



DISRUPTING EARLY STAGE VENTURE CAPITAL

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Insignia Crypto Fund

Whitepaper

Insignia Crypto LLC

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Abstract

Insignia Crypto LLC (“Insignia Crypto”) is issuing tokens (“**ISG Tokens**”) that provide qualified investors exposure to equity in disruptive technology start-ups, mainly in Fintech, WealthTech, InsureTech, Blockchain/Crypto, etc. In connection with this issuance, Insignia Crypto is seeking to turn venture capital on its head by pre-selecting a diverse group of companies that are expected to be fast-growth, and providing investors with an opportunity to indirectly invest in these companies without paying the high minimums and large fees associated with venture capital investment, by purchasing ISG Tokens. We will also provide investment plans, “Tokenized Bonds”, offering fixed returns on existing investments.

The Vision

Democratizing access to start-up capital is a significant innovation opportunity. Insignia Crypto intends to build a new template for how start-ups can access pooled capital to propel growth. This model can allow companies to tackle critical areas of technological and social change that may be overlooked or undervalued by the traditional investor community.

The Rationale

Start-up investing is high risk and high reward. It requires large amounts of capital, extreme patience (7 to 15 years before a company exits) and often times luck in order to realize the significant returns that start-up investing can provide. Insignia Crypto flips this entire narrative and seeks to solve several of these challenges at once. This is achieved by introducing a new investment thesis for early stage investors. By purchasing ISG Tokens, investors will gain exposure to pre-selected companies in exchange for up to 10% equity of each company, and therefore have the potential to build a diversified portfolio at a fraction of the cost associated with investing in a venture fund.

Access

A group of highly vetted global (over 14 countries) early-stage start-ups

Liquidity

ISG Tokens are tradable after certain holding periods and not subject to the capital lock-up traditionally associated with start-up investing subject to market liquidity (7-15 years).

ISG Tokens

Insignia Crypto seeks to disrupt venture capital by reversing the terms through which companies raise money and investors receive returns. By purchasing ISG Tokens, token holders are provided with exposure to a group of up to 30 pre-selected start-ups (the “Insignia Crypto Portfolio Companies”). All of the Insignia Crypto Portfolio Companies have agreed to accept an investment by Insignia Crypto on

equal terms. Insignia Crypto does not subject investors to carried interest, and the high minimum participation levels associated with being a limited partner in venture capital fund are significantly reduced.

History

...there is an appetite for a new kind of investment offering and a smarter way to raise capital

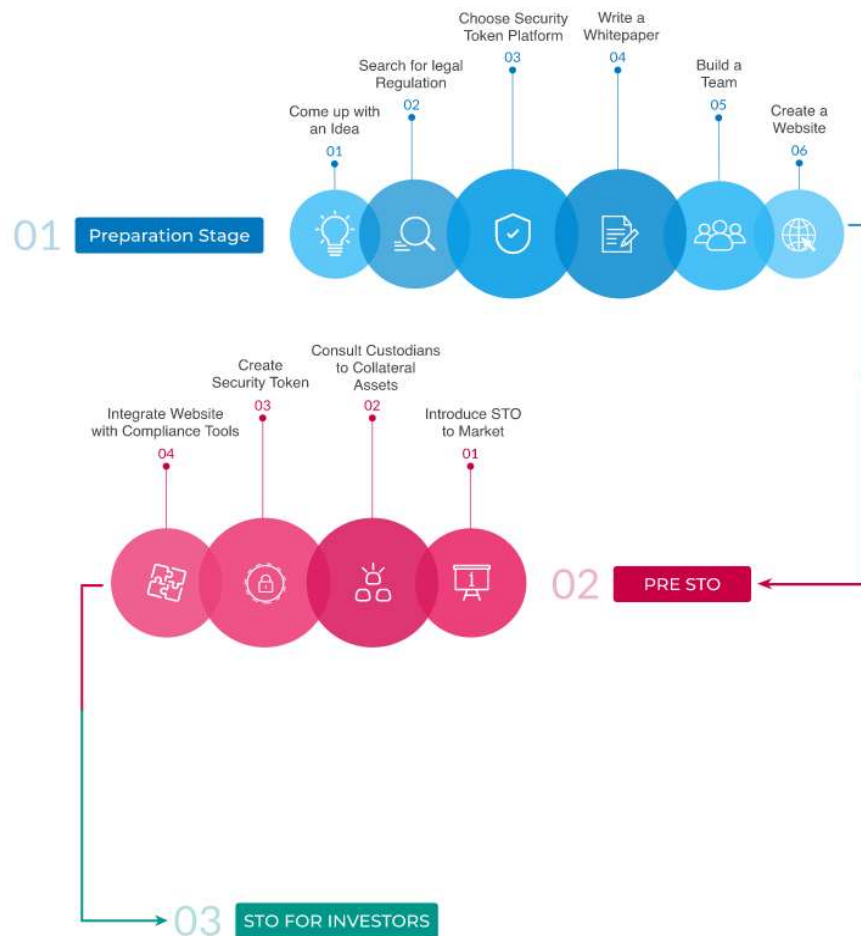
In the last few years, we have seen cryptocurrencies reach a public-financing frenzy not experienced since the dotcom bubble of the late 1990s. New investment vehicles and groups of investors have emerged that challenged both the traditional VC ecosystem and way start-ups had raised money. At the same time, the newly-minted class of seed accelerator programs emerged representing over a dozen industries, all with significant market potential and significant revenue growth. Traditionally, since being accepted into these accelerator programs, the start-ups would learn best practices in marketing and fundraising, focus on their growth and target Demo Day as a way to catalyse the funding of a traditional seed-round. Start-ups often competed for the same investor pool and largely focused on their own individual success.

We spotted the market opportunity. The public interest in ICOs showed that there is an appetite for a new kind of investment offering and a different way to raise capital. Looking at both the high-risk nature of most ICO investments and the opportunity to offer crypto investors the chance to diversify their holdings with a token that still offered the potential for very high returns, over a dozen investors came together to discuss the possibility of doing equity offerings that could break the mould of how start-ups traditionally raised money.

After many months, many late nights and some heated (but good-natured) debate, the decision was taken to create a solution enabling companies find a better way to offer investors an equal opportunity to receive equity in innovative start-ups.

Seeking outside counsel and strategic partners, we developed a technology platform for security tokens that facilitates the trading of tokens by serving as a hub for all of the necessary investor checks that would limit token trading to individuals who had passed accreditation checks. KYC/AML compliance was a critical component to moving forward. In order to build a private fund offering that could be tokenized. With a select number of investors, Insignia Capital LLC was founded and Insignia Crypto was structured, a fund that could engage in a token offering for investors looking for exposure to these start-up companies. Insignia Capital LLC acts as the investment manager to the Insignia Crypto Fund.

Our Journey from the Idea to launch:



Benefits

Insignia Crypto was designed to offer clear benefits to investors: access, transparency, better returns and liquidity.

All the while the key components of what make Insignia Crypto different from traditional private funds or venture offerings is emphasized by the goal to provide access, high returns and the potential for greater liquidity. The outcome allows Insignia Crypto to create a token that gives the benefits of traditional venture investing e.g. diversifying early stage companies to lower investment risk while reducing the carried interest and management fees that eat away at investor returns.

Insignia Crypto Fund differentiating factors:

- It allows investors to gain exposure to a group of professionally pre-selected start-ups

- Requires portfolio companies to take the same implied valuation to provide investors an equal chance of returns across a portfolio
- Seeks to provide greater returns by removing carried interest provisions and lowering management fees
- Builds a tokenized offering that doesn't lock up capital for a seven to fifteen -year period (the amount of time traditional VCs require)

Insignia Crypto Tokens (“ISG Token”) do not subject token holders to a carried interest charge typically borne by most investors in a VC fund, and instead the Investment Manager receives yearly management fees to cover financial reporting, auditing and other administrative costs of the fund.

Security Token

ISG Token is likely to be **characterized more as a security token as opposed to a utility token.**

A security token is backed by assets of the underlying companies (underlying assets). A utility token is a token used as a means of exchange within an ecosystem and there are often no assets underlying the value. For example, Bitcoin is a utility token as it can be used to buy and sell products...essentially as a currency. Much in the crypto world has been made regarding whether many of the utility token ICOs that are coming out will be considered securities (like a stock or bond) and ultimately be forced to comply with certain requirements. As the ISG Tokens are being treated as security tokens, the ISG Tokens seek to be compliant with securities laws around the world AND the value of the token is representative of “real assets” (i.e., equity investments in the Insignia Crypto Portfolio Companies).

Insignia Capital was built with the belief that security tokens are the future and as an investor in Insignia Crypto, you could be one of the early adopters of a new technology and holder of one of the few security tokens in existence offered with a view towards achieving compliance with global securities and other relevant rules and regulations.

Here are some of the reason why security tokens are appealing:



Disrupting Early Stage Venture Capital

High risk. High reward. Start-ups are a tough game and an even tougher one for investors who are presented with hundreds of companies competing for investment.

Traditionally, venture capital has played the role in picking and choosing the winners, making the bet that 1 out of every 10 investments will strike gold. Venture capitalists are often trusted for being able to assess companies and pick the right ones. And the earlier they pick the winners, the greater the likelihood they will receive massive returns. But early stage investing is tough. A study by the Kauffman Foundation (2016) discovered that the majority of early stage investors who put money into venture capital funds receive zero returns. The investors in venture capital funds - called limited partners or LPs - pay a premium to get access to deal flow but are forced to pay management fees and carried interest fees on that investment. So for every dollar returned on an investment, an LP (or investor in the fund) will typically get 70-80 cents with the VC fund taking 20-30 cents (or 20%-30% carried interest fee). This is on top of yearly management fees.

There is also a loss of control once an investor puts money into a fund. They trust the venture capitalists to make the right decisions on who to invest in. But studies have found that there are biases in this system that discount founders based on race and gender (we are advocates for equality and tolerance, it's engrained in our belief system and values).

So how do we de-risk start-up investing while getting a higher return? Insignia Crypto is a tokenized offering designed to mitigate some of the risks associated with early stage investing. We do this in several ways.

1. Access

Start-up investing is an exclusive pay-to-play world that requires millions in investable capital to reap real returns. Early stage investing relies on word of mouth and social networks. Deals are passed around by those who know about them. Many of the best young start-ups typically participate in an accelerator programs and then raise money from angels and VCs. Investors eager to participate in start-up deals need to either be connected to the right deal flow at the right team or pay-to-play by participating as a Limited Partner or LP in an early stage venture fund. Good venture funds in and outside of the United States can require at least \$1MM in investable capital to participate.

In addition, investors then experience a lock-up period where their funds are not returned for at least 7 to 15 years the average life of a VC fund.

There is also no guarantee of returns because start-up investing is risky - thus you have investors willing to put in million in what is essentially a zero-sum game. They either get the return or they don't. How many people have that much capital to play with? Financially this is a burden except for the promising few. An example to illustrate, a typical investor in a VC fund:

- \$1MM or more to invest
- \$20MM in investable capital at 5% of assets
- Win or lose approach i.e. they get the investment back or not
- Capital is locked up for an average of 7 to 15 years

The Insignia Crypto Fund minimums are much lower! With Insignia Crypto investors can have the potential to avoid the zero-sum game typical of start-up investing and a much wider group of investors

can participate, de-risking their investment by gaining access to a wide group of start-ups rather than putting their capital in just one.

2. Diversification

Insignia Crypto seeks to turn early stage investing on its head by giving investors a group of companies to invest in up front. With traditional venture, investors are trusting an unknown quantity to pick the right companies for them. Even if you don't agree with the investments, you're stuck with your money in the fund for the next 7 to 15 years. With Insignia Crypto, you know exactly what you are investing in up front and will have ongoing visibility into each of the companies involved. This puts the power back into your hands as an investor.

3. Transparency

Investors in traditional VC funds may or may not have direct visibility into that VC's portfolio companies for the purposes of direct follow-on investment. Insignia Crypto investors will have access to company updates, which provides them with the ability to participate in future funding rounds of those companies that they believe will perform the best.

4. Liquidity and Returns

Unlike traditional VC funds, the Insignia Crypto is a tokenized fund, and the tokens are tradeable after the expiration of certain holding periods.

This means (subject to certain holding requirements) there is no need to wait until the maturity of the fund or a liquidity event of any individual company. Even as angel investors, individually putting money into companies is illiquid since the investments cannot be traded. This leaves early investors waiting years for their capital to return. Insignia Crypto has the potential to provide investors with greater liquidity by avoiding the traditional drawbacks of venture capital. Funds are not locked up for a seven to 15-year period. **ISG Token** holders are allowed to trade with other accredited investors and certain other qualified investors. Capital is deployed by Insignia Crypto immediately, increasing the opportunity for greater returns over the lifetime of the Insignia Crypto Fund.

There are no carried interest charges on returns from the fund and yearly management fees are lower, giving investors potentially 100% better return relative to traditional VC funds over the life of the fund.

This can prove to be much higher due to immediate deployment of capital, more capital flowing to companies on day one and opportunity for intermediate liquidity.

Financial Analysis

Traditionally, putting money into a start-up is an illiquid investment where investors wait for years to get a return. VCs charge 2-3% management fee annually on called capital and 20-30% carry on realized gains over the life of the fund. This means that for a 9-year fund, an investor is paying almost 20-30% of their initial investment to employ the fund's decision-makers and back office and an additional 20-30% of the upside realized on their investments over that timeframe.

- **Traditional VC Investment Example:**

A fund that has raised \$10MM dollars with a 2-3% management fee will charge \$200-300K per year to manage expense. Over the lifetime of a 9-year fund, this would be \$1.8M-2.7M (we assume it to be \$2MM for simplicity). This means that only \$8MM goes towards the companies in the fund.

Second, a carried interest charge of 20% is charged on any realized returns from the fund. So in that same \$10M fund, if the return is 3X over 9 years (\$30M), you, as an investor, only get \$26M back after \$4M in carry fees (20% times \$20M of gains). However, only \$8M got put to work to generate that \$30M, so effectively 3.75X on the capital that was actually invested in companies.

- **Insignia Crypto Fund Example:**

Now imagine that you cut that management fee in half, so \$9M is deployed to companies to generate 3.75X return, and you have no 20% taken off the top.

Since the Investment Manager will own tokens, the Investment Manager recognizes this benefit as well and interests are aligned.

Insignia Crypto is designed to require very little incremental decision-making and management. We have taken this, into account which is part of why our fee structure is much lower than a traditional VC. Therefore, Insignia Crypto has no carry fee does not charge carried interest and if Insignia Crypto hits its target raise of \$35,000,000, the effective annual management fee will be 1-1.5%. This has two compounding effects. First, on an equivalently performing portfolio to a traditional VC, the Internal Rate of Return [IRR] for the investor will be better.

And second, the immediate deployment of capital means more money for the companies to spur growth and no cold capital sitting around in cash or other liquid investments.

In this scenario, an investor gets an 80% better return!

Investment Strategy

When investing in a typical VC fund, that fund will make capital calls as they find interesting deals and make incremental investments. In a 9-year fund, typically this occurs over the first 5 years, with the remaining 5 years being reserved for investment liquidation. Therefore, over the 9-year life of the fund, your capital is actually being put to work and generating returns for a subset of that period (we assume 7 years for simplicity).

During the remainder of that undeployed period, investors may have their capital called at any time, meaning they must keep this capital readily available in liquid investments, which are likely to be yielding returns that are subpar relative to the VC investment otherwise why would you be looking to invest in VC?

With Insignia Crypto, almost all capital is deployed immediately to the companies. This means that you don't have cash sitting in liquid investments or in escrow at a VC fund. Cash for investment is all deployed to the Insignia Crypto Portfolio Companies and starts earning returns almost immediately. Relative to the first example, this means that your money has 2 more years to generate returns than in a traditional VC fund.

- **Traditional VC Investment Example:**

As an example, you have \$10M that is invested at 20% return for 7 years, this yields a total return of ~250%

- **Insignia Crypto Fund Example:**

Now let's say you have \$10M that is invested at 20% return for 9 years, this yields a total return of over 400%...

Based on the examples above, Insignia Crypto can provide a POTENTIALLY 150% better return than traditional VC over the life of the fund because capital is deployed almost immediately.

Liquidity

Traditional VCs are highly illiquid investments, often requiring 7-15 year lock-up periods, making them accessible only to those that can afford to have a large amount of capital locked up for those types of time frames.

Insignia Crypto is a tokenized fund leveraging blockchain technology in an effort to facilitate liquidity for investors in most geographies across the world (subject to certain holding periods). This allows many more types of investors to participate as the lock-up requirements are not nearly as onerous and also provides investors the ability to cash in on realized gains at their own discretion.

One independent academic study has suggested upwards of a 50% premium should be paid for a liquid asset relative to a similar illiquid asset (Damodaran, A, 2017/18) and the implied valuation of each company involved is very reasonable relative to our respective stages, implying this premium will be primarily realized by token holders.

Token Sale Offering

Investors in Insignia Crypto receive exposure to all of the Portfolio Companies. The ISG Tokens are BEP-20 (Binance Smart Chain) based tokens and allow investors to trade their tokens (subject to certain holding restrictions) or receive the proceeds of liquidity events e.g. acquisition of an individual start-up.

Each Portfolio Company agrees (based on Insignia Crypto Terms) to issue up to 10% of equity. The final amount of equity will be determined by the total amount raised - a target of \$1MM minimum and \$10MM maximum providing start-ups between \$250K to \$1MM in investment after costs for the execution of the token sale are deducted and a cash reserve is established. The goal of this raise is to deploy approximately \$1MM after fees to each of the Portfolio Companies in the Insignia Crypto Fund. Any funds raised in excess of the \$1MM per company goal plus fees will be used to provide incremental liquidity for investors through token repurchases. These funds will be used to accelerate growth within Insignia Crypto Portfolio Companies.

- **Token Value**, 1 ISG Token = at market, we accept Bitcoin, Ether, USD
- **Minimum Participation Requirement**, 100 ISG Tokens
- **Investor Credentials**, depending on country of origin, investors may be required to go through accreditation checks and anti-money laundering checks
- **How to Invest**, to invest in ISG Token, visit <https://www.insigniacrypto.com>. You will be required to register including going through an KYC/AML checks
- **Token Sale Dates**, please check the website for release schedules

Distribution of Funds

ISG Token holders are entitled to the financial benefits of ownership of the Portfolio Companies. Each time a liquidity event happens for a Portfolio Company, the net realized gains are distributed to ISG Token holders through automatic token buybacks. ISG Token holders are entitled to all net realized gains. As mentioned above, unlike traditional VC funds, Insignia Crypto has no carried interest fees.

All funds received by Insignia Crypto from liquidity events in the Portfolio Companies will be used for the sole purpose of buying back tokens from all existing token holders on a prorated basis. All tokens acquired through these buybacks will be destroyed, therefore increasing the economic interest in the fund of the remaining token holders, and increasing the value of the remaining tokens.

Crypto Evolution

The crypto community has had an unbelievable last few years. The price of Bitcoin soared and at one point closed in on \$60K. This pulled cryptocurrencies from the shadows directly into the spotlight as they became consistent conversation topics across all sorts of media. One significant trend that resulted from this success was the proliferation of raising capital through ICOs, which surpassed early stage VC in terms of funding and eclipsed \$4B for the year.

Despite all the success, there remain many sceptics around the viability of cryptocurrencies and particularly around the health of the ICO market. Many observers, including some of the largest names in crypto suggest that many ICOs are likely fraudulent. The craze and these concerns have caused the

SEC to take a closer look into whether these tokens do indeed constitute securities, among other issues.

It's a gold rush, with a large number of bad actors who are looking to take advantage of the craze. This has led to many potential ICO investors taking a pause, many of which have been growing increasingly concerned over providing significant capital for "projects" that are little more than an idea.

Based on our experience and conversations with other investors, we believe that the market is starved for cryptoassets (or digitalassets) that actually represent real, identifiable underlying assets.

This is what we aim to provide you through an investment in Insignia Crypto, which isn't simply exposure to one single company with strong growth potential, but exposure to up to numerous professionally pre-vetted companies with significant growth potential in the form of one security token. **Insignia Crypto represents the beginning of the maturation process for ICOs and cryptocurrencies in general.** As mentioned, Insignia Crypto seeks to be fully SEC compliant as well as compliant with local laws in all jurisdictions around the world in which the token will be held.

Crypto has created billions of dollars of wealth. Insignia Crypto represents an excellent diversification opportunity for these crypto investors who rode the wave up, and now seek alternative investments that represent real value, represent their ethos and are not subject to the wild speculation seen in the rest of the crypto market.

The research and legwork behind the creation of Insignia Crypto and the platform it is traded on, lays the groundwork for additional security token creation. This has the potential to change the way traditional early stage funding occurs and provide investors with interesting new assets into which they can deploy capital.

...exposure to numerous portfolio companies with significant growth potential in the form of one security token!

The Platform

Insignia Crypto partnered with seasoned software developers to implement the technical aspects of the pre-sale, sale, and subsequent token issuance. We have built a platform with a dashboard to manage all investor management aspects including: registering as an investor, segregated digital wallet, fund documents, token purchase and management...

- **Registering as an investor is simple**, After signing up at the home page, you will be instructed to provide various documentation for know your customer (KYC) and anti-money laundering (AML) check purposes. These checks may use third party services to verify your identity and may include but are not limited to sanctions checking, digital presence checking, ID verification, and address checking.
- **Fund remittance and wallet management**, Fiat currency will be remitted via a normal wire transfer. Remittance instructions will be provided from the dashboard. We also accept cryptocurrencies which will be converted to tokens at the daily rate.
- **Token management**, Subsequent to the fundraising, ISG Tokens will be issued via the platform to the persons or entities that registered as investors and remitted the funds.
- **Security**, Insignia Crypto will only ever ask you for funds through the dashboard. The dashboard application is deployed in an enterprise grade data center and sits behind several layers of security. The dashboard application itself has been independently penetration tested

Token Features

This paper does not describe the technical characteristics of the Ethereum protocol and Solidity smart contracts. Instead it describes in a general sense Insignia Crypto implementation.

As is by now a common practice, we will be deploying on the public Ethereum blockchain. The Ethereum protocol affords us several benefits in terms integrity, since Ethereum provides a shared, immutable transaction history.

The token deployment will take place in an BEP-20 compatible token. The tokens will not be transactable until the entire sale closes.

In the token sale, users/investors send their investments, and in return they get tokens to the specified wallet.

Important Information and Risk Disclosures

Performance may vary substantially from year to year or even from month to month. The value of investments can go down as well as up. Past performance is not indicative of future results.

No representation is made that the Investment Manager's investment process or risk management techniques and/or Insignia Crypto's investment objectives, goals or strategy will or are likely to be achieved or successful or that Insignia Crypto or any underlying investment will make any profit or will not sustain losses. An investment in Insignia Crypto involves risk, as disclosed in this Memorandum.

Any descriptions involving investment process, investment examples, statistical analysis, investment strategies or risk management techniques are provided for illustration purposes only, will not apply in all situations, may not be fully indicative of any present or future investments, may be changed in the discretion of the Investment Manager and are not intended to reflect performance.

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In light of these risks and uncertainties, there can be no assurance and no representation is given that these Statements are now, or will prove to be accurate, or complete in any way. The Investment Manager undertakes no responsibility or obligation to revise or update such Statements. Statements expressed herein may not necessarily be shared by all personnel of the Investment Manager and its affiliates.

Portfolio or return targets or objectives, if any, are used solely for illustration, measurement or comparison purposes and as an aid or guideline for prospective investors to evaluate a particular investment program's strategies and accompanying information. Such targets or objectives reflect subjective determinations by the Investment Manager based on a variety of factors including, among others, Insignia Crypto's investment strategy, portfolio characteristics and risk, and market conditions. Performance targets or objectives should not be relied upon as an indication of actual or projected future performance. No representation is made Insignia Crypto will achieve these targets or objectives, in whole or in part.

This Presentation is as of the date indicated, is subject to change and does not contain material information regarding Insignia Crypto, including specific information relating to an investment in Insignia Crypto and related risks factors. Unless otherwise stated, information provided in this Presentation is derived from the Investment Manager's databases and internal sources. Certain information has been provided by and/or is based on third party sources and, although believed to be reliable, has not been independently verified. The Investment Manager is not responsible for errors or omissions from these sources. No representation is made with respect to the accuracy, completeness or timeliness of information and the Investment Manager assumes no obligation to update or otherwise revise such information. Unless the context otherwise requires, the term "investor" and "client" may be used interchangeably.

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Risks and Other Disclosures

Insignia Crypto ("The Fund") is an unregistered private investment fund. Funds such as this are NOT subject to the same regulatory requirements as mutual funds, including requirements to provide certain periodic and standardized pricing and valuation information to investors. There are substantial risks in investing in Insignia Crypto. You should note that:

- The Fund represents a speculative investment and involves a high degree of risk. Investors must have the financial ability, sophistication/experience and willingness to bear the risks of an investment in The Fund.
- An investor could lose all or a substantial portion of its investment.
- An investment in The Fund is not suitable for all investors. An investment in The Fund should be discretionary capital set aside strictly for speculative purposes. Only qualified eligible investors may invest in The Fund.
- The Fund's offering documents are not reviewed or approved by federal or state regulators. The offering of the ISG Token has not been registered, qualified, or approved under any securities, futures, financial instruments, capital markets, or exchange control legislation, regulation, or ordinance of any jurisdiction.
- An investment in The Fund may be illiquid and there are significant restrictions on transferring or redeeming interests in The Fund. There is no secondary market for an investor's investment in The Fund and one may never develop, and there may be no exchanges on which the tokens issued by The Fund are ultimately traded.
- The Fund's portfolio companies are illiquid investments and not subject to pricing based upon quoted prices in active markets. The value assigned to such investments may differ from the

value The Fund is able to realize. Instances of mispriced portfolios, due to fraud or negligence, have occurred in the industry.

- The Fund has no operating history or performance and the use performance, which does not reflect actual investing or trading of The Fund, or reference to, for example, procedures and advantageous sourcing networks, which have not been utilized for actual investing or trading of The Fund, should be reviewed carefully. Investors should not place undue reliance on hypothetical, pro forma or predecessor performance or procedures.
- The Fund's fees and expenses -which may be substantial regardless of any positive return- will offset The Fund's investment and trading profits. If The Fund's investments are not successful, these payments and expenses may, over a period of time, deplete the net asset value of The Fund.
- The Fund and its managers/advisors and their affiliates may be subject to various potential and actual conflicts of interest.
- The Fund's Token holders do not have the right to compel The Fund to redeem the ISG Tokens. The only right of capital return that The Fund has is a realization buyback which only occurs if an underlying investment is realized, subject to the terms and conditions of the ISG Tokens. The ISG Tokens will have no other distribution or dividend rights.
- A ISG Token may fluctuate in value, and may be volatile, especially over short time horizons.
- ISG Token holders generally will not have voting rights or ability to influence The Fund's decisions.
- The Fund may be forced to cease operations.
- Regulation of cryptosecurities, tokens (including the ISG Tokens) and cryptocurrency exchanges is currently undeveloped and likely to evolve rapidly, vary significantly among international, federal, state and local jurisdictions and is subject to significant uncertainty.
- The management team of each portfolio company that The Fund invests in is responsible for that company's day-to-day operations. Although The Fund will, through the Investment Manager, be responsible for monitoring the performance of each portfolio investment, there can be no assurance that the existing management team, or any successor, will be able to operate the company successfully.
- Many investment opportunities in blockchain industries and technologies in which The Fund intends to invest are with start-ups with limited operating history and small market capitalization companies. Prices of blockchain assets are extremely volatile and fluctuations in the price of digital assets could materially and adversely affect The Fund's business.

The above summary is not a complete list of the risks, tax considerations and other important disclosures involved in investing in The Fund and is subject to the more complete disclosures in the offering documents of The Fund, which must be reviewed carefully prior to making an investment.

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