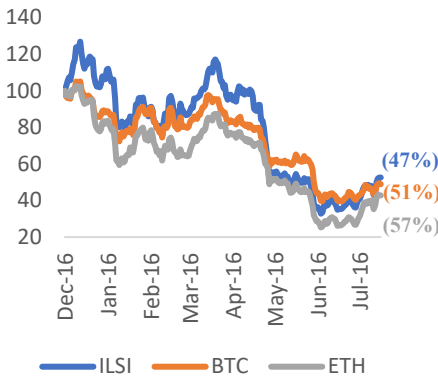


Performance at July 31, 2022	1 month	YTD	Since Inception
ILSI	48%	(54%)	(47%)
BTC	21%	(50%)	(51%)
ETH	60%	(54%)	(57%)

Performance Since Inception⁽¹⁾



Notes: (1) Calculated using prices from Dune Analytics via coinpaprika API. ILSI value derived from the prices of each component along with the index weightings.

Portfolio Breakdown

(as of July 31, 2022)



About Stakeborg

Stakeborg is a leading crypto hub focused on increasing the adoption of blockchain and crypto at all levels through education, community building, media and consulting activities. Stakeborg has been active in the DAO industry by establishing the Stakeborg DAO community. Fees related to Stakeborg-sponsored indexes are regularly transferred to the DAO treasury.

Investment Thesis

Invest Like Stakeborg Index is a construct which seeks to provide investors macro and diversified exposure to the main narratives that stand out as opportunities in the crypto space. The key categories that have been considered are the following: Bitcoin, Ethereum, Oracles / Web 3.0, Layer 1 infrastructure / smart contract platforms, Decentralized Finance, exchange tokens and NFTs / GameFi / Metaverse.

Name	Invest Like Stakeborg Index
Ticker	ILSI
Exchanges	TokenSets, SushiSwap
Methodology	Adjusted market capitalisation-weighting
Rebalancing period	Interval-based (3 months)
Expense ratio	0.95% (transferred to StakeborgDAO)

More details on: <https://docs.stakeborgdao.com/products/ilsi>

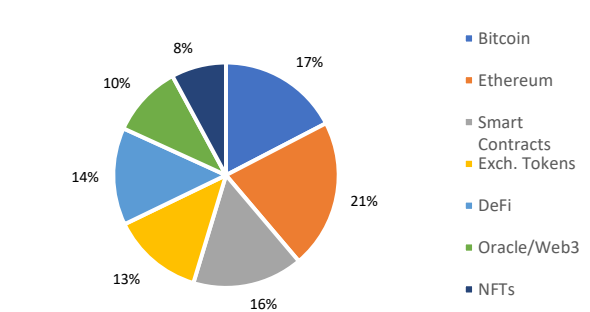
Macroenvironment Overview

The recent market upward movement has been driven by perceived dovish comments stemming from the FOMC meeting in July. Powell's remarks that the federal funds rate at 225-250bps has reached neutral level, the data-dependent approach for later meetings and the hint of a slower pace of rate hikes in the future moved markets upward. Real GDP fell 0.9% in Q2, marking the US economy's second straight quarter of contraction. Weakness was broad-based with slowdown in inventory building, residential and business capital spending, marginally offset by consumer spending and exports.

Sentiment in the crypto market has improved and market participants are more comfortable getting altcoin exposure. A tentative date for The Merge has triggered a rally in ETH as well as institutionals taking directional bets / hedging via derivatives. Elevated bitcoin spot volume continues to stay close to one-year highs, with Binance accounting for 70%-80% of the bitcoin spot trading during the last week of July.

Bitcoin digital asset funds tracked by ByteTree had 840.442 BTC in AuM on July 31, a net increase of 4,837 BTC to their holdings.

Key Narratives Breakdown



Portfolio Assets Updates

Bitcoin: July marked the best month for Bitcoin this year and the highest return since October 2021. Bitcoin is still derailed by the poor macro backdrop, including inflation above expectations across the main developed economies, weakening consumer confidence and looming recession worries in Europe amidst a surge in oil and natural gas prices. Sentiment has improved on the belief that the recent contagion effects might have been contained, although there are signs of spill-over effects in Asia.

Ethereum: On July, 14 Ethereum developers announced that The Merge is expected to happen on the w/c September, 19. During the Ethereum conference in Paris, Vitalik Buterin has introduced the development roadmap for Ethereum, highlighting the remaining stages which will be worked upon in parallel. Digital asset funds tracked by ByteTree had 4.4m ETH in AuM on July 31, a net increase of 43,471 ETH.

Polygon: Polygon was selected to participate in Disney's 2022 Accelerator Program. c.50 projects from Terra migrated to Polygon, as of mid-July. On July 20, announced the launch of Polygon zkEVM.

Aave: Approved proposal to launch a native, overcollateralized stablecoin, GHO. Interest payments on the stablecoin would be sent to the protocol's DAO.

Synthetix: the 2022 Release Milestones release hints at the remaining product developments in 2022.

Chainlink: c.60 projects adopted Chainlink services across 9 different chains in July. Announced that 100+ projects are part of the Chainlink Keepers ecosystem.

dYdX: dYdX added reduced-only orders as well as increased max position sizes.

APE: First demo of the Otherside metaverse went live on July 16. Passed governance proposals include AIP-70 (Bored Ape Gazette).

FTX: Emerged as one of the industry's "white knights" in this period. Launched EUR stablecoin basket and obtained full licence in Dubai.

Yearn Finance: Published the H1-2022 user report. Amongst others, it highlights a lower number of new users onboarded vs. previous quarters; however, these users constitute a relatively high proportion of their preferred vaults' value (ETH and stablecoin).

Disclaimer

The material contained or referred to herein: (a) Is not (and is not intended to be) an offer to buy or sell (or a solicitation of an offer to buy or sell) digital assets, nor does it constitute investment, legal, tax or other advice; and (b) has been obtained, derived or is otherwise based upon sources which are believed to be reliable. However, no guarantee can be (or is) provided in relation to the accuracy or completeness of the same. To the extent permissible at law, Stakeborg does not accept: (i) any liability arising from the use, misuse or non-use of the material contained or referred to herein; or (ii) responsibility for any financial loss incurred as a result of a decision to invest in one or more digital assets.

Key Risks

Crypto assets are a highly volatile asset class. Your capital is at risk. The value of crypto assets can go down as well as up and you can lose your entire investment.

Past performance is not an indication of future performance.

Exchange rate fluctuations may affect the value of investments.