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Zacks Small-Cap Research

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DeFi Technologies Inc. (DEFTF-OTC)

DEFTF: 4Q24 Adjusted EPS Miss on Higher Expenses; Continuing to Broaden Product/Geographic/Business Footprints

DEFTF reported a net loss of $0.03 per share for 4Q24. That said, excluding non-cash/non-recurring charges, Adjusted EPS came in at $0.04, or $0.02 shy of our estimate our $0.06 estimate, with the miss largely a function of higher operating expenses. Lowering our 2025 EPS estimate from $0.40 to $0.33 reflecting broader crypto market weakness in 1Q25, and introducing a 2026 forecast of $0.45.

Current Price (03/31/25)	$2.27
Valuation	**$5.00**

OUTLOOK

Key 4Q24 takeaways include: 1) key AUM growth drivers likely include targeted expansion efforts, with a focus on market liquidity, regulatory support, and high/growing adoption rates, increasingly developing partnerships with exchanges and other digital assets solutions providers, and leveraging Valour's broad and deep ETP portfolio to continue to meet evolving investor demand trends; 2) management remains focused on increasingly penetrating markets across Africa, the Middle East, and Asia to capitalize on strong crypto adoption/demand trends and DEFTF's first-mover advantages; 3) product develop/distribution initiatives remain at the forefront, with Valour recently introducing 20 ETPs in Sweden, and bringing new Dogecoin, Hedera, Aptos, Sui, and Render offerings to market; and 4) from a business perspective, plans remain on track to list CoreFi Strategy Corp. to provide investors access and leveraged exposure to the BTCfi ecosystem, while DEFTF recently took a majority ownership stake in Neuronomics AG to enhance AI-focused investment management strategies.

SUMMARY DATA

52-Week High	**$3.75**
52-Week Low	**$1.50**
One-Year Return (%)	**45.51%**
Beta	**N/A**
Average Daily Volume (sh)	**971,808**
Shares Outstanding (mil)	**327**
Market Capitalization ($mil)	**$742**
Short Interest Ratio (days)	**N/A**
Institutional Ownership (%)	**N/A**
Insider Ownership (%)	**33**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**NM**
P/E using 2025 Estimate	**6.9**
P/E using 2026 Estimate	**5.0**

Risk Level	**Above Average**
Type of Stock	**Small Growth**
Industry	**Financial Services**

ZACKS ESTIMATES

Revenue
(in thousands of $)

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2023	(8,386) A	5,579 A	4,418 A	6,269 A	7,816 A
2024	(3,640) A	97,294 A	17,884 A	3,970 A	38,362 A
2025	22,961 E	54,486 E	25,044 E	58,613 E	161,105 E
2026					212,678 E

Earnings/Share

	Q1 (Mar)	Q2 (Jun)	Q3 (Sep)	Q4 (Dec)	Year (Dec)
2023	-$0.06 A	-$0.00 A	-$0.01 A	-$0.00 A	-$0.07 A
2024	-$0.05 A	$0.20 A	$0.05 A	-$0.03 A	-$0.08 A
2025	$0.04 E	$0.12 E	$0.04 E	$0.13 E	$0.33 E
2026					$0.45 E

Quarterly revenues/EPS may not equal annual revenues/EPS due to FX rates/rounding and/or restatements.

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4Q24 EARNINGS: ADJUSTED EPS MISS ON HIGHER EXPENSES

Pre-market open on 3/31/25, DeFi Technologies reported 4Q24 earnings results. On an IFRS basis, DEFTF reported a net loss of $0.03 per share for 4Q24. During 2Q24 and 3Q24, DEFTF incorrectly accounted for certain SOL and AVAX tokens acquired via equity investments in private investment funds as current assets. For 4Q24 and 2024 restated results, DEFTF applied a Discount for Lack of Marketability (DLOM) to the related tokens reflecting lock-up periods through 2028. Excluding the DLOM, as well as the adjustment to BTC collateral held by Genesis Capital, DEFTF reported Adjusted Net Income per share of $0.04, or a couple of pennies shy of our estimate.

While mark-to-market noise, restatements, and revisions to the P&L make actual vs. estimate analysis a bit more challenging (Exhibit 1), we note core revenue (staking and lending income, management fees, trading commissions, and research revenue) came in slightly ahead of expectations – largely due to higher quarter-end assets. More specifically, AUM as of December 31, 2024, totaled $819 million, meaningfully above our $760 million forecast (mostly a function of further crypto market appreciation since we last marked-to-market our model).

That said, core expenses (operating, general and administration, share-based payments, finance costs, and fees and commissions) of $16.4 million were significantly above our $12.9 million forecast, with much of the variance likely related to higher compensation and travel costs. Looking ahead, senior executives remain focused on cost management, with core operating expenses (ex incentive compensation and incremental marketing initiatives related to international growth) likely remaining generally in line with 2024 run-rates even as AUM, business activity, and revenues continue to ramp up.

Exhibit 1: 4Q24 Actual vs. Estimates

DeFi Technologies Inc.
($ thousands)

	4Q24		Change	
	Actual	Estimate	$	%
Revenues				
Digital assets realized/unrealized gains/(losses)	114,653	9,270	105,383	1136.8%
ETP payables realized/unrealized gains/(losses)	(213,456)	10,696	(224,152)	-2095.7%
Unrealized gain on equity investments at FVTPL	81,801		81,801	NM
Derivatives realized/unrealized gains/(losses)	0	0	0	NM
Staking and lending income	8,926	11,113	(2,186)	-19.7%
Management fees	2,001	1,805	197	10.9%
Trading commissions	2,005		2,005	NM
Research revenue	598	357	242	67.8%
Node revenue	0	4	(4)	-100.0%
Realized gain/(loss) on investments, net	(333)	0	(333)	NM
Unrealized gain/(loss) on investments, net	7,772	0	7,772	NM
Interest income	1	2	(1)	-36.8%
Total Revenues	**3,970**	**33,246**	**(29,276)**	**-88.1%**
Expenses				
Operating, general and administration	7,343	3,256	4,087	125.5%
Share based payments	6,499	8,530	(2,031)	-23.8%
Depreciation - property, plant and equipment	0	1	(1)	-62.3%
Depreciation - right of use assets	0	0	0	NM
Amortization - intangibles	379	391	(12)	-3.0%
Finance costs	290	357	(66)	-18.6%
Fees and commissions	2,244	713	1,530	214.6%
Foreign exchange gain/(loss)	(306)	0	(306)	NM
Impairment loss	0	0	0	NM
Total Expenses	**16,450**	**13,248**	**3,202**	**24.2%**
Operating Income/(Loss)	**(12,480)**	**19,998**	**(32,478)**	**-162.4%**
Loss on settlement of debt	93	0	93	NM
Pre-Tax Income/(Loss)	**(12,387)**	**19,998**	**(32,385)**	**-161.9%**
Income tax	0	0	0	NM
Net Income/(Loss)	**(12,387)**	**19,998**	**(32,385)**	**-161.9%**
Earnings per share, diluted	**($0.04)**	**$0.06**	**(0)**	**-171.9%**
Weighted average shares outstanding, basic	308,171	300,601	7,570	2.5%
Weighted average shares outstanding, diluted		357,803		

Source: Company Reports and Zacks Small Cap Research estimates and calculations.

KEY TAKEAWAYS

Following our review of 4Q24 results, we highlight the following key takeaways:

1. **Plenty of AUM growth drivers:** As mentioned earlier, Valour's total AUM stood at $819 million as of December 31, 2024, up 114% from $383 million at the end of 2023 reflecting market gains, net inflows, and new product launches. Beyond continuing to launch new products across different geographies outside of Europe (discussed next), key market share drivers likely include: a) targeted expansion efforts, with a focus on market liquidity, regulatory support, and high/growing adoption rates, particularly within regulated investment vehicles; b) increasingly developing partnerships with exchanges and other digital assets solutions providers; and c) leveraging Valour's broad and deep ETP portfolio to continue to capitalize on evolving investor demand trends.

2. **New products, new geographies:** To be sure, management remains focused on increasingly penetrating markets across Africa, the Middle East, and Asia to capitalize on strong crypto adoption/demand trends and DEFTF's first-mover advantages. Indeed, Valour recently signed a Memorandum of Understanding (MOU) with AsiaNext and SovFi, with plans to list Exchange-Traded Products (ETPs) on AsiaNext's Singapore-licensed securities exchange, thereby providing access to the firm's crypto strategies across Asia. Turning to Europe, Valour recently launched 20 digital asset ETPs on the Spotlight Stock Market in Sweden bringing the firm's total product portfolio to over 60 strategies available on the continent, with management aiming to offer 100+ funds by the end of this year.

   From a new product development standpoint, Valour introduced the Valour Dogecoin (DOGE) ETP on the Spotlight Stock Market in Sweden, the Hedera HBAR ETP on Euronext Amsterdam, and the Valour Dogecoin, Valour Aptos, Valour Sui, and Valour Render ETPs on Börse Frankfurt in Germany, reinforcing the firm's commitment to broadening access to digit assets across Europe.

3. **Continuing to broaden the franchise:** Following the previously announced launch of CoreFi Strategy Corp, DEFTF entered into a binding Letter of Intent (LOI) with CoreFi Strategy and Orinswift Ventures, with the goal of listing the resulting company's shares on the Cboe Canada Stock Exchange. CoreFi Strategy was formed to provide investors access and leveraged exposure to the BTCfi ecosystem, similar to MicroStrategy's approach with Bitcoin.

   Separately, DEFTF took a 10% stake in Neuronomics AG in December 2024 (building on the companies' existing strategic partnership), and subsequently announced upping its ownership share to 52.5% in early March in exchange for 186K shares plus cash considerations. Neuronomics manages long-only crypto portfolios leveraging Artificial Intelligence (AI) technology to drive outsized risk-adjusted investment returns. Stepping back, the acquisition enhances DEFTF's asset management and quantitative trading (DeFi Alpha) capabilities, while further diversifying the company's revenue profile.

LOWERING 2025 EPS ESTIMATE

After updating our model for 4Q24 results, we are taking down our 2025 forecast from $0.40 to $0.33. Our revision primarily reflects a flatter revenue growth trajectory (our model now calls for total revenues of $161 million for 2025 – consistent with management's updated guidance) given broader crypto market weakness in 1Q25. In fact, our back-of-the-envelope math suggests Valour's AUM are down ~25% on a weighted-average basis since December 31, 2024, based solely on market depreciation. Furthermore, we are introducing a 2026 EPS estimate of $0.45 representing 36% year-over-year growth.

VALUATION REMAINS ATTRACTIVE

We continue to believe DeFi Technologies is uniquely positioned to capitalize on the burgeoning digital assets ecosystem, with a diversified and differentiated portfolio of asset management, trading, infrastructure, venture capital, and research businesses. We see further room to run, as awareness and appreciation of the company's unique business model, durable competitive advantages, considerable growth prospects, and unsustainable valuation disconnect continue to build.

Despite our lower earnings outlook, we are raising our price target from $4.00 to $5.00 after incorporating our explicit 2026 EBIT forecasts as well as a lower discount rate in our DCF model reflecting ongoing diversification efforts. From a relative perspective, DEFTF is currently trading at just 6.9x our revised 2025 EPS estimates of $0.33 and 5.0x at 2026 forecast, or well below other asset managers with meaningful crypto ETF offerings. While we recognize most peers are significantly larger and more mature, with considerable infrastructure, resource, and financial advantages, DEFTF maintains a sizeable advantage in terms of projected growth, thereby justifying a comparable (if not higher) P/E multiple, in our minds.

On top of that, a potential uplisting for the stock to a senior exchange in the U.S. represents a meaningful upward revaluation catalyst, in our minds. To that point, we suspect the company's Form 40-F Registration Statement could be declared effective by the SEC within the next 30 days or so, thereby paving the way for a listing on the Nasdaq. In turn, we expect the stock to benefit from a real-time step up in liquidity and valuation given pent up institutional investor demand.

INVESTMENT THESIS

DeFi Technologies Inc. (DEFTF) is a diversified technology company primarily focused on the digital assets/decentralized finance ecosystem. DEFTF provides digital asset-focused asset management, trading, infrastructure, and research services, while the company's venture capital business invests in early-stage decentralized finance and Web3 companies. Our investment thesis revolves around DeFi Technologies':

1. **Diversified Platform Focused on Digital Assets, DeFi, and Web3:** DeFi Technologies' mission is to provide investor access to and capitalize on the innovation, value, and high growth of leading decentralized technologies primarily through introducing and managing digital asset ETPs, as well as identifying, investing in, and developing companies focused on the decentralized finance and Web3 ecosystems. Stepping back, decentralized finance (DeFi) applies the model of digital assets (decentralized blockchains to validate and track transactions/ownership) to the world of traditional financial services. Decentralized applications (dApps) run on public blockchains and provide financial services without centralized gatekeeps/toll takers. As a result, decentralized finance apps provide banking, borrowing, lending, trading, and insurance (amongst other services) within a more accessible, timely, cost efficient, secure, and transparent platform. Web3 takes the concept a step further and applies the decentralized blockchain groundwork to the internet.

2. **Crypto Going Mainstream:** The successful launches of Bitcoin (BTC) and Ethereum (ETH) Exchange Traded Funds (ETFs) here in the U.S. garnered massive media attention/exposure, with a favorable narrative developing for the crypto industry more broadly. In turn, rising awareness and demand combined with improving accessibility continues to drive higher adoption/allocation rates across the digital assets landscape.

   Despite the surge in demand for cryptocurrencies via BTC ETFs, a majority of Bitcoins remains held by retail investors. The key to a step function in growth remains rising crypto allocations from institutional investors (pensions, Sovereign Wealth Funds, and insurance companies). While we are still seemingly in the very early stages, a sustainable Bitcoin bull market likely facilitates a shift in institutional allocations. We expect BTC and other cryptocurrencies to continue to broadly outperform more traditional asset classes over time reflecting several powerful tailwinds/catalysts including ongoing ETF inflows, a more favorable interest rate backdrop, and fixed supply.

3. **ETP Head Start:** DeFi Technologies' subsidiary Valour Asset Management is a leading ETP issuer in Europe, with a broad array of single-asset and multi-asset class products. From a competitive positioning perspective, Valour focuses on niche markets, with investment performance track records and trading/issuance capabilities in local currencies. Despite rising competition, Valour remains well positioned to continue to gain market share reflecting in-house management expertise, regulatory approvals to list ETPs on major exchanges across Europe, and a focus on Alt Coins.

   Looking ahead, we expect Valour ETP AUM to continue to grow fueled by ongoing new product development. Incremental ETP launches likely extend beyond digital assets, with thematic and active strategies key areas of focus. Furthermore, management remains focused on broadening Valour's geographic footprint, particularly in jurisdictions maintaining favorable regulatory frameworks and high crypto adoption rates (see the Middle East and Asia), via organic initiatives and/or strategic partnerships and joint ventures.

4. **Supercharged Asset Manager Revenue/Margin Model:** Unlike traditional asset managers that rely almost exclusively on management fees to drive the top line (and are subject to ongoing fee pressures), DeFi Technologies generates revenue across multiple streams including staking, lending, and trading underlying digital assets in addition to ETP management fees. All in, DEFTF can earn 8%+ on ETP assets, with staking/lending yields on top of management fees of 1.9% on most ETPs. Moreover, our model assumes operating income margins step function higher reflecting limited expense growth, with senior executives remaining focused on increasingly leveraging a more efficient overhead structure.

INVESTMENT RISKS

1. **Cryptocurrency volatility:** Near-term cryptocurrency pricing volatility directly impacts DEFTF's ETP AUM, management fees, and staking and lending income, and therefore earnings power. That said, we expect ongoing net inflows reflecting accelerating demand/higher allocations to work as an offset.

2. **Challenging regulatory backdrop:** Given the breadth and depth of the U.S. equities market, it makes sense for DeFi to list Exchange-Traded Products and uplist the company's shares to a senior exchange here in the U.S. (the company filed a Form 40-F Registration Statement with the SEC in connection with its application to list on the Nasdaq). Having said that, the U.S. regulatory environment remains challenging, with any meaningful market penetration likely necessitating considerable time, effort, and resources. Stepping back, the ongoing lack of a comprehensive and consistent regulatory framework here in the U.S. threatens to restrict market access, slow innovation, and trigger operational and financial inefficiencies.

3. **Black swan events:** Black swan events including unanticipated regulatory shifts, technology failures, widespread fraud, or other company collapses would likely trigger step-ups in crypto market volatility and investor uncertainty.

4. **Rising competition:** We expect more players to enter the digital asset management business following the successes of BTC and ETH ETF launches. Furthermore, stepped up competition is unlikely to be limited to the U.S. market, with select managers increasingly focusing on Europe.

5. **Reliance on third-parties:** DeFi's asset management, staking, and lending businesses are all subject to risks related to third-party service providers. More specifically, Valour buys/sells digital assets which the company's ETPs track on crypto exchanges, with any operational issues potentially impacting liquidity and tracking error. Furthermore, digital assets held and staked by third-party custodians are subject to market, liquidity, and loss risks.

PROJECTED INCOME STATEMENT (CDN)

DeFi Technologies Inc.
(CDN in thousands)

	Quarterly								Annual				Y/Y Growth		
	1Q24	2Q24	3Q24	4Q24	1Q25E	2Q25E	3Q25E	4Q25E	2023	2024	2025E	2026E	2024	2025E	2026E
	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Dec-23	Dec-24	Dec-25	Dec-26	Dec-24	Dec-25	Dec-26
Revenues															
Digital assets realized/unrealized gains/(losses)	317,123	(86,651)	52,301	165,020	0	0	0	0	323,959	345,244	0	0	7%	-100%	NM
ETP payables realized/unrealized gains/(losses)	(328,254)	209,095	(41,382)	(307,227)	0	0	0	0	(332,101)	(482,892)	0	0	NM	NM	NM
Unrealized gain on equity investments at FVTPL				117,736	0	0	0	0		132,475	0	0	NM	-100%	NM
Derivatives realized/unrealized gains/(losses)	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Staking and lending income	5,808	8,263	8,794	12,848	14,313	14,067	16,088	18,210	3,555	35,718	62,679	110,728	905%	75%	77%
Management fees	1,732	2,145	2,069	2,881	3,209	3,154	3,607	4,083	1,462	8,827	14,053	21,990	504%	59%	56%
Trading commissions				2,885	3,029	48,181	3,340	48,507		2,885	103,057	115,150	NM	3472%	12%
Research revenue	502	339	262	861	878	896	914	932	0	1,963	3,621	4,027	NM	84%	11%
Node revenue	5	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Realized gain/(loss) on investments, net	0	634	0	(480)	0	0	0	0	(4)	155	0	0	NM	-100%	NM
Unrealized gain/(loss) on investments, net	(1,839)	(659)	2,145	11,187	11,411	11,639	11,872	12,109	13,485	10,833	47,030	52,311	-20%	334%	11%
Interest income	1	1	3	2	5	5	5	5	1	6	20	30	320%	222%	50%
Total Revenues	**(4,923)**	**133,167**	**24,192**	**5,714**	**32,846**	**77,942**	**35,826**	**83,846**	**10,356**	**55,214**	**230,460**	**304,237**	**433%**	**317%**	**32%**
Expenses															
Operating, general and administration	2,968	30,512	6,271	10,569	7,580	7,580	7,580	7,580	9,975	50,320	30,320	33,352	404%	-40%	10%
Share based payments	1,618	3,434	11,963	9,354	1,592	1,592	1,592	1,592	2,920	26,368	6,368	7,005	803%	-76%	10%
Depreciation - property, plant and equipment	3	2	2	1	1	1	1	1	13	8	2	2	-42%	-67%	0%
Depreciation - right of use assets	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Amortization - intangibles	517	514	538	546	557	568	579	591	2,038	2,115	2,296	2,553	4%	9%	11%
Finance costs	1,738	929	784	418	418	418	418	418	4,161	3,868	1,671	1,671	-7%	-57%	0%
Fees and commissions	490	1,090	1,990	3,229	1,836	1,836	1,836	1,836	1,029	6,799	7,343	7,930	560%	8%	8%
Foreign exchange gain/(loss)	823	6,318	(22,265)	(440)	0	0	0	0	10,339	(440)	0	0	-104%	NM	NM
Impairment loss	4,962	0	0	0	0	0	0	0	0	4,962	0	0	NM	-100%	NM
Total Expenses	**13,119**	**42,799**	**(719)**	**23,676**	**11,983**	**11,994**	**12,006**	**12,017**	**30,476**	**94,000**	**48,000**	**52,514**	**208%**	**-49%**	**9%**
Operating Income/(Loss)	**(18,042)**	**90,368**	**24,911**	**(17,963)**	**20,863**	**65,948**	**23,820**	**71,829**	**(20,120)**	**(38,786)**	**182,460**	**251,722**	**NM**	**NM**	**38%**
Loss on settlement of debt	0	0	0	134	0	0	0	0	(172)	(256)	0	0	NM	NM	NM
Pre-Tax Income/(Loss)	**(18,042)**	**90,368**	**24,911**	**(17,829)**	**20,863**	**65,948**	**23,820**	**71,829**	**(20,292)**	**(39,042)**	**182,460**	**251,722**	**NM**	**NM**	**38%**
Income tax	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Net Income/(Loss)	**(18,042)**	**90,368**	**24,911**	**(17,829)**	**20,863**	**65,948**	**23,820**	**71,829**	**(20,292)**	**(39,042)**	**182,460**	**251,722**	**NM**	**NM**	**38%**
Foreign currency translation gain/(loss)	(1,269)	110	(932)	6,998	0	0	0	0	1,344	4,907	0	0	265%	-100%	NM
Net comprehensive gain/(loss)	(19,311)	90,478	23,978	(10,830)	20,863	65,948	23,820	71,829	(18,948)	(34,134)	182,460	251,722	NM	NM	38%
Earnings per share, diluted	**($0.06)**	**$0.27**	**$0.07**	**($0.06)**	**$0.05**	**$0.17**	**$0.06**	**$0.18**	**($0.09)**	**($0.13)**	**$0.47**	**$0.64**	**NM**	**NM**	**36%**
Weighted average shares outstanding, basic	284,134	291,902	298,101	308,171	324,164	329,570	332,070	334,570	223,084	295,591	330,094	335,094	33%	12%	2%
Weighted average shares outstanding, diluted	284,134	332,821	355,303	365,374	381,366	386,773	389,273	391,773	231,600	334,408	387,296	392,296	44%	16%	1%

Source: Company reports and Zacks SCR estimates and calculations.

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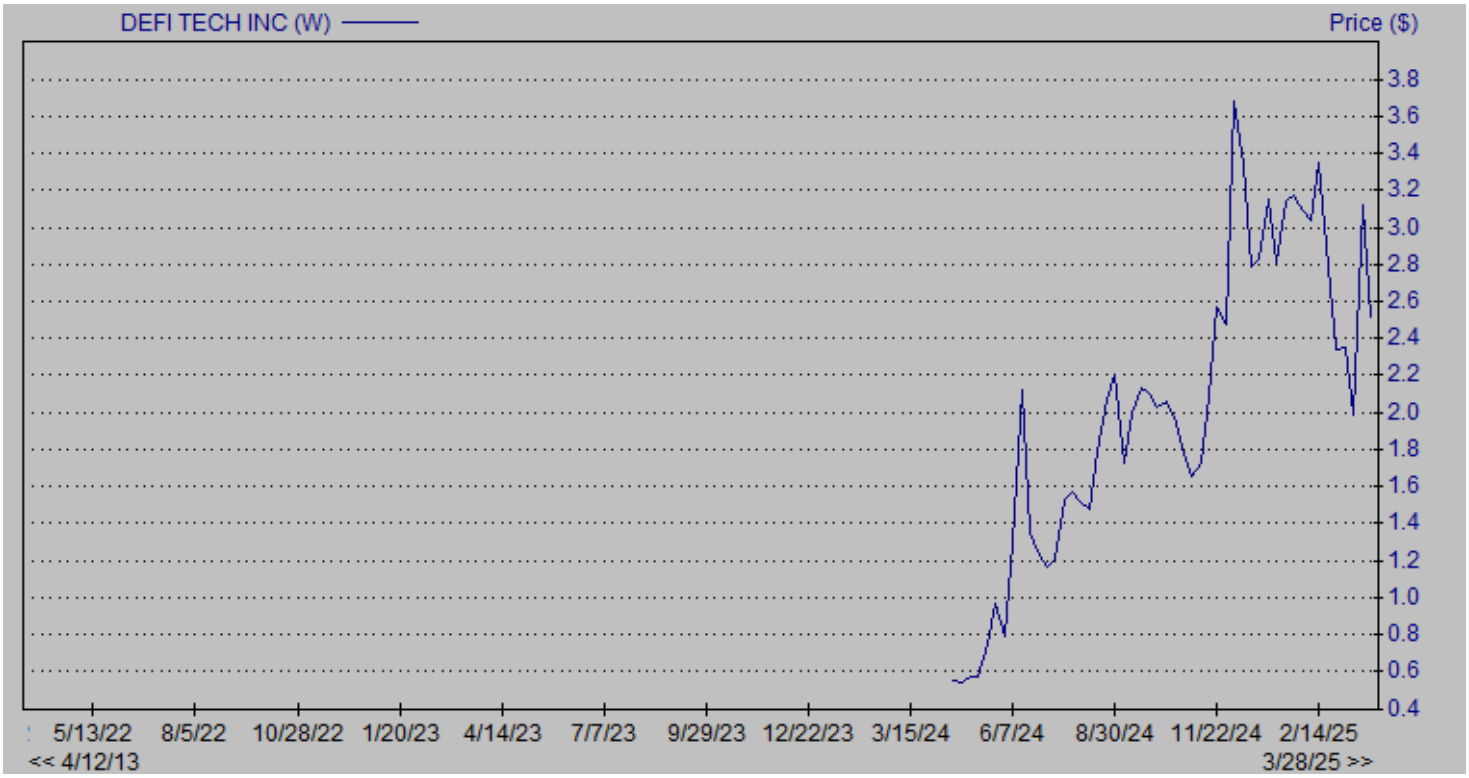
PROJECTED INCOME STATEMENT (USD)

DeFi Technologies Inc.
($ thousands)

	Quarterly								Annual				Y/Y Growth		
	1Q24	2Q24	3Q24	4Q24	1Q25E	2Q25E	3Q25E	4Q25E	2023	2024	2025E	2026E	2024	2025E	2026E
	Mar-24	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25	Dec-23	Dec-24	Dec-25	Dec-26	Dec-24	Dec-25	Dec-26
Revenues															
Digital assets realized/unrealized gains/(losses)	234,524	(63,309)	38,664	114,653	0	0	0	0	244,497	239,869	0	0	-2%	-100%	NM
ETP payables realized/unrealized gains/(losses)	(242,755)	152,769	(30,592)	(213,456)	0	0	0	0	(250,642)	(335,505)	0	0	NM	NM	NM
Unrealized gain on equity investments at FVTPL	0	0	0	81,801	0	0	0	0	0	92,041	0	0			
Derivatives realized/unrealized gains/(losses)	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Staking and lending income	4,295	6,037	6,501	8,926	10,006	9,834	11,246	12,730	2,683	24,816	43,816	77,405	825%	77%	77%
Management fees	1,281	1,567	1,530	2,001	2,243	2,205	2,522	2,854	1,103	6,133	9,824	15,373	456%	60%	56%
Trading commissions	0	0	0	2,005	2,118	33,681	2,335	33,909	0	2,005	72,043	80,496			
Research revenue	371	247	193	598	614	626	639	652	0	1,364	2,531	2,815	NM	86%	11%
Node revenue	3	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Realized gain/(loss) on investments, net	0	463	0	(333)	0	0	0	0	(3)	108	0	0	NM	-100%	NM
Unrealized gain/(loss) on investments, net	(1,360)	(482)	1,586	7,772	7,977	8,136	8,299	8,465	10,177	7,527	32,877	36,569	-26%	337%	11%
Interest income	1	0	2	1	3	3	3	3	1	4	14	21	287%	224%	50%
Total Revenues	**(3,640)**	**97,294**	**17,884**	**3,970**	**22,961**	**54,486**	**25,044**	**58,613**	**7,816**	**38,362**	**161,105**	**212,678**	**391%**	**320%**	**32%**
Expenses															
Operating, general and administration	2,195	22,293	4,636	7,343	5,299	5,299	5,299	5,299	7,529	34,962	21,196	23,315	364%	-39%	10%
Share based payments	1,196	2,509	8,844	6,499	1,113	1,113	1,113	1,113	2,204	18,320	4,452	4,897	731%	-76%	10%
Depreciation - property, plant and equipment	2	2	1	0	0	0	0	0	10	5	2	2	-46%	-67%	0%
Depreciation - right of use assets	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Amortization - intangibles	383	376	397	379	389	397	405	413	1,538	1,469	1,605	1,785	-4%	9%	11%
Finance costs	1,285	679	579	290	292	292	292	292	3,140	2,688	1,168	1,168	-14%	-57%	0%
Fees and commissions	363	796	1,471	2,244	1,283	1,283	1,283	1,283	777	4,724	5,133	5,544	508%	9%	8%
Foreign exchange gain/(loss)	609	4,616	(16,460)	(306)	0	0	0	0	7,803	(306)	0	0	-104%	NM	NM
Impairment loss	3,670	0	0	0	0	0	0	0	0	3,448	0	0	NM	-100%	NM
Total Expenses	**9,702**	**31,270**	**(531)**	**16,450**	**8,377**	**8,385**	**8,393**	**8,401**	**23,001**	**65,310**	**33,555**	**36,711**	**184%**	**-49%**	**9%**
Operating Income/(Loss)	**(13,343)**	**66,024**	**18,415**	**(12,480)**	**14,584**	**46,101**	**16,652**	**50,212**	**(15,185)**	**(26,948)**	**127,550**	**175,968**	**NM**	**NM**	**38%**
Loss on settlement of debt	0	0	0	93	0	0	0	0	(130)	(178)	0	0	NM	NM	NM
Pre-Tax Income/(Loss)	**(13,343)**	**66,024**	**18,415**	**(12,387)**	**14,584**	**46,101**	**16,652**	**50,212**	**(15,315)**	**(27,125)**	**127,550**	**175,968**	**NM**	**NM**	**38%**
Income tax	0	0	0	0	0	0	0	0	0	0	0	0	NM	NM	NM
Net Income/(Loss)	**(13,343)**	**66,024**	**18,415**	**(12,387)**	**14,584**	**46,101**	**16,652**	**50,212**	**(15,315)**	**(27,125)**	**127,550**	**175,968**	**NM**	**NM**	**38%**
Foreign currency translation gain/(loss)	(939)	81	(689)	4,862	0	0	0	0	1,014	3,410	0	0	236%	-100%	NM
Net comprehensive gain/(loss)	(14,281)	66,105	17,726	(7,525)	14,584	46,101	16,652	50,212	(14,301)	(23,716)	127,550	175,968	NM	NM	38%
Earnings per share, diluted	**($0.05)**	**$0.20**	**$0.05**	**($0.03)**	**$0.04**	**$0.12**	**$0.04**	**$0.13**	**($0.07)**	**($0.08)**	**$0.33**	**$0.45**	**NM**	**NM**	**36%**
Weighted average shares outstanding, basic	284,134	291,902	298,101	308,171	324,164	329,570	332,070	334,570	223,084	295,591	330,094	335,094	33%	12%	2%
Weighted average shares outstanding, diluted	284,134	332,821	355,303	365,374	381,366	386,773	389,273	391,773	231,600	334,408	387,296	392,296	44%	16%	1%

Source: Company reports and Zacks SCR estimates and calculations.

HISTORICAL STOCK PRICE



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