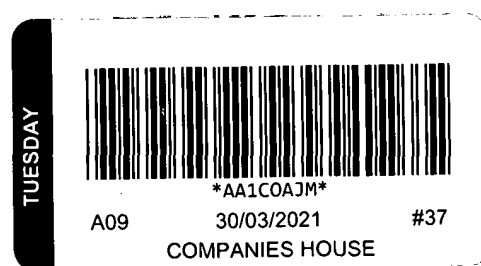


Company registration number: 11434241

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 DECEMBER 2019

CHAINALYSIS UK LIMITED



**MENZIES**  
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# CHAINALYSIS UK LIMITED

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## COMPANY INFORMATION

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Director	J Levin
Registered number	11434241
Registered office	152 Coles Green Road London NW2 7HD
Independent auditors	Menzies LLP Chartered Accountants & Statutory Auditor Centrum House 36 Station Road Egham Surrey TW20 9LF

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# CHAINALYSIS UK LIMITED

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# CHAINALYSIS UK LIMITED

REGISTERED NUMBER:11434241

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	Note	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	4	42,245	2,436
		<u>42,245</u>	<u>2,436</u>
<b>Current assets</b>			
Debtors: amounts falling due within one year	5	846,086	34,287
Cash at bank and in hand		63,240	8,153
		<u>909,326</u>	<u>42,440</u>
Creditors: amounts falling due within one year	6	(351,898)	(36,529)
<b>Net current assets</b>		<u>557,428</u>	<u>5,911</u>
<b>Total assets less current liabilities</b>		<u>599,673</u>	<u>8,347</u>
<b>Net assets</b>		<u>599,673</u>	<u>8,347</u>
<b>Capital and reserves</b>			
Called up share capital		1	1
Profit and loss account		599,672	8,346
		<u>599,673</u>	<u>8,347</u>


The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

J Levin  
Director

DocuSigned by:  
  
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Date: 3/24/2021

The notes on pages 3 to 6 form part of these financial statements.

# CHAINALYSIS UK LIMITED

## STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2019

	Called up share capital £	Profit and loss account £	Total equity £
<b>Comprehensive income for the period</b>			
Profit for the period	-	8,346	8,346
<b>Total comprehensive income for the period</b>	-	8,346	8,346
Shares issued during the period	1	-	1
<b>Total transactions with owners</b>	1	-	1
<b>At 1 January 2019</b>	1	8,346	8,347
<b>Comprehensive income for the year</b>			
Profit for the year	-	591,326	591,326
<b>Total comprehensive income for the year</b>	-	591,326	591,326
<b>Total transactions with owners</b>	-	-	-
<b>At 31 December 2019</b>	1	599,672	599,673

The notes on pages 3 to 6 form part of these financial statements.

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# CHAINALYSIS UK LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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### 1. General information

Chainalysis UK limited is a private company, limited by shares and registered in England and Wales (registration number 11434241). The registered office is 152 Coles Green Road, London, NW2 7HD, England.

### 2. Accounting policies

#### 2.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### 2.2 Foreign currency translation

##### Functional and presentation currency

The Company's functional and presentational currency is GBP.

##### Transactions and balances

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions.

At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

#### 2.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue is a recharge to Chainalysis Inc, being the parent company, on a cost plus basis of 8%.

#### 2.4 Pensions

##### Defined contribution pension plan

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Income and Retained Earnings when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

#### 2.5 Tangible fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

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# CHAINALYSIS UK LIMITED

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

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### 2. Accounting policies (continued)

#### 2.5 Tangible fixed assets (continued)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Long-term leasehold property	-	100%	Length of lease term
Fixtures and fittings	-	20%	
Computer equipment	-	33%	

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Income and Retained Earnings.

#### 2.6 Financial instruments

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

### 3. Employees

The average monthly number of employees, including directors, during the year was 17 (2018 - 3).

# CHAINALYSIS UK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

### 4. Tangible fixed assets

	Fixtures and fittings £	Computer equipment £	Total £
<b>Cost or valuation</b>			
At 1 January 2019	-	2,579	2,579
Additions	16,099	38,564	54,663
At 31 December 2019	16,099	41,143	57,242
<b>Depreciation</b>			
At 1 January 2019	-	143	143
Charge for the year on owned assets	6,601	8,253	14,854
At 31 December 2019	6,601	8,396	14,997
<b>Net book value</b>			
At 31 December 2019	9,498	32,747	42,245
At 31 December 2018	-	2,436	2,436

### 5. Debtors

	2019 £	2018 £
Amounts owed by group undertakings	638,829	24,112
Other debtors	70,692	1,808
Called up share capital not paid	1	1
Prepayments and accrued income	136,564	8,366
	846,086	34,287



# CHAINALYSIS UK LIMITED

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

### 6. Creditors: Amounts falling due within one year

	2019 £	2018 £
Trade creditors	35,825	5,783
Amounts owed to group undertakings	-	2,519
Corporation tax	137,889	1,515
Other taxation and social security	79,938	-
Other creditors	68,478	15,578
Accruals and deferred income	29,768	11,134
	<u>351,898</u>	<u>36,529</u>

### 7. Commitments under operating leases

At 31 December 2019 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2019 £	2018 £
Not later than 1 year	163,363	-
	<u>163,363</u>	<u>-</u>

### 8. Related party transactions

The company has taken advantage of the exemption in FRS 102 not to disclose transactions entered between members of the group where subsidiaries, party to the transaction, are wholly owned members of the group.

### 9. Parent Company

The parent company of the smallest group for which consolidated financial statements are drawn up is Chainalysis Inc. The corporation's registered office and principal place of business is 228 Park Avenue South, New York, USA.

### 10. Auditors' information

The auditors' report on the financial statements for the year ended 31 December 2019 was unqualified.

The audit report was signed by Andrew Cook FCA (Senior Statutory Auditor) for and on behalf of Menzies LLP, Chartered Accountants and Statutory Auditor.