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**COIN HODL INC.**  
**CONDENSED INTERIM CONSOLIDATED FINANCIAL**  
**STATEMENTS**  
**THREE AND NINE MONTHS ENDED**  
**SEPTEMBER 30, 2018**  
**(EXPRESSED IN CANADIAN DOLLARS)**  
**(UNAUDITED)**

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**Notice To Reader**

The accompanying unaudited condensed interim consolidated financial statements of COIN Hodl Inc. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim consolidated financial statements have not been reviewed by the Company's auditors.

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Condensed Interim Consolidated Statements of Financial Position**  
**(Expressed in Canadian Dollars)**  
**Unaudited**

	As at September 30, 2018	As at December 31, 2017
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 1,703,394	\$ 4,982,804
Prepaid expenses	64,012	13,566
Investments (note 3)	2,149,265	-
<b>Total assets</b>	<b>\$ 3,916,671</b>	<b>\$ 4,996,370</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities (note 7)	\$ 62,481	\$ 72,314
<b>Total liabilities</b>	<b>62,481</b>	<b>72,314</b>
<b>Equity</b>		
Capital stock (note 4)	34,360,252	34,360,252
Contributed surplus	12,184,109	12,184,109
Deficit	(42,690,171)	(41,620,305)
<b>Total equity</b>	<b>3,854,190</b>	<b>4,924,056</b>
<b>Total liabilities and shareholders' equity</b>	<b>\$ 3,916,671</b>	<b>\$ 4,996,370</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

**Approved on behalf of the Board:**

"Ben Cubitt", Director \_\_\_\_\_

"Justin Oliver", Director \_\_\_\_\_

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Condensed Interim Consolidated Statements of Loss and Comprehensive Loss**  
**(Expressed in Canadian Dollars)**  
**Unaudited**

	Three months ended September 30, 2018	Three months ended September 30, 2017	Nine months ended September 30, 2018	Nine months ended September 30, 2017
<b>Net investment losses</b>				
Net change in unrealized loss on investments (note 3)	\$ 526,281	\$ -	\$ 752,589	\$ -
	<b>526,281</b>	<b>-</b>	<b>752,589</b>	<b>-</b>
<b>Operating expenses</b>				
General and administrative (note 8)	98,463	74,783	335,280	490,179
	<b>98,463</b>	<b>74,783</b>	<b>335,280</b>	<b>490,179</b>
Foreign exchange loss (gain)	4,198	1,778	(18,003)	7,140
<b>Net loss for the period</b>	<b>\$ 628,942</b>	<b>\$ 76,561</b>	<b>\$ 1,069,866</b>	<b>\$ 497,319</b>
<b>Other comprehensive loss</b>				
<b>Items that will be reclassified subsequently to income</b>				
Cumulative translation adjustments	\$ -	\$ (1,924)	\$ -	\$ (3,621)
<b>Other comprehensive loss for the period</b>	<b>-</b>	<b>(1,924)</b>	<b>-</b>	<b>(3,621)</b>
<b>Total comprehensive loss for the period</b>	<b>\$ 628,942</b>	<b>\$ 74,637</b>	<b>\$ 1,069,866</b>	<b>\$ 493,698</b>
<b>Basic and diluted net loss per share (note 6)</b>	<b>\$ 0.04</b>	<b>\$ 0.01</b>	<b>\$ 0.07</b>	<b>\$ 0.03</b>
<b>Weighted average number of common shares outstanding</b>	<b>14,654,730</b>	<b>14,654,730</b>	<b>14,654,730</b>	<b>14,654,730</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Condensed Interim Consolidated Statements of Cash Flows**  
**(Expressed in Canadian Dollars)**  
**Unaudited**

	Nine months ended September 30, 2018	Nine months ended September 30, 2017
<b>Operating activities</b>		
Net loss for the period	\$ (1,069,866)	\$ (497,319)
Adjustments for:		
Unrealized foreign exchange	-	3,165
Stock-based compensation	-	139,880
Net change in unrealized loss on investments	752,589	-
Changes in non-cash working capital items:		
Prepaid expenses	(50,446)	16,200
Accounts payable and accrued liabilities	(9,833)	14,246
<b>Net cash used in operating activities</b>	<b>(377,556)</b>	<b>(323,828)</b>
<b>Investing activities</b>		
Purchase of investments	(2,901,854)	-
<b>Net cash used in investing activities</b>	<b>(2,901,854)</b>	<b>-</b>
<b>Net change in cash and cash equivalents</b>	<b>(3,279,410)</b>	<b>(323,828)</b>
<b>Effect of exchange rate changes on cash</b>	<b>-</b>	<b>456</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>4,982,804</b>	<b>5,405,029</b>
<b>Cash and cash equivalents, end of period</b>	<b>\$ 1,703,394</b>	<b>\$ 5,081,657</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

**COIN Hodi Inc. (formerly Malbex Resources Inc.)**  
**Condensed Interim Consolidated Statements of Changes in Equity**  
**(Expressed in Canadian Dollars)**  
**Unaudited**

	Capital stock	Contributed surplus	Accumulated other comprehensive income	Deficit	Total
<b>Balance, December 31, 2016</b>	<b>\$ 34,360,252</b>	<b>\$ 12,044,229</b>	<b>\$ 43,800</b>	<b>\$ (41,081,750)</b>	<b>\$ 5,366,531</b>
Stock-based compensation	-	139,880	-	-	139,880
Other comprehensive income for the period	-	-	3,621	-	3,621
Net loss for the period	-	-	-	(497,319)	(497,319)
<b>Balance, September 30, 2017</b>	<b>\$ 34,360,252</b>	<b>\$ 12,184,109</b>	<b>\$ 47,421</b>	<b>\$ (41,579,069)</b>	<b>\$ 5,012,713</b>
<b>Balance, December 31, 2017</b>	<b>\$ 34,360,252</b>	<b>\$ 12,184,109</b>	<b>\$ -</b>	<b>\$ (41,620,305)</b>	<b>\$ 4,924,056</b>
Net loss for the period	-	-	-	(1,069,866)	(1,069,866)
<b>Balance, September 30, 2018</b>	<b>\$ 34,360,252</b>	<b>\$ 12,184,109</b>	<b>\$ -</b>	<b>\$ (42,690,171)</b>	<b>\$ 3,854,190</b>

The accompanying notes to the unaudited condensed interim consolidated financial statements are an integral part of these statements.

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**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Notes to Condensed Interim Consolidated Financial Statements**  
**Three and Nine Months Ended September 30, 2018**  
**(Expressed in Canadian Dollars)**  
**Unaudited**

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**1. Nature of operations**

COIN Hodl Inc. (formerly Malbex Resources Inc.) and its subsidiaries (the "Company" or "COIN") is a Canadian based company. Malbex Resources Inc. was originally incorporated on April 7, 1998 under the laws of British Columbia and operated as Arapaho Capital Corp. ("Arapaho") until December 8, 2009. Effective December 8, 2009, Arapaho operated as Malbex Resources Inc. on a continuing basis under the laws of Ontario. On September 6, 2018, the Company changed its name to COIN Hodl Inc. COIN is a publicly listed company with common shares traded on the TSX Venture Exchange ("TSX-V"). The address of the Company's registered office is the Canadian Venture Building, 82 Richmond Street East, Suite 200, Toronto, Ontario, M5C 1P1.

During the nine months ended September 30, 2018, the Company closed its change of business transaction pursuant to the policies of the TSX-V and is now a merchant banking and financial advisory company focused on the small-cap market, with investments in cryptocurrency and blockchain sectors. See note 10.

The Company common shares are listed on the TSX-V as a Tier 2 Investment Issuer and trade on the TSX-V under the symbol "COIN".

**2. Significant accounting policies**

*Statement of compliance*

The Company applies International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and interpretations issued by the International Financial Reporting Interpretations Committee ("IFRIC"). These unaudited condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC.

The policies applied in these unaudited condensed interim consolidated financial statements are based on IFRSs issued and outstanding as of November 27, 2018, the date the Board of Directors approved the statements. The same accounting policies and methods of computation are followed in these unaudited condensed interim consolidated financial statements as compared with the most recent annual financial statements as at and for the year ended December 31, 2017. Any subsequent changes to IFRS that are given effect in the Company's annual financial statements for the year ending December 31, 2018 could result in restatement of these unaudited condensed interim consolidated financial statements.

*New standards not yet adopted and interpretations issued but not yet effective*

IFRS 9 – Financial instruments ("IFRS 9") addresses the classification, measurement and recognition of financial assets and financial liabilities. IFRS 9 was issued in November 2009, October 2010, November 2013 and finalized in July 2014. It replaces the parts of IAS 39 Financial Instruments: Recognition and Measurement that relate to the classification and measurement of financial instruments. IFRS 9 requires financial assets to be classified into three measurement categories: those measured at fair value through profit or loss ("FVTPL"), those measured at fair value through other comprehensive income ("FVOCI") and those measured at amortized cost, with the determination made at initial recognition. The classification depends on an entity's business model for managing its financial instruments and the contractual cash flow characteristics of the instrument. For financial liabilities, the standard retains most of the IAS 39 requirements. The main change is that in cases where the fair value option is selected for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the consolidated statements of operations, unless this creates an accounting mismatch. IFRS 9 has also been updated to amend the requirements around hedge accounting, however, there is no impact to the Company from these amendments as it does not apply hedge accounting. On January 1, 2018, the Company adopted these amendments and there was no material impact on the Company's unaudited condensed interim consolidated financial statements.

**COIN Hodi Inc. (formerly Malbex Resources Inc.)**  
**Notes to Condensed Interim Consolidated Financial Statements**  
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**3. Investments**

<b>As at September 30, 2018</b>	<b>Number</b>	<b>Cost</b>	<b>Market Value Adjustment</b>	<b>Fair Value</b>
Abaxx Technologies Inc.	1,250,000	\$ 500,000	\$ 0	\$ 500,000
Bitcoin	109.38015	961,074	(36,160)	924,914
Ethereum	1,420.76	960,923	(533,785)	427,138
Bitcoin Cash	430.20	479,857	(182,644)	297,213
		<b>\$ 2,901,854</b>	<b>\$ (752,589)</b>	<b>\$ 2,149,265</b>

The Company has elected to irrevocably designate its investments as FVTPL. Gains and losses in respect of these investments are recognized in net income or loss, as a net change in unrealized gain or loss on investments, in the condensed interim consolidated statements of loss and comprehensive loss.

**Fair value hierarchy**

Financial instruments recorded at fair value on the consolidated statements of financial position are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels: Level 1 - valuation based on quoted prices (unadjusted) in active markets for identical assets or liabilities; Level 2 - valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and Level 3 - valuation techniques using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table illustrates the classification of the Company's financial instruments within the fair value hierarchy as at September 30, 2018.

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Investments	\$ 1,649,265	\$ 500,000	\$ 0	\$ 2,149,265

Digital currencies are measured using the rate from digital currency exchanges and are included in Level 1. Investments in private entities where recent financing valuations are available are included in Level 2.

The Company obtains the equivalency rate of digital currencies to CAD from Goldmoney Inc. ("Goldmoney"). The equivalency rate obtained from Goldmoney represents a generally well recognized quoted price for tradeable digital currencies.

**4. Capital stock**

a) Authorized share capital

Authorized share capital consists of an unlimited number of voting common shares without par value and an unlimited number of preferred shares, issuable in series. All issued shares are fully paid. No dividends have been paid or declared by the Company since inception.

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Notes to Condensed Interim Consolidated Financial Statements**  
**Three and Nine Months Ended September 30, 2018**  
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**4. Capital stock (continued)**

b) Common shares issued

	Number of common shares	Amount
Balance, December 31, 2016 and September 30, 2017	14,654,730	\$ 34,360,252
Balance, December 31, 2017 and September 30, 2018	14,654,730	\$ 34,360,252

**5. Stock options**

The Company has adopted an incentive stock option plan (the "Option Plan") which provides that the directors of the Company may, from time to time, at their discretion, grant to directors, officers, employees, advisors and consultants to the Company non-transferable options to purchase common shares, provided that the number of common shares reserved for issue under the Option Plan will not exceed 10% of the number of then outstanding common shares. Such options will be exercisable for a period of up to five years from the date of grant. Vesting terms will be determined at the time of grant in accordance with the Option Plan.

	Number of stock options	Weighted average exercise price
Balance, December 31, 2016	1,087,500	\$ 0.65
Issued (i)	400,000	0.33
Expired	(87,500)	4.50
Balance, September 30, 2017	1,400,000	\$ 0.32
Balance, December 31, 2017 and September 30, 2018	1,400,000	\$ 0.32

(i) On May 3, 2017, the Company issued 400,000 incentive stock options to directors and officers of the Company with an exercise price of \$0.33 and expiring May 3, 2022. The incentive stock options vested immediately. The fair value of \$139,880 was estimated on the date of grant using the Black-Scholes option valuation model with the following assumptions: share price \$0.35; expected dividend yield of 0%; risk-free interest rate of 1.47%; expected average life of five years; and expected volatility of 300%.

The following table reflects the actual stock options issued and outstanding as of September 30, 2018:

Expiry date	Weighted average exercise price (\$)	Weighted average remaining contractual life (years)	Number of options outstanding	Number of options vested (exercisable)
May 10, 2021	0.31	2.61	1,000,000	1,000,000
May 3, 2022	0.33	3.59	400,000	400,000
	0.32	2.89	1,400,000	1,400,000

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
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**6. Loss per share**

For the three and nine months ended September 30, 2018, basic and diluted loss per share has been calculated based on the loss attributable to common shareholders of \$628,942 and \$1,069,866, respectively (three and nine months ended September 30, 2017 - \$76,561 and \$497,319, respectively) and the weighted average number of common shares outstanding of 14,654,730 (three and nine months ended September 30, 2017 - 14,654,730). Diluted loss per share did not include the effect of stock options as they are anti-dilutive.

**7. Related party transactions**

Related parties include key management being the Company's executive officers and the Board of Directors. The following related party transactions were conducted in the normal course of operations and were made on an arm's length basis.

(a) Compensation of key management personnel of the Company

In accordance with IAS 24, Related Party Disclosures ("IAS 24"), key management personnel are those having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of key management personnel is determined by the Board of Directors having regard to the performance of individuals and market trends, was as follows:

	Three months ended September 30, 2018	Three months ended September 30, 2017	Nine months ended September 30, 2018	Nine months ended September 30, 2017
Management fees	\$ 27,771	\$ 13,008	\$ 74,042	\$ 54,341
Director fees	-	18,750	30,907	56,250
Stock-based compensation	-	-	-	139,880
	<b>\$ 27,771</b>	<b>\$ 31,758</b>	<b>\$ 104,949</b>	<b>\$ 250,471</b>

(b) The Company received consulting services from Pickax International Corporation ("Pickax"), a company controlled by the former President and Chief Executive Officer ("CEO"). During the three and nine months ended September 30, 2018 the Company incurred \$nil and \$12,000, respectively (three and nine months ended September 30, 2017 - \$2,000 and \$19,000, respectively) for CEO services. As at September 30, 2018, Pickax was owed \$nil (December 31, 2017 - \$12,000) and this amount was included in accounts payable and accrued liabilities.

(c) The Chief Financial Officer ("CFO") is a senior employee of Marrelli Support Services Inc. ("MSSI"), a firm also providing accounting services. During the three and nine months ended September 30, 2018 the Company incurred \$11,003 and \$35,262, respectively (three and nine months ended September 30, 2017 - \$11,008 and \$35,341, respectively) for CFO and accounting services rendered by MSSI. As at September 30, 2018, MSSI was owed \$2,390 (December 31, 2017 - \$6,100) and this amount was included in accounts payable and accrued liabilities.

(d) The Company received management services from Samara Capital Inc. ("Samara"), a company controlled by the CEO. During the three and nine months ended September 30, 2018 the Company incurred \$16,768 and \$26,780 (three and nine months ended September 30, 2017 - \$nil) for management services. As at September 30, 2018, Samara was owed \$26,780 (December 31, 2017 - \$nil) and this amount was included in accounts payable and accrued liabilities.

**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Notes to Condensed Interim Consolidated Financial Statements**  
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**7. Related party transactions (continued)**

(e) A director of the Company is an officer and director of Goldmoney Inc. ("Goldmoney"), a company providing custodian services. During the three and nine months ended September 30, 2018 the Company incurred \$4,123 and \$5,811 (three and nine months ended September 30, 2017 - \$nil) for custodian services. As at September 30, 2018, Goldmoney was owed \$5,811 (December 31, 2017 - \$nil) and this amount was included in accounts payable and accrued liabilities.

**8. General and administrative**

	Three months ended September 30, 2018	Three months ended September 30, 2017	Nine months ended September 30, 2018	Nine months ended September 30, 2017
Corporate expenses	\$ 33,794	\$ 29,966	\$ 85,523	\$ 130,305
Salaries and benefits (note 7)	-	2,901	13,236	21,704
Shareholder information	22,187	9,783	54,484	27,965
Stock-based compensation	-	-	-	139,880
Professional fees (note 7)	42,482	32,133	182,037	170,325
	<b>\$ 98,463</b>	<b>\$ 74,783</b>	<b>\$ 335,280</b>	<b>\$ 490,179</b>

**9. Commitments**

On May 29, 2018, the Company and Samara entered into the Management Services Agreement pursuant to which Samara will be appointed to manage the operations, business and affairs of the Company and to provide all necessary or advisable administrative services and facilities to carry out the merchant banking business of the Company for the Initial Term. The Management Services Agreement provides Samara with broad discretion, subject to certain limitations, to carry out the Investment Policy.

The Management Service Agreement will be in force for the Initial Term, expiring December 31, 2022, at which time (and from time to time thereafter) it will automatically renew for a period of one year. The Management Service Agreement can be terminated by: written agreement between the Company and Samara; by either party on notice before the end of the initial or a renewal term; by the Company in the event of a persistent or fundamental breach by Samara; by the Company after a change of control or sale of its business; by the Company should Ben Cubitt cease to be employed by Samara; by the Company upon an insolvency; or by Samara in the event of a change of control, material change in business, creation of a new class of shares, or a proposal to wind up the Company without Samara's prior consent.

Samara shall be entitled to the Management Fee, which shall be, initially, an annual fee equal to 2% of the Company's Net Asset Value. The Management Fee will be calculated and accrue quarterly (i.e., 0.5% of net asset value per quarter), payable within 30 days following the end of the quarter to which the payment is referable. At any time following the end of the Initial Term, the Board may elect to review and reset the Management Fee (the "Management Fee Review Election").

Either party hereto may terminate this Agreement effective at the end of the Initial Term or current successive term, as applicable, by giving the other of them at least 180 days' written notice prior to the expiry of such term, and, in the event of such termination by the Company, Samara shall be entitled to a cash payment upon termination of (i) all Management Fees payable to Samara up to and including the Termination Date, plus (ii) if the Termination Payout Condition has been satisfied, a lump sum equal to the Termination Payout.

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**COIN Hodl Inc. (formerly Malbex Resources Inc.)**  
**Notes to Condensed Interim Consolidated Financial Statements**  
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**9. Commitments (continued)**

The "Termination Payout" means two times (2x) the aggregate Management Fees accrued for the four most recently completed financial quarters of the Company preceding the Termination Date. "Termination Payout Condition" means the Company having raised a minimum of \$10 million of new equity capital between the Commencement Date and the earlier of (i) the Termination Date, and (ii) the end of the Initial Term.

Samara may terminate this Agreement within 180 days following the occurrence of a Triggering Event by giving at least 90 days' prior written notice to the Corporation of such termination, and, in the event of such a termination, Samara shall be entitled to a cash payment upon termination of (i) all Management Fees payable to Samara up to and including the Termination Date, plus (ii) a lump sum equal to that percentage of the Net Asset Value on the Termination Date that is equal to 0.1667% multiplied by the number of months remaining in the Initial Term or the current successive term, as applicable, as of the Termination Date, plus (iii) if the Termination Payout Condition has been satisfied, a lump sum equal to the Termination Payout;

"Triggering Event" means any of the following events that occur without the prior written consent of Samara:

- i) a Change of Control of the Company;
- ii) during the Initial Term, a decision by the Board that results in a material change to the nature of the Business being carried out by the Company;
- iii) during the Initial Term, a decision by the Board which is inconsistent with the Cryptocurrency and Block-Chain Investment Business and the delegation of duties to Samara as set forth in this Agreement;
- iv) during the Initial Term, the issuance or creation of any new class of shares or securities convertible into a new class of shares of the Company that would not be subject to the terms of this Agreement; or
- v) during the Initial Term, a decision by the Board or a proposal by the Board to the shareholders of the Company to wind-up the Company.

Either party may terminate this Agreement if after 45 days following the occurrence of a Management Fee Review Election, the parties have not agreed on the Management Fee for the remainder of the Initial Term, by giving at least 60 days' prior written notice to the other party of such termination, and, in the event of such a termination, Samara shall be entitled to a cash payment upon termination of (i) all Management Fees payable to Samara up to and including the Termination Date, plus (ii) a lump sum equal to 150% of the Management Fee paid for the last completed financial year.

**10. Change of Business**

During the nine months ended September 30, 2018, the Company closed its change of business transaction pursuant to the policies of the TSX-V and is now a merchant banking and financial advisory company focused on the small-cap market, with investments in cryptocurrency and blockchain sectors.

Pursuant to the transaction, the Company has retained Samara to provide the services of Ben Cubitt as the new Chief Executive Officer of the Company to develop, manage and carry on the new business pursuant to the terms of a management services agreement entered into between the Company and Samara and a board approved investment policy (the "Investment Policy").

Pursuant to the Investment Policy, the primary investment targets are cryptocurrency and financial instruments or products with exposure to cryptocurrency, and investments in public or private corporations, partnerships or other legal entities which own, or propose to own cryptocurrency or blockchain technology and/or cryptocurrency mining operations and projects. The investment activities may be passive or the Company may take an active role in the business of companies in which it has equity positions through the provision of strategic advice, board representation and/or other means.