

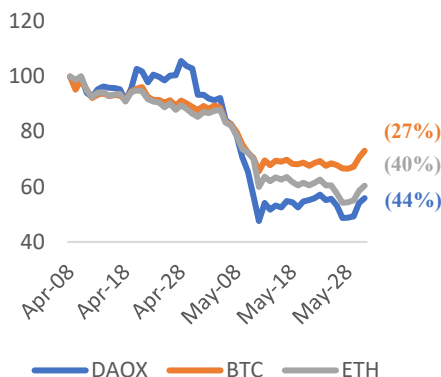
The DAOX Index

Monthly Report

DAOX
May 2022

Performance at May 31, 2022	1 Month	Since Inception
DAOX	(40%)	(44%)
BTC	(17%)	(27%)
ETH	(29%)	(40%)

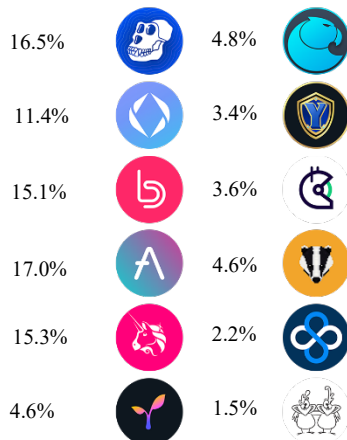
Performance Since Inception⁽¹⁾



Note: (1) Calculated using prices from Dune Analytics via coinaprika API. DAOX value derived from the prices of each component along with the index weightings. DAOX inception as of April 9, 2022.

Portfolio Breakdown

(as of May 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

The DAOX Index is a construct which seeks to provide investors with a diversified exposure to the nascent and crypto-native DAO space. DAOX includes the two largest Protocol DAOs by market capitalization. From the non-Protocol DAOs landscape, DAOX includes projects with robust liquidity and relevant size. The overarching narratives in the DAO landscape are considered in order to maintain an appropriate level of diversification.

Name	The DAOX Index
Ticker	DAOX
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/dao>

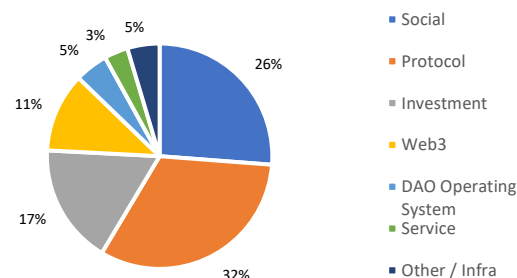
Macroenvironment Overview

Market sentiment in May was influenced by lockdowns in China, the war in Ukraine and central banks' policy tightening. Additionally, CBs are becoming more conscious of rising growth risks. The FED has increased the benchmark rate by 50bps, in line with market expectations. The market is now pricing another two sequential 50bps hikes in June and July as inflation remains elevated at 8.3% y/y. Labour markets continued to tighten across both US and Europe. US yields have found a clearing level, with the USD influenced by a more hawkish rhetoric from ECB and expectations for next month's CPI figure.

BTC evolution was influenced by the tough backdrop for risk markets and the collapse of the Terra ecosystem. Demand at around and sub \$30k was robust enough to handle the liquidation of more than 80k bitcoin by Luna Foundation Guard in its attempt to protect the UST peg.

As a consequence of the current market environment, DAO treasuries have decreased by almost \$3bn in value in the last month. However, governance activity has spiked, with figures for both token holders and proposal makers increasing.

Key Narratives Breakdown (as of May 31, 2022)



Portfolio Assets Updates

Uniswap: Continues to be the leading DEX. In May, it has topped \$1tn in total trading volume since launching on Ethereum in late 2018; total number of cumulative addresses hit c. 3.9 million.

Aave: Experienced sharp decrease in protocol revenue over the past 30 days (c.-50%). The developers of Aave have launched Lens Protocol, a network for building decentralized social media, on Polygon.

APE: A number of governance proposals have been discussed and voted upon, including the appointment of Guy Oseary, an experienced talent and brand manager.

BitDAO: BitDAO went through a rebranding exercise in May. Also, the provision of liquidity incentives for the SushiSwap pool has been approved through governance voting.

ENS: May 2022 was a record month for ENS, with 365k new .eth registrations (total c.1.36m names), \$9.6m in protocol revenue, 57k new eth accounts with at least 1 ENS name, and 10,500 ETH of OpenSea volume.

YGG: YGG completed a number of partnerships, including with Magic Eden, the leading Solana NFT marketplace, and Cassava Network, an African blockchain infrastructure.

Radicle: Radicle launched its ecosystem growth fund which aims to fund initiatives that drive awareness, engagement, and adoption of the Radicle stack.

Aragon: New proposal in the governance section outlining the transition of Aragon towards a more functional DAO.

Gitcoin: Over \$60m in funding facilitated to over 10k unique earners since launch. Announced a partnership with Tezos that invites devs to write code base for future use cases for arts&culture.

BadgerDAO: Integrated Badger DAO SETT vaults into the Babylon.finance protocol.

FWB: FWB entered its 6th season that will focus on restructuring channel leads, new public work streams and Governance 2.0.

StakeborgDAO: The SFC proposal has passed the Snapshot voting and would go to the on-chain voting phase.

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.