

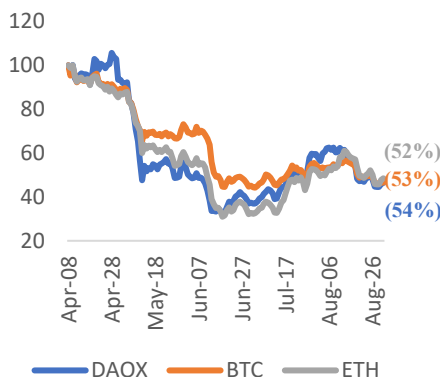
# The DAOX Index

## Monthly Report

**DAOX**  
August 2022

Performance at August 31, 2022	1 Month	Since Inception
DAOX	(20%)	(54%)
BTC	(13%)	(53%)
ETH	(5%)	(52%)

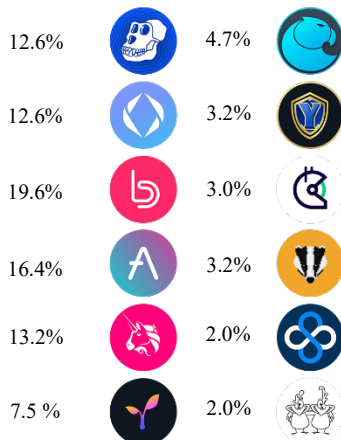
### Performance Since Inception<sup>(1)</sup>



Note: (1) Calculated using prices from Dune Analytics via coinnapike 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 August 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.

<b>Name</b>	The DAOX Index
<b>Ticker</b>	DAOX
<b>Exchanges</b>	TokenSets, SushiSwap
<b>Methodology</b>	Adjusted market capitalisation-weighting
<b>Rebalancing period</b>	Interval-based (3 months)
<b>Expense ratio</b>	0.95% (transferred to StakeborgDAO)

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

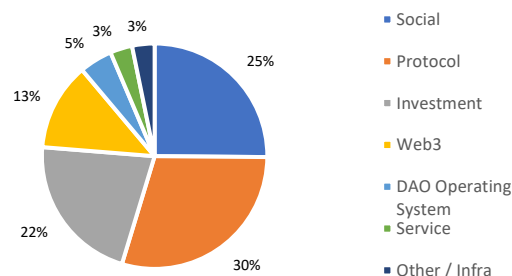
### Macroenvironment Overview

Central banks' commitment to bring inflation under control, despite the risks to the growth outlook, led the market downturn in August. Powell's hawkish remarks at Jackson Hole pushed back against recent expectations of a FED pivot in H1-2023. The FED would continue hiking rates and hold them at a higher level until inflation would be under control, even at the cost of higher unemployment. Broad-based weakness in other currencies and their respective economies has pushed the DXY higher.

Under the hood, DAOs continue to build key product and services (e.g., DAO tooling, see StakeborgDAO or Aragon). DAO-to-DAO partnerships remain important growth and diversification factors (see YGG or BadgerDAO). Similarly, grants and funding rounds continue to be omnipresent, aiding in the ecosystem development (see Gitcoin GR15 or BitDAO's recent financing to AfricaDAO).

As a consequence of the current market environment, DAO treasuries have decreased by almost \$600m in value during the past month. Governance activity has continued to show strength, with figures for both token holders and proposal makers increasing.

### Key Narratives Breakdown (as of August 31, 2022)



### Portfolio Assets Updates

**Uniswap:** The establishment of Uniswap Foundation (UF), with \$74 million in \$UNI tokens has passed the final stage voting. UF is intended to support the protocol's decentralized growth, reinvigorate governance and serve as a protocol advocate.

**Aave:** In anticipation of The Merge (in particular forked ETHPoW) and AIP-97 passing, ETH experienced a surge in borrowing, with interest revenue jumping over 53%.

**APE:** The pitch from Rarible was the fourth to include a marketplace proposal. Updates from Horizon Labs on the staking platform: core UX flows are complete and the focused moved on the smart contracts.

**BitDAO:** Approved AfricaDAO's \$20m funding proposal to accelerate Web3 adoption across Africa. Snapshot voting on the development of BitNetwork.

**ENS:** Key metrics for August 2022 include 301k new .eth registrations (total c.2.17m names), \$4.7m in protocol revenue (directed to the DAO), 34k new eth accounts with at least 1 ENS name, and 2,744 ETH in revenue (3<sup>rd</sup> highest month).

**YGG:** First season results of the Guild Advancement Program, the community's token distribution protocol. Partnerships with educational platform Nas Academy or with Storyverse to NFT experiences.

**Radicle:** Various changes across the product and protocol teams. Drips protocol (funding) will start testing its strategy in September.

**Aragon:** Announced the DAO Experts 2.0 cohort. Provided update on the development of Aragon App, its modular DAO platform.

**Gitcoin:** Launched Gitcoin Passport, a decentralized identifier based on users collecting stamps or verifiable credentials from different authenticators around web2/web3.

**BadgerDAO:** Announced partnership with Ribbon Finance: deposited 100k \$BADGER into Ribbon's covered call product to sell OTM Badger options for yield.

**FWB:** The culture-centric community organized FWB Fest or "crypto Woodstock" how it was called throughout the media.

**StakeborgDAO:** Insights provided into CONSTRUCT: a web3 tooling product, with the goal to support 10,000 dApp-startups

### 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.