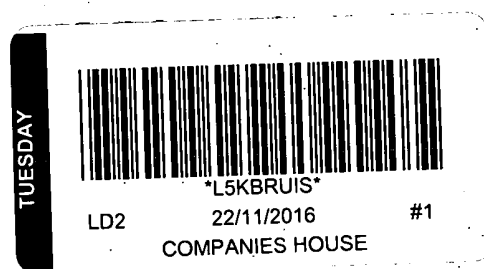


Company Number: 9083955

COINBASE UK LTD

ABBREVIATED ACCOUNTS

**FOR THE 6 MONTH PERIOD FROM
1 JULY 2015 TO 31 DECEMBER 2015**



Coinbase UK Limited**Contents of Abbreviated Accounts
For the period from 1 July 2015 to 31 December 2015**

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Coinbase UK Limited**Company Information**
For the period from 1 July 2015 to 31 December 2015**Directors**

Brian Armstrong
Fred Ehrsam

Registered Office

9th Floor
107 Cheapside
London EC2V 6DN

Company number

9083955

Auditors

Moore Stephens LLP
150 Aldersgate Street, London EC1A 4AB

Independent Auditor's Report to the members of Coinbase UK Ltd Under Section 449 of the Companies Act 2006

We have examined the abbreviated accounts set out on pages 5 to 7, together with the financial statements of Coinbase UK Ltd for the period ended 31 December 2015 prepared under section 396 of the Companies Act 2006.

This report is made solely to the company, in accordance with section 449 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you.

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444 of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section.

Other Information

On November 2016 we reported as auditor to the members on the financial statements prepared under section 396 of the Companies Act 2006 and our report included the following paragraph:

Emphasis of matter – going concern

In forming our opinion on the financial statements, which is not modified, we have considered the adequacy of the disclosures made in note 1b to the financial statements concerning the company's ability to continue as a going concern. The company incurred a net loss of \$60,284 during the period ended 31 December 2015 and, at that date, the company's current liabilities exceeded its total assets by \$876,998 and it had net current liabilities of \$876,998. These conditions, along with the other matters explained in note 1b indicate the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. The financial statements do not include adjustments that would result if the company was unable to continue as a going concern.



Mark Ayres, Senior Statutory Auditor
For and on behalf of Moore Stephens LLP, Statutory Auditor
150 Aldersgate Street
London, EC1A 4AB

18 November 2016

Coinbase UK Limited

Abbreviated Balance Sheet
As at 31 December 2015

<u>Note</u>	As at <u>31 December 2015</u> \$	As at <u>30 June 2015</u> \$
Current Assets		
Cash held at bank	5,659,946	2,433,336
Customer deposits held at bank	5,906,523	1,601,470
Trade debtors	<u>94,589</u>	<u></u>
	11,661,058	4,034,806
Creditors: amounts falling due within one year	<u>(12,538,056)</u>	<u>(4,851,520)</u>
Net Current Liabilities	<u>(876,998)</u>	<u>(816,714)</u>
Total Assets Less Current Liabilities	<u>(876,998)</u>	<u>(816,714)</u>
Capital and Reserves		
Share capital	2	
Profit and loss account	<u>(876,998)</u>	<u>(816,714)</u>
Shareholders' Deficit	<u>(876,998)</u>	<u>(816,714)</u>

The abbreviated accounts have been prepared in accordance with the special provision of part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the directors on 17/11/16 and were signed by



Brian Armstrong
Director

Coinbase UK Ltd

For the period ended 31 December 2015

Notes to the abbreviated accounts

1. Accounting Policies

(a) Basis of preparation

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

(b) Going Concern

The Company is reliant upon the continued support of its ultimate parent company Coinbase Global Inc. which has agreed to provide support of up to \$5million, for a period of at least twelve months from signing of these financial statements and will not recall the debt owed by the company until the resources of the company permit. The Coinbase Global Inc. group has projected that it has sufficient cash facilities to meet its liabilities as they fall due, for at least one year after the date of the audit report. The financial statements have therefore been prepared on a going concern basis which assumes the recoverability of assets and the settlements of liabilities in the ordinary course of business.

As with any company placing reliance on other group entities for financial support, the Directors acknowledge that there can be no certainty that this support will continue, although at the date of approval of these financial statements, they have no reason to believe it will not do so. The going concern basis of the company would be uncertain if material debt recalls were sought outside of those permitted by cash flow forecasts.

(c) Turnover

The Company derives its turnover from bitcoin transactional services, where users can buy and sell bitcoins in transactions for an exchange service fee. The Company recognises turnover when the following criteria have been met: persuasive evidence of an arrangement exists, the fee is fixed or determinable, the service has been rendered and risk of loss has transferred to the customer, and collection is reasonably assured. Service is considered rendered upon transfer of bitcoin to the customer. The Company defers any funds received in advance of successful completion of the recognition criteria.

Percentage of turnover generated outside of the UK is 88%

(d) Deferred Taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are not discounted.

Coinbase UK Ltd

For the period ended 31 December 2015

Notes (Continued)

1. Accounting Policies

(e) Foreign Currency

Transactions during the period in foreign currencies have been translated at rates ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies at the balance sheet date have been translated at the rate ruling on that date. All the resulting exchange differences are dealt with in the Profit and Loss account.

2. Share Capital

	Period to 31 December <u>2015</u> \$	Period to 30 June <u>2015</u> \$
Allotted, issued and fully paid 1 ordinary shares of £0.0001 each	<u>-</u>	<u>-</u>

3. Ultimate Controlling Party

The company's immediate and ultimate parent company is Coinbase Global, Inc. a company incorporated in the United States of America.

In the opinion of the directors, there is no one controlling party at the balance sheet date.