



Audit Services for Blockchain Companies

Various locations in Malta and Gozo have appeared in international films, blockbuster movies and TV productions throughout the years. The country's natural landmarks, architectural treasures, and the availability of both actors and support crew as well as facilities available such as large water tanks with a natural sea line backdrop make Malta an ideal location for any film plot. Additionally, using Malta as production site can offer unrivalled financial and fiscal incentives.

KSi Malta provides audit services to companies, organisations, financial services licensed entities and other bodies. Our audit service aims at providing reasonable assurance about the financial picture of an organisation and its levels of controls.

The recent law relating to DLT, Blockchain and Cryptocurrencies, namely the Virtual Financial Assets Act (VFAA) has imposed an obligation upon VFA licence holders to keep an auditor, whose duty shall be that of reporting annually on the licence holder's systems and security access protocols. Having this in mind, KSi Malta, has also invested in specialising its audit and assurance services to cater for all audits which a Blockchain entrepreneur may necessitate, whether it is with regards to an entity issuing an ICO or with any other VFA service which may include: the reception and transmission of orders, the provision of investment advice in relation to Virtual Financial Assets, the placing of Virtual Financial Assets, and the operation of a VFA Exchange. Companies regulated under the VFAA, will require specialised auditors which have a solid understanding of workings of this dynamic sector, to properly provide auditing services, which KSi Malta can provide.

Our audit and assurance services include:

- Assurance and engagement reviews
- Statutory Audits
- Audit of liquidations and other liquidation services
- Expert reports
- Ad-hoc advisory
- Assistance in IFRS and GAPSME reporting

The annual auditing of financial statements is a statutory requirement in Malta; nevertheless it produces a series of notable advantages:

- An audit helps to identify weaknesses in the accounting systems and enables us to provide suggestions for improvements
- An audit assures directors, who are not involved in the accounting functions on a day-to-day basis, that the business is running in accordance with the information they are receiving. An audit also helps reduce the risk of fraud and poor accounting.
- An audit facilitates the provision of advice that can have real financial benefits for a business, including how the business is running, what margins can be expected, and how these can be achieved. Advice can cover anything from the tightening of internal controls, to tax planning or reducing the risk of fraud.
- An audit will enhance the credibility and reliability of the figures being submitted to prospective investors. If an owner is planning on attracting investment or selling shares in the next three years, carrying out regular audits is highly beneficial.



An audit adds credibility to published information for employees, customers, suppliers, investors and tax authorities:

- Credit ratings may be affected by not having an audit. Suppliers may not be prepared to give appropriate credit limits. Banks and trade suppliers rely in part on credit rating agencies' assessment of the company and will look more favourably on companies that have an audit.
- In the event of insurance claims, loss adjusters often have more faith in audited accounts.
- An audit provides assurance to shareholders (if they are not directors closely involved in the business) that the figures in the accounts show a true and fair view.