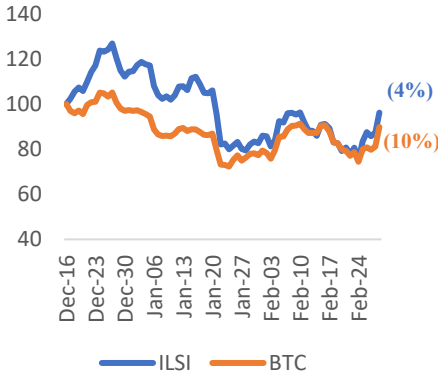


Performance at March 01, 2022	1 month	YTD	Since Inception
ILSI	12%	(16%)	(4%)
BTC	13%	(7%)	(10%)

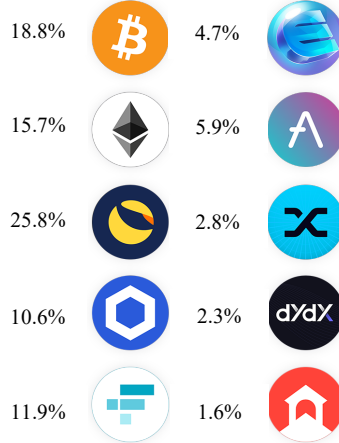
## Performance Since Inception<sup>(1)</sup>



Note: (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 March 01, 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/ils>

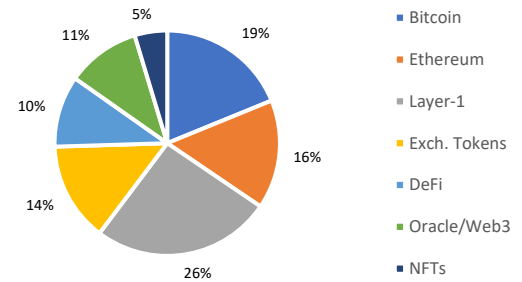
## Macroenvironment Overview

February was a volatile month for global financial markets and the crypto industry. For the latter, the month started with growing prices, but in the middle of the month, it took a downbeat on fears of escalating tensions between Russia and Ukraine. Following Russia's invasion, markets saw a sharp sell-off in risk assets, while safe-haven assets outperformed. The geopolitical environment proved to be a tailwind for digital assets and these seem to have reasserted themselves as a refuge in recent days.

The crypto markets have experienced the highest trading volume since December while on Monday the 28<sup>th</sup>, bitcoin had the largest daily percentage gain in one year (since Tesla's bitcoin acquisition). The ETP funds tracked by Ultimus have added c.7,000 BTC during February.

Markets will be sensitive to sanctions and Russia's counter response to them any monetary decisions by central banks in the current macro-conditions. Powell has recently backed a quarter-point rise in March, shrugging off expectations of a 50bps increase as seen from the Fed Funds futures data from CME.

## Key Narratives Breakdown (as of March 01, 2022)



## Portfolio Assets Updates

**Bitcoin:** Uncertain geopolitical and macro conditions drove Bitcoin volatility. Recent performance provides support to the safe haven narrative, with demand gathering pace as the number of non-zero wallet addresses reached an all-time high in a sign of growing appetite for decentralised alternatives.

**Ethereum:** Ethereum digital asset funds tracked by CoinShares reversed the net outflows trend experienced in January and ended the month with \$1.5m of net inflows.

**Terra:** \$LUNA has become the #2 largest staked asset in terms of total value staked amongst all major cryptocurrencies. Its top protocol by TVL, Anchor, has experienced an uptick in demand on the back of increasing its reserve allocation for staking rewards. Moreover, Luna Foundation Group, has raised \$1bn in BTC to support the UST peg during adverse market conditions.

**Aave:** Aave governance voted the first licensed bank, SEBA, to be listed as a whitelister to the institutional Aave Arc. Earlier in the month, the first cross-chain governance proposal successfully updated the Aave Polygon market through which new assets ended up being listed.

**Synthetix:** Synthetix had multiple releases in February, including Alsephina (dynamic exchange fees to neutralize oracle frontrunning opportunities) or Algieba (introduced three new synths on Optimism).

**Chainlink:** 64 projects adopted Chainlink services across 8 different chains in February. A report by BofA named it the likely driver behind DeFi's TVL growth.

**dYdX:** dYdX saw an uptick in weekly active traders on the platform while volume soared to an ATH of \$15bn on Feb 15<sup>th</sup>.

**Enjin:** Efinity, Enjin's decentralised, cross-chain protocol, went live on Polkadot's Rococo testnet, with mainnet onboarding set on March 11<sup>th</sup>.

**FTX:** FTX has continued its plan to diversify its services offering through the creation of its own gaming unit, FTX Gaming, and has made inroads into the luxury industry by hiring Lauren Remington Platt (Vensette founder) as Head of Luxury Partnerships.

**BarnBridge:** BarnBridge announced its partnership with Optimism to launch SMART Alpha pools for Synthetix and Chainlink.

## 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.