



# **Accounting Aspects of ICO**

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**Currently, neither IFRS nor US-GAAP have specific guidance regarding to digital currency**

# Digital currency classification issues

Is it an asset



# Digital currency classification issues

Is it an asset

Is it cash



# Digital currency classification issues



# Digital currency classification issues

Is it an  
intangible asset



# Digital currency classification issues

Is it an  
intangible asset

Is it  
inventory



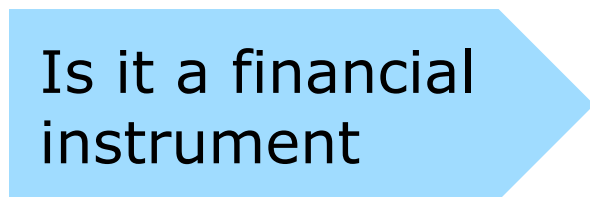
# Digital currency classification issues

Is it a financial  
instrument





# Digital currency classification issues



# What is the performance obligation?



# Revenue recognition of digital currency sold at ICO

## IFRS15/ ASC606

Over time VS point of time

Para.  
35(a)

1



the customer simultaneously receives and consumes the benefits provided by the entity's performance as the entity performs

Para.  
35(b)

2



the entity's performance creates or enhances an asset that the customer controls as the asset is created or enhanced

Para.  
35(c)

3



the entity's performance does not create an asset with an alternative use to the entity and the entity has an enforceable right to payment for performance completed to date

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**Questions?**



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