

8DECIMAL
CAPITAL

Investing in the Security Token Ecosystem

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Agenda

Overview: 8 Decimal Capital will share its investment perspective on the Security Token Ecosystem.

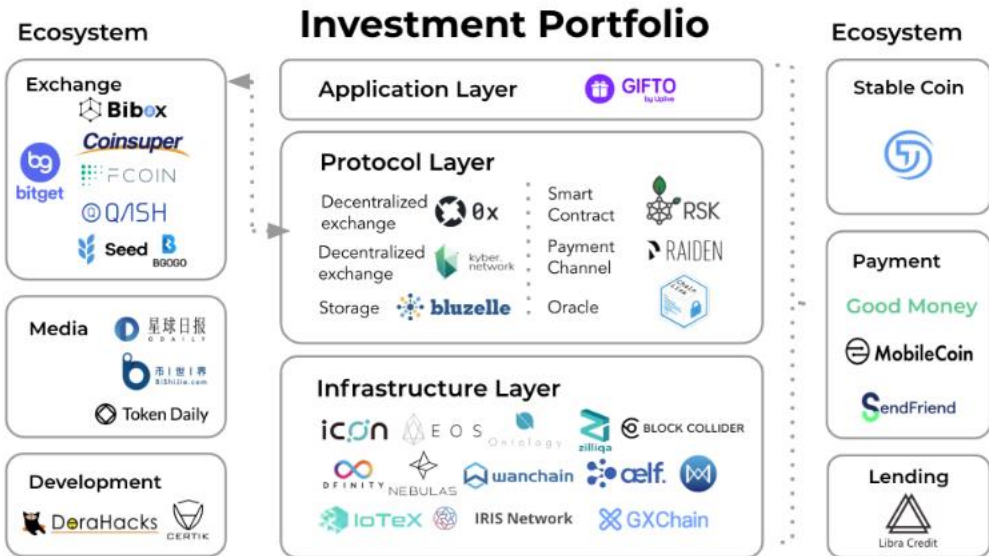
Disclosure: This is not financial advice.

- I. Who We Are**
- II. Why Focus on the Security Token Market?**
- III. What We Look for in Projects**
- IV. Portfolio Examples**
- V. Security Token Example**
- VI. Additional Services We Provide**

Who We Are



8 DECIMAL CAPITAL is a multi-strategy investment firm focusing on the blockchain industry with an AUM of \$60M. We thematically invests in core projects that addresses **Public Chains, Cross-Chains, Exchanges, Decentralized Exchanges, Privacy, Storage, Telecom, Stable Coin, Security Token** and also invest in projects in the blockchain ecosystem layer.



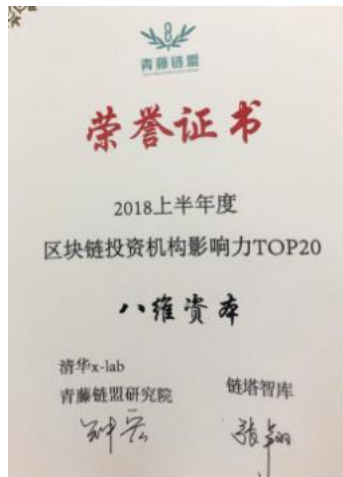
Industry Recognition



Forbes Article
 "8 Decimal has consistently been ranked a top fund in crypto space"



36Kr
 TOP3 Chinese Blockchain Investment Firm

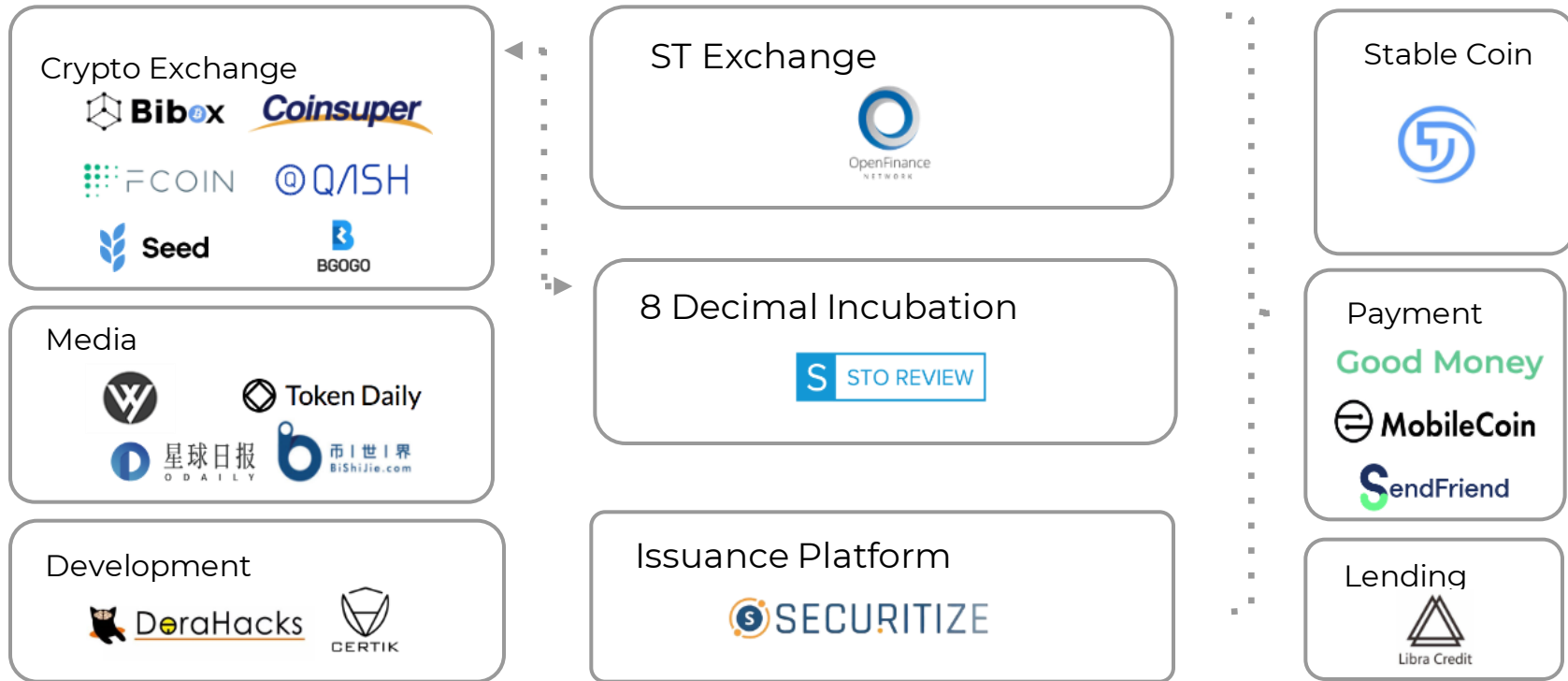


Tsinghua X-lab Research Center TOP20
 Most Influential Blockchain VC



Lianbushou
 TOP10 Blockchain Investment Agencies

Security Token and Financial Ecosystem



STs Address the Issues of Four Large Markets



Tokenized VC Funds

shorter holding periods will attract more LPs

\$5.2 trillion

amount invested in VC firms
(Source: McKinsey & Company)

Share-Like Tokens

Given easier exit opportunities, VCs will invest more

\$1.8 trillion

cash not being used by VCs
(Source: McKinsey & Company)

Asset-Backed Tokens

CRE is a popular use case for security tokens

\$54 trillion

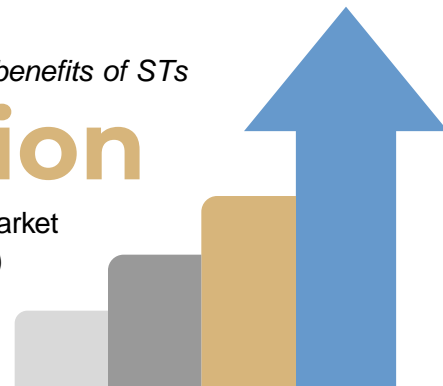
size of global commercial real estate market
(Source: Fortune)

Crypto-Bonds

local governments are exploring the benefits of STs

\$3.8 trillion

size of municipal bond market
(Source: Bloomberg)



Security Tokens Have 8 Major Benefits



24/7 markets



Flexibility of smart contracts



Fractional ownership



Automated compliance



Rapid settlement



Reduction in direct costs

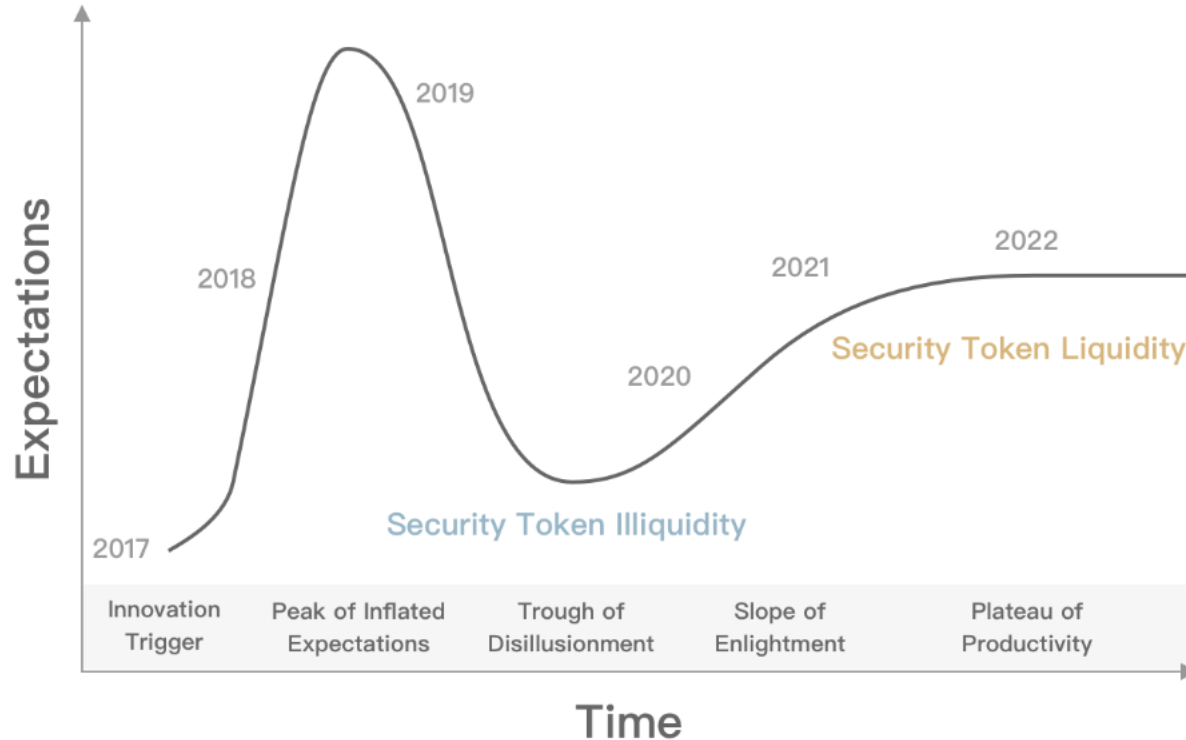


Increased liquidity & market depth



Asset interoperability

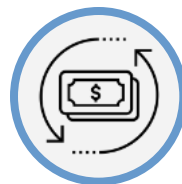
Hype cycle of the Security Token industry



Our Investment Criteria:



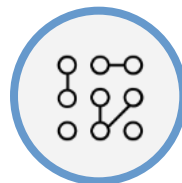
Team



Valuation



Licenses



Technology



Competitive Advantage



Go-to-Market

Major Security Token Issuance Provider

10



US focused Issuance Platform

Successful cases include SPiCE VC, BCAP, Lottery.com

Investors

Blockchain Capital, Ripple, Coinbase Venture and OKEX Capital, 8 Decimal Capital



Major Security Token Exchange



Security Token Exchange platform

First mover in the space, quickly built out the technology combined with an ATS

Investors

Huobi Capital, Morgan Creek, Sharpe Ventures, Harvard Angels and more



OpenFinance
NETWORK

First Crypto-Bond Offered



Bibox Exchange's Crypto-Bond

First mover in the crypto-bond space, providing a low risk, fixed-income asset to the cryptocurrency space

Bibox Bond

\$1m worth of bond, pegged to the exchange's native token BIX, providing 4.8% bi-annual coupon bond with 1 year maturity



BIX1901 Repayment Mechanism



Jack purchases one **BIX1901** contract

Six months later

1000 appreciating BIX
he' ll get **+** **48 BIX** interest coupon
The price of BIX rises

Amount of BIX at equal value of 150 USD
he' ll get **+** **48 BIX** interest coupon
The price of BIX falls

What Makes a Good Asset Class to be Tokenized First?



Real Estate



Startups and
Small Businesses



Private Equity



Fine Art



Mature Businesses



Venture Fund

Security Token Example



Client Background

Forise Holdings is a Global Culture and Tourism Industry Investor and Operator. Fuhua Tourism is wholly owned by Forise Holding.

- Forise Holdings has over 5000 employees and managed capital exceeding hundreds of billions.

Deal Background

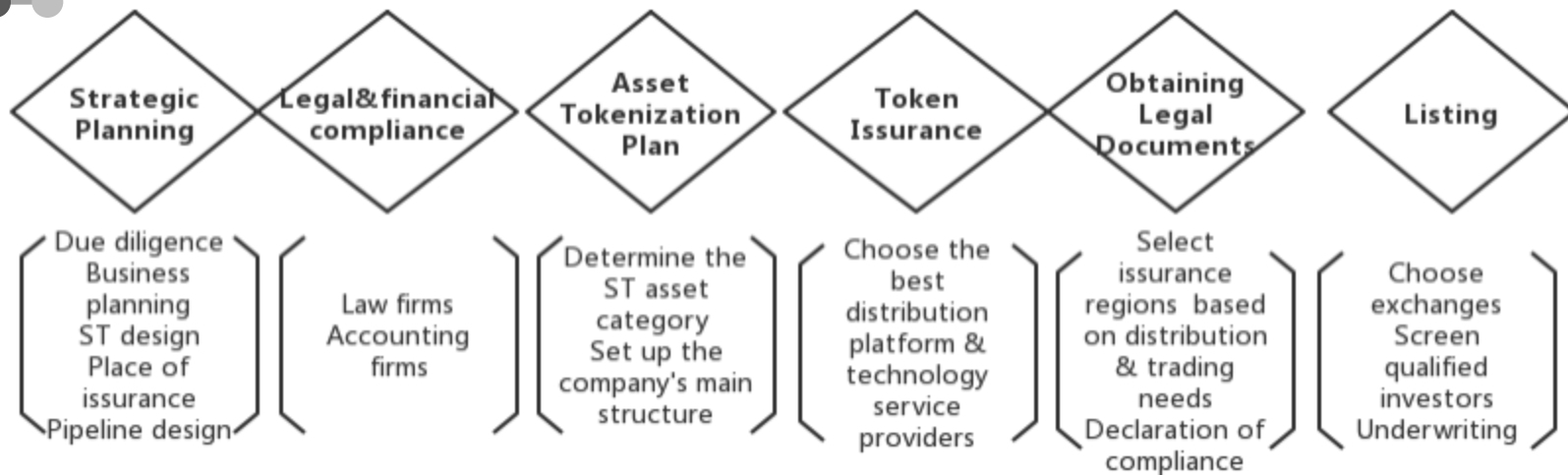
Fuhua Tourism will tokenize its \$1 billion building/hotel in Lijiang, Yunnan Province.

Services Offered by 8 Decimal:

- Token Design
- Token Issuance
- Exchange Listing
- Marketing
- Legal Service



STO Services from 8 Decimal Capital



Fees:

- Basic service fee
- Other service fees: provide underwriting, roadshow, media promotion and other services according to customer needs and charge service fees accordingly; charge a certain percentage of underwriting fees according to the amount of funds raised.

Contact

Please reach us out at remi@8dcapital.com if you have any questions or inquiries



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