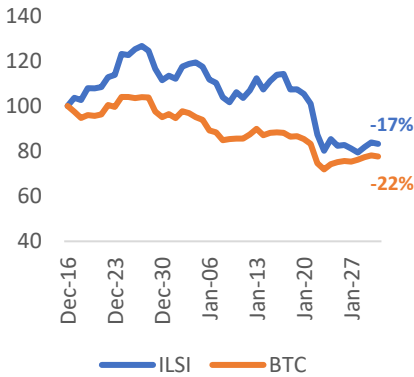


Performance at January 31, 2022	1 Month	Since Inception <sup>(1)</sup>
ILSI	-26%	-17%
BTC	-18%	-22%

### Performance Since Inception<sup>(1)(2)</sup>



Notes: (1) ILSI inception as of December 17, 2021. BTC rebased to ILSI starting price of 100 on December 16, 2021.  
(2) Calculated using prices from CoinGecko. ILSI value derived from the prices of each component and their index weightings.

### Portfolio Breakdown

(as of January 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

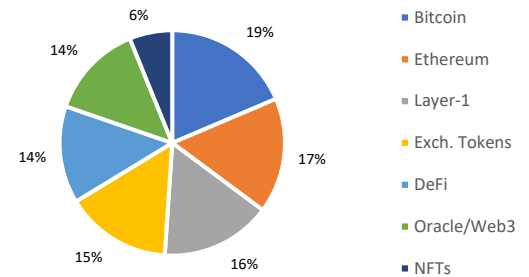
Markets have been volatile on the back of a hawkish stance from the FED stemming from high inflation prints and tight labor market conditions in the US. Bitcoin and other crypto assets have behaved like risk-on assets and have responded by trading lower. The FOMC meeting on Jan 25-26<sup>th</sup> has signalled that the FED will take a "nimble" approach when dealing with hiking interest rates and quantitative tightening while Jerome Powell has kept the FED's optionality in terms of precise policy response.

BTC spot volume has been generally lacklustre, with elevated volume after its price dropped below \$40,000. Bitcoin digital asset funds tracked by CoinShares have ended January with two consecutive weeks of inflows after a period of significant price weakness.

VC funding in blockchain crypto has hit \$33bn in 2021 or 5% of venture capital deployed last year. 2022 VC activity is prone to continue, with new crypto funds being raised, including FTX Ventures' \$2bn fund, Patera's \$1bn fund and a16z's two funds of up to \$4.5bn.

### Key Narratives Breakdown

(as of January 31, 2022)



### Portfolio Assets Updates

**Bitcoin:** Broader macroeconomic conditions have affected its performance. Its evolution in January and the slight increase in inflows in Bitcoin ETPs towards the end of the month have shown that market participants view it as the least risky crypto asset.

**Ethereum:** Ethereum digital asset funds tracked by CoinShares experienced 8 consecutive weeks (up to January 28<sup>th</sup>, 2022) of outflows, totalling \$272m or 2.4% of AuM.

**Terra:** Terra's ecosystem has continued to grow and has reached #2 in terms of TVL rankings by chain behind Ethereum. On Jan, 12<sup>th</sup> 21Shares has announced the listing of the first Terra Crypto ETP on the SIX Swiss Exchange. The ETP has \$4.0m AUM as of Jan 31<sup>st</sup>, 2022.

**Aave:** Aave introduced its recent iteration, Aave v3. This version has a number of potential features, including Portal (cross-chain activities), eMode (increase LTV for certain assets), isolation mode (limit asset exposure), and others.

**Syntheticx:** Kain Warwick published his vision of Syntheticx's roadmap, including Optimism migration, debt synthesis, cross-chain solutions and other features.

**Enjin:** Efinity, Enjin's decentralised, cross-chain protocol, has won slot 6 in Polkadot's parachain auctions and will be onboarded in March 2022.

**FTX:** FTX has continued to gain market share (#3 largest crypto exchange, with volumes of \$14bn/day). On Jan 14<sup>th</sup>, it has launched a \$2bn fund aimed to advance global blockchain and Web3 adoption. On Jan 31<sup>st</sup>, FTX has raised \$400m from blue-chip investors at a \$32bn valuation. The funds will be used to roll-out new products and acquire new licenses.

**BarnBridge:** reiterated near-term roadmap, which includes Sailor, a product that provides high fixed income rates through a structured product that leverages a junior BTC position and that was inspired from Michael Saylor's MicroStrategy convertible bond offering, and version 2 of Smart Yield.

### 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.