

Company Registration No. 09221291 (England and Wales)

**CRYPTO COMPOSITE LIMITED**  
**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2021**  
**PAGES FOR FILING WITH REGISTRAR**

# CRYPTO COMPOSITE LIMITED

## CONTENTS

---

|                                   | Page  |
|-----------------------------------|-------|
| Accountants' report               | 1     |
| Balance sheet                     | 2 - 3 |
| Notes to the financial statements | 4 - 8 |

---

## **CRYPTO COMPOSITE LIMITED**

### **ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF CRYPTO COMPOSITE LIMITED FOR THE YEAR ENDED 30 SEPTEMBER 2021**

---

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Crypto Composite Limited for the year ended 30 September 2021 which comprise, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of Crypto Composite Limited, as a body. Our work has been undertaken solely to prepare for your approval the financial statements of Crypto Composite Limited and state those matters that we have agreed to state to the Board of Directors of Crypto Composite Limited, as a body. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Crypto Composite Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Crypto Composite Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Crypto Composite Limited. You consider that Crypto Composite Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Crypto Composite Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

**Kirk Rice LLP**

13 June 2022

Victoria House  
178-180 Fleet Road  
Fleet  
Hampshire  
GU51 4DA

# CRYPTO COMPOSITE LIMITED

## BALANCE SHEET

AS AT 30 SEPTEMBER 2021

|   |       | 2021                  | 2020                  |
|---|-------|-----------------------|-----------------------|
|   | Notes | £                     | £                     |
| <b>Fixed assets</b>                                   |       |                       |                       |
| Intangible assets                                     | 3     | 121,710               | 141,715               |
| Tangible assets                                       | 4     | 452                   | 272                   |
| Investments   | 5     | 28,921                | 30,221                |
|   |       | <u>151,083</u>        | <u>172,208</u>        |
| <b>Current assets</b>                                 |       |                       |                       |
| Debtors   | 6     | 40,648                | 46,475                |
| Cash at bank and in hand                              |       | 274,240               | 422,836               |
|   |       | <u>314,888</u>        | <u>469,311</u>        |
| <b>Creditors: amounts falling due within one year</b> | 7     | <u>(89,923)</u>       | <u>(71,907)</u>       |
| <b>Net current assets</b>                             |       | <u>224,965</u>        | <u>397,404</u>        |
| <b>Total assets less current liabilities</b>          |       | <u><u>376,048</u></u> | <u><u>569,612</u></u> |
| <b>Capital and reserves</b>                           |       |                       |                       |
| Called up share capital                               |       | 16                    | 14                    |
| Share premium account                                 |       | 1,177,326             | 877,326               |
| Revaluation reserve                                   |       | (1,179)               | 221                   |
| Profit and loss reserves                              |       | (800,115)             | (307,949)             |
| <b>Total equity</b>                                   |       | <u><u>376,048</u></u> | <u><u>569,612</u></u> |

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

For the financial year ended 30 September 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

## **CRYPTO COMPOSITE LIMITED**

### **BALANCE SHEET (CONTINUED)**

***AS AT 30 SEPTEMBER 2021***

---

The financial statements were approved by the board of directors and authorised for issue on 13 June 2022 and are signed on its behalf by:

Mr C Morris

**Director**

**Company Registration No. 09221291**

# CRYPTO COMPOSITE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

---

### **1 Accounting policies**

#### **Company information**

Crypto Composite Limited is a private company limited by shares incorporated in England and Wales. The registered office is Kells, Burnt Oak, East Bergholt, Suffolk, CO7 6TL.

#### **1.1 Accounting convention**

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### **1.2 Turnover**

Turnover relates to cryptocurrency services provided and is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Turnover is recognised in line with the performance of these services.

Revenue from contracts for the provision of professional services is recognised by reference to the stage of completion when the stage of completion, costs incurred and costs to complete can be estimated reliably. The stage of completion is calculated by comparing costs incurred, mainly in relation to contractual hourly staff rates and materials, as a proportion of total costs. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that it is probable will be recovered.

#### **1.3 Research and development expenditure**

Identifiable development expenditure is capitalised to the extent that the technical, commercial and financial feasibility can be demonstrated. In this case the development is expected to create a lasting asset which will generate future revenues.

#### **1.4 Intangible fixed assets other than goodwill**

Intangible assets are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Development costs are recognised as an intangible asset when it can be demonstrated that the costs are incurred in generating software that can be used to generate future income.

Amortisation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

|                   |                      |
|-------------------|----------------------|
| Development costs | 5 year straight line |
|-------------------|----------------------|

#### **1.5 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

# CRYPTO COMPOSITE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

### 1 Accounting policies

(Continued)

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

|                       |                      |
|-----------------------|----------------------|
| Fixtures and fittings | 3 year straight line |
| Computers             | 3 year straight line |

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

#### 1.6 Fixed asset investments

Interests in subsidiaries, associates and jointly controlled entities are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Transaction costs are expensed to profit or loss as incurred. Changes in fair value are recognised in other comprehensive income except to the extent that a gain reverses a loss previously recognised in profit or loss, or a loss exceeds the accumulated gains recognised in equity; such gains and loss are recognised in profit or loss.

Cryptocurrencies are treated as an intangible asset investment as it is separable and arises from contractual rights of ownership. The assets are not intended to be used in the ordinary course of business and are instead held for capital appreciation. The revaluation model is used because there is an active market for the assets.

#### 1.7 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

#### 1.8 Financial instruments

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the financial instrument.

##### **Basic financial liabilities**

Creditors are not interest bearing and are included at their nominal value.

#### 1.9 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of transaction costs. Dividends payable on equity instruments are recognised as liabilities once they are no longer at the discretion of the company.

#### 1.10 Taxation

The tax expense represents the tax currently payable or reclaimable.

##### **Current tax**

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

# CRYPTO COMPOSITE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

### 1 Accounting policies

(Continued)

#### 1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 1.12 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

### 2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

|       | 2021<br>Number | 2020<br>Number |
|-------|----------------|----------------|
| Total | 6              | 3              |

### 3 Intangible fixed assets

|                                    | Development<br>costs<br>£ |
|------------------------------------|---------------------------|
| <b>Cost</b>                        |                           |
| At 1 October 2020                  | 256,307                   |
| Additions - internally developed   | 48,573                    |
| Disposals                          | (12,670)                  |
| At 30 September 2021               | 292,210                   |
| <b>Amortisation and impairment</b> |                           |
| At 1 October 2020                  | 114,592                   |
| Amortisation charged for the year  | 58,442                    |
| Disposals                          | (2,534)                   |
| At 30 September 2021               | 170,500                   |
| <b>Carrying amount</b>             |                           |
| At 30 September 2021               | 121,710                   |
| At 30 September 2020               | 141,715                   |



# CRYPTO COMPOSITE LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

### 4 Tangible fixed assets

|                                    | Fixtures and fittings | Computers | Total  |
|------------------------------------|-----------------------|-----------|--------|
|                                    | £                     | £         | £      |
| <b>Cost</b>                        |                       |           |        |
| At 1 October 2020                  | -                     | 12,295    | 12,295 |
| Additions                          | 428                   | -         | 428    |
| At 30 September 2021               | 428                   | 12,295    | 12,723 |
| <b>Depreciation and impairment</b> |                       |           |        |
| At 1 October 2020                  | -                     | 12,023    | 12,023 |
| Depreciation charged in the year   | 143                   | 105       | 248    |
| At 30 September 2021               | 143                   | 12,128    | 12,271 |
| <b>Carrying amount</b>             |                       |           |        |
| At 30 September 2021               | 285                   | 167       | 452    |
| At 30 September 2020               | -                     | 272       | 272    |

### 5 Fixed asset investments

|  | 2021   | 2020   |
|--|--------|--------|
|  | £      | £      |
| Shares in group undertakings and participating interests | 100    | -      |
| Other investments other than loans                       | 28,821 | 30,221 |
|  | 28,921 | 30,221 |

#### Movements in fixed asset investments

|                          | Shares in subsidiaries | Other   | Total   |
|--------------------------|------------------------|---------|---------|
|                          | £                      | £       | £       |
| <b>Cost or valuation</b> |                        |         |         |
| At 1 October 2020        | -                      | 30,221  | 30,221  |
| Additions                | 100                    | -       | 100     |
| Valuation changes        | -                      | (1,400) | (1,400) |
| At 30 September 2021     | 100                    | 28,821  | 28,921  |
| <b>Carrying amount</b>   |                        |         |         |
| At 30 September 2021     | 100                    | 28,821  | 28,921  |
| At 30 September 2020     | -                      | 30,221  | 30,221  |

## CRYPTO COMPOSITE LIMITED

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

|          |   |                      |                      |
|----------|---|----------------------|----------------------|
| <b>6</b> | <b>Debtors</b>  | <b>2021</b>          | <b>2020</b>          |
|          |   | <b>£</b>             | <b>£</b>             |
|          | <b>Amounts falling due within one year:</b>           |                      |                      |
|          | Trade debtors   | -                    | 5,000                |
|          | Amounts owed by group undertakings                    | 40,278               | -                    |
|          | Other debtors   | 370                  | 41,475               |
|          |   | <u>40,648</u>        | <u>46,475</u>        |
|          |   | <u><u>40,648</u></u> | <u><u>46,475</u></u> |
| <br>     |   |                      |                      |
| <b>7</b> | <b>Creditors: amounts falling due within one year</b> | <b>2021</b>          | <b>2020</b>          |
|          |   | <b>£</b>             | <b>£</b>             |
|          | Trade creditors                                       | -                    | 686                  |
|          | Taxation and social security                          | 16,639               | -                    |
|          | Other creditors                                       | 73,284               | 71,221               |
|          |   | <u>89,923</u>        | <u>71,907</u>        |
|          |   | <u><u>89,923</u></u> | <u><u>71,907</u></u> |

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.