



CONSOLIDATED STATEMENT - Changes in Equity

	Share Capital	Capital Reserve	Treasury Stock	Retained Earnings	TOTAL
31-Dec-18	2,650,000	20,644,612	-	7,020,304	30,314,916
31-Dec-19					
Issue of Capital	82,500				82,500
Increase in Capital Reserves		3,217,501			3,217,501
Total Comprehensive Income				36,920,544	36,920,544
31-Dec-20					
Acquisition of own shares			(31,491)	(1,637,632)	(1,669,123)
Total Comprehensive Income				239,730,194	239,730,194
30-Jun-21					
Acquisition of own shares			(134)	(10,586)	(10,720)
Issue of Capital	123,375	31,845,000	31,625		32,000,000
Total Comprehensive Income				131,880,373	131,880,373
as at 30th June 21	2,855,875	55,707,113	-	413,903,197	472,466,185

Consolidated Statement of Financial Position (in EUR)

	Audited Dec 2018	31 Audited Dec 2019	31 Audited 31 Dec 2020	31 Mar 2021 Unaudited	30 Jun 2021 Unaudited	Notes
ASSETS						
Non-current assets						
Intangible assets	14,547	1,056,380	-	13,837	1,432,980	B
Plant & Equipment	977	8,816	20,388	2,479	2,181	
AFS investments	36,473,830	79,933,526	326,228,575	640,551,137	479,011,692	A
Other receivables		5,000,000	396,154	375,282	375,282	
deferred tax - asset	719,759	-	369,694	369,694	369,694	
	37,209,133	85,998,722	327,014,811	641,312,429	481,191,829	
Current Assets						
HFT investments	188,233	-	2,310,000	-	-	
Trade & other receivables	90,954	61,508	505,259	686,204	4,110,264	
Cash & cash equivalents	212,689	4,857	55,786	1,900,872	675,375	
	491,876	65,565	2,871,045	2,587,076	4,785,639	
TOTAL ASSETS	37,701,009	86,064,287	329,885,856	643,899,505	485,977,468	
EQUITY AND LIABILITIES						
Equity						
Share Capital	2,650,000	2,732,500	2,732,500	2,732,500	2,855,875	C
Treasury Stock	-	-	(31,491)	(31,625)	-	
Capital Reserve	20,644,412	23,862,113	23,862,113	23,862,113	55,707,113	
Retained earnings	7,020,304	43,940,848	282,033,410	582,271,303	413,903,197	D
	30,314,916	70,535,461	308,596,532	608,834,291	472,466,185	
Non-Current Liabilities						
Trade & other payables	6,732,078	6,250,860	7,740,875	6,250,860	6,250,860	E
Current Liabilities						
interest bearing loans & borrowings	-	2,209,797	6,720,329	14,085,242	6,420,414	F
trade & other payables	654,015	7,068,219	6,828,120	14,729,112	840,009	G
	654,015	9,278,016	13,548,449	28,814,354	7,260,423	
TOTAL EQUITY & LIABILITIES	37,701,009	86,064,337	329,885,856	643,899,505	485,977,468	
	€11.44	€25.81	€114.25	€225.42	€165.44	H

A. Valuations of our key investments that were fully audited have been calculated strictly according to IFRS standards. The fair value of some investments can be significantly higher. For the unaudited Financials, in particular with regards to investments in Block one, we have taken a fair approximation of their own NAV as Block one holds substantial amount of liquidity, primarily in USD and Bitcoins.

B. Mainly composed of crypto assets which are valued at reporting date

C. Outstanding capital includes Treasury Stock, where applicable. In July 27th, 2021 the company resolved to execute a share split of 20:1

D. Comprising other comprehensive income

E. a debt that falls due latest 2029

F. bank loans and overdraft

G. Liabilities that will be repaid by end of 2021

H. NAVs are now regularly published on a weekly basis and can easily be viewed from company's website.



Statement of Comprehensive Income (in EUR)



	Audited 31 Dec 2018	Audited 31 Dec 2019	Audited 31 Dec 2020	30 Jun 2021 Unaudited	Notes
Revenue	2,648,098	15,001,942	2,545,167	18,086,918	
Cost of Investments	(2,848,553)	(12,280,582)	(1,964,952)	(921,297)	
Realised loss on investment purchase	(1,229,073)	-	-	-	
FV movements on HFT	(244,702)	-	2,141,882	-	
Gross Profit	(1,674,230)	2,721,360	2,722,097	17,165,621	
Profit on Sale of AFS	-	-	8,702,857	-	
Impairments & loss on intangibles	-	-	(228,455)	-	
Total Operating Profit	(1,674,230)	2,721,360	11,196,499	17,165,621	
Admin Expenses	(553,515)	(279,650)	(924,700)	(663,029)	
Other Income	890	59,990	348,714	568,807	
EBIT	(2,226,855)	2,501,700	10,620,513	17,071,399	
Finance Costs	(42,982)	(234,622)	(666,764)	(394,543)	
Taxation	700,616	(795,877)	306,561	-	1
Profit / (Loss) after taxation	(1,569,221)	1,471,201	10,260,310	16,676,956	
EPS	-€ 0.59	€ 0.54	€ 3.80	€ 5.84	
OTHER COMPREHENSIVE INCOME					
Changes in fair value					
Quoted AFS investments	-	31,383,020	139,653,275	(660,214)	
Unquoted AFS investments	7,673,970	3,767,419	91,413,873	115,858,801	
Foreign Exchange translations	915,555	298,904	(1,597,264)	4,930	
TOTAL COMPREHENSIVE INCOME	7,020,304	36,920,544	239,730,194	131,880,373	
Acquisition of Treasury Stock			(1,637,632)	(10,586)	

1 The taxation shown in positive refers to deferred adjustment on FV under OCI



Note

1 Statement of Compliance

The financial statements of Cryptology Asset Group plc have been prepared in accordance with the requirements of IFRS as issued by the IASB and as adopted by the EU.

Assets and liabilities are measured at historical cost except for the financial assets where these were measured at fair value through other comprehensive income (FVTOCI) and those at fair value through profit or loss (FVTPL).

The Consolidated Financial Statements have also been prepared in accordance with the provisions of the Companies Act, 1995 (Chapter 386, Laws of Malta).

2 Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements have been consistently applied to all the financial periods presented, unless otherwise stated.

***Equity Instruments.** The company elects, on an investment-by-investment, to recognise an equity investment that is not held for trading. Other equity instruments are classified as measured at FVTPL. Total gains or losses recognized in OCI are kept within OCI on disposal of an investment.*

Equity instruments are classified either as 'held-for-trading' or 'available-for-sale' assets since the latter would be intended to be held for an indefinite period of time.

3 Revenue

Comprising the following:

<i>Sale of cryptocurrencies and tokens</i>	<i>Nil</i>
<i>Sale of held-for-trading investments</i>	<i>15,640,843</i>
<i>Compensation on AuM</i>	<i>2,348,575</i>
<i>Interest earned</i>	<i>568,807</i>
<i>Consultancy Fees</i>	<i>97,500</i>

4 Finance Costs

<i>Interest on loans & borrowings & charges</i>	<i>394,543</i>
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5 Gross Income

Gross income is arrived at after deducting the cost of the sold equity investments that were held for sale.

6 Compensation Benefits of Employees and Directors

<i>Salaries paid for the period</i>	<i>182,947</i>
<i>Director's remuneration</i>	<i>30,000</i>
<i>Director's fees</i>	<i>6,000</i>

7 Earnings per Share

Earnings per share at the reporting date is €5.84 calculated on Operating Net Profit after tax

8 Taxation

No tax is chargeable up till the time of reporting in view of the 'participation exemption holding' tax rule

9	Intangible Assets These comprise crypto-assets held of €1,422,367 and computer software of €10,613 (vide Note 10 below)		
10	Software and Computer Equipment	<u>Computer-Equipment</u>	<u>Computer Software</u>
	Cost as at 1 Jan 21	4,772	46,420
	Additions	0	0
	Accum. Depreciation & Amort	(2,591)	(35,807)
11	Deferred Taxation The deferred tax of €369,694 may be fully recognised by 31st December 2021		
12	Shares in Subsidiaries This represents shares held in Cryptology Advisory Limited of 1,199 Ordinary 'A' shares at €1 each, 20% paid-up.		
13	Available-for Sale Investments		
	<u>Quoted Equity measured at FVOCI</u>		
	Amount as at 1st Jan 21	€184,461,044	
	Additions and disposals	(486,622)	
	Fair value movement	2,136,410	
	Convertible Loan is measured at its original cost as per Note 15		
	<u>Unquoted Equity measured at FVOCI</u>		
	Amount as at 1st Jan 21	135,460,817	
	Additions and disposals	42,147,018	
	Fair value movement	115,668,307	
	<u>Asset Under Management</u>		
	Amount as at 1st Jan 21	6,306,714	
	Unrealised Exchange difference	(24,612)	
	Transfer executed on 4th March 2021	(6,282,102)	
	Total Available for Sale investments	479,386,974	
14	Investments held for trading There were no investments that at time of reporting were intended for sale. This may however change as per decisions that are taken by the Advisory Board.		
15	Convertible Loan Amount falling due in less than 12-months will be converted to equity investments within the current financial year. This amount shall be transferred to 'Available-for Sale investments' once the conversion is exercised.		
16	a) Share Capital		
	Issued, allotted and 100% paid-up as of 1 January 2021	2,732,500	
	Issued, allotted and 100% paid-up as of 30th June 2021	123,375	
	Total outstanding shares as of 30th June 2021	<u>2,855,875</u>	

b) Treasury Stock

Held as at 1st January 2021	(31,491)
Re-purchased own shares up to 30th June 2021	(134)
Fully sold up to 30th June 2021	31,625

Total Treasury Stock held as at 30th June 2021 **Nil**

c) Capital Reserves

Capital reserves represent the excess paid by shareholders over the nominal value of the shares at €1 each.

d) Retained Earnings

Being accumulated earnings of operating profits after taxation paid for the financial year up to 30th June 2021 and after adjusting for other comprehensive income

17 Other Payables

These are non-current liabilities made up as following:

Loan advance from third parties which is payable latest by 15th March 2029 or upon sale of shares € 6,250,860

18 Trade and Other Payables

Amount due to related companies	614,995
Taxation	63,133
Accruals	161,314
Trade creditors	567

19 Deferred Payment

Amount due within the current financial year as committed for an equity investment

20 Bank Overdraft

The company holds two overdraft accounts as short-term facilities. These are repayable by end of current financial year. These overdrafts are pledged by the mentioned investments held by the company.

21 Bank Loan

The bank loan, which has been granted for the purchase of securities, bears interest based on a three-month Euribor plus 2% per annum. The loan is repayable by 30th December 2023

22 Retained Earnings

These represent the accumulated operating profits after taxation and after adjusting for Other Comprehensive Income. The profit is attributable to equity holders.

23 Fair Value of Financial Instruments

For financial reporting purposes, fair value measurements are categorised into Level 1, 2 or 3. This is based on the degree to which the inputs to the fair value measurements are observable and the significance of such inputs to the fair value measurement in its entirety.

Level 1 inputs are quoted prices unadjusted in active markets. This can easily be accessed at the measurement date.

Level 2 inputs are inputs that are observable for the asset or liability, whether directly or indirectly. This would include securities using quoted market prices in active markets for similar securities or for identical securities in markets that are considered less active or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

Level 3 inputs are those for which the valuation technique includes inputs not based on observable data and the unobservable inputs that may have significant effect on the securities' valuation.

Our financials are based on IFRS 13 for fair value measurements. Our valuation of 'fair value' is the price that a financial asset can be sold at in an orderly transaction in a market on that date under market conditions, irrespective as to whether the price is observable on an Exchange or using valuation approach. IFRS 13 does not preclude CAG from using its own collected data where it always obtains financial information directly from the investee to compare the NAV against market value of the market-participant.