

IMPACT OF AUDIT RESTATEMENTS

Year ended December 2024 & interim period ended June 2025

The Group's financial statements, issued in accordance with IFRS accounting standards as adopted by the United Kingdom, for the year ended December 2024, together with the interim period ended June 2025, each containing comparative information, have been identified as requiring restatement. The restatements, including the quantification of the adjustments, have arisen as a consequence of the U.S. filing, which includes financial statements issued in accordance with IFRS as issued by the IASB. Such financial statements will be available in full at the time the U.S. filing is made public in the United States.

The restatements have been outlined below, and the quantification of the adjustments and the impact of the restatements on the Group's Adjusted EBITDA disclosed on the following pages of this document.

1) Digital Asset holdings

The Group has re-assessed the classification and accounting treatment of its digital assets.

A hedge accounting relationship had been designated for those digital assets classified as intangible assets, whereby movements in fair value were offset against changes in the fair value of the CoinShares Physical certificate liabilities, which have been classified as a financial liability. Following restatement, the certificate liabilities have been reclassified, as they are predominantly settled in digital assets and therefore do not meet the definition of financial liabilities under IFRS 9. Consequently, the related hedge accounting relationship has been removed.

In addition, the Group re-assessed its application of digital assets as inventory under IAS 2. As a result, all digital assets are now classified as intangible assets and accounted for under the revaluation model in accordance with IAS 38.

These changes result in the majority of digital asset fair value movements being recognised in Other Comprehensive Income (OCI) rather than in profit or loss.

Please note that this restatement has not impacted upon the Group's Total Comprehensive Income or Adjusted EBITDA.

2) Share-based payments


The Group has re-assessed its accounting for share-based payment arrangements following a number of historic instances of cash settlement of share option awards.

Previously, the Group recognised all of its share-based payment awards as equity settled, with corresponding charges recognised in share option expenses over the vesting period. Management has identified that a constructive obligation to settle in cash was established during the first quarter of 2024 and, following reassessment, the awards have been reclassified as liability-settled share-based payment arrangements. Consequently, the Group has restated its financial statements to reflect these awards as liability settled for the year ended December 31, 2024.

The liability now recognised includes both (i) the fair value of the liability and (ii) the associated employer social security obligations, which vary with the fair value of the underlying awards and are therefore accounted for as a cash-settled component under IFRS.

3) Investment impairment

The Group held an equity position in FlowB Holding Switzerland SA ('FlowBank') during the year ended December 31, 2024, which was accounted for as an associate under IAS 28. Previously, following the bankruptcy proceedings of FlowBank, which



was instructed by Finma in Switzerland the Group fully impaired the investment of FlowBank through the statement of comprehensive income during the year ended December 31, 2024.

Following review, it has been determined that the conditions resulting in FlowBank's bankruptcy proceedings existed as at December 31, 2022, and therefore the investment was fully impaired in year ended December 31, 2024 should have been impaired as at December 31, 2022. As a result, any share of profit or losses associated with the investment in FlowBank recognised in the years ended December 31, 2024 and 2023 have been reversed.

Adjusted EBITDA Impact

The following pages provide details of the audit adjustments identified in respect of the Group's financial information for the years ended December 2023 and 2024, together with the interim periods ended June 2024 and June 2025, and their impact on the Group's Adjusted EBITDA.

Adjusted EBITDA is a non-IFRS financial measure used by management to assess the underlying performance of the business. Management believes this measure is useful to investors in evaluating the Group's operating performance. Adjusted EBITDA is a supplemental measure of performance that is neither required by, nor presented in accordance with IFRS. It should not be considered as a substitute for measures prepared in accordance with International Financial Reporting Standards (IFRS). Investors should exercise caution in comparing the Group's Adjusted EBITDA to any similarly titled measures used by other companies.

This announcement does not include information regarding the impact of the audit adjustments on the Group's primary financial statements, being the Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Equity and Statement of Cash Flows.

This restated financial information, including the full quantitative impact of these adjustments on the primary statements prepared in accordance with IFRS, forms part of the U.S. filing and will be available in full at the time this is filed publicly with the SEC.

RESTATEMENTS FOR THE YEARS ENDED 31 DECEMBER 2024 AND 31 DECEMBER 2023

							<i>Restated</i>
USD \$'000		Year Ended December 31 2024	Restatement adjustment (i) digital assets	Restatement adjustment (ii) share option	Restatement adjustment (iii) investment in associates	Total Adjustment	Year Ended December 31 2024
	Profit/(loss) for the period	133,467	(2,430,843)	(13,184)	25,265	(2,418,761)	(2,285,294)
Remove	Finance income	8,495	-	-	-	-	8,495
Remove	Finance costs	(11,538)	-	-	-	-	(11,538)
Remove	Taxation	(935)	-	-	-	-	(935)
Remove	Depreciation	(1,016)	-	-	-	-	(1,016)
Remove	Amortisation	(2,005)	-	-	-	-	(2,005)
	EBITDA	140,466	(2,430,843)	(13,184)	25,265	(2,418,761)	(2,278,295)
Remove	Exceptional Income	(36,816)	-	-	-	-	(36,816)
Add	Fair value gain on digital assets through other comprehensive income	-	2,430,843	-	-	2,430,843	2,430,843
Add	Fair value loss on financial assets through other comprehensive income	(450)	-	-	-	-	(450)
Remove	Share based payment expense	1,279	-	13,184	-	13,184	14,463
Remove	Digital asset gains designated as treasury	(10,224)	-	-	-	-	(10,224)
	Adjusted EBITDA	94,254	-	-	25,265	25,265	119,519
	Total comprehensive income*	137,077	-	(12,984)	25,151	12,167	149,244

* Impact of restatement adjustments on the Group's total comprehensive income include exchange differences on translation of foreign operations totalling a net gain of \$85k for the year ended 31 December 2024

RESTATEMENTS FOR THE YEARS ENDED 31 DECEMBER 2024 AND 31 DECEMBER 2023

							Restated
	USD \$'000	Year Ended December 31 2023	Restatement adjustment (i) digital assets	Restatement adjustment (ii) share option	Restatement adjustment (iii) investment in associates	Total Adjustment	Year Ended December 31 2023
	Profit/(loss) for the period	57,894	(126,837)	-	12,932	(113,905)	(56,011)
Remove	Finance income	7,975	-	-	-	-	7,975
Remove	Finance costs	(8,604)	-	-	-	-	(8,604)
Remove	Taxation	(715)	-	-	-	-	(715)
Remove	Depreciation	(1,762)	-	-	-	-	(1,762)
Remove	Amortisation	(2,231)	-	-	-	-	(2,231)
	EBITDA	63,232	(126,837)	-	12,932	(113,905)	(50,673)
Remove	Exceptional Income	-	-	-	-	-	-
Add	Fair value gain on digital assets through other comprehensive income	-	126,837	-	-	126,837	126,837
Add	Fair value gain on financial assets through other comprehensive income	186	-	-	-	-	186
Remove	Share based payment expense	1,261	-	-	-	-	1,261
Remove	Digital asset gains designated as treasury	-	-	-	-	-	-
	Adjusted EBITDA	64,679	-	-	12,932	12,932	77,611
	Total comprehensive income*	47,867	-	-	11,307	11,307	59,173

* Impact of restatement adjustments on the Group's total comprehensive income include exchange differences on translation of foreign operations totalling a net loss of \$1,625k for the year ended 31 December 2023

RESTATEMENTS FOR THE PERIODS ENDED 30 JUNE 2025 AND 30 JUNE 2024

							<i>Restated</i>
USD \$'000		Period Ended June 30, 2025	Restatement adjustment (i) digital assets	Restatement adjustment (ii) share option	Restatement adjustment (iii) investment in associates	Total Adjustment	Period Ended June 30, 2025
	Profit/(loss) for the period	55,847	435,107	1,320	-	436,427	492,273
<i>Remove</i>	Finance income	476	-	-	-	-	476
<i>Remove</i>	Finance costs	(3,054)	-	-	-	-	(3,054)
<i>Remove</i>	Taxation	(657)	-	-	-	-	(657)
<i>Remove</i>	Depreciation	(489)	-	-	-	-	(489)
<i>Remove</i>	Amortisation	(832)	-	-	-	-	(832)
	EBITDA	60,403	435,107	1,320	-	436,427	496,830
<i>Remove</i>	Exceptional Income	-	-	-	-	-	-
<i>Add</i>	Fair value loss on digital assets through other comprehensive income	-	(435,107)	-	-	(435,107)	(435,107)
<i>Add</i>	Fair value gain on financial assets through other comprehensive income	370	-	-	-	-	370
<i>Remove</i>	Share based payment expense	190	-	(1,320)	-	(1,320)	(1,130)
<i>Remove</i>	Digital asset gains designated as treasury	(4,780)	-	-	-	-	(4,780)
	Adjusted EBITDA	56,183	-	-	-	-	56,183
	Total comprehensive income*	57,760	-	1,320	-	1,320	59,080

* Impact of restatement adjustments on the Group's total comprehensive income for the period ended 30 June 2025 is nil

RESTATEMENTS FOR THE PERIODS ENDED 30 JUNE 2025 AND 30 JUNE 2024

							<i>Restated</i>
USD \$'000		Period Ended June 30, 2024	Restatement adjustment (i) digital assets	Restatement adjustment (ii) share option	Restatement adjustment (iii) investment in associates	Total Adjustment	Period Ended June 30, 2024
	Profit/(loss) for the period	73,386	(1,208,507)	(6,617)	24,987	(1,190,137)	(1,116,751)
<i>Remove</i>	Finance income	5,747	-	-	-	-	5,747
<i>Remove</i>	Finance costs	(6,911)	-	-	-	-	(6,911)
<i>Remove</i>	Taxation	(575)	-	-	-	-	(575)
<i>Remove</i>	Depreciation	(500)	-	-	-	-	(500)
<i>Remove</i>	Amortisation	(891)	-	-	-	-	(891)
	EBITDA	76,517	(1,208,507)	(6,617)	24,987	(1,190,137)	(1,113,620)
<i>Remove</i>	Exceptional Income	(36,410)	-	-	-	-	(36,410)
<i>Add</i>	Fair value loss on digital assets through other comprehensive income	-	1,208,507	-	-	1,208,507	1,208,507
<i>Add</i>	Fair value gain on financial assets through other comprehensive income	265	-	-	-	-	265
<i>Remove</i>	Share based payment expense	862	-	6,617	-	6,617	7,479
<i>Remove</i>	Digital asset gains designated as treasury	(7,241)	-	-	-	-	(7,241)
	Adjusted EBITDA	33,993	-	-	24,987	24,987	58,979
	Total comprehensive income*	75,803	-	(6,627)	25,151	18,524	94,327

* Impact of restatement adjustments on the Group's total comprehensive income include exchange differences on translation of foreign operations totaling a net gain of \$154k for the period ended 30 June 2024