

Cryptocurrency Accounting (Internal Methodology)

This instruction describes how to record cryptocurrency (e.g., USDT) transactions in FirstBit Software, ensuring that financial results are reflected in Finance Income / Finance Expenses, rather than in Revenue / Operating Income. This example has been prepared solely for illustrative purposes to demonstrate a possible approach to the accounting treatment of Cryptocurrency. The Company should independently assess the applicability of the relevant IFRS standards, UAE regulatory requirements, and related tax implications based on the specific facts and circumstances. Where appropriate, separate advice from auditors or professional advisers is recommended.

To record transactions in accordance with the company's accounting policy, you must first create a dedicated GL account for cryptocurrency.

Go to: **Accounting Chart of Accounts Create**. Select the Parent group where the new account will be created, then fill in the account **Code** and **Description**. Choose the appropriate section in accordance with the company's accounting policy, then save the account.

The screenshot shows the 'Other Current Assets - USDT Wallet (GL Account)' form. The 'Code' field is set to '202102' and the 'Parent Group' is 'Current Assets'. The 'Description' field is 'Other Current Assets - USDT Wallet'. The 'Type' is set to 'Debit' and the 'Section' is 'BS Other Current Assets'. There is a table for 'Extra Dimensions' with columns for 'Description', 'Turnovers Only', and 'Amount'. The 'Details' section is empty.

To create the account, follow the instructions at the link [Adding an Account to COA](#).

Purchase of Cryptocurrency.

Create Bank Payment Document, go to **Money module Bank Payment**, create document and select **Transaction Type - Other**. Select the Bank Account from which payment is made, enter the amount of cryptocurrency purchased on the Main tab.

The screenshot shows the 'Bank Payment EIBP26-00000005 from 2/16/2026' form. The 'Cash Flow Item' is 'Other Receipts for Current Transaction' and the 'Amount' is '3,670.00'. The 'Transaction Type' is 'Other'. The 'Bank Account' is '32478978521341, in NBD'. The 'Main' tab is active, showing 'Payment Details (1)'. The 'Reconciliation Status' is 'Unmatched'.

On the **Payment Details** tab, specify the GL Account where cryptocurrency transactions will be recorded in accordance with your company's accounting policy, specify counterparty and contract.

Bank Payment EIBP26-00000005 from 2/16/2026

Main Approvals History of Approval History of Object Status Changes Reconciliation Statuses of Bank Documents Taken Decisions More actions...

Post and close Save Post Generate Settings Print

Main Payment Details (1) Bank Charges Additional Information

#	GL Account Dr	Department	Account Dr Dimensions	Amount	Company	Contract	Content	Project	Project
1	Other Current Assets - USD Wallet	Not Applicable	Crypto	3,670.00					

Total Payment Amount: 3,670.00 AED

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Save and Post the Document.

Document's Registers Records

Horizontal Details Vertical Details

Bank Payment EIBP26-00000005 from 2/16/2026
Document's Registers Records

Accounting Register "General Ledger"

Period	Account Dr	Extra Dimension Dr	Quantity Dr	Account Cr	Extra Dimension Cr	Quantity Cr	Amount
Entity	Department Dr		Currency Dr	Department Cr		Currency Cr	Accounting Currency
Line Number	Amount (Cur.) Dr			Amount (Cur.) Cr	Content		
2/16/2026 1:22:28 PM	3,670						3,670
United Furniture Group (East location)	Other Current Assets - USD Wallet	Crypto		Bank Accounts	32478978921341, in NBD	Other Receipts for Current Transactions	AED
							3,670 Expense reflection

Sale of Cryptocurrency.

Create Bank Receipt Document, go to **Money module Bank Receipt**, create document and choose **Transaction Type - Other**. Select Bank Account where proceeds will be received, enter amount received from the sale on the Main tab.

Bank Receipt EIBR26-00000003 from 2/16/2026

Main Reconciliation Statuses of Bank Documents Balance of Employee Business Expenses Statement of Mutual Settlements

Post and close Save Post Generate Settings Print

Main Payment Details (1) Bank Charges Additional Information

Cash Flow Item: Other Payments for Current Transactions Number: EIBR26-00000003 From: 2/16/2026 2:46:27 PM

Amount: 2,250.00 (Rate 1 Factor 1) Transaction Type: Other

Entity: United Furniture Group (East location)

Basis:

Cheque:

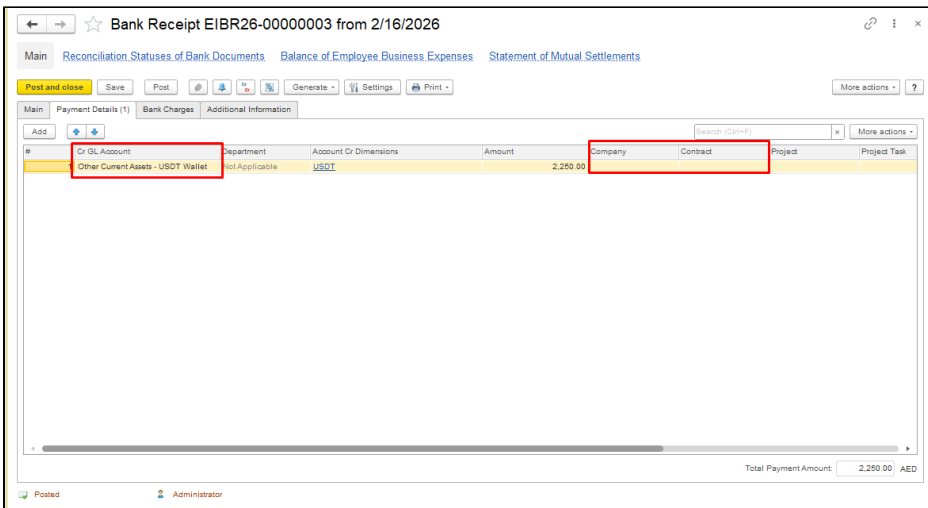
Bank Account: 32478978921341, in NBD 29252200

npooaxv 600 USD

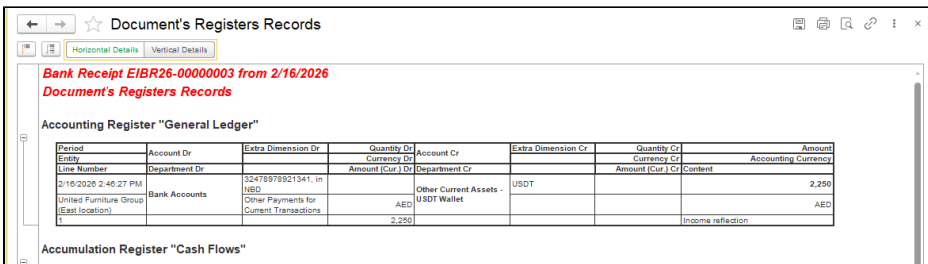
Reconciliation Status: Unmatched

Posted Administrator

On the **Payment Details tab**, specify the GL Account, counterparty and contract.



Save and Post the Document.

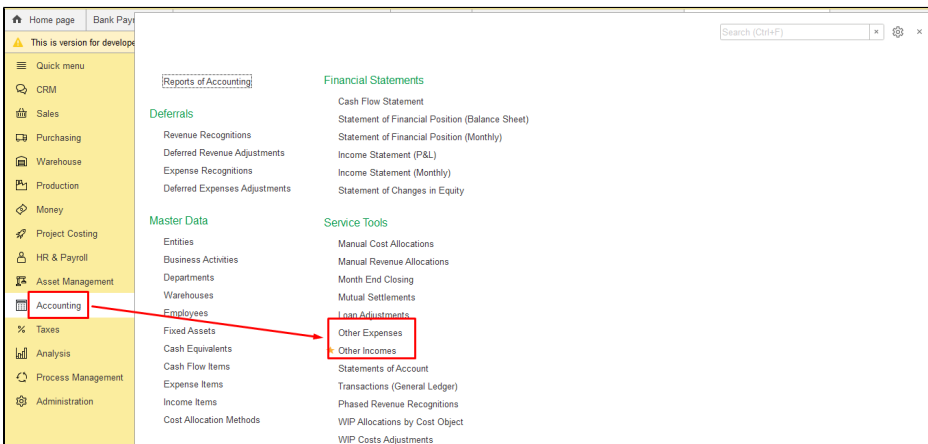


Recording Profit / Loss.

Create **Other Income / Other Expense Document**:

- **Other Income** if there is a gain from the sale
- **Other Expense** if there is a loss

Go to **Accounting module Other Income / Other Expense**.



Create a new document and select the **Transaction Type – Accrual** on the Main Tab.

Other Income EIOINC26-000002 dated 2/16/2026 2:57:12 PM

Post and close Save Post Generate Print

Main Incomes (1)

Number: EIOINC26-000002 From: 2/16/2026 2:57:12 PM

Entity: United Furniture Group (East location)

Transaction Type: **Account**

Basic: [dropdown]

Responsible: [dropdown]

Comment: [text area]

Transaction Remarks: [text area]

If the sale of cryptocurrency results in a financial gain, specify the **Finance Income** account or the account that you use in accordance with your company's accounting policy in the **Other Income** document.

Other Income EIOINC26-000002 dated 2/16/2026 2:57:12 PM

Post and close Save Post Generate Print

Main Incomes (1)

#	GL Account Dr	Account Dr Dimensions	Income GL Account Cr	Department	Account Cr Dimensions	Project
1	Other Current Assets - USDT Wallet	USDT	Finance Income	Main Department	Other Operating Income < - >	

If the sale of cryptocurrency results in a financial loss, specify the **Finance Expenses** account or the account used in accordance with your company's accounting policy in the **Other Expenses** document.

Other Expenses EIOEXP26-000004 dated 2/16/2026 12:00:00 PM

Post and close Save Post Generate Print

Main Expenses (1)

#	Expense GL Account Cr	Department	Account Cr Dimensions	Project	Project Task	GL Account Cr	Account Cr Dimensions
1	Financial Expenses	Main Department	Other Operating Expenses < - >			Other Current Assets - US...	USDT

Save and Post the document.

Presentation in financial reports:

Trial Balance

Purchase of cryptocurrency is recorded as a debit to the selected cryptocurrency account, increasing the balance of the crypto asset.

Sale of cryptocurrency is recorded as a credit to the selected cryptocurrency account for the cost of the sold units.

TRIAL BALANCE WITH TURNOVERS

For the Period: From February 01, 2026 to February 28, 2026
 Entity: United Furniture Group (East location)
 Account: Other Current Assets - USDT Wallet, Finance Income

Account, Description	Currency	Opening Balance		Period Turnovers		Closing Balance	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
2000000, Current Assets	AED	-	-	3,718.00	2,250.00	1,468.00	-
2080100, Other Current Assets - USDT Wallet	AED	-	-	3,718.00	2,250.00	1,468.00	-
6000000, Income	AED	-	-	-	48.00	-	48.00
6030000, Finance and Other Income	AED	-	-	-	48.00	-	48.00
6030100, Finance Income	AED	-	-	-	48.00	-	48.00
Total	AED	-	-	3,718.00	2,298.00	1,468.00	48.00

The result of the sale (profit or loss) is recorded in a separate account that does not affect Revenue or Operating income.

TRIAL BALANCE WITH TURNOVERS

For the Period: From February 01, 2026 to February 28, 2026
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 Account: Other Current Assets - USDT Wallet, Finance Income

Account, Description	Currency	Opening Balance		Period Turnovers		Closing Balance	
		Dr.	Cr.	Dr.	Cr.	Dr.	Cr.
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2080100, Other Current Assets - USDT Wallet	AED	-	-	3,718.00	2,250.00	1,468.00	-
6000000, Income	AED	-	-	-	48.00	-	48.00
6030000, Finance and Other Income	AED	-	-	-	48.00	-	48.00
6030100, Finance Income	AED	-	-	-	48.00	-	48.00
Total	AED	-	-	3,718.00	2,298.00	1,468.00	48.00

Income Statement

In the Profit & Loss report, this is reflected under the Finance Income section as either income or expense.

Income Statement (P&L)

Period: 2/1/2026 to 2/28/2026
 Entity: United Furniture Group (East location)
 Show Details by GL Accounts
 Show Changes in Statement Period

Revenue	1,523.81	-
6010100, Sales of Goods	1,523.81	-
Cost of Sales	(202.57)	-
7010200, COS: Goods for Resale	(202.57)	-
Gross Profit	1,321.24	-
Selling Expenses	-	-
Administrative Expenses	(3,825.67)	(4,591.67)
7030100, Employee Benefits Expenses	(1,825.67)	(4,591.67)
7030200, Depreciation of Fixed Assets	(2,000.00)	-
Other Income / (Expenses), Net	-	-
Operating Profit	(2,504.43)	(4,591.67)
Finance Income / (Costs), Net	48.00	-
6030100, Finance Income	48.00	-
Foreign Exchange Gain / (Loss), Net	-	-
Profit Before Income Tax	(2,456.43)	(4,591.67)
Current Income Tax Expense	-	-
Deferred Income Tax (Expense) / Benefit	-	-
Total Income Tax (Expense) / Benefit	-	-
Profit for the Year	(2,456.43)	(4,591.67)

Income Statement (P&L)

United Furniture Group (East location)

For the Period Ended 28 February, 2026 and 2025

All Figures in Dirham (UAE)

	28 February, 2026	28 February, 2025
Revenue	1,523.81	-
6010100, Sales of Goods	1,523.81	-
Cost of Sales	(202.57)	-
7010200, COS: Goods for Resale	(202.57)	-
Gross Profit	1,321.24	-
Selling Expenses	-	-
Administrative Expenses	(3,825.67)	(4,591.67)
7030100, Employee Benefits Expenses	(1,825.67)	(4,591.67)
7030200, Depreciation of Fixed Assets	(2,000.00)	-
Other Income / (Expenses), Net	-	-
Operating Profit	(2,504.43)	(4,591.67)
Finance Income / (Costs), Net	(48.00)	-
7050100, Financial Expenses	(48.00)	-
Foreign Exchange Gain / (Loss), Net	-	-
Profit Before Income Tax	(2,552.43)	(4,591.67)
Current Income Tax Expense	-	-
Deferred Income Tax (Expense) / Benefit	-	-

Please Note: The approach ensures crypto is treated as a financial asset, not as a product sale.

#Cryptocurrency#Cryptocurrencyaccounting#