

ACCOUNTING DIMENSION OF CRYPTOCURRENCY IN MARTIAL LAW

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Scientific work is devoted to the study of the possibilities of cryptocurrency technologies in the context of martial law and critical situations

AIM OF THE WORK

understand the history of formation of cryptocurrency, economical essence and the role in current situation especially in the use of martial law by government, blockchain rebalancing

SUBJECT OF WORK

cryptocurrency and blockchain technology, changes in society's perceptions and uses of it, cryptocurrency capitalisation and its accounting

RELEVANCE

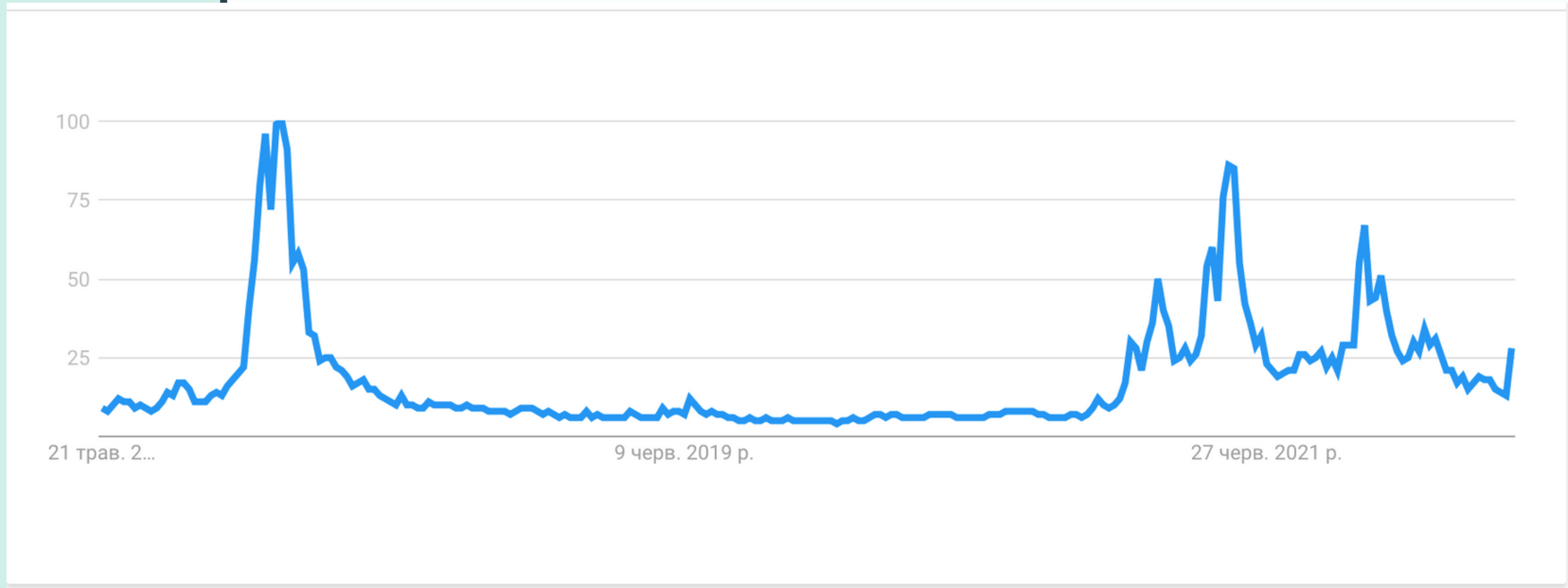
Introduction of cryptocurrency in 2008 became a total disruption into the market and still on the way of modernization, taxation of the subject worth to research



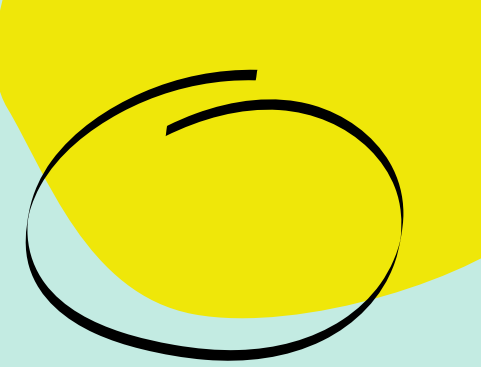
History of cryptocurrency development and peak growth

2017 was the year of cryptocurrency. As the value of Bitcoin and other digital coins skyrocketed, so did the number of schemes and scams targeting crypto investors.

Source: "Google Trends"



Crypto platforms rating



Overall Customer Experience Ratings


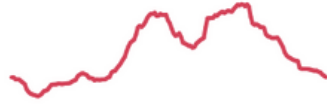











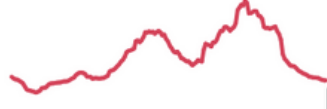


Rank	Company	Rating
1	Binance	70.7
2	Coinbase	55.1
3	Crypto.com	53.7

Binance is not for beginners if the market but in a lot of ranks it takes the first place due to the variety of advantages that makes this platform popular

There are a lot of platforms as web version, as a mobile app. One of the frequently used is Binance. This platform is the oldest and the most reliable.

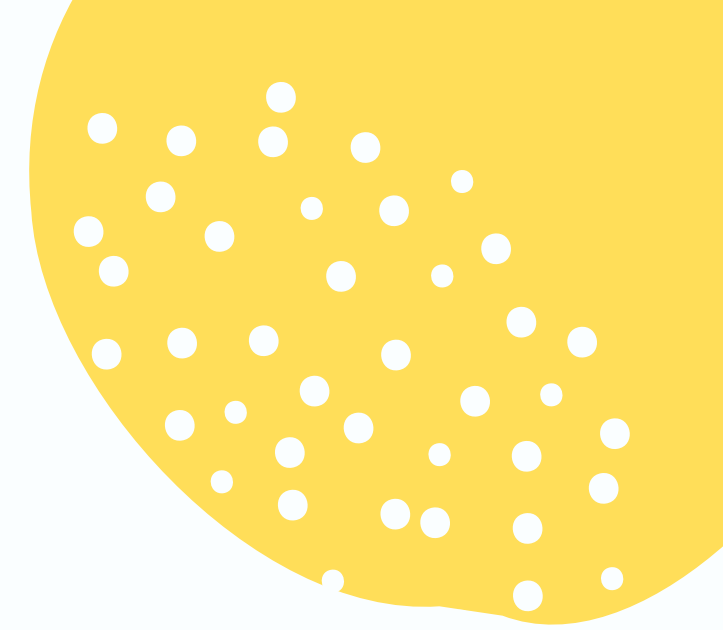
Ease Of Converting Funds			Customer Service		
Rank	Company	Rating	Rank	Company	Rating
1	Binance	65.0	1	Binance	73.9
2	Coinbase	58.7	2	Crypto.com	52.5
3	Crypto.com	49.4	3	Coinbase	51.8

The cryptocurrency market does not have regulatory authorities, as on usual financial markets, and it is far from miners' tasks. Serious market collapses, as presented on a graph below, do take place.

#	Name	Exchange Score	Volume(24h)	Avg. Liquidity	Weekly Visits	# Markets	# Coins	Fiat Supported	Volume Graph (7d)
1	 Binance	9.9	\$20,650,433,590 ▼ 41.87%	816	22,060,223	1667	395	AED, ARS, AUD and +43 more	
2	 FTX	8.5	\$3,283,859,153 ▼ 40.04%	740	4,718,412	466	326	USD, EUR, GBP and +7 more	
3	 Coinbase Exchange	8.2	\$2,786,061,027 ▼ 49.93%	699	2,191,082	503	173	USD, EUR, GBP	
4	 Kraken	7.9	\$1,081,331,606 ▼ 62.59%	720	1,720,988	542	167	USD, EUR, GBP and +4 more	
5	 KuCoin	7.3	\$2,613,073,253 ▼ 32.05%	507	2,554,651	1287	693	USD, AED, ARS and +45 more	
6	 Huobi Global	7.2	\$1,578,597,792 ▼ 40.46%	540	1,261,213	1082	518	ALL, AUD, BRL and +47 more	
7	 Bitfinex	7.2	\$683,359,112 ▼ 52.56%	607	702,718	399	177	USD, EUR, GBP and +1 more	
8	 Gemini	7.0	\$142,999,919 ▼ 58.46%	639	426,379	121	98	USD, GBP, EUR and +4 more	

Source: Coinmarket website

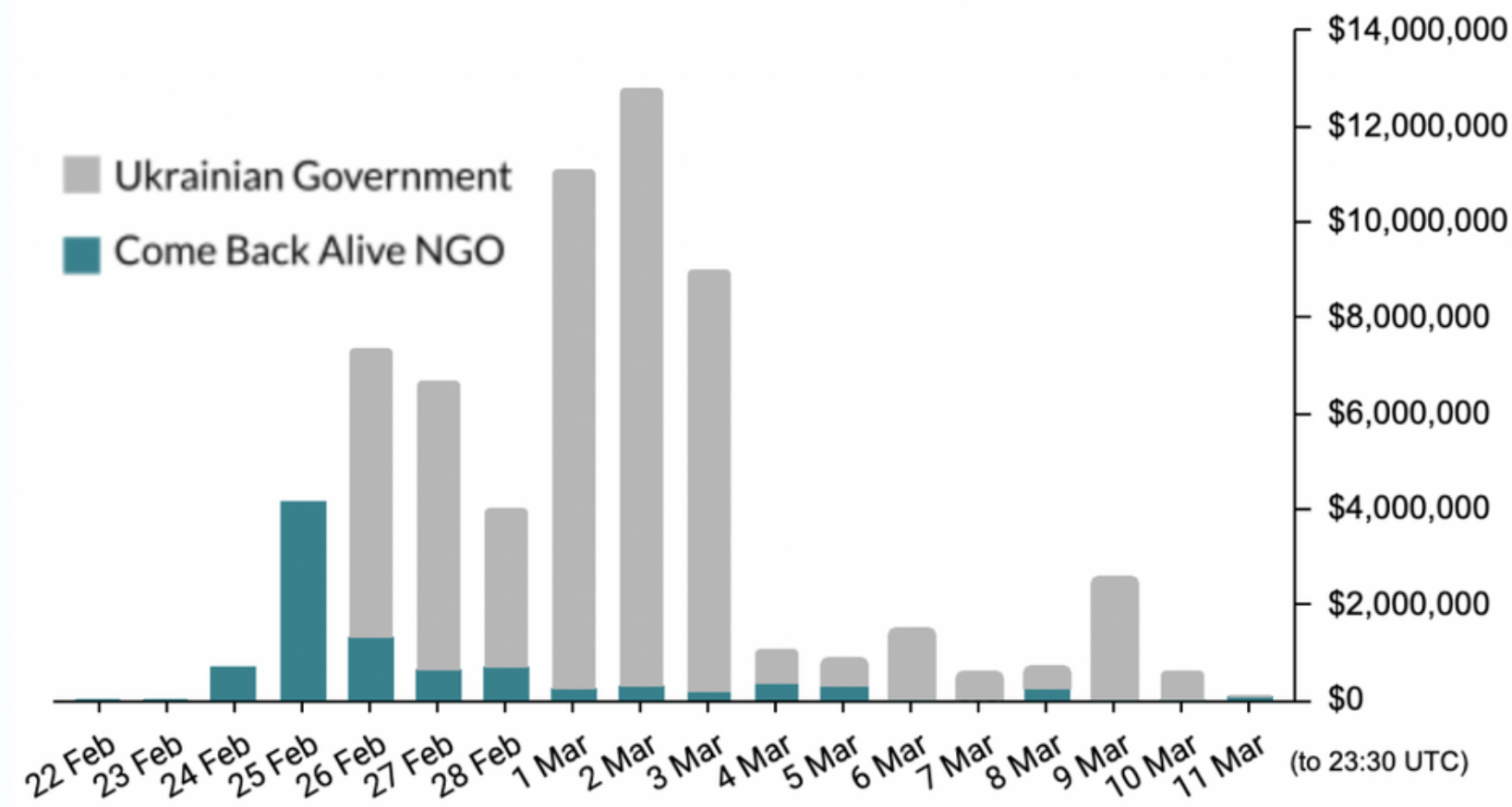
<https://coinmarketcap.com/rankings/exchanges/>



TAXATION OF OPERATIONS

On March 15, 2022, Zelenskiy signed the law "On Virtual Assets" (Bill №3637).№2461 but still taxation is taken according to the Law of November 15, 2019 "On Amendments to the Tax Code of Ukraine on the peculiarities of taxation of transactions with virtual assets",

According to which transactions with virtual assets are not subject to VAT; operations of enterprises are subject to income tax at the rate of 18% (until December 31, 2024 - 5%); and PIT will be 5% for investment income



Cryptocurrency and martial law

For the first two weeks of war Ukrainian Government and NGO got for about \$63.8 million. These are money that weren't under taxation and comission

Conclusion

Cryptocurrency has provided a new technology-based way to go about business. The market has brought about many new buyers and allowed for international trade to happen more smoothly.

The war in Ukraine has also shown great potential for the use of cryptocurrency in terms of speed of transfer, relative independence and the amount of commission. For example, US President Joe Biden signed an executive order seeking further clarification and guidance on crypto regulation – showing Washington’s willingness to contend with an ever-growing and new asset class. What can be beneficial to the crypto industry, leading to “proportionate and effective regulatory policies”.

There are risks of cheaters entering the market and as circumstances it leads to market collapse and lose of money for other traders. As it is in the current situation. Cryptocurrency needs to take some control and regulation on this platform, otherwise, it could be a big crush on the financial system of humanity.