

Registered number: 09130992

CONFIRMO LTD

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020



CONFIRMO LTD

COMPANY INFORMATION

Directors

D Houska
R Valihrach

Registered number

09130992

Registered office

Dept 613a 601 International House
223 Regent Street
London
W1B 2QD

BALANCE SHEET
AS AT 31 JULY 2020

	Note	2020 £	2018 £
Current assets			
Stocks		16,543,423	21,531,229
Debtors: amounts falling due within one year	5	388,395	80,242
Cash at bank and in hand	6	6,475,912	10,217,440
		<u>23,407,730</u>	<u>31,828,911</u>
Creditors: amounts falling due within one year	7	(22,454,859)	(30,929,974)
Net current assets		<u>952,871</u>	<u>898,937</u>
Total assets less current liabilities		<u>952,871</u>	<u>898,937</u>
Net assets		<u><u>952,871</u></u>	<u><u>898,937</u></u>
Capital and reserves			
Called up share capital		20,000	20,000
Profit and loss account		932,871	878,937
		<u>952,871</u>	<u>898,937</u>

The Directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

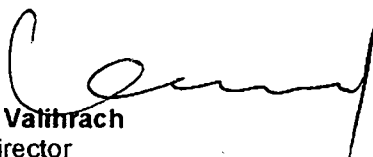
The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 comprehensive income 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:


R Valihrach
 Director

Date: 20.7.2021

CONFIRMO LTD
REGISTERED NUMBER: 09130992

BALANCE SHEET (CONTINUED)
AS AT 31 JULY 2020

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

1. General information

Confirmo Limited ('the Company') is a private company limited by shares and is incorporated and domiciled in England. The address of its registered office is Dept 613a 601 International House, 223 Regent Street, London, England, W1B 2QD.

The principal activity is the exchange of cryptocurrencies.

The financial statements are presented in pounds sterling which is the functional currency of the Company.

2. Accounting policies

2.1 Basis of preparation

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 Going concern

The Directors believe that after considering the potential impact of the COVID-19 outbreak on the Company's business, the Company has adequate financial resources to continue in operational existence for more than 12 months after the date the financial statements are authorised and meet its liabilities and obligations as they fall due. Therefore, the Directors continue to adopt the going concern basis of accounting in preparing the financial statements.

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. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

2. Accounting policies (continued)

2.4 Current and deferred taxation

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Balance Sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

2.5 Other current assets

Other current assets are digital assets, including tokens and cryptocurrency, which do not qualify for recognition as cash and cash equivalents or financial assets, and have an active market which provides pricing information on an ongoing basis. Other current assets are initially measured at fair value.

2.6 Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.8 Creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2.9 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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

2. Accounting policies (continued)

2.9 Financial instruments (continued)

Debt instruments (other than those wholly repayable or receivable within one year), 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 in case of an out-right short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2019 - 2).

4. Other current assets

	2020 £	2019 £
Other current assets	16,543,423	21,531,229
	<u>16,543,423</u>	<u>21,531,229</u>

Other current assets are digital assets, including tokens and cryptocurrency, which do not qualify for recognition as cash and cash equivalents or financial assets, and have an active market which provides pricing information on an ongoing basis.

5. Debtors

	2020 £	2019 £
Other debtors	354,797	66,105
Tax recoverable	14,241	14,137
Deferred taxation	19,357	-
	<u>388,395</u>	<u>80,242</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020**

6. Cash and cash equivalents

	2020 £	2018 £
Cash at bank and in hand	6,475,912	10,217,440
	<u>6,475,912</u>	<u>10,217,440</u>

7. Creditors: Amounts falling due within one year

	2020 £	2019 £
Other creditors	22,454,859	30,929,974
	<u>22,454,859</u>	<u>30,929,974</u>

8. Related party transactions

During the year, the Directors were repaid £Nil (2019: £Nil) and contributed working capital of £Nil (2019: £Nil). An amount of £1,029,769 (2019: £1,111,042) was reallocated from amounts due to Directors to amounts due to clients, thereby reducing the amount owed to the Directors. As at 31 July 2020, £495,039 (2019: £1,524,808) was owing to the Directors. This amount is shown within other creditors.