

# Interim Report

for

## XBT Provider AB (publ)

559001-3313

For the period

01/01/2021 - 30/06/2021

### Development of the Company's business operations, financial results and financial position (Amount in thousands of Swedish kronor)

	Jan-June 2021	Jan-June 2020	Jan-June 2019	Full year 2020
Net turnover	2 356	2 160	2 297	3 620
Operating margin (%)	4	4	4	4
Balance sheet total	26 126 842	6 569 645	7 953 377	19 715 568
Return on equity (%)	2	2	2	4

NB: This English-language document is an unofficial translation of XBT Provider AB's mid year report 2021, which is in the Swedish-language. In the case of any discrepancies between the mid year report and this unofficial English translation, the Swedish-language mid year report shall prevail.



## **Comments from the Chief Executive Officer**

In the six months to 30 June 2021 we have seen new all-time-highs in the cryptocurrency market, followed by some significant pull back seen during May and June. Despite of this, prices remain significantly higher than at the 31 December 2020, with the total market cap of cryptocurrencies having increased over the six month period by approximately 87%, from \$750 billion to \$1.4 trillion.

Much of this increase is, of course, caused by the digital assets referenced by XBT Providers ETPs, Bitcoin and Ethereum. In the six months ended 30 June 2021 Bitcoin price has risen by approximately 15%, and Ethereum significantly more, by approximately 184%.

XBT's assets under management across all of its ETPs, have therefore increased during the first half of 2021. While the increases seen have not matched the overall rise in the markets (due to experiencing net outflow over the period), total assets under management increased by 27% from \$2,374m to \$3,012.7m.

CoinShares and XBT Provider would like to thank all ETP holders for the trust and confidence shown in our XBT products during this period. XBT certificates are still some of the top traded products listed on Nasdaq and Nordic Growth Market, ranked by Issuer and volume trading. The team remains very excited about the future of the cryptocurrency market.

### **Risks and uncertainties**

The Board of Directors and the management of XBT provider AB (publ) are ultimately responsible for the Company's risk management. The Company's operations are monitored and controlled on an ongoing basis by the compliance and risk function of CoinShares (Jersey) Limited, an entity under common control and regulated by the Jersey Financial Services Commission.



## Income Statement

(Amounts in thousands of Swedish kronor)

	Note	01/01/2021 -30/06/2021	01/01/2020 -30/06/2020	01/01/2020 -31/12/2020
<b>Operating revenues</b>				
Net turnover		2 356	2 160	3 620
Other operating income		155	0	0
		<b>2 511</b>	<b>2 160</b>	<b>3 620</b>
<b>Operating costs</b>				
General administrative expenses		-2 405	-2 055	-3 454
Other operating expenses		-10	-22	-27
		<b>-2 415</b>	<b>-2 077</b>	<b>-3 481</b>
<b>Operating profit/loss</b>		<b>96</b>	<b>83</b>	<b>139</b>
<b>Profit/loss from financial items</b>				
Interest expense and similar profit/loss items		0	0	-1
Value changes, certificates/currencies	2	0	0	0
		<b>0</b>	<b>0</b>	<b>-1</b>
<b>Profit/loss after financial items</b>		<b>96</b>	<b>83</b>	<b>138</b>
<b>Pre-tax profit/loss</b>		<b>96</b>	<b>83</b>	<b>138</b>
Tax on profit for the period		-25	-18	-31
<b>Net profit/loss for the period</b>		<b>71</b>	<b>65</b>	<b>107</b>



## Balance Sheet

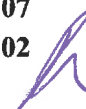
(Amounts in thousands of Swedish kronor)

	Note	30/06/2021	30/06/2020	31/12/2020
<b>ASSETS</b>				
<b>Fixed assets</b>				
<i>Financial fixed assets</i>				
Other long-term receivables	3	2	0	2
		2	0	2
<b>Total fixed assets</b>		2	0	2
<b>Current assets</b>				
<i>Current receivables</i>				
Receivables from group companies	4	26 126 358	6 567 980	19 714 510
Current tax assets		0	691	1
Other receivables		75	224	89
Deferred expenses and accrued income		133	292	289
		<b>26 126 565</b>	<b>6 569 188</b>	<b>19 714 889</b>
<i>Cash on hand and in bank</i>		274	457	677
<b>Total current assets</b>		<b>26 126 840</b>	<b>6 569 645</b>	<b>19 715 566</b>
<b>TOTAL ASSETS</b>		<b>26 126 842</b>	<b>6 569 645</b>	<b>19 715 568</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
<i>Restricted reserves</i>				
Share capital		500	500	500
		<b>500</b>	<b>500</b>	<b>500</b>
<i>Non-restricted equity</i>				
Retained earnings or losses		2 602	2 495	2 495
Profit/loss for the period		71	65	107
		<b>2 674</b>	<b>2 560</b>	<b>2 602</b>
<b>Total equity</b>		<b>3 174</b>	<b>3 060</b>	<b>3 102</b>
<b>Untaxed reserves</b>		980	980	980
<b>Current liabilities</b>				
Accounts payable		0	79	0
Liabilities to group companies		0	3 636	2 250
Current tax liabilities		7	0	0
Other liabilities	5	26 121 969	6 561 169	19 708 486
Accrued expenses and deferred income		711	721	749
<b>Total current liabilities</b>		<b>26 122 688</b>	<b>6 565 605</b>	<b>19 711 485</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26 126 842</b>	<b>6 569 645</b>	<b>19 715 568</b>

## Statement of changes in equity

(Amounts in thousands of Swedish kronor)

	Share capital	Non-restr. equity	Total equity
<b>Opening equity 01/01/2021</b>	<b>500</b>	<b>2 602</b>	<b>3 102</b>
Profit/loss for the period		71	71
<b>Closing equity 30/06/2021</b>	<b>500</b>	<b>2 674</b>	<b>3 174</b>
<b>Opening equity 01/01/2020</b>	<b>500</b>	<b>2 495</b>	<b>2 995</b>
Profit/loss for the period		65	65
<b>Closing equity 30/06/2020</b>	<b>500</b>	<b>2 560</b>	<b>3 060</b>
<b>Opening equity 01/01/2020</b>	<b>500</b>	<b>2 495</b>	<b>2 995</b>
Profit/loss for the year		107	107
<b>Closing equity 31/12/2020</b>	<b>500</b>	<b>2 602</b>	<b>3 102</b>



## Cash Flow Analysis

(Amounts in thousands of Swedish kronor)

	Note	01/01/2021 -30/06/2021	01/01/2020 -30/06/2020	01/01/2020 -31/12/2020
<b>Current activities</b>				
Profit/loss after financial items		97	83	138
Adjustments for items not included in the cash flow		-146	21	26
Tax paid		-17	-75	604
<b>Cash flow from operating activities before change in working capital</b>		<b>-67</b>	<b>29</b>	<b>768</b>
<b>Cash flow from change in the working capital</b>				
Change in current receivables		1 806	-312	613
Change in current liabilities		-2 287	371	-242
<b>Cash flow from operating activities</b>		<b>-548</b>	<b>88</b>	<b>1139</b>
<b>Investment activities</b>				
Investment in financial assets		0	0	-2
<b>Cash flow from investment activities</b>		<b>0</b>	<b>0</b>	<b>-2</b>
<b>Financing activities</b>				
Dividends paid		0	0	-825
<b>Cash flow from financing activities</b>		<b>0</b>	<b>0</b>	<b>-825</b>
<b>Annual cash flow</b>		<b>-548</b>	<b>88</b>	<b>313</b>
<b>Liquid assets, opening balance</b>				
Liquid assets, opening balance		677	390	390
<b>Exchange rate differences for liquid assets</b>				
Exchange rate differences for liquid assets		146	-21	-26
<b>Liquid assets, closing balance</b>		<b>274</b>	<b>457</b>	<b>677</b>

## Notes

(Amounts in thousands of Swedish kronor)

### Note 1 Accounting and Valuation principles

#### General Information

The company prepares an interim report in accordance with IAS 34, taking into account the exemption from and additions to IFRS that are stated in RFR2 and the Annual Accounts Act. Only legal entity is reported, after which a full IFRS report does not apply. Accounting principles and calculation methods are unchanged from those applied in the annual report for the financial year 1 January to 31 December 2020.

Information in accordance with IAS 34.16A is provided both in notes and elsewhere in the interim report. XBT Provider's business comprises issuing financial instruments and other related activities. The company believes that this business as a whole constitutes an operating segment.



**Note 2 Value changes, certificates**

	<b>01/01/2021</b>	<b>01/01/2020</b>	<b>01/01/2020</b>
	<b>-30/06/2021</b>	<b>-30/06/2020</b>	<b>-31/12/2020</b>
<b>Value changes, certificates/currencies</b>			
Bitcoin Tracker One	-200 668	-217 014	-3 855 484
Bitcoin Tracker One Euro	930 399	-902 328	-7 600 719
Ether Tracker One	-2 712 632	-178 474	-1 027 673
Ether Tracker One Euro	-4 500 827	-375 267	-2 282 888
Litecoin Tracker One	26 013	195	-22 094
Litecoin Tracker One Euro	10 619	494	-8 014
XRP Tracker One	22 860	-470	-16 140
XRP Tracker One Euro	10 753	-1013	-8 182
<b>Total value change, certificates/currencies</b>	<b>-6 413 483</b>	<b>-1 673 877</b>	<b>-14 821 195</b>
	<b>01/01/2021</b>	<b>01/01/2020</b>	<b>01/01/2020</b>
	<b>-30/06/2021</b>	<b>-30/06/2020</b>	<b>-31/12/2020</b>
<b>Change in receivables</b>			
Bitcoin Tracker One	200 668	217 014	3 855 484
Bitcoin Tracker One Euro	-930 399	902 328	7 600 719
Ether Tracker One	2 712 632	178 474	1 027 673
Ether Tracker One Euro	4 500 827	375 267	2 282 888
Litecoin Tracker One	-26 013	-195	22 094
Litecoin Tracker One Euro	-10 619	-494	8 014
XRP Tracker One	-22 860	470	16 140
XRP Tracker One Euro	-10 753	1013	8 182
<b>Total change in receivables</b>	<b>6 413 483</b>	<b>1 673 877</b>	<b>14 821 195</b>
	<b>30/06/2021</b>	<b>30/06/2020</b>	<b>31/12/2020</b>
<b>Number of issued certificates</b>			
Bitcoin Tracker One	4 166	5 304	4 980
Bitcoin Tracker One Euro	629	806	858
Ether Tracker One	22 136	20 321	21 052
Ether Tracker One Euro	4 053	4 261	4 629
Litecoin Tracker One	-	205	513
Litecoin Tracker One Euro	-	12	21
XRP Tracker One	-	920	2 688
XRP Tracker One Euro	-	46	126
	<b>30 984</b>	<b>31 873</b>	<b>34 867</b>
	<b>30/06/2021</b>	<b>30/06/2020</b>	<b>31/12/2020</b>
<b>Prices</b>			
Bitcoin Tracker One	1429,27 SEK	398,85 SEK	1155,36 SEK
Bitcoin Tracker One Euro	1410,21 EUR	381,10 EUR	1151,30 EUR
Ether Tracker One	178,56 SEK	19,23 SEK	58,90 SEK
Ether Tracker One Euro	176,12 EUR	18,35 EUR	58,70 EUR
Litecoin Tracker One	-	18,20 SEK	50,71 SEK
Litecoin Tracker One Euro	-	17,43 EUR	50,56 EUR
XRP Tracker One	-	7,82 SEK	8,51 SEK
XRP Tracker One Euro	-	7,48 EUR	8,50 EUR

The certificates, Litecoin Tracker One (COINLTC:SS), Litecoin Tracker Euro (COINLTCE:SS), XRP Tracker One (COINXRP:SS), and XRP Tracker Euro (COINXRPE:SS) will no longer be traded from April 2021 and will not be renewed.



**Note 3 Other long-term receivables**

	30/06/2021	30/06/2020	31/12/2020
Acquisition value, opening balance	2	0	0
Incoming accounts	0	0	2
<b>Accumulated acquisition value, closing balance</b>	<b>2</b>	<b>0</b>	<b>2</b>
<b>Book value, closing balance</b>	<b>2</b>	<b>0</b>	<b>2</b>

**Note 4 Receivables from group companies**

	30/06/2021	30/06/2020	31/12/2020
Acquisition value, opening balance	19 714 510	4 893 868	4 893 868
Incoming accounts	21 462 301	9 181 029	17 251 622
Outgoing accounts	-15 048 204	-7 506 917	-2 430 980
Reclassifications	-2 250	0	0
<b>Accumulated acquisition value, closing balance</b>	<b>26 126 358</b>	<b>6 567 980</b>	<b>19 714 510</b>
<b>Book value, closing balance</b>	<b>26 126 358</b>	<b>6 567 980</b>	<b>19 714 510</b>

**Note 5 Current liabilities**

	30/06/2021	30/06/2020	31/12/2020
Bitcoin Tracker One	5 954 652	2 115 514	5 753 984
Bitcoin Tracker Euro	8 986 671	3 218 678	9 917 069
Ether Tracker One	3 952 551	390 721	1 239 919
Ether Tracker Euro	7 228 095	819 647	2 727 268
Litecoin Tracker One	-	3 723	26 013
Litecoin Tracker Euro	-	2 112	10 619
XRP Tracker One	-	7 191	22 860
XRP Tracker Euro	-	3 584	10 753
	<b>26 121 969</b>	<b>6 561 169</b>	<b>19 708 486</b>

**Note 6**

The Company is a wholly-owned subsidiary of CoinShares (Holdings)Limited, Corp. ID No. 123711 with registered offices on Jersey. CoinShares (Holdings) Limited is included in a group in which CoinShares International Limited, Corp. ID No. 102184, with registered offices on Jersey, is the Parent Company.

### **Certification**

The Chief Executive Officer assures that this Interim Report provides a true and fair view of the Company's business activities, financial position and financial results, and describes significant risks and uncertainties faced by the Company.

Stockholm 23/07/2021



Dennis Engström  
Chief Executive Officer

### **Audit report**

This report has not been reviewed by the company's auditor.