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CoinShares

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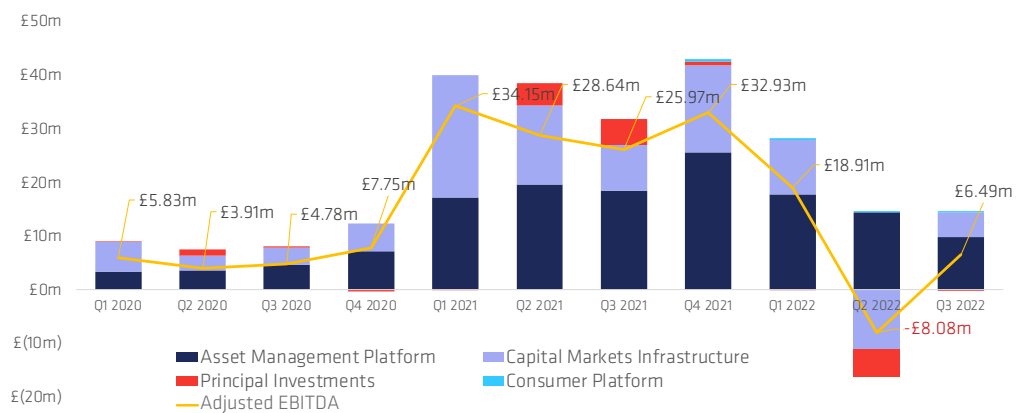
EXECUTIVE SUMMARY



CoinShares returns to profitability in Q3 and continues down a path of strategic execution against the backdrop of a turbulent period for both the digital asset industry and wider financial markets, evidencing the robustness of the Group's business model

- Revenue for Q3 2022 of £10.8m (Q3 2021: £18.4m)
- Revenue year-to-date 2022 of £42.7m (year-to-date 2021: £55.1m)
- Total comprehensive income for Q3 2022 of £20.0m (Q3 2021: £26.2m)
- Total comprehensive income year-to-date 2022 of £40.0m (year-to-date 2021: £84.9m)
- EPS for Q3 2022 of £0.06 (Q3 2021: (£7.23))
- EPS year-to-date 2022 of £0.09 (year-to-date 2021: (£28.27))

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



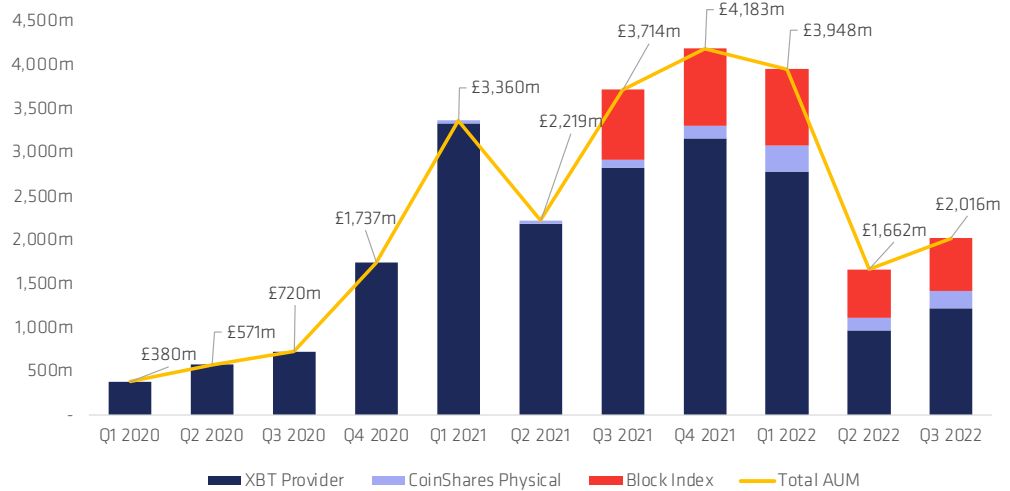
- **Combined Revenue, Gains and Other Income** for Q3 of **£14.7 million** (Q3 2021: £31.7 million); overall performance showing recovery and stabilisation following a loss for Q2 of £17.7 million in Q2 due to the Group's disposal of its holding of US Terra which resulted in an Adjusted EBITDA loss for Q2 of £8.1 million;
- **Asset Management** fees from the Group's ETPs and Index for Q3 of **£10.1 million** (Q3 2021: £18.4 million); digital asset price declines which occurred moving into the quarter have not shown a significant recovery, resulting in reduced performance in the quarter despite positive steps being made in terms of flows, with CoinShares Physical capturing the most inflows of all European digital asset ETPs year to date;
- **Capital Markets** activities made a gain for Q3 of **£4.5 million** (Q3 2021: £8.4 million); the capital markets activities are now back to generating material gains for the Group in the quarter;
- **Principal Investments** loss for Q3 of **£0.1 million** (Q3 2021: £4.8 million gain); the values recognised as at the end of Q2 have not shown further material decline, with the portfolio's fair value remaining stable throughout the quarter;
- Revenues generated by the **Consumer Platform** for Q3 of **£0.27 million** (Q3 2021: £nil); Consumer Platform fees are yet to show a material uptick following the launch of HAL, the Group's algorithmic trading platform which grants access to a range of trading strategies, which was launched on 20 September;
- **Adjusted EBITDA** for Q3 of **£6.4 million** (Q3 2021: £26.1 million); a return to positive performance for the Group in the quarter following the loss incurred in Q2, due to robust performance from the Group's core business units accompanied by a stable cost base despite turbulent market conditions;
- **Adjusted EPS (basic)** for Q3 of **£0.29** (Q3 2021: £0.39); **Adjusted EPS (diluted)** for Q3 of **£0.28** (Q2 2021: £0.37).

Please refer to the appendix on page 25 for definitions & explanations of the Group's Alternative Performance Measures, which are highlighted in bold in the above narrative.



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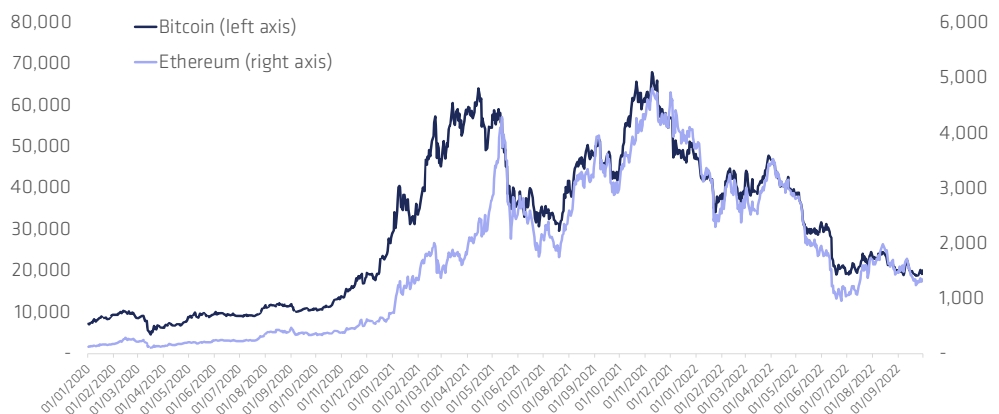
TOTAL GROUP AUM (GBP)



- Total AuM of the Group as at 30 September 2022 of £2.02 billion, of which £1.41 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 £0.61 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.
- Fluctuations in the Group's AUM, regardless of whether it be assets held 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.
- This figure has shown an increase since the end of Q2 due to marginal price recovery over the period.

BTC & ETH (USD)

Bitcoin and Ethereum price fluctuations over the same period:





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Events During the Quarter

- Further product launches by CoinShares Physical in the quarter have now brought the Group's ETP suite to a total of 18 products;
- Net flows into CoinShares Physical Products in excess of \$100m for the year to 30 September. August saw XBT Provider experience its first month of net inflow since 2020, with the number of underlying holders continuing to increase (now in excess of 77,000);
- The capital markets team continued with the previously announced unwinding of existing Defi positions. This was largely completed over the quarter, with the amount remaining held within Defi protocols reduced to approximately £25.2 million as at the end of the quarter;
- Ongoing improvements made to the Group's tech stack included the roll-out of a new matching engine and performance improvements for submission of order routing, increasing capacity to 30,000 orders per second.;
- The GBP/USD fluctuations over the quarter have resulted in a material unrealised gain on consolidation of £15.5 million, bringing the year-to-date figure to £30.1 million. This is due to the quantum of assets within the Group held in/hedged to USD;
- On 4 July, CoinShares' acquisition of Napoleon Asset Management, the first AIFM-regulated crypto asset manager in Europe, was approved by the French Autorité des Marchés Financiers (AMF);
- On 20 September, the Group completed the rebranding and relaunch of its Consumer Solutions platform, HAL.trading (formerly Napoleon);
- Launched the CoinShares NFT AI Twitter bot, making our proprietary NFT pricing algorithm available to the public.

Events After the Reporting Period

- No material events to report in the period from 30 September to the date of this report.

Forthcoming Financial Calendar

- 21 February 2023 - Q4 2022 Earnings Report
- 28 April 2023 - 2022 Annual Report
- 9 May 2023 - Q1 2023 Earnings Report
- 31 May 2023 - 2022 Annual General Meeting
- 1 August 2023 - Q2 2023 Earnings Report

Any changes to the forthcoming financial calendar of the Group will be communicated as required. The most up-to-date version of the Group's financial calendar can be found on the website.



Additional Information

The information within this report is information that CoinShares International Limited is obliged to make public pursuant to the EU Market Abuse Regulation 596/2014. This report, and an accompanying announcement, was published at 4pm GMT on 31 October 2022.

An earning's call, at which the Q3 report is presented and questions on its contents taken, is to be held at 2pm GMT on 1 November 2022. Documentation presented at this call is also to be made available on the Company's website.

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Q3 2022

MESSAGE FROM THE CEO



CoinShares returns to profitability and continues to execute on its strategy in Q3 against the backdrop of a turbulent period for the digital and financial markets, evidencing the solidity of the Group's business model.

Despite the challenging environment in Q3, the Group recorded Adjusted EBITDA for the quarter of £6.4m, bringing our cumulative Adjusted EBITDA for the first 9 months of 2022 to £17.0m. We believe that the recovery from our performance in Q2 is a clear indicator that the loss incurred, being the first loss-making quarter in our history, was not an event that calls into question the stability of our underlying operations. We continue to believe that the ongoing diversification of our offerings and business units, supported by our in-house team and proprietary technology platform Galata, represents a business model that can withstand the level of uncertainty that we see in the market today.

Our net asset position has increased to £240.6m as at the end of the quarter, and the quantum of liquid, proprietary assets held at bank / with brokers places us in the perfect position to emerge from this consolidation phase stronger than ever.

> Asset Management

Created in 2015, XBT Provider experienced net outflows in Q1 and Q2 2022, but the trend showed early signs of a possible reversal in Q3 with only \$9m net outflows. We are also noticing a growing user base. It more than doubled between 2019 and 2022, highlighting that there is still a lot of interest for Europe's oldest digital asset issuer.

Year to date, CS Physical's product suite remains the European market leader with net inflows of \$127m. In Q3 specifically, we were the European leader in BTC and ETH net inflows, which remain the most in demand crypto assets by investors. We are used to being ahead in this market historically through XBT Provider, but that was due in part to limited competition. The fact that CS Physical led the charge in Q3 amongst an explosion of competition, with a combined number of product listings in excess of 180 in the market, is an achievement of which we are exceedingly proud.

We continue to build for the future by launching a new CS Physical Staked Algorand ETP in July 2022. This brings our total product suite across CS Physical and XBT Provider to 18.

Our blockchain and crypto equity ETF with Invesco, continued to experience challenging conditions in the quarter that impacted blockchain equities. Nevertheless, we continue to maintain our long-term investment approach and believe we remain well positioned to profit if and when the market rebounds. Over the period we saw limited net outflows of \$2.6m versus our largest competitor (BLOK) which saw net outflows of \$23m.

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> Capital Markets

Following the de-pegging of UST we acted expeditiously to de risk and right size our passive income book. Galata's, our in-house developed technology platform, deployment was a central factor allowing us to act ahead of many other market participants. Galata was a key factor in identifying risk early and accurately, and we commenced an efficient program of closing out various positions in order to negate counterparty risk. I am happy to say that as at the end of October 2022, we have now significantly reduced our exposure as we continue to unwind the last remaining legacy DeFi positions.

Meanwhile, we started to rebuild our activity at the end of August to be well positioned going into the Ethereum merge. Also of note, in Q3, we rolled out Galata's new matching engine, delivering a speed increase of around 1000x versus the previous version. Thanks to our development team for this heavy lift. This will allow us to overcome some of our legacy issues which were affecting our capacity to scale our capital market activities.

> Consumer Platform

We completed the rebranding of Napoleon to CoinShares France on September 20th while simultaneously relaunching a new version of our consumer application under the brand [HAL.trading](#). There is still plenty of work to be done to get this product to where we want it to be. To that extent, our team is deploying updates every week with a very tight sprint schedule. As it scales up and is refined, the Group is benefiting from the addition of this new business unit by contributing to our culture through a more customer centric approach and by harnessing the power of data.

> Principal Investments

Over Q2 we saw a number of write-downs in our Principal Investment holdings, both through marking our digital asset holdings to market value, and through reassessment of our various equity holdings. We have not seen further adjustments of a material nature during Q3, reflecting the relative stabilisation of the market. We will, however, be monitoring all of these investments closely over the remainder of the year. FlowBank, in which we hold a material stake (valued using the equity method due to the quantum of our shareholding) and which represents the majority of our portfolio has been making a number of positive steps resulting in doubling its asset under management year on year. Additionally, results from trading activities, prior to costs, reached CHF 23m as at the end of Q3 (versus CHF 13m for the full year 2021).

> Share buyback & uplisting

In addition to investing in our own team and infrastructure, we believe that investing in CoinShares stock at prices below net asset value remains one of the best uses of our capital at the moment, and within the interests of our shareholder base. During the quarter, while we looked at several bankruptcy estates in the US and Germany, nothing of interest arose that we deemed to be a more justifiable investment than the buy-back of our own shares.



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We bought back 78,396 shares in the market during Q3 at an average price of SEK 36.26 for a total cost of SEK 2,842,227 and cancelled 171,000 vested and in the money options at a price of SEK 15 per option for a total cost of SEK 2,565,000.

With regards to our uplisting, our team has been working hard in Q3 and we are now in the exchange auditor review process.

> **Non Fungible Tokens (“NFTs” Bot)**

Trust and transparency are two of the key attributes of CoinShares contributing to allow investors to feel more comfortable participating in the ecosystem. NFTs are part of the most recent wave of innovation and consequently pricing can be challenging to interpret. To this end, we open sourced a version of our proprietary NFT pricing algorithm and made it available through our [CoinSharesNFTAI](#) Twitter bot. We expect NFT's to play a big role in the future growth of the ecosystem, and we are excited to bring our contribution and expertise to the edifice.

> **Final Thoughts**

To conclude, we are very pleased to report that BTIG was the first US based investment bank to initiate research coverage on the company in late August.

In summary, while everyone is to a certain extent licking their wounds from Q2, arguably the most damaging quarter the digital asset space has experienced since the Bitcoin Whitepaper, it has been easy to overlook some of the more promising signs that have occurred over Q3. The relative stabilisation we have seen against a backdrop of extremely turbulent markets worldwide could be seen as relatively promising. This, coupled with a number of positive steps in the regulatory space, the successful transition of Ethereum to proof of stake and continued flows of VC funding into the space all contribute to what could potentially be further recovery as we move towards the end of the year.

Regardless of how the market unfolds for the remainder of the year, we remain confident in our business model and strategy, bolstered by a significant level of revenue generating AUM which can continue contributing to our net asset value while the market decides which direction it will take next. It is our responsibility, and mission, to ensure that the Capital Markets team and the Group as a whole are able to continue to seek out opportunities regardless of which direction it may be.

Jean-Marie Mognetti
CEO

31 October 2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

This following information on pages 10 to 16 is presented in accordance with IFRS unless otherwise stated.

	Q3 2022	Q3 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	FY 2021
Revenue	10,805,924	18,388,113	42,714,866	55,064,626	80,754,813
Administrative expenses	(9,125,214)	(6,157,161)	(25,427,132)	(21,706,447)	(32,059,260)
Gain/(Loss) on financial instruments	(42,204,227)	(505,392,505)	1,636,515,097	(1,910,773,648)	(2,483,773,256)
Fair value gain/(loss) on digital assets	40,439,609	-	(1,660,243,864)	-	-
Other operating income	4,291,580	248,024	13,888,383	992,304	14,665,375
Operating profit/(loss)	4,207,672	(492,913,529)	7,447,350	(1,876,423,165)	(2,420,412,328)
(Loss)/Gain on investments	(453,975)	1,942,473	(6,028,158)	5,627,943	5,577,984
Share of joint ventures and associate (losses)/gains	(343,356)	(82,341)	(495,805)	(250,259)	(290,861)
Profit/(loss) before interest and income tax expense	3,410,341	(491,053,397)	923,387	(1,871,045,481)	(2,415,125,205)
Finance income	2,010,390	3,092,225	10,766,113	7,439,296	10,905,234
Finance expense	(856,105)	(1,541,088)	(5,455,607)	(3,901,789)	(7,045,382)
Profit/(loss) before income tax expense	4,564,626	(489,502,260)	6,233,893	(1,867,507,974)	(2,411,265,353)
Income tax expense	(277,047)	(373,731)	(267,767)	(1,598,666)	(1,056,353)
Net profit/(loss)	4,287,579	(489,875,991)	5,966,126	(1,869,106,640)	(2,412,321,706)
Earnings per share (basic)	0.06	(7.23)	0.09	(28.27)	(36.24)
Earnings per share (diluted)	0.06	(7.23)	0.08	(28.27)	(36.24)
Average number of shares	68,177,280	67,793,116	68,201,483	66,113,665	66,557,294
Other comprehensive income					
<i>Items that may be reclassified subsequently to profit or loss</i>					
FX on translation of foreign subsidiaries	15,480,669	2,605,281	30,922,122	2,157,049	1,756,423
	15,480,669	2,605,281	30,922,122	2,157,049	1,756,423
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Fair value loss on digital assets	-	512,088,679	-	1,949,912,557	2,521,823,193
Fair value gain on financial instruments	(337,650)	-	(337,650)	-	106,288
Fair value gain on investments	523,938	1,384,253	3,487,130	1,904,233	2,079,240
	186,288	513,472,932	3,149,480	1,951,816,790	2,524,008,721
Total other comprehensive income	15,666,957	516,078,213	34,071,602	1,953,973,839	2,525,765,144
Total comprehensive income	19,954,536	26,202,222	40,037,728	84,867,199	113,443,438

CONDENSED CONSOLIDATED BALANCE SHEET

GBP	30 September 2022	30 September 2021	31 December 2021
ASSETS			
Non-current assets			
Property, plant and equipment	2,112,412	546,573	836,299
Digital assets	478,622	2,053,520	2,688,859
Goodwill	6,420,330	35,843	6,412,800
Other intangible assets	11,324,596	12,071,993	11,685,861
Investments	11,709,500	14,031,547	23,040,360
Investments in associates/joint ventures	29,146,954	689,759	649,157
Trade receivables and other assets	1,360,044	52,969	1,175,895
	62,552,459	29,482,204	46,489,231
Current assets			
Trade receivables and other assets	488,438,994	904,728,320	1,063,415,358
Digital assets	1,105,508,709	2,346,676,154	2,761,629,509
Cash at bank	12,429,663	18,771,538	10,775,650
Amounts due from brokers	206,545,094	100,442,131	118,975,658
	1,812,922,460	3,370,618,143	3,954,796,175
Total assets	1,875,474,919	3,400,100,347	4,001,285,406
LIABILITIES			
Current liabilities			
Trade payables and other liabilities	(1,497,404,106)	(3,008,372,097)	(3,505,675,430)
Amounts due to brokers	(136,405,527)	(222,630,552)	(292,706,977)
Lease liabilities	(632,328)	(210,029)	(210,356)
Current tax liabilities	(8,432)	(1,530,628)	(2,578,333)
	(1,634,450,393)	(3,232,743,306)	(3,801,171,096)
Net current assets	178,472,067	137,874,837	153,625,079
Non-current liabilities			
Lease liabilities	(402,685)	(153,830)	(101,157)
Total liabilities	(1,634,853,078)	(3,232,897,136)	(3,801,272,253)
Net assets	240,621,841	167,203,211	200,013,153
EQUITIES			
Share capital	33,766	33,586	33,766
Share premium account	30,781,210	27,429,985	30,781,210
Other reserves & Retained earnings	209,806,865	139,739,640	169,198,177
Total equity	240,621,841	167,203,211	200,013,153

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

GBP	Share capital	Share premium	Other reserves	Retained earnings	Total equity
At 1 January 2021	31,278	2,387,070	1,209,832,600	(1,155,726,994)	56,523,954
Loss for the period	-	-	-	(1,869,106,640)	(1,869,106,640)
Other comprehensive income for the period	-	-	1,952,069,606	1,904,233	1,953,973,839
Total comprehensive income	-	-	1,952,069,606	(1,867,202,407)	84,867,199
Shares issued	2,308	25,042,915	-	-	25,045,223
Share based payments	-	-	766,835	-	766,835
Total transactions with owners	2,308	25,042,915	766,835	-	25,812,058
Transfer of revaluation reserve: digital assets disposal	-	-	(4,069,191,085)	4,069,191,085	-
Total transfer of revaluation reserve	-	-	(4,069,191,085)	4,069,191,085	-
At 30 September 2021	33,586	27,429,985	(906,522,044)	1,046,261,684	167,203,211
At 31 December 2021	33,766	30,781,210	(2,797,090,363)	2,966,288,540	200,013,153
Profit for the period	-	-	-	5,966,126	5,966,126
Other comprehensive income for the period	-	-	30,922,122	3,149,480	34,071,602
Total comprehensive income	-	-	30,922,122	9,115,606	40,037,728
Share buybacks	-	-	(228,383)	-	(228,383)
Share option liquidations	-	-	(153,900)	(53,644)	(207,544)
Share based payments	-	-	1,006,887	-	1,006,887
Total transactions with owners	-	-	624,604	(53,644)	570,960
Transfer of revaluation reserve: digital assets disposal	-	-	2,799,097,469	(2,799,097,469)	-
Total transfer of revaluation reserve:	-	-	2,799,097,469	(2,799,097,469)	-
At 30 September 2022	33,766	30,781,210	33,553,832	176,253,033	240,621,841

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

GBP	Q3 2022	Q3 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	FY 2021
Cash flows from operating activities					
Profit/(Loss) after income tax expense	4,287,579	(489,875,991)	5,966,126	(1,869,106,640)	(2,412,321,706)
Adjustments for:					
- Depreciation of property, plant and equipment	369,172	90,232	774,468	288,816	395,849
- Amortisation of intangible assets	471,584	419,920	1,374,775	421,660	874,180
- Share-based payment expense	249,314	374,205	1,006,887	766,835	1,649,133
- Finance income	(2,010,390)	(3,092,225)	(10,766,113)	(7,439,296)	(10,905,234)
- Finance costs	718,440	1,541,088	5,317,942	3,901,789	7,045,382
- Income tax expense	277,047	373,731	267,767	1,598,666	1,056,353
- (Gain)/Loss on other financial instruments	(860,095,975)	(137,726,951)	(19,812,835)	201,146,853	(43,795,434)
- Loss/(gain) on investments	453,975	(1,942,473)	6,028,158	(5,627,943)	(5,577,984)
- (Gain)/Loss on digital assets	(40,439,609)	-	1,660,243,864	-	-
- Share of joint venture losses	78,461	82,341	230,910	250,259	290,861
	(895,640,402)	(629,756,123)	1,650,631,949	(1,673,799,001)	(2,461,288,600)
Changes in working capital:					
- Trade receivables and other assets	954,900,862	(70,086,099)	1,071,519,050	(982,277,064)	(958,123,439)
- Trade payables and other liabilities	(111,571,845)	637,473,295	(2,762,448,950)	1,161,287,882	1,668,742,767
Cash used in operations	(52,311,385)	(62,368,927)	(40,297,951)	(1,494,788,183)	(1,750,669,272)
Finance costs paid	(716,149)	(1,540,361)	(5,310,784)	(3,899,323)	(7,042,292)
Income taxes paid	(2,308,225)	(294,307)	(2,826,960)	(465,728)	(387,978)
Net cash flow generated from operating activities	(55,335,759)	(64,203,595)	(48,435,695)	(1,499,153,234)	(1,758,099,542)
Cash flows from investing activities					
Net disposal/(purchase) of digital assets	85,142,562	(118,687,652)	291,294,086	1,423,642,618	1,632,502,984
Purchases of intangible assets	(274,188)	-	(622,741)	-	(182,364)
Purchases of property, plant and equipment	(251,003)	(35,622)	(520,449)	(64,034)	(216,544)
Disposals of property, plant and equipment	-	-	-	-	7,796
Acquisition of subsidiaries	-	467,921	-	467,921	(2,064,753)
Acquisition of investments in joint ventures	-	-	-	(755,902)	(755,902)
Acquisition of other investments & associates	1,922	(810,771)	(20,289,274)	(3,078,261)	(11,760,563)
Net disposal of listed equities	(232,700)	716,065	98,578	-	(212,846)
Finance income	2,010,392	3,092,226	10,766,114	7,439,296	10,905,233
Net cash used in investing activities	86,396,985	(115,257,833)	280,726,314	1,427,651,638	1,628,223,041
Cash flows from financing activities					
Issue of shares	-	-	-	12,766,244	12,766,244
Share buybacks & cancellations	(435,927)	-	(435,927)	-	-
Repayment of lease liabilities	(229,351)	(158,907)	(791,920)	(158,907)	(211,876)
Loan issue	-	105,938	20,329,345	-	-
Net cash used in financing activities	(665,278)	(52,969)	19,101,498	12,607,337	12,554,368
Net increase/(decrease) in cash and cash equivalents	30,395,948	(179,514,397)	251,392,117	(58,894,259)	(117,322,133)
Cash and cash equivalents					
At the beginning of the period/year	52,010,635	78,217,629	(162,955,669)	(43,337,185)	(43,337,185)
Effects of currency translation on cash and cash equivalents	162,647	(2,120,115)	(5,867,218)	(1,185,439)	(2,296,351)
At the end of the period/year	82,569,230	(103,416,883)	82,569,230	(103,416,883)	(162,955,669)
Cash and cash equivalents comprise					
Cash at bank	12,429,663	18,771,538	12,429,663	18,771,538	10,775,650
Amounts due from brokers	206,545,094	100,442,131	206,545,094	100,442,131	118,975,658
Amounts due to brokers	(136,405,527)	(222,630,552)	(136,405,527)	(222,630,552)	(292,706,977)
At the end of the period/year	82,569,230	(103,416,883)	82,569,230	(103,416,883)	(162,955,669)

2022 OPERATING SEGMENTS (3 MONTHS ENDED 30 SEPTEMBER)

GBP	Asset Management	Capital Markets	Principal Investments	Business to Consumer	Group Costs	Total
Revenue	10,297,053	238,127	-	270,745	-	10,805,925
Gain/(Loss) on financial instruments	764,591,630	(807,133,507)	-	-	-	(42,541,877)
(Loss)/Gain on digital assets	(764,591,630)	805,063,891	(32,652)	-	-	40,439,609
Investment loss	-	-	(273,393)	-	-	(273,393)
Interest income	-	2,010,390	-	-	-	2,010,390
Other income	(153,567)	4,282,820	162,327	-	-	4,291,580
Total revenue, gains & other income	10,143,486	4,461,721	(143,718)	270,745	-	14,732,234
Interest expense	(33,672)	(808,188)	-	(14,245)	-	(856,105)
Direct costs	(1,048,106)	(599,875)	(64,812)	(224,560)	-	(1,937,354)
Gross profit/(loss)	9,061,708	3,053,658	(208,530)	31,940	-	11,938,775
Other admin expenses	(1,124,267)	(596,855)	-	(774,268)	(4,692,471)	(7,187,860)
Operating profit/(loss)	7,937,441	2,456,802	(208,530)	(742,327)	(4,692,471)	4,750,915
<i>Reconciliation to Profit after tax:</i>						
	Income tax expense					(277,047)
	<i>add back</i> Fair value gain on financial instruments through OCI					337,650
	<i>Reversal of</i> Fair value gain on investments through OCI					(523,938)
	Profit after tax					4,287,580
<i>Reconciliation to Total comprehensive income:</i>						
	Exchange differences on translation of foreign operations					15,480,669
	Fair value gain on financial instruments through OCI					(337,650)
	Fair value gain on investments through OCI					523,938
	Total comprehensive income					19,954,537

2021 OPERATING SEGMENTS (3 MONTHS ENDED 30 SEPTEMBER)

GBP	Asset Management	Capital Markets	Principal Investments	Business to Consumer	Group Costs	Total
Revenue	18,388,113	-	-	-	-	18,388,113
Loss on financial instruments	(505,392,505)	-	-	-	-	(505,392,505)
Gain on digital assets	505,392,505	5,109,299	1,586,875	-	-	512,088,679
Investment gains	-	-	3,244,385	-	-	3,244,385
Interest income	-	3,092,225	-	-	-	3,092,225
Other income	-	248,024	-	-	-	248,024
Total revenue, gains & other income	18,388,113	8,449,548	4,831,260	-	-	31,668,921
Interest expense	-	(1,541,088)	-	-	-	(1,541,088)
Direct costs	(956,031)	(762,598)	(6,010)	-	-	(1,724,639)
Gross profit	17,432,082	6,145,862	4,825,250	-	-	28,403,194
Other admin expenses	(3,335,398)	(417,549)	-	-	(679,575)	(4,432,522)
Operating profit/(loss)	14,096,684	5,728,313	4,825,250	-	(679,575)	23,970,672
<i>Reconciliation to Profit after tax:</i>						
	Income tax expense					(373,731)
	<i>remove</i> Fair value (loss) on digital assets through OCI					(512,088,679)
	<i>Reversal of</i> Fair value gain on investments through OCI					(1,384,253)
	(Loss) after tax					(489,875,991)
<i>Reconciliation to Total comprehensive income:</i>						
	Exchange differences on translation of foreign operations					2,605,281
	Fair value gain on digital assets through OCI					512,088,679
	Fair value gain on investments through OCI					1,384,253
	Total comprehensive income					26,202,222

2022 OPERATING SEGMENTS (9 MONTHS ENDED 30 SEPTEMBER)

GBP	Asset Management	Capital Markets	Principal Investments	Consumer Platform	Group Costs	Total
Revenue	41,616,634	238,127	-	860,105	-	42,714,866
Gain/(Loss) on financial instruments	2,443,310,954	(807,133,507)	-	-	-	1,636,177,447
(Loss)/Gain on digital assets	(2,443,310,954)	785,596,147	(2,529,057)	-	-	(1,660,243,864)
Investment loss	-	-	(3,036,833)	-	-	(3,036,833)
Interest income	-	10,766,113	-	-	-	10,766,113
Other income	-	13,726,056	162,327	-	-	13,888,383
Total revenue, gains & other income	41,616,634	3,192,936	(5,403,563)	860,105	-	40,266,112
Interest expense	(33,672)	(5,407,690)	-	(14,245)	-	(5,455,607)
Direct costs	(3,623,636)	(2,355,192)	(177,874)	(785,842)	-	(6,942,544)
Gross profit/(loss)	37,959,326	(4,569,946)	(5,581,437)	60,018	-	27,867,961
Other admin expenses	(3,053,004)	(1,220,260)	-	(3,051,897)	(11,159,427)	(18,484,588)
Operating profit/(loss)	34,906,323	(5,790,206)	(5,581,437)	(2,991,879)	(11,159,427)	9,383,373
<i>Reconciliation to Profit after tax:</i>	Income tax expense					(267,767)
	<i>add back</i> Fair value gain on financial instruments through OCI					337,650
	<i>reversal of</i> Fair value gain on investments through OCI					(3,487,130)
	Profit after tax					5,966,126
<i>Reconciliation to Total comprehensive income:</i>	Exchange differences on translation of foreign operations					30,922,122
	Fair value gain on financial instruments through OCI					(337,650)
	Fair value gain on investments through OCI					3,487,130
	Total comprehensive income					40,037,728

2021 OPERATING SEGMENTS (9 MONTHS ENDED 30 SEPTEMBER)

GBP	Asset Management	Capital Markets	Principal Investments	Consumer Platform	Group Costs	Total
Revenue	55,064,626	-	-	-	-	55,064,626
Loss on financial instruments	(1,910,773,648)	-	-	-	-	(1,910,773,648)
Gain on digital assets	1,910,773,648	37,447,320	1,691,589	-	-	1,949,912,557
Investment gains	-	-	7,281,917	-	-	7,281,917
Interest income	-	7,439,296	-	-	-	7,439,296
Other income	-	992,304	-	-	-	992,304
Total revenue, gains & other income	55,064,626	45,878,920	8,973,506	-	-	109,917,052
Interest expense	-	(3,901,789)	-	-	-	(3,901,789)
Direct costs	(3,592,680)	(2,456,724)	(6,010)	-	-	(6,055,414)
Gross profit	51,471,946	39,520,417	8,967,496	-	-	99,959,849
Other admin expenses	(5,853,642)	(1,304,727)	-	-	(8,492,664)	(15,651,033)
Operating profit/(loss)	45,618,304	38,215,690	8,967,496	-	(8,492,664)	84,308,816
<i>Reconciliation to Profit after tax:</i>	Income tax expense					(1,598,666)
	<i>remove</i> Fair value (loss) on digital assets through OCI					(1,949,912,557)
	<i>reversal of</i> Fair value gain on investments through OCI					(1,904,233)
	(Loss) after tax					(1,869,106,640)
<i>Reconciliation to Total comprehensive income:</i>	Exchange differences on translation of foreign operations					2,157,049
	Fair value gain on digital assets through OCI					1,949,912,557
	Fair value gain on investments through OCI					1,904,233
	Total comprehensive income					84,867,199

NON-IFRS INFORMATION

ALTERNATIVE STATEMENT OF COMPREHENSIVE INCOME

The alternative presentation of the SOCI is designed to reflect the performance of the Group if all gains/losses on digital assets were taken through profit and loss at fair value, rather than through Other Comprehensive Income.

The Directors believe the Group's alternative statement of comprehensive income and other alternative performance measures are a useful tool for investors when evaluating the performance of the Group on pages 17 to 23.

	Q3 2022	Q3 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	FY 2021
Revenue	10,805,924	18,388,113	42,714,866	55,064,626	80,754,813
Net (loss)/gain on financial instruments and digital assets	(2,102,268)	6,696,174	(24,066,417)	39,138,909	38,156,225
Other operating income	4,291,580	248,024	13,888,383	992,304	14,665,375
(Loss)/Gain on investments	(273,393)	3,244,385	(3,036,833)	7,281,917	7,366,363
Finance income	2,010,390	3,092,225	10,766,113	7,439,296	10,905,234
Total Revenue, Gains and Other Income	14,732,233	31,668,921	40,266,112	109,917,052	151,848,010
Administrative expenses	(8,284,458)	(5,647,009)	(23,277,889)	(20,995,971)	(30,789,231)
Adjusted EBITDA	6,447,775	26,021,912	16,988,223	88,921,081	121,058,779
Depreciation	(369,172)	(90,232)	(774,468)	(288,816)	(395,849)
Amortisation	(471,584)	(419,920)	(1,374,775)	(421,660)	(874,180)
Adjusted EBIT	5,607,019	25,511,760	14,838,980	88,210,605	119,788,750
Interest expense	(856,105)	(1,541,088)	(5,455,607)	(3,901,789)	(7,045,382)
Profit before tax	4,750,914	23,970,672	9,383,373	84,308,816	112,743,368
Income tax expense	(277,047)	(373,731)	(267,767)	(1,598,666)	(1,056,353)
Net profit	4,473,867	23,596,941	9,115,606	82,710,150	111,687,015
Other comprehensive income					
FX on translation of foreign subsidiaries	15,480,669	2,605,281	30,922,122	2,157,049	1,756,423
Total other comprehensive income	15,480,669	2,605,281	30,922,122	2,157,049	1,756,423
Total comprehensive income	19,954,536	26,202,222	40,037,728	84,867,199	113,443,438
Earnings per share (basic)	0.29	0.39	0.59	1.28	1.70
Earnings per share (diluted)	0.28	0.37	0.56	1.23	1.62
Average number of shares	68,177,280	67,793,116	68,201,483	66,113,665	66,557,294

GROUP PERFORMANCE & APMs

Please note that the overview of the Group's performance and business unit performance as disclosed on pages 17 to 23 comprise a number of APMs derived from the Group's Statement of Comprehensive Income. Please refer to page 32 for definitions of these APMs.

GBP	Quarter ended 30 September 2022	Quarter ended 30 September 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	Year ended 31 December 2021
Asset management revenue	10,143,485	18,388,113	41,616,634	55,064,626	80,395,418
Capital markets gains & income	4,461,721	8,449,548	3,192,936	45,878,920	61,234,942
Principal investments (loss)/gain	(143,718)	4,831,260	(5,403,563)	8,973,506	9,920,338
Consumer platform revenue	270,745	-	860,105	-	297,312
Total revenue, gains and other income	14,732,233	31,668,921	40,266,112	109,917,052	151,848,010
Direct costs	(2,795,260)	(1,718,619)	(6,942,544)	(6,049,394)	(8,615,868)
Administrative expenses	(5,489,199)	(3,817,005)	(16,335,345)	(14,946,577)	(22,173,363)
Adjusted EBITDA	6,447,774	26,133,297	16,988,223	88,921,081	121,058,779
EBITDA (%)	44%	83%	42%	81%	80%
Depreciation/amortisation	(840,756)	(621,537)	(2,149,243)	(710,476)	(1,270,029)
Adjusted EBIT	5,607,018	25,511,760	14,838,980	88,210,605	119,788,750
Interest expense	(856,105)	(1,545,269)	(5,455,607)	(3,901,789)	(7,045,382)
Fx on translation of subsidiaries	15,480,669	2,605,281	30,922,122	2,157,049	1,756,423
Taxation	(277,047)	(373,731)	(267,767)	(1,598,666)	(1,056,353)
Total comprehensive income	19,954,535	26,198,041	40,037,728	84,867,199	113,443,438

Over the course of Q3, the performance of the Group has steadied itself well following an incredibly turbulent Q2, which resulted in the Group's first ever quarter of negative total comprehensive income.

Adjusted EBITDA for the quarter was £6.4 million (Q3 2021: £26.1 million). This recovery has brought the year-to-date Adjusted EBITDA figure to £17.0 million (as at Q3 2021: £88.9 million).

The Total Comprehensive Income for the quarter is far in excess of the Group's Adjusted EBITDA, at £20.0 million (Q3 2021: £26.2 million). The Group has been recognising material fx gains on translation of subsidiaries that are denominated in USD, and hold assets hedged to USD. This is due to GBP/USD rates over 2022 which, as everyone is fully aware, have moved significantly. As at the end of Q3, the year-to-date fx gain amounts to £30.9 million, although this has reduced marginally following the quarter end due to slight GBP recovery. Further GBP recovery against USD will continue to reduce this gain, should this occur over the remainder of the year.

The Q3 performance is evidence of the underlying robustness of the Group's business model. Management fees generated across the various products within the Group's Asset Management platform totalled £10.1 million for the quarter (Q3 2021: £18.4 million), resulting in year-to-date management fees of £41.6 million (as at Q3 2021: £55.1 million). This figure continues to be comprised of an ever-diversifying mix of products as CoinShares Physical continues to launch new products at a steady pace.

The gains and income generated by the Group's Capital Markets activities equated to £4.5 million for the quarter (Q3 2021: £8.4 million). As at the end of September, the top-line performance of Capital Markets has therefore recovered from its negative position as at the halfway point in the year, and now stands at £3.2 million (as at Q3 2021: £45.9 million). The material year-on-year difference is a combination of market conditions and the significant loss incurred during Q2 of £17.7 million in relation to the Group's UST holding.

The Group's Principal Investment portfolio has not shown any material deviation from the values recognised as at the end of Q2, with the portfolio's fair value remaining stable throughout the quarter.

Further analysis of both the Asset Management platform and the Capital Markets activities are included on pages 10 and 11 respectively. Additionally, a breakdown of the companies within the Group's principal investments portfolio has been included on page 12.

The Consumer Platform remains in its infancy. As was stated in the last quarterly earnings report, we hope to see material progress in this area moving into the second half of the year, given that most of the integration work is behind us. We have seen good qualitative progress in the quarter, resulting in the relaunch of the platform in mid-September. We now hope to see quantitative progress in Q4, being an increase in the number of paying subscribers.

Direct costs of the Group comprise custody fees, trading fees and issuer expenses incurred by the issuing entities of the Group's ETPs. These have shown a quarter-on-quarter decrease in 2022, in line with a reduction in Capital Markets activities, and reduced custody fees arising from decreased AuM following digital asset price declines over the year.

Admin expenses of the Group have been relatively consistent throughout the year at an average of approximately £1.8 million per month, and £16.3 million for the year to date, with the key expenses for the year being salaries, marketing, professional fees, IT related expenditure & legal fees.

Combined direct costs and admin expenses for the quarter stand at £8.3 million (Q3 2021: £5.5 million). Year-to-date this figure is marginally up on 2021, at £23.3 million (as at Q3 2021: £21.0 million). This increase is predominantly due to an increased staff base, increased marketing expenditure, and the costs brought into the Group following on through the acquisition of Napoleon, partially offset by reduced trading fees and custody fees due to lower activity within CSCM and lower digital asset prices.

Interest expense in the quarter has reduced significantly as the level of borrowing has decreased; the Capital Markets team has reduced its activities due to market conditions, which in turn results in a lower requirement for utilisation of such facilities.

(I) ASSET MANAGEMENT PLATFORM

GBP	Quarter ended 30 September 2022	Quarter ended 30 September 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	Year ended 31 December 2021
XBT Provider revenue	9,112,841	17,544,140	38,454,734	54,071,805	78,510,034
CSDS revenue	632,254	227,222	1,645,291	376,070	871,706
BLOCK Index revenue	398,390	616,751	1,516,609	616,751	1,207,081
Total revenue	10,143,485	18,388,113	41,616,634	55,064,626	80,588,821
Direct costs	(1,048,106)	(956,031)	(3,623,636)	(3,592,680)	(4,941,693)
Gross profit	9,095,378	17,432,082	37,992,998	51,471,946	75,647,128
<i>Gross profit margin</i>	<i>90%</i>	<i>95%</i>	<i>91%</i>	<i>93%</i>	<i>94%</i>
Administrative expenses	(1,157,939)	(3,335,398)	(3,086,676)	(5,853,642)	(7,524,946)
Operating profit	7,937,441	14,096,685	34,906,323	45,618,305	68,122,183

- The performance of the Group's Asset Management Platform in Q3, despite having seen net inflows in the CoinShares Physical product suite and stemming the outflow in XBT that we have seen since the start of 2021, has reduced when compared to the previous quarters of the year due to the impact of declining digital asset prices across the board.
- The Q3 management fees of £10.1 million (Q3 2021: £18.4 million) have brought the total year-to-date performance to £41.7 million (as at Q3 2021: £55.1 million)
- Year-to-date inflows for CoinShares Physical, in USD terms, has exceeded \$100m. This positions CoinShares Digital Securities Limited (the issuer) in first place in the European ETP market in terms of inflows for the year.
- XBT saw positive inflow in the month of August. This is the first month of positive inflows that has been experienced since September 2020 and goes some way in confirming our assumption that the outflows we have seen since the start of 2021 are representative of longer-term holders realising accumulated gains rather than simply a lack of interest in the product.
- The flows for both of the Group's product suites and also those of our key competitors is published on a weekly basis at [Digital Asset Fund Flows Weekly - CoinShares](#)
- As at the end of Q3, the combined suite of products on offer from CoinShares Physical and XBT Provider totals 18. A full list of these products can be found on the Group's website. Additionally, the AUM associated with the Group's suite of ETPs can be viewed on a live basis with accompanying daily assurance reports issued by a third party in respect of the assets held ([CSDS: TrustExplorer by Armanino](#), [XBT: TrustExplorer by Armanino](#)).
- The overall gross profit margin of the Group's Asset Management Platform has remained largely consistent with 2021. This has been caused by increased fees relating to the expansion of the product suite and growth of the team, off-set marginally by more competitive custody fees.
- Total quarter-end AUM stood at £2.02 billion of which 60% is represented by XBT, 10% by CSDS and the remaining 30% by the BLOCK Index. This has recovered slightly from the closing position as at June 2022 of £1.66 billion, driven by both inflows and marginal price recovery since the halfway point of the year.

(II) CAPITAL MARKETS INFRASTRUCTURE

GBP	Quarter ended 30 September 2022	Quarter ended 30 September 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	Year ended 31 December 2021
Liquidity Provisioning	371,913	1,722,491	3,980,878	11,385,345	13,819,969
Delta Neutral Trading Strategies	316,569	2,638,804	(382,823)	21,870,246	27,166,837
Fixed Income Activities	1,160,441	3,092,225	3,155,704	7,439,296	10,904,601
DeFi	1,536,173	-	12,726,562	-	3,587,052
Other	1,076,625	996,028	(16,287,385)	5,184,033	6,648,962
Total income/gains	4,461,721	8,449,548	3,192,936	45,878,920	62,127,421
Direct costs (inc. interest expense)	(1,408,063)	(2,303,676)	(7,762,882)	(6,358,503)	(10,497,283)
Gross Profit/(loss)	3,053,658	6,145,872	(4,569,946)	39,520,417	51,360,138
<i>Gross profit margin</i>	<i>68%</i>	<i>73%</i>	<i>n/a</i>	<i>86%</i>	<i>83%</i>
Administrative expenses	(596,855)	(417,549)	(1,220,260)	(1,304,727)	(1,242,761)
Operating Profit/(loss)	2,456,803	5,728,324	(5,790,207)	38,215,691	50,387,378

- The market has been challenging in Q3, remaining calm following a circa 30% drop during the final month of Q2, making arbitrage opportunities very scarce, amid lower volumes.
- Despite these conditions, the quarter was positive for the Capital Markets team, recovering from the first loss making quarter for the business unit recorded in Q2, with total income and gains for Q3 of £4.5 million (Q3 2021: £8.4 million). This brings the year- to-date performance for the business unit to £3.2 million (as at Q3 2021: £45.9 million)
- Market conditions resulted in a lower than usual liquidity provisioning result as well as a steep reduction in our delta neutral activity. Additionally (and as previously stated in our Q2 earnings call), we continued throughout the quarter to further unwind our DeFi book as yields compressed to the point at which we were not being adequately compensated for the risk taken.
- Lending profits decreased overall as we deleveraged our positions but none of our carefully selected counterparties suffered any credit event.
- As can be seen from the Group's balance sheet as at 30 September 2022, we now hold a net amount due from brokers of £70.1 million. As mentioned at the end of Q2, this had transitioned from a net amount due to brokers as decreased opportunities in the market resulted in less utilisation of available capital and the return of funds on which interest payments were accumulated. This is also why we have seen a significant decrease in interest expense moving through Q3. Despite this position, we maintain access to significant credit lines which will be drawn upon accordingly as opportunities return to the market.
- As the market continued to offer cheap futures funding rates we elected to increase our futures position relative to spot, allowing us to maintain our hedge and lend excess cash offering enhanced yield. This has been crystallised in our delta neutral strategies results, and partially offsets the profits made on futures trading strategies surrounding Ethereum's merge and transition to proof of stake (a consensus mechanism which validates based on proportional holdings of a particular digital asset), whereby we sought to capture value through forked tokens and the basis on long futures positions.
- As at 30 September 2022, the value at risk (VAR) in respect of the Capital Markets derivative book amounted to approximately (£235k), having reduced in conjunction with the ongoing systematic closing of positions which occurred over the quarter.

- Toward the end of August and moving into September we began to increase our exposure again as the market was becoming increasingly active, allowing the team to deploy several increasingly profitable strategies which we are refining into Q4.
- Following the Q2 loss risk management has taken a heightened focus across the Group, Capital Market's exposure to DeFi has been reduced by a factor of 10 and the remaining legacy positions are in wind-down. Enhanced risk reporting internally has been implemented with a renovated risk committee and associated management reporting. Additional risk management capabilities and controls are being implemented in Q4 with a particular focus on credit risk.
- Finally, given Ethereum's successful transition to proof of stake, we now have 1,200 validators online, with 38,400 ETH staked, generating yields of 6-8% per annum which will continue to deliver yield into Q4 and beyond.

(III) PRINCIPAL INVESTMENTS

GBP	Quarter ended 30 September 2022	Quarter ended 30 September 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	Year ended 31 December 2021
Joint Venture (Loss)/Gain	(343,356)	(82,341)	(495,805)	(250,259)	(290,861)
Equity Principal Investments (Loss)/Gain	69,963	3,222,012	(2,541,028)	7,532,176	7,657,224
Digital Asset/SAFT/SAFE Gain/(Loss)	(32,652)	1,691,589	(2,529,057)	1,691,589	2,553,975
Total	(306,045)	4,831,260	(5,565,890)	8,973,506	9,920,338

- In Q3, we continued to abstain from making new balance sheet investments given venture market conditions. Additions in the above table relate to Q1 2022, or the receipt of staking rewards from certain digital asset principal investments.
- Following several substantial write-downs made during Q2, totalling £5.1 million, the portfolio's fair value has remained largely static over Q3, with a loss of £306K, offset by a small amount of other income to arrive at figure of negative £144K for the quarter. The portfolio will be subject to ongoing review over Q4 to ascertain whether any further developments merit a reassessment of the individual carrying values, or valuation methodologies adopted.

Investment	1 January 2022	Additions/(Disposals)	Gain/(Loss)	30 September 2022
within investments:				
3iQ Digital Asset Management (3iQ)	7,587,422	-	(5,187,964)	2,399,458
SBG 1320, LLC (Kingdom Trust)	1,866,275	-	-	1,866,275
Choice Fintech Group LLC	18,588	-	-	18,588
Komainu Holdings Limited	2,348,725	-	(734,388)	1,614,337
FlowBank	8,725,450	20,277,646	(254,117)	28,748,979
New Gen Minting LLC (Viridi)	85,627	14,338	(62,362)	37,603
PlayDough	146,000	-	-	146,000
CoinShares Fund II - carried interest	2,125,563	-	3,487,130	5,612,693
GTSA	649,157	-	(251,182)	397,975
Mint Green	-	10,680	3,488	14,168
Other holdings	131,068	(94,559)	(36,130)	308
	23,683,875	20,208,105	(3,035,526)	40,856,454
Digital assets & other receivables				
Solana Tokens	2,633,414	43,255	(1,918,525)	758,144
Goose FX	226,091	-	(169,798)	56,293
Pyth	55,445	-	11,694	67,139
Arkadiko (DIKO Tokens)	276,434	10,295	(278,459)	8,270
Metaplex	147,854	-	26,168	174,022
RSS3	527,744	-	-	527,744
Syndica	221,780	-	46,777	268,557
Finrate	595,181	-	-	595,181
Impervious	-	383,294	64,302	447,596
Pocket tokens	-	223,519	(187,049)	36,470
Alliance labs	-	184,149	-	184,149
	4,683,943	844,512	(2,404,890)	3,123,565

*gain/(loss) inclusive of any fx adjustments on consolidation

(IV) CONSUMER PLATFORM

GBP	Quarter ended 30 September 2022	Quarter ended 30 September 2021	9 months ended 30 September 2022	9 months ended 30 September 2021	Year ended 31 December 2021
Napbots	157,658	n/a	574,568	n/a	(6,315)
Mandates	113,087	n/a	285,537	n/a	303,627
Total revenue	270,745	n/a	860,105	n/a	297,312
Direct costs	(238,805)	n/a	(800,087)	n/a	(206,667)
Gross (loss)/profit	(31,940)	n/a	60,018	n/a	90,645
Administrative expenses	(774,268)	n/a	(3,051,897)	n/a	(492,033)
Operating profit/(loss)	(742,387)	n/a	(2,991,879)	n/a	(401,388)

- The Consumer Solutions business unit, which is focused on the provision of crypto trading bots to allow for simple and automated performance generation through connecting directly to a customer's supported exchange, has generated revenues of £0.27 million for the quarter, bringing year-to-date revenues to £0.86 million.
- We have seen good qualitative progress in the quarter, resulting in the relaunch of the platform in mid-September under the name HAL, and the establishment of a new pricing strategy; a flat fee of €19.90 per month.
- As at the end of September there were 435 active users and an additional 151 trial users utilising the platform.
- Please note that the prior year performance relates to the one-month period between acquisition and financial year end.

OTHER INFORMATION

Basis of Preparation

The condensed consolidated interim financial information included on pages 10 to 16, and 24 to 30 within this report has been prepared in accordance with IAS 34, "interim financial reporting".

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

We have presented, on page 24, an alternative statement of comprehensive income, which presents the Group's performance should the fair value gains on digital assets be carried through profit and loss. The Directors believe the Group's alternative statement of comprehensive income, resultant EPS and APM tables on pages 8 to 13, represent a true and fair view of the fair view of the Group's performance.

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 recognized losses), and fair value losses recognised through the statement of comprehensive income (unless reversing previously recognized 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.

In periods that have experienced an increase in digital asset prices (such as the financial years ended December 2020 and 2021), and therefore rises in the ETP related obligations, this manifests as a significant loss after tax.

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 alternative statement of comprehensive income on pages 8 and 24 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.

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 Q3 2022 was 90 (Q3 2021: 57).

Related Party Transactions

The following related party transactions occurred during the period:

On 10 January 2022, CoinShares entered into a service agreement with FlowBank, an associate of the Group. Under the terms of the service agreement, CoinShares shall provide to FlowBank support resource of one individual for a maximum of 6 days per calendar month to provide input into the recruitment of technical resources & guidance on the development of software projects and associated infrastructure, at a cost of £3,600 per calendar month. As at 30 September 2022, a total of £18,000 has been charged, of which £7,200 remains outstanding at period end. This agreement ceased during the course of Q2.

During the period, as part of a commercial relationship under which CoinShares facilitates trading activities for FlowBank as a client, gains of \$66,560 were generated in respect of trading related fees. Additionally, bank charges and FX trading commissions of \$2,788 were paid to FlowBank in respect of banking services provided to CoinShares as a client of FlowBank.

CoinShares GP II Limited is the General Partner to CoinShares Fund II LP ('CS2LP'). The Group has recognised carried interest as at the period end is £5,612,693 which is held as an investment. The Group also settled expenditure on behalf of CS2LP of £5,538, of which £948 is outstanding at the period end.

The Group has an investment in GTSA. The Group had provided a fixed term loan of CHF100,000 that was repayable on 28 February 2021 and is interest free. The outstanding amount of CHF100,000 (£90,684) was written off during the period, as was an equivalent amount due from GTSA to the other former JV partner. Following completion of a dilutive fundraise, GTSA is now held as an associate.

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 £18,821 of which £12,574 remains outstanding at period end. The Group has a recharge agreement with KHL which allows for use of office facilities. £132,460 has been charged for this period ended 30 September 2022 of which £11,000 is outstanding at the period end.

Komainu (Jersey) Limited ('KJL'), a wholly owned subsidiary of KHL provides custodial services to the Group. During the period, the Group paid fees to KJL of £1,018,621 of which £68,279 was outstanding at the period end. The Group has settled expenditure on behalf of KJL of £59,367 of which £nil is outstanding at the period end. KJL also settled expenditure on behalf of the Group of £5,369 of which £nil was outstanding at the period end. The Group has a service agreement with KJL which allows for support regarding staking and operations. £8,000 has been charged for the period of which £8,000 is outstanding at the period end.

Mr Frank Spiteri is a person discharging managerial responsibility and a shareholder of the Group. During the period, the Group agreed to a buyback of share options over 171,000 ordinary shares granted to him through the employee incentive plan, at a price of SEK 15 per share on 12 August 2022. This buyback comprised 10% of Mr Spiteri's total share options. Mr Spiteri received £207,544 (US\$250,991) for the buyback of the options.

As at the end of September 2022, the Group holds a number of fully collateralised digital asset ETPs referencing Bitcoin and Ethereum, issued by 3iQ. 3iQ is an investee company of the Group where Meltem Demirors, CSO of CoinShares holds a board seat.

Issue, Repurchases and Repayments of Equity

During the period ended 30 September 2022, the following share issuances, share option issuances, share splits, share redemptions and share option lapses/cancellations occurred.

GBP	Shares	Options	Total number of Investments
31 December 2021	68,213,821	3,531,977	71,745,798
granted	-	710,402	
cancelled	-	(171,000)	
lapsed	-	(7,914)	
30 September 2022	68,213,821	4,063,465	72,277,286

During the financial period, the Company issued a total of 710,402 share options, of which 670,002 were issued at an exercise price of SEK 82.3 on 18 March 2022, and 40,400 issued at an exercise price of SEK 114 on 8 June 2022, with an effective date of 18 March 2022, and total costs of £271,480.

These shares were issued under the terms of the Group's EIP scheme and have a vesting period 3 years from the date of grant.

The total share option expense recognised by the Company for the 9 months ended 30 September 2022 is £1,002,186.

On 12 August 2022, 171,000 share options were cancelled at a price to the Company of SEK 15 per share. These options were held by Mr Frank Spiteri, a PDMR of the Group (see related party transactions).

As at the end of the financial period there were a total of 4,063,465 options in issue, representing 5.9% of the Company's issued share capital.

During the period, the Company undertook a share buy-back program, which commenced on 21 June 2022. The program has resulted in the repurchase of 78,396 shares as at 30 September 2022 at an average price of SEK 36.26 per share for a total cost of SEK 2,842,227 (£228,383), which has been allocated to a treasury share reserve (within other reserves).

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 September 2022 and as at the last financial year end:

GBP	30 September 2022	31 December 2021
Non-current digital assets	478,622	2,688,859
Current digital assets	1,105,508,709	2,761,629,509
Total digital assets (i)	1,105,987,331	2,764,318,368
Goodwill	6,420,330	6,412,800
Other intangible assets	11,324,596	11,685,861
	1,123,732,257	2,782,417,029

(i) Digital assets

GBP	30 September 2022	31 December 2021
Bitcoin	477,922,971	1,141,472,252
Ethereum	503,906,718	1,451,213,511
Litecoin	2,793,770	3,436,376
XRP	6,299,011	2,668,535
Other digital assets	115,064,861	165,527,694
	1,105,987,331	2,764,318,368

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

GBP	30 September 2022	31 December 2021
Level 1	1,105,115,588	2,752,692,494
Level 2	871,743	11,625,874
Level 3	-	-
	1,105,987,331	2,764,318,368

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 September 2022:

GBP	30 September 2022	31 December 2021
Amounts due to exchanges	1,011,778	27,332,894
Amounts owed to related parties	301,478	224,724
Accounts payable	1,118,064	1,187,268
Accrued liabilities	4,685,553	6,820,150
Certificate liability (i)	1,319,173,230	3,308,728,916
Other liabilities	171,114,003	161,381,478
	1,497,404,106	3,505,675,430

(i) Certificate liability

GBP	30 September 2022 No. Certificates	31 December 2021 No. Certificates	30 September 2022 £	31 December 2021 £
Certificate type				
Bitcoin Tracker One	3,727,248	4,061,699	290,951,176	693,740,612
Bitcoin Tracker Euro	491,536	548,341	381,087,283	936,292,807
Ether Tracker One	17,492,269	20,606,836	191,978,314	561,828,061
Ether Tracker Euro	2,923,494	3,546,603	319,231,919	966,612,832
CoinShares Physical Bitcoin	4,345,300	2,778,800	75,280,885	97,567,239
CoinShares Physical Ethereum	1,124,286	586,600	40,030,121	48,592,824
CoinShares Physical Litecoin	212,500	96,500	2,011,978	2,117,670
CoinShares Physical XRP	375,300	80,300	6,291,328	1,976,871
CoinShares Physical Staked Polkadot	232,500	-	1,385,941	-
CoinShares Physical Staked Tezos	443,000	-	2,919,280	-
CoinShares FTX Physical Staked Solana	10,718,100	-	2,249,229	-
CoinShares FTX Physical FTX Token	10,165,000	-	359,108	-
CoinShares Physical Chainlink	655,000	-	452,027	-
CoinShares Physical Uniswap	780,000	-	443,945	-
CoinShares Physical Staked Cardano	5,865,000	-	2,324,538	-
CoinShares Physical Staked Cosmos	183,000	-	1,089,425	-
CoinShares Physical Staked MATIC	110,000	-	782,149	-
CoinShares Physical Staked Algorand	1,595,000	-	304,585	-
	61,438,533	32,305,679	1,319,173,230	3,308,728,916

Financial Instruments

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

GBP	30 September 2022	31 December 2021
Financial assets measured at amortised cost		
Accounts receivable	1,401,714	1,416,181
Amounts due from brokers	206,545,094	118,975,658
Amounts due from exchanges	140,275,079	15,419,993
Amounts owed by related parties	753,909	500,591
Cash at bank	12,429,663	10,775,650
Deposits paid	187,242	252,558
Other assets	54,657,500	277,478,060
VAT receivable	82,413	72,718
	416,332,614	424,891,409

GBP	30 September 2022	31 December 2021
Financial assets measured at fair value through profit or loss		
Loans receivable denominated in digital assets	72,337,931	11,181,336
Exchange traded products	219,067,832	757,569,554
	291,405,763	768,750,890

GBP	30 September 2022	31 December 2021
Financial assets measured at fair value through OCI		
Loans receivable denominated in digital assets	216,903	444,537
Total	216,903	444,537

GBP	30 September 2022	31 December 2021
Financial liabilities measured at amortised cost		
Accounts payable	1,118,064	1,187,268
Amounts due to brokers	136,405,527	292,706,977
Amounts due to exchanges	1,011,778	27,332,894
Amounts owed to related parties	58,653,970	224,724
Other liabilities	112,761,511	161,381,478
Lease liabilities	1,035,013	311,513
Tax liabilities	8,432	2,578,333
	310,994,295	485,723,187

GBP	30 September 2022	31 December 2021
Financial liabilities measured at fair value through profit or loss		
Certificate liability	1,319,173,230	3,308,728,916
Third party seed loans	58,352,492	-
Loans denominated in digital assets	32,021,197	(35,571,252)
	1,409,546,919	3,273,157,664

The Group has classed financial instruments measured at fair value through profit or loss under the fair value hierarchy as follows.

GBP	30 September 2022	31 December 2021
Financial assets		
Level 1	55,090,696	106,598,497
Level 2	236,531,970	662,596,931
Level 3	-	-
	291,622,666	769,195,428

GBP	30 September 2022	31 December 2021
Financial liabilities		
Level 1	1,377,525,722	3,308,728,916
Level 2	32,021,197	(35,571,252)
Level 3	-	-
	1,409,546,919	3,273,157,664

There have been no transfers of financial instruments between fair value hierarchy levels.

Investments

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

GBP	31 December 2021	Movements in equity	Gain/Loss on investments	Transfers between levels	30 September 2022
Level 1	131,068	(98,578)	(32,111)	-	379
Level 2	2,125,563	-	3,487,130	-	5,612,693
Level 3	20,783,729	21,120	(5,982,971)	(8,725,450)	6,096,428
Total Investments held at fair value	23,040,360	(77,458)	(2,527,952)	(8,725,450)	11,709,500
Associates	-	20,268,152	(264,895)	9,143,697	29,146,954
Joint Ventures	649,157	-	(230,910)	(418,247)	-
Total Investments valued using the equity method	649,157	20,268,152	(495,805)	8,725,450	29,146,954
Total Investments	23,689,517	20,190,694	(3,023,757)	-	40,856,454

During the period the Group contributed GBP20,268,153 to Flowbank SA and increased its stake to 29.3% of the issued share capital. As such, the investment was reclassified as an associate and removed from level 1 in the fair value hierarchy, having previously been categorised as an other investment held at fair value through profit and loss, to being valued using the equity method. Flowbank SA was transferred at a valuation of £8,725,450.

The Group had its position in Gold Token SA diluted from 50% to 23% during the period. As a result, the investment was reclassified from a joint venture to an associate and continues to be valued under the equity method. Gold Token SA was transferred at a valuation of £418,245.

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 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; and
- percentage ownership of net asset value of the investee company.

For the balance of £, the following table summarises the quantitative information about the significant unobservable inputs used in the Level 3 measurements.

Description	Fair Value	Unobservable input	Input amount	Input range
Unlisted equities not held at cost	£6,096,428	Discount/premium to NAV	0%	(20%) to 20%
		AUM multiple	8%	5% to 10%
		P/E multiple	21.86	15 to 25

Relationship between unobservable inputs and fair value

Decreasing all inputs to the lowest points of the given ranges would decrease fair value as at 30 September 2022 by £1,853,687

Increasing all inputs to the highest points of the given ranges would increase fair value as at 30 September 2022 by £1,693,690

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

These APMs are reconciled to the Group's statement of comprehensive income on page 4.



**APM
RECONCILIATIONS**



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		Q3 2022	Q3 2021	YTD Q3 2022	YTD Q3 2021	FY 2021
IFRS	Net profit/(loss)	4,287,579	(489,875,991)	5,966,126	(1,869,106,640)	(2,412,321,706)
remove	Finance expense	856,105	1,541,088	5,455,607	3,901,789	7,045,382
remove	Depreciation/amortisation	840,756	621,537	2,149,243	710,476	1,270,029
remove	Income tax expense	277,047	373,731	267,767	1,598,666	1,056,353
add	Fair value gain on digital assets	-	512,088,679	-	1,949,912,557	2,521,823,193
add	Fair value loss on financial instruments through OCI	(337,650)	-	(337,650)	-	106,288
add	Fair value gain on investments through OCI	523,938	1,384,253	3,487,130	1,904,233	2,079,240
APM - 1	Adjusted EBITDA	6,447,775	26,133,297	16,988,223	88,921,081	121,058,779
add back	Depreciation/amortisation	(840,756)	(621,537)	(2,149,243)	(710,476)	(1,270,029)
APM - 2	Adjusted EBIT	5,607,019	25,511,760	14,838,980	88,210,605	119,788,750
IFRS	Revenue	10,805,924	18,388,113	42,714,866	55,064,626	80,754,813
add	Other income	4,291,580	248,024	13,888,383	992,304	14,665,375
add	Finance income	2,010,390	3,092,225	10,766,113	7,439,296	10,905,234
add	(Loss)/gain on financial instruments	(42,204,227)	(505,392,505)	1,636,515,097	(1,910,773,648)	(2,483,773,256)
add	Fair value gain/(loss) on digital assets	40,439,609	-	(1,660,243,864)	-	-
add	(Loss)/gain on investments	(453,975)	1,942,473	(6,028,158)	5,627,943	5,577,984
add	Share of joint ventures and associate (losses)/gains	(343,356)	(82,341)	(495,805)	(250,259)	(290,861)
add	Fair value gain on digital assets through OCI	-	512,088,679	-	1,949,912,557	2,521,823,193
add	Fair value gain on financial instruments through OCI	(337,650)	-	(337,650)	-	106,288
add	Fair value gain on investments through OCI	523,938	1,384,253	3,487,130	1,904,233	2,079,240
APM - 3	Revenue, gains & other income	14,732,233	31,668,921	40,266,112	109,917,052	151,848,010

GBP	Q3 2022	Q3 2021	YTD Q3 2022	YTD Q3 2021	FY 2021
IFRS	(9,125,214)	(6,157,161)	(25,427,132)	(21,706,447)	(32,059,260)
remove	840,756	621,537	2,149,243	710,476	1,270,029
remove	5,489,199	3,817,005	16,335,345	14,946,577	22,173,363
APM - 4	(2,795,259)	(1,718,619)	(6,942,544)	(6,049,394)	(8,615,868)

*derived from IFRS 8 Operating Segments note

IFRS	10,805,924	18,388,113	42,714,866	55,064,626	80,754,813
remove	(238,127)	-	(238,127)	-	(62,083)
remove	(270,745)	-	(860,105)	-	(297,312)
add	(153,567)	-	-	-	-
APM - 5	10,143,485	18,388,113	41,616,634	55,064,626	80,395,418

* derived from IFRS 8 Operating Segments note

IFRS	40,439,609	-	(1,660,243,864)	-	-
IFRS	-	512,088,679	-	1,949,912,557	2,519,556,254
Sum	40,439,609	512,088,679	(1,660,243,864)	1,949,912,557	2,519,556,254
add	(42,204,227)	(505,392,505)	1,636,515,097	(1,910,773,648)	(2,483,773,256)
add	4,282,820	248,024	13,726,056	992,304	14,378,339
add	2,010,390	3,092,225	10,766,113	7,439,296	10,905,234
add	(337,650)	-	(337,650)	-	106,288
add	238,127	-	238,127	-	62,083
remove	32,652	(1,586,875)	2,529,057	(1,691,589)	-
APM - 6	4,461,721	8,449,548	3,192,936	45,878,920	61,234,942

* derived from IFRS 8 Operating Segments note

GBP	Q3 2022	Q3 2021	YTD Q3 2022	YTD Q3 2021	FY 2021
IFRS	(453,975)	1,942,473	(6,028,158)	5,627,943	5,577,984
<i>add</i>	<i>(343,356)</i>	<i>(82,341)</i>	<i>(495,805)</i>	<i>(250,259)</i>	<i>(290,861)</i>
	Share of joint ventures and associate (losses)/gains				
<i>add</i>	523,938	1,384,253	3,487,130	1,904,233	2,079,240
	Fair value gain on investments through OCI				
<i>add</i>	162,327	-	162,327	-	287,036
	Other income*				
<i>add</i>	(32,652)	1,586,875	(2,529,057)	-	2,266,939
	Gain/(loss) on digital assets*				
APM - 7	(143,718)	4,831,260	(5,403,563)	7,281,917	9,920,338
	Principal investment gains				

* derived from IFRS 8 Operating Segments note

IFRS	EPS	(7.23)	0.09	(28.27)	(36.24)
	Average number of shares	67,793,116	68,201,483	66,113,665	66,557,294
	Net profit/(loss)	(489,875,991)	5,966,126	(1,869,106,640)	(2,412,321,706)
<i>add</i>	Total other comprehensive income	516,078,213	34,071,602	1,953,973,839	2,525,765,144
	Total Comprehensive income	26,202,222	40,037,728	84,867,199	113,443,438
	Average number of shares	67,793,116	68,201,483	66,113,665	66,557,294
APM - 8	Adjusted EPS	0.39	0.59	1.28	1.70

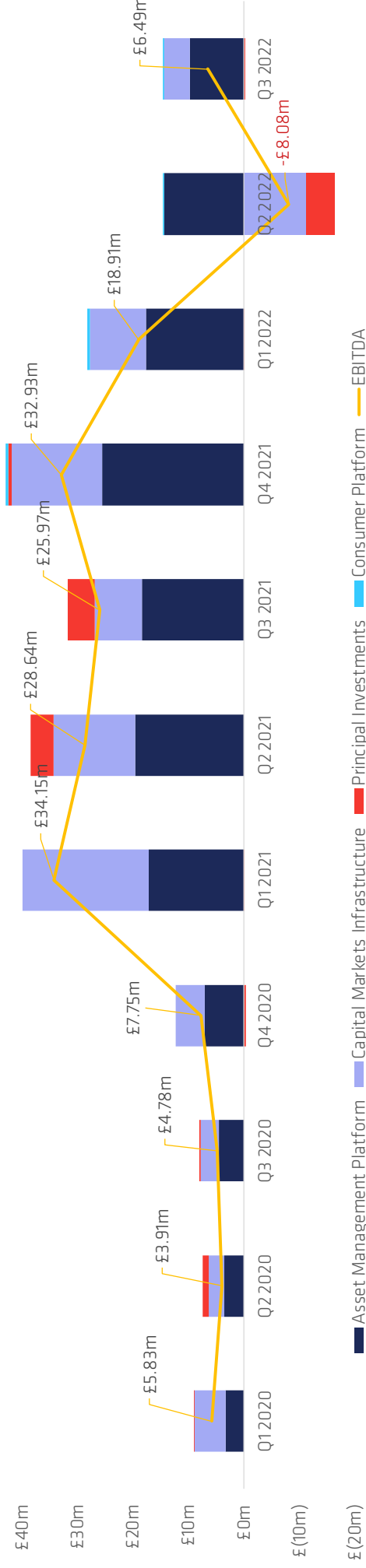


**HISTORICAL
QUARTERLY
DATA**



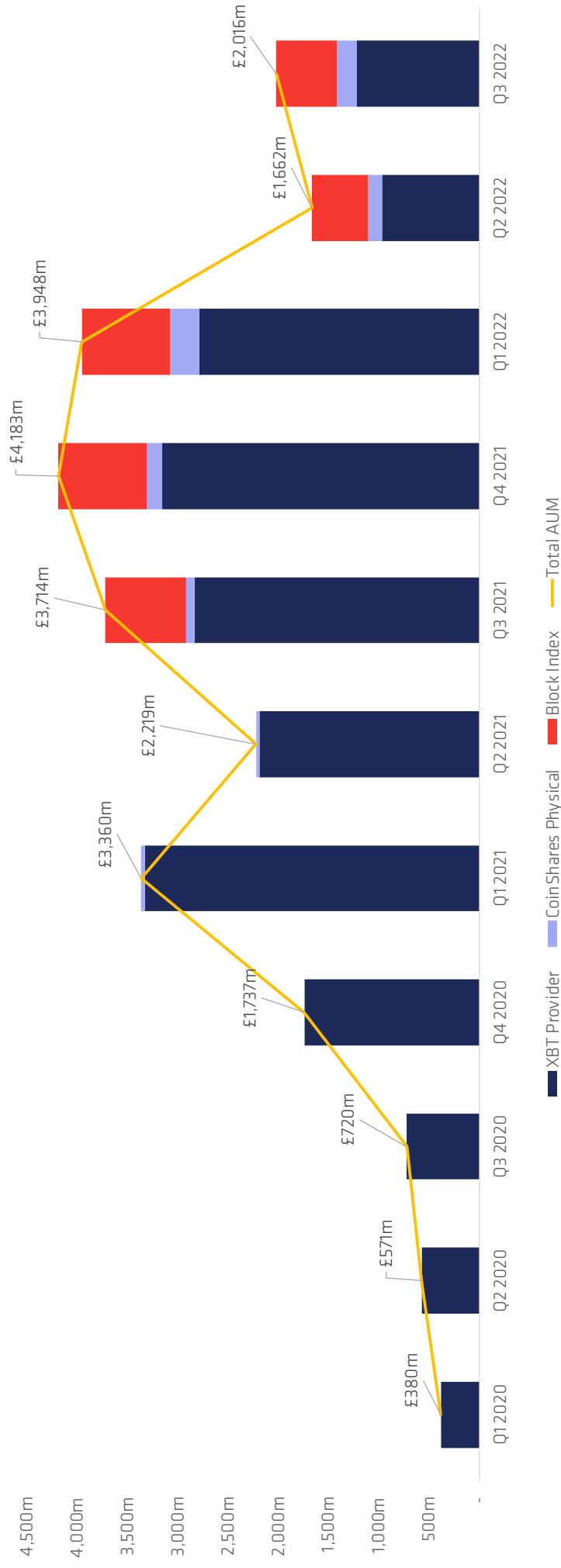
2020-2022 QUARTERLY PERFORMANCE (GBP)

GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022
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
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	(11,186,314)	4,461,721
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)
Consumer Platform	-	-	-	-	-	-	-	457,627	384,848	270,356	270,745
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	(1,701,390)	14,732,233
Admin & Direct Costs	(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)	(6,376,046)	(8,284,459)
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	18,910,812	(8,077,436)	6,447,774
EBITDA (%)	65%	52%	59%	65%	86%	75%	82%	77%	68%	n/a	44%



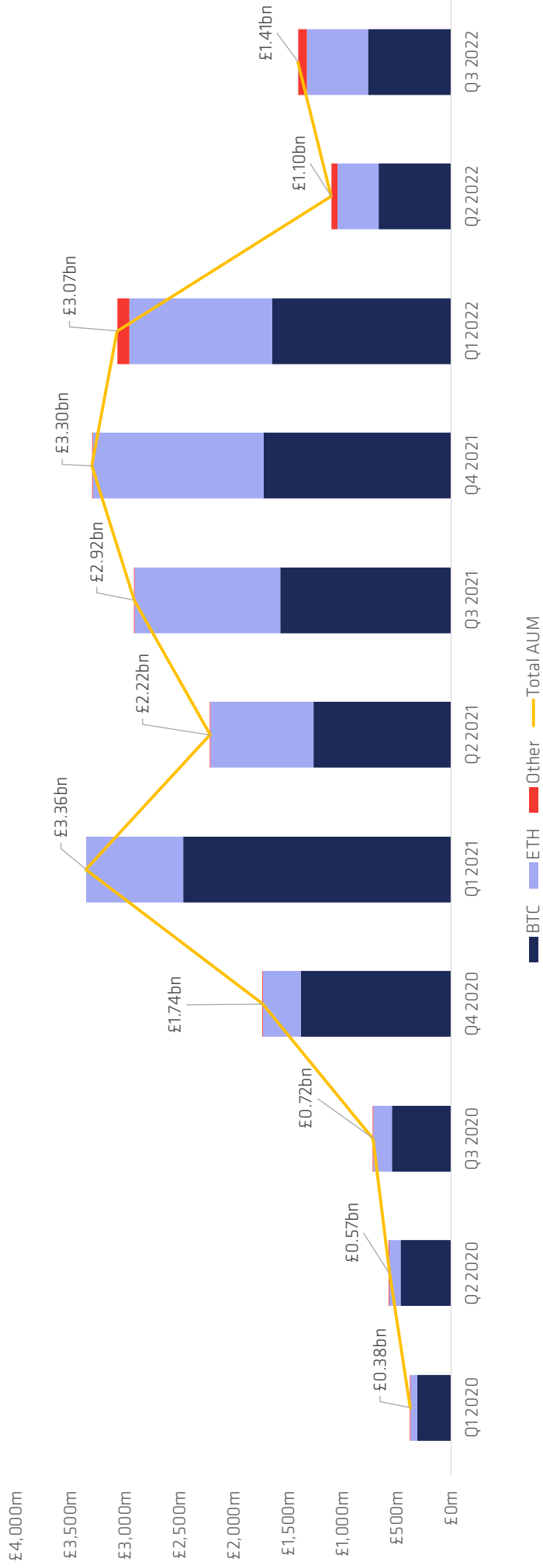
ASSET MANAGEMENT PLATFORM AUM (GBP)

GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022
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
CoinShares Physical	-	-	-	-	36,025,168	38,393,156	90,384,222	150,254,999	292,237,831	139,808,078	193,710,525
BLOCK Index	-	-	-	-	-	-	798,217,118	880,466,340	875,706,190	557,953,920	605,865,292
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	2,015,720,372

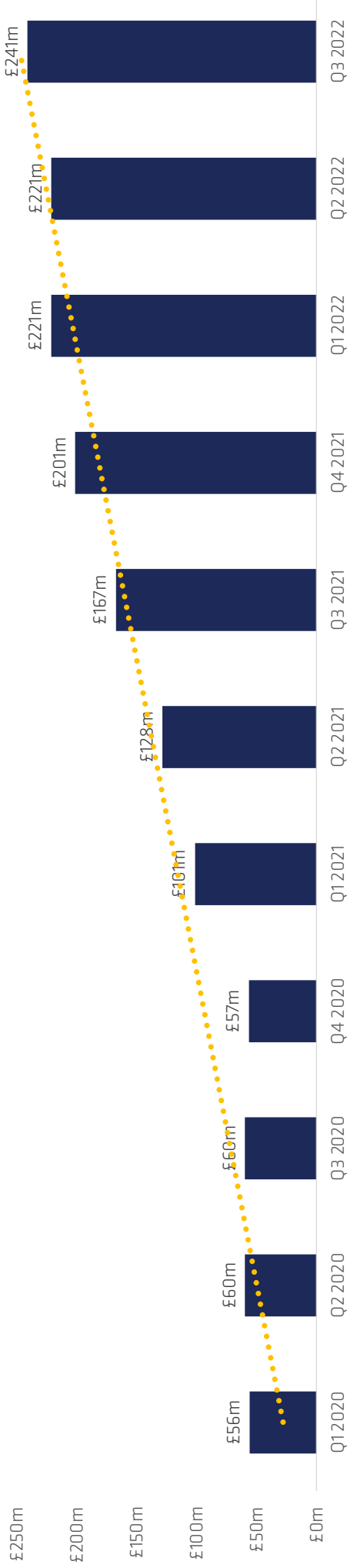


ASSET MANAGEMENT PLATFORM ETP AUM BY DIGITAL ASSET (GBP)

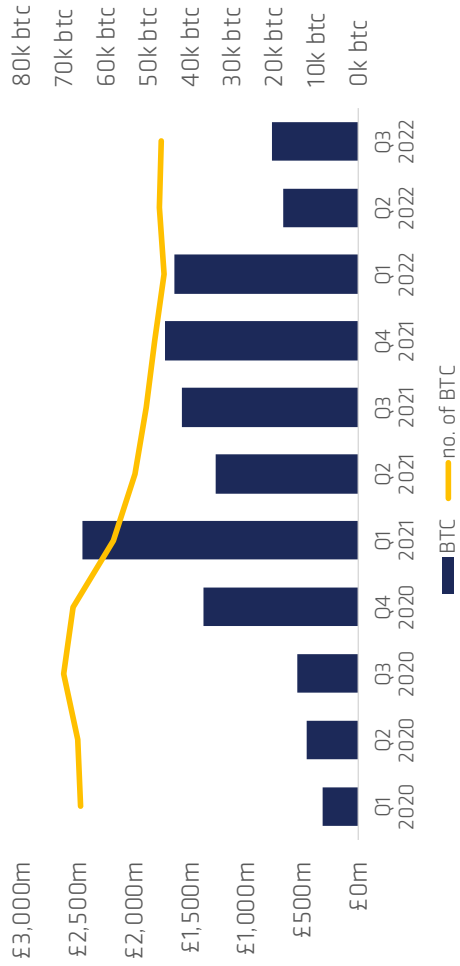
GBP	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022	Q3 2022
Total AUM	379,809,288	570,967,991	719,597,059	1,737,393,745	3,359,864,596	2,218,957,576	2,916,163,879	3,302,523,376	3,072,220,196	1,103,745,611	1,409,855,079
BTC	316,851,814	464,848,907	548,307,010	1,383,469,532	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
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
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
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
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



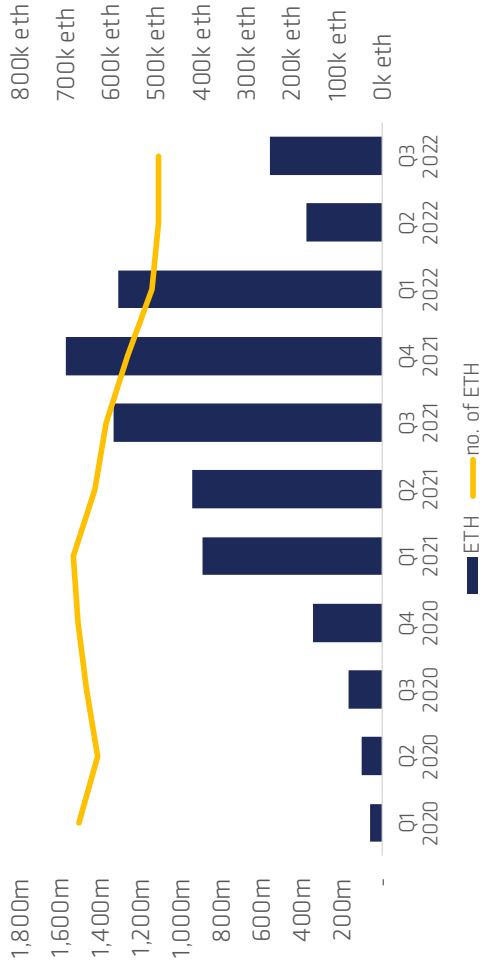
GROUP NET ASSET POSITION (GBP)



BTC AUM VS. BTC INFLOW/OUTFLOW



ETH AUM VS. ETH INFLOW/OUTFLOW



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