



Coinbase Announces S.E.C. Plans to Dismiss Crypto Lawsuit

Description

Coinbase is a big company that lets people buy and sell cryptocurrencies, which are digital money. On Friday, Coinbase said that the Securities and Exchange Commission (S.E.C.), a government agency, would stop its lawsuit against them. This is good news for Coinbase and the whole cryptocurrency market.

In a post on its website, Coinbase explained that they made a deal with the S.E.C. to withdraw the lawsuit. This means they will not have to pay any money as a penalty. If the S.E.C. agrees, it will be a big change from their usual actions. The lawsuit started because the S.E.C. claimed that some digital currencies sold on Coinbase were not properly registered. They said this could put customers at risk.

If the lawsuit gets dropped, it would help Coinbase stay in business. The company is worth about \$65 billion. This also shows that some powerful people in Washington, D.C. are interested in supporting companies like Coinbase. They want less strict rules for cryptocurrencies.

Vocabulary List:

1. **Cryptocurrency** /,krɪp.təʊ'kɜːr.ən.si/ (noun): A digital or virtual currency that uses cryptography for security.
2. **Securities** /sɪ'kjʊr.ɪ.tɪz/ (noun): Financial instruments representing an ownership position in a company or a debt obligation.
3. **Lawsuit** /'lɔː.su:t/ (noun): A claim or dispute brought to a court for resolution.
4. **Regulated** /'rɛg.jʊ.leɪ.tɪd/ (adjective): Controlled or governed by laws or rules.
5. **Withdraw** /wɪð'drɔː/ (verb): To remove or take back.
6. **Penalty** /'pɛn.əl.ti/ (noun): A punishment imposed for breaking a law or rule.

Comprehension Questions

Multiple Choice

1. What type of company is Coinbase?

Option: A. E-commerce

Option: B. Cryptocurrency exchange

Option: C. Social media

Option: D. Retail store



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2. What government agency was involved in the lawsuit against Coinbase?
Option: A. IRS
Option: B. FBI
Option: C. S.E.C.
Option: D. FDA
3. Why did the S.E.C. file a lawsuit against Coinbase?
Option: A. Tax evasion
Option: B. Improper registration of digital currencies
Option: C. Money laundering
Option: D. Securities fraud
4. What does the potential withdrawal of the lawsuit mean for Coinbase?
Option: A. It has to shut down immediately
Option: B. Less scrutiny from regulators
Option: C. Heavier penalties
Option: D. Rebranding
5. What is the estimated value of Coinbase?
Option: A. \$10 billion
Option: B. \$50 billion
Option: C. \$65 billion
Option: D. \$100 billion
6. Who is interested in supporting companies like Coinbase according to the text?
Option: A. Hollywood celebrities
Option: B. Washington, D.C. politicians
Option: C. European leaders
Option: D. Tech entrepreneurs

True-False

7. Coinbase is primarily involved in selling physical goods.
8. The S.E.C. decided to drop the lawsuit against Coinbase on Friday.
9. The lawsuit against Coinbase was related to tax evasion.



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10. Coinbase is valued at \$65 billion.
 11. The lawsuit against Coinbase was due to securities fraud.
 12. Powerful people in Washington, D.C. are interested in less strict rules for cryptocurrencies.

Gap-Fill

13. Coinbase allows people to buy and sell _____.
14. If the lawsuit is withdrawn, it would help Coinbase stay in business and avoid paying any money as a _____.
15. The Securities and Exchange Commission (S.E.C.) claimed that some digital currencies sold on Coinbase were not properly _____.
16. The estimated worth of Coinbase is approximately _____.
17. The potential withdrawal of the lawsuit would mean _____.
18. Some powerful people in _____ are interested in supporting companies like Coinbase.

Answer

Multiple Choice: 1. B. Cryptocurrency exchange 2. C. S.E.C. 3. B. Improper registration of digital currencies 4. B. Less scrutiny from regulators 5. C. \$65 billion 6. B. Washington, D.C. politicians

True-False: 7. False 8. False 9. False 10. True 11. False 12. True

Gap-Fill: 13. cryptocurrencies 14. penalty 15. registered 16. \$65 billion 17. less scrutiny from regulators 18. Washington, D.C.

CATEGORY

1. Business - LEVEL1

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