

COMPANY NUMBER: 09130992

CONFIRMO LTD.

UNAUDITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2019



COMPANY INFORMATION

Directors

D Houska
R Valihrach

Registered number

09130992

Registered office

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

09130992

REGISTERED NUMBER: 09130992

BALANCE SHEET
AS AT 31 JULY 2019

	Note	2019 £	2018 £
Current assets			
Other current assets		21,531,229	14,552,720
Debtors: amounts falling due within one year	5	80,242	64,873
Cash and cash equivalents	6	10,217,440	8,893,946
		<u>31,828,911</u>	<u>23,511,539</u>
Creditors: amounts falling due within one year	7	(30,929,974)	(22,531,999)
Net current assets		<u>898,937</u>	<u>979,540</u>
Total assets less current liabilities		<u>898,937</u>	<u>979,540</u>
Net assets		<u>898,937</u>	<u>979,540</u>
Capital and reserves			
Called up share capital		20,000	20,000
Profit and loss account		878,937	959,540
		<u>898,937</u>	<u>979,540</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.

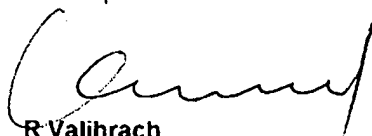
The Directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 on 29 April 2020


R Valihrach
Director

The notes on pages 2 to 5 form part of these financial statements.

CONFIRMO LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

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.

2.4 Taxation

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.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

2. Accounting policies (continued)

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 non-puttable ordinary shares.

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 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.

3. Employees

The average monthly number of employees, including directors, during the year was 2 (2018 - 2).

CONFIRMO LTD

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2019**

4. Other current assets

	2019 £	2018 £
Other current assets	21,531,229	14,522,720
	<u>21,531,229</u>	<u>14,522,720</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

	2019 £	2018 £
Other debtors	66,105	64,873
Tax recoverable	14,137	-
	<u>80,242</u>	<u>64,873</u>

6. Cash and cash equivalents

	2019 £	2018 £
Cash at bank and in hand	10,217,440	8,893,946
	<u>10,217,440</u>	<u>8,893,946</u>

7. Creditors: Amounts falling due within one year

	2019 £	2018 £
Corporation tax	-	216,387
Other creditors	30,929,974	22,315,612
	<u>30,929,974</u>	<u>22,531,999</u>

CONFIRMO LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2019

8. Related party transactions

During the year, the Directors were repaid £Nil (2018: £Nil) and contributed working capital of £Nil (2018: £1,152,168). An amount of £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 2019, £1,524,808 (2018: £2,635,851) was owing to the Directors. This amount is shown within other creditors.

9. Post balance sheet events

The Directors have considered the potential impact of the recent COVID-19 outbreak on the Company's business, which is a non-adjusting event as at 31 July 2019. The Company has concluded that, whilst there may be a possible negative impact on its overall business activity going forwards, it is not able to estimate the potential financial effect on the business. However, the Company's working capital base is sufficiently strong to enable the Directors to be confident that the Company is well positioned and will continue to trade during and after the COVID-19 crisis.