

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**  
**FOR**  
**CRYPTOGRAPHY LTD**

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**for the year ended 30 June 2022**

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**CRYPTOGRAPHY LTD**

**COMPANY INFORMATION**  
**for the year ended 30 June 2022**

**DIRECTORS:**

A Kiayias  
L Georgiou

**REGISTERED OFFICE:**

Q Court  
3 Quality Street  
Edinburgh  
EH4 5BP

**REGISTERED NUMBER:**

SC537962 (Scotland)

**ACCOUNTANTS:**

Haines Watts  
Business Advisors and Accountants  
Q Court  
3 Quality Street  
Edinburgh  
EH4 5BP

**BALANCE SHEET**  
**30 June 2022**

		2022		2021 as restated	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	4		1,073,513		514,583
Tangible assets	5		2,169		2,115
Listed investments	6		132,165		-
Investment property	7		700,030		-
			<u>1,907,877</u>		<u>516,698</u>
<b>CURRENT ASSETS</b>					
Debtors	8	14,901		76,448	
Cash at bank and in hand		<u>10,461,059</u>		<u>4,526,125</u>	
		10,475,960		4,602,573	
<b>CREDITORS</b>					
Amounts falling due within one year	9	<u>1,614,600</u>		<u>853,515</u>	
<b>NET CURRENT ASSETS</b>			<u>8,861,360</u>		<u>3,749,058</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			10,769,237		4,265,756
<b>PROVISIONS FOR LIABILITIES</b>	10		<u>542</u>		<u>402</u>
<b>NET ASSETS</b>			<u>10,768,695</u>		<u>4,265,354</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital			100		100
Retained earnings			<u>10,768,595</u>		<u>4,265,254</u>
			<u>10,768,695</u>		<u>4,265,354</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 June 2022 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

**BALANCE SHEET - continued**  
**30 June 2022**

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

In accordance with Section 444 of the Companies Act 2006, the Statement of Income and Retained Earnings has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 30 June 2023 and were signed on its behalf by:

A Kiayias - Director

**NOTES TO THE FINANCIAL STATEMENTS  
for the year ended 30 June 2022**

**1. STATUTORY INFORMATION**

Cryptography Ltd is a private company, limited by shares, registered in Scotland. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

**2. ACCOUNTING POLICIES**

**BASIS OF PREPARING THE FINANCIAL STATEMENTS**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

**TURNOVER**

Turnover is measured at the fair value of consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes, in relation to information technology consultancy activities and investment in blockchain technology.

**INTANGIBLE FIXED ASSETS**

Intangible fixed assets represent holdings of cryptocurrency at initial cost. The useful economic life of the cryptocurrency is considered by the directors to be indefinite and, accordingly, they are not amortised. The carrying values of intangible fixed assets are reviewed for impairment on an annual basis.

**LISTED INVESTMENTS**

Listed investments are shown at market value at the date of the financial statements. Any surplus or deficit arising from the changes in market value are recognised separately in the profit or loss account.

**TANGIBLE FIXED ASSETS**

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Fixtures and fittings	- 25% per annum reducing balance
Computer equipment	- 33% per annum on cost

The carrying values of tangible fixed assets are reviewed for impairment on an annual basis.

**INVESTMENT PROPERTY**

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the year ended 30 June 2022**

**2. ACCOUNTING POLICIES - continued**

**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 and loans to related parties.

Short-term debt instruments, including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in the case of an out-right short-term loan not at market rate, the financial asset or liability is measured, initially, at the present value of the future cash flow discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the profit and loss account. For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

**TAXATION**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**DEFERRED TAX**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

**PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

**3. EMPLOYEES AND DIRECTORS**

The average number of employees during the year was 2 (2021 - 2) .

NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 30 June 2022

## 4. INTANGIBLE FIXED ASSETS

	Cryptocurrency £
<b>COST</b>	
At 1 July 2021	514,583
Additions	1,871,291
Disposals	(1,312,361)
At 30 June 2022	<u>1,073,513</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>1,073,513</u>
At 30 June 2021	<u>514,583</u>

Intangible fixed assets had a market value of £6,482,983 (2021 - £18,374,021) at the balance sheet date. In line with the accounting policy, no gain has been recognised due to the volatility within the market.

## 5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>			
At 1 July 2021	433	2,613	3,046
Additions	-	1,051	1,051
At 30 June 2022	<u>433</u>	<u>3,664</u>	<u>4,097</u>
<b>DEPRECIATION</b>			
At 1 July 2021	83	848	931
Charge for year	87	910	997
At 30 June 2022	<u>170</u>	<u>1,758</u>	<u>1,928</u>
<b>NET BOOK VALUE</b>			
At 30 June 2022	<u>263</u>	<u>1,906</u>	<u>2,169</u>
At 30 June 2021	<u>350</u>	<u>1,765</u>	<u>2,115</u>

## 6. FIXED ASSET INVESTMENTS

	Listed investments £
<b>COST OR VALUATION</b>	
Additions	145,530
Revaluations	4,655
Impairments	(18,020)
At 30 June 2022	<u>132,165</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>132,165</u>



NOTES TO THE FINANCIAL STATEMENTS - continued  
for the year ended 30 June 2022

## 6. FIXED ASSET INVESTMENTS - continued

Cost or valuation at 30 June 2022 is represented by:

	Listed investments £
Valuation in 2022	(13,362)
Cost	<u>145,527</u>
	<u>132,165</u>

If listed investments had not been revalued they would have been included at the following historical cost:

	2022 £	2021 as restated £
Cost	<u>145,527</u>	<u>-</u>

Listed investments were valued on a market value basis on 30 June 2022 by Saxo Capital Markets UK Ltd .

## 7. INVESTMENT PROPERTY

	Total £
<b>FAIR VALUE</b>	
Additions	<u>700,030</u>
At 30 June 2022	<u>700,030</u>
<b>NET BOOK VALUE</b>	
At 30 June 2022	<u>700,030</u>

On 26 May 2022 there was a purchase of investment property. The directors do not deem there to be any material variation in the market value between the acquisition date and 30 June 2022.

## 8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 as restated £
Trade debtors	13,703	12,063
Other debtors	<u>1,198</u>	<u>64,385</u>
	<u>14,901</u>	<u>76,448</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the year ended 30 June 2022**

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021 as restated
	£	£
Trade creditors	1,202	1,811
Taxation and social security	1,567,191	841,507
Other creditors	46,207	10,197
	<u>1,614,600</u>	<u>853,515</u>

**10. PROVISIONS FOR LIABILITIES**

	2022	2021 as restated
	£	£
Deferred tax	<u>542</u>	<u>402</u>
		Deferred tax
		£
Balance at 1 July 2021		402
Charge to Statement of Income and Retained Earnings during year		140
Balance at 30 June 2022		<u>542</u>

**11. RELATED PARTY DISCLOSURES**

Included within "Other creditors" are amounts totalling £40,841 (2021 - £7,367 due to a director) due to the directors. Interest of 2% per annum is charged on debtor balances over £10,000.

Included within "Other debtors" is an amount of £nil (2021 - £63,276) due from a shareholder to the company. Interest of 2% per annum is charged on debtor balances over £10,000.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.