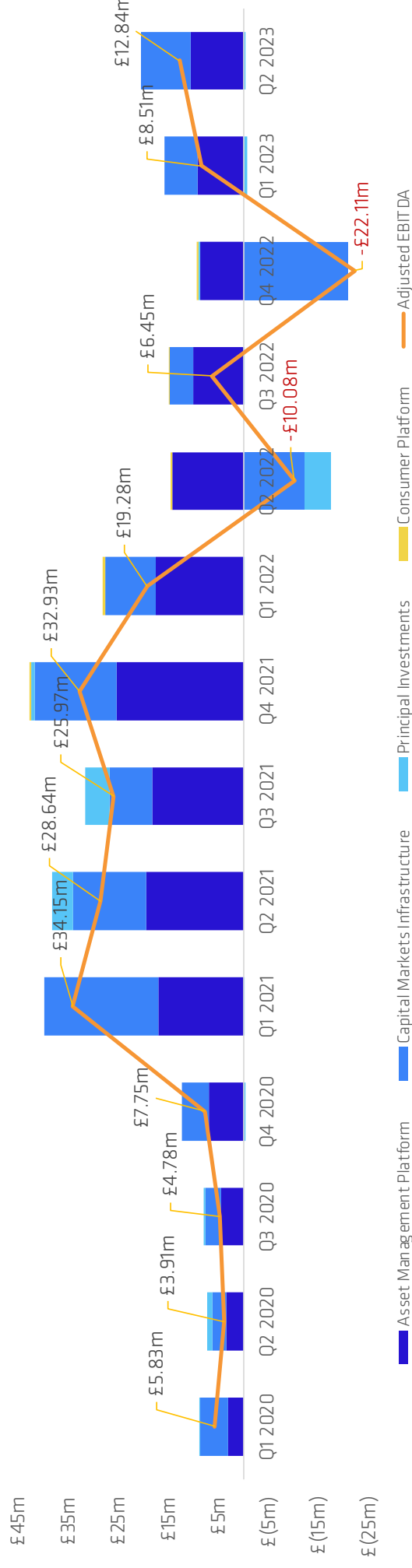
HISTORICAL QUARTERLY DATA



2020-2023 QUARTERLY PERFORMANCE (GBP)

GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 2023	Q2 2023
Asset Management Platform	3,258,895	3,507,646	4,535,917	7,086,955	17,118,330	19,558,183	18,388,113	25,524,195	17,667,137	14,350,451	10,143,485	8,769,333	9,268,453	10,599,639
Capital Markets Infrastructure	5,563,942	2,797,196	3,240,965	5,233,384	22,771,556	14,657,816	8,449,548	16,248,501	10,093,098	(12,186,314)	4,702,745	(20,669,589)	6,622,416	9,961,901
Principal Investments	39,912	1,071,578	244,323	(367,126)	(6,864)	4,149,110	4,831,260	659,796	(146,455)	(5,135,883)	(143,718)	344,818	(605,203)	(219,459)
Consumer Platform (ceased 2023)	-	-	-	-	-	-	-	457,627	384,848	270,356	29,721	251,759	-	-
Total	8,862,749	7,376,420	8,021,205	11,953,213	39,883,022	38,365,109	31,668,921	42,890,119	27,998,628	(2,701,390)	14,732,233	(11,303,679)	15,285,666	20,342,081
Expenses	(3,034,673)	(3,466,756)	(3,241,449)	(4,200,565)	(5,729,791)	(9,725,109)	(5,699,978)	(9,964,051)	(9,087,816)	(7,376,046)	(8,284,459)	(10,804,165)	(6,773,214)	(7,502,723)
Adjusted EBITDA	5,828,077	3,909,664	4,779,757	7,752,648	34,153,231	28,640,000	25,968,943	32,926,068	19,280,000	(10,077,436)	6,447,774	(22,107,845)	8,512,452	12,839,358
EBITDA (%)	65%	52%	59%	65%	86%	75%	82%	77%	68%	n/a	44%	n/a	56%	63%

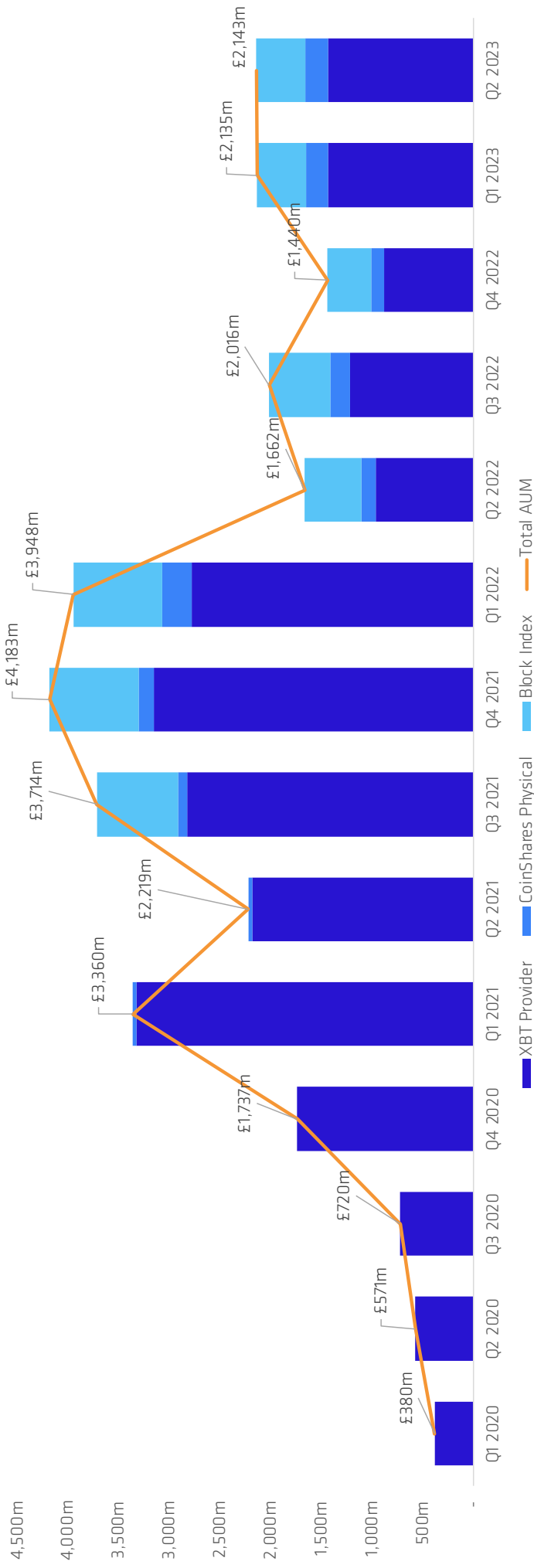
REVENUE, GAINS AND OTHER INCOME (GBP)



ASSET MANAGEMENT PLATFORM AUM (GBP)

GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 2023	Q2 2023
XBT Provider	379,809,288	570,967,991	719,597,059	1,737,393,745	3,324,044,649	2,180,564,420	2,825,779,657	3,152,268,378	2,779,982,364	963,937,533	1,216,144,555	877,691,278	1,431,966,962	1,433,395,599
CoinShares Physical	-	-	-	-	36,025,168	38,393,156	90,384,222	150,254,999	292,237,831	139,808,078	193,710,525	128,702,849	215,615,768	225,502,475
Block Index	-	-	-	-	-	-	798,217,118	880,466,340	875,706,190	557,953,920	605,865,292	433,876,700	487,304,800	484,369,842
Total AUM	379,809,288	570,967,991	719,597,059	1,737,393,745	3,360,069,817	2,218,957,576	3,714,380,997	4,182,989,717	3,947,926,386	1,661,699,531	2,015,720,371	1,440,270,827	2,134,887,531	2,143,267,916

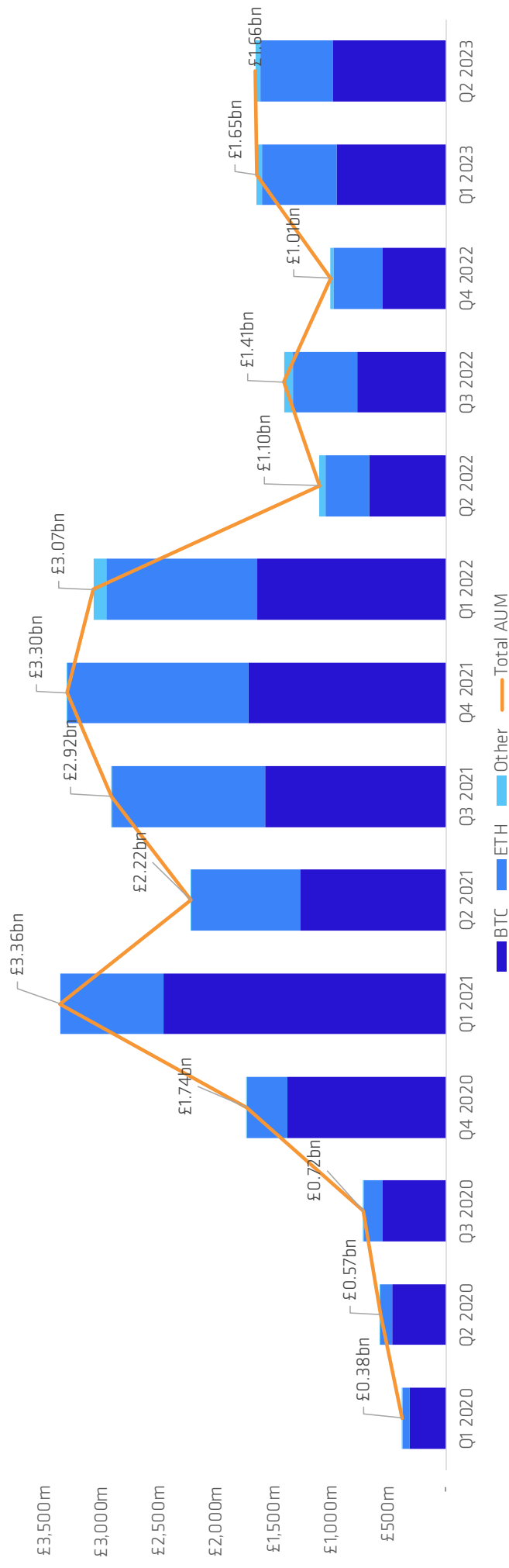
TOTAL AUM (GBP)



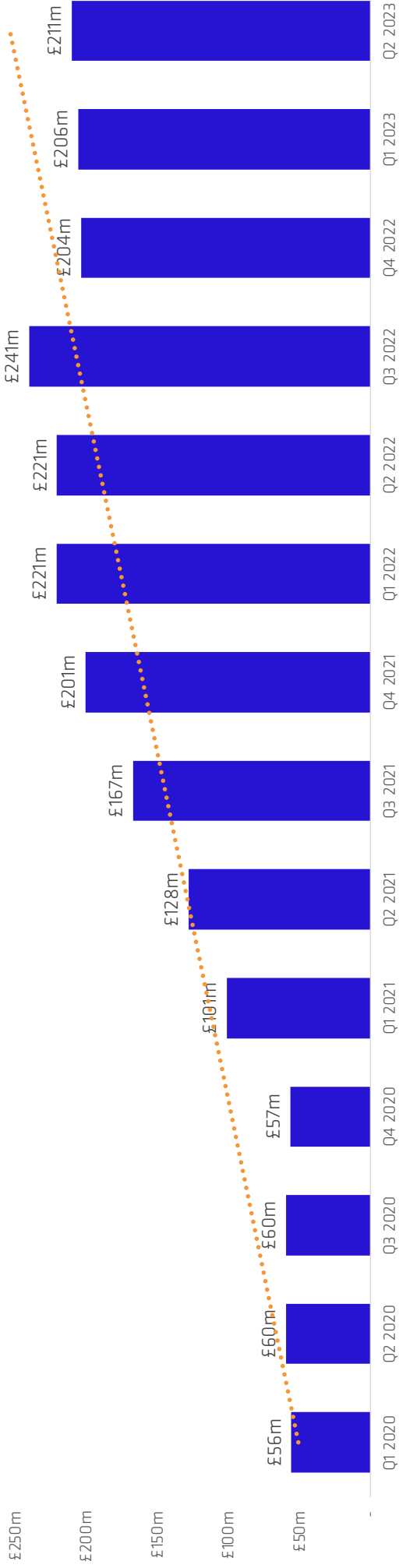
ASSET MANAGEMENT PLATFORM ETP AUM BY DIGITAL ASSET (GBP)

GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022	Q4 2022	Q1 2023	Q2 2023
Total AUM	379,809,288	570,967,991	719,597,059	1,737,393,745	3,359,864,596	2,218,957,576	2,916,163,879	3,302,523,376	3,072,220,196	1,103,745,611	1,409,855,079	1,006,394,127	1,647,582,731	1,658,898,074
BTC	316,851,814	464,848,907	548,307,010	1,383,469,532	2,462,381,192	1,270,282,155	1,575,885,718	1,723,069,736	1,645,380,357	668,562,317	768,998,279	550,584,115	954,788,419	983,729,744
ETH	61,611,353	104,674,296	168,898,269	347,749,740	897,483,404	947,184,560	1,336,830,254	1,575,359,088	1,312,883,193	377,237,808	562,392,250	429,720,375	644,621,598	630,368,968
Other	1,346,121	1,444,789	2,391,780	6,174,473	-	1,490,862	3,447,907	4,094,553	113,956,646	57,944,737	78,464,550	26,089,638	48,172,714	44,799,362
no. of BTC	66,174	66,813	70,178	67,809	58,315	53,258	50,565	48,570	46,312	47,241	46,983	45,952	45,096	46,076
no. of ETH	670,174	629,326	655,225	673,412	683,411	635,641	610,668	564,166	509,398	495,796	494,657	479,731	473,349	449,020

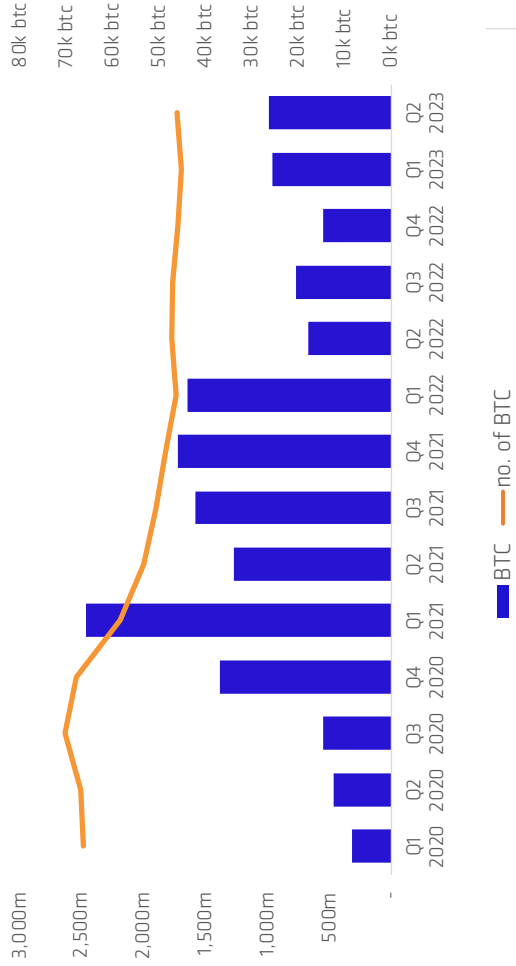
ETP AUM BY DIGITAL ASSET (GBP)



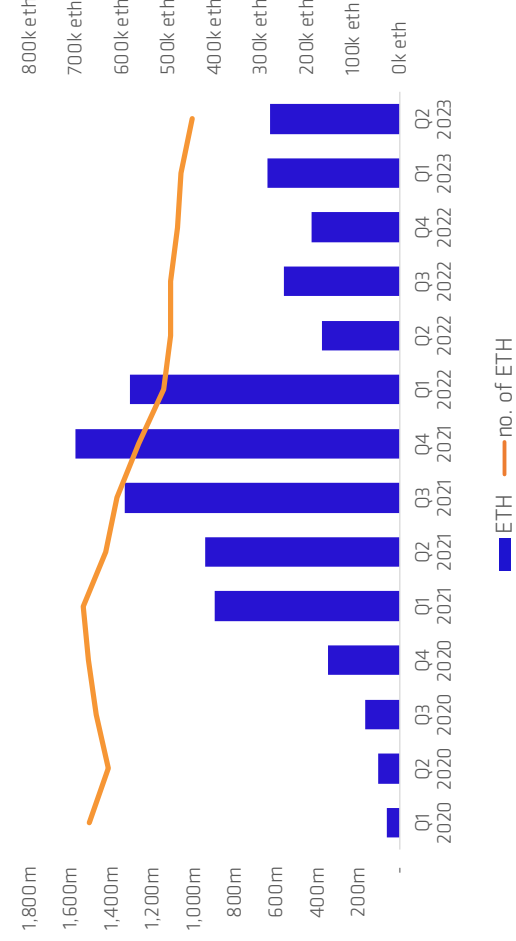
GROUP NET ASSET POSITION (GBP)



BTC AUM VS. ETH INFLOW/OUTFLOW



ETH AUM VS. ETH INFLOW/OUTFLOW



CoinShares

CONTACT

CoinShares International Limited

2nd Floor

2 Hill Street

St Helier

Jersey, JE2 4UA

Channel Islands

Website: coinshares.com

Email: enquiries@coinshares.com

