



October 2024 Factsheet

Important Information: Capital at Risk. The value of investments can fall as well as rise and are not guaranteed. Investors may not get back the amount originally invested.

FOR PROFESSIONAL CLIENTS, QUALIFIED CLIENTS AND QUALIFIED INVESTORS ONLY.

About This Fund

The **fsBTC** Frictionless Bitcoin Fund is a Luxembourg-based tokenized fund, exclusively invested in Bitcoin (BTC).

The **fsBTC** Frictionless Bitcoin Fund tracks Bitcoin 1:1, providing a convenient way for institutional investors to gain Bitcoin exposure through a transferable security, which serves as financial collateral under the Financial Collateral Act 2005 of Luxembourg and recognized internationally.

The **fsBTC** Frictionless Bitcoin Fund is structured as a passive investment vehicle which acquires Bitcoin, minus fees and expenses.

Orders are executed at the spot rate of BTC:USD via Coinbase Prime.

1 **fsBTC** is equal to 1 satoshi
1 BTC is equal to 100,000,000 satoshis
1 **fsBTC** is equal to 0.00000001 BTC

Investment Objective

The fund exclusively invests in Bitcoin, (BTC) through order execution services with Coinbase Prime and Custody Services.

Tokenized Fund Shares

The **fsBTC** Fund token is the tokenized share of the series of Notes issued exclusively invested in the Underlying Asset, Bitcoin (BTC).

The fund unit is BTC 0,00000001 per unit, each token amount represents the total stake of the Investor in the issued **fsBTC** Fund in circulation on the specific blockchain.

The **fsBTC** Fund token is a permissioned ERC-3643 token, derived from ERC-20 and may be issued on any EVM-compatible chain.

Each Underlying Asset is held in segregated custodial wallets for the total stake of the Investor in the issued fsBTC fund.

Investors are free to transfer **fsBTC** Fund tokens between each other on a direct transfer basis or on a bid/offer basis via our audited smart contracts.

Key Facts

Fund

Fund Type: Securitisation Fund

Base Currency: USD

Comparator Benchmark: Bitcoin (BTC)

Management Fee: 0.30%

Custody Fee: 0.50%

Redemption Fee: 0.25%

Minimum Investment: USD 0.01

Minimum Redemption: USD 0.01

Domicile: Luxembourg

Manager: Frictionless Markets S.à.r.l

Note Type: Tracker Certificate

Token

Type: ERC-20/ERC-3643 (Permissioned)

Ticker: fsBTC

Blockchain: Arbitrum, Avalanche, Base, Ethereum, Polygon

Dealing

Redemptions: Daily

Trading Cut-off: N/A

Settlement: Trade Date

Dealing Frequency: Daily, spot pricing basis

Underlying

Commodity: Bitcoin (BTC)

SFDR Classification: Other

SYMBOL: BTC

Start Date: 3-Jan-2009

Rating: Not Rated





Synthetic Risk and Reward Indicator (SRRI)

KEY RISKS: Bitcoin (BTC) is characterized by significant price volatility, driven by factors such as market demand, investor sentiment, macroeconomic events, and regulatory developments. Its price can experience substantial swings within short timeframes, posing both risks and opportunities for investors. As a digital asset not backed by any government or centralized entity, its price is driven largely by market speculation, making it subject to significant price swings.

CyberSecurity Risk: The hacking or security breach of any institution providing services such as the safekeeping of the underlying asset may expose investors to significant financial loss. In the event of a cyberattack or unauthorized access, these institutions could lose custody of digital assets or sensitive information, potentially resulting in the permanent loss of assets. Additionally, such incidents could lead to disruptions in service, reputational damage, and legal or regulatory consequences, further amplifying the financial risks for investors

Lower Risk

Higher Risk

Potentially Lower Rewards

Potentially Higher Rewards



Counterparty Risk: The insolvency of any institutions providing services such as the safekeeping of the Underlying Asset may expose investors to financial loss.

Capital at Risk: All financial investments involve an element of risk. Therefore, the value of your investment will vary and your initial investment amount cannot be guaranteed.

Service Providers

Frictionless Markets Sàrl

Fund Manager
Paying Agent
Settlement Agent
Transfer Agent
Fund Registrar

Citibank International Limited

Cash Custodian

Coinbase Custody International Limited

Bitcoin Custodian

Crestrust Sàrl

Fund Admin
Calculating Agent

Audit Conseils Services Sàrl

Fund Auditor





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Important Information

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Investments in the Fund do not constitute deposits with a bank or deposit-taking institution. While efforts are made to maintain a stable net asset value per share, investors may incur losses by investing in the Fund.

Securities are offered through Frictionless Markets, a registered securitization fund under Luxembourg law. Frictionless Markets and its affiliates do not provide investment advice or recommendations to any individuals, and no communication herein or elsewhere should be interpreted as such.

Assets listed herein, such as digital assets or tokens using blockchain, are speculative, highly risky, often illiquid, may lack value, offer limited regulatory certainty, carry potential market manipulation risks, and could lead to principal loss for investors.

Investors should conduct thorough due diligence, refrain from solely relying on financial assumptions or estimates provided herein, and are advised to seek guidance from financial advisors, attorneys, accountants, tax advisors, and other professionals to understand and assess the risks associated with any investment opportunity.

Investing in the Fund involves speculation and risk, suitable only for investors capable of evaluating and bearing the associated risks. While the Fund aims to maintain a stable NAV per Share of EUR 1.00, there is no guarantee of achieving this.

The risk factors outlined herein do not constitute an exhaustive list of all potential or actual risks related to investing in the Fund. Further material information regarding actual and potential risks can be found in the Fund's governing documents.

Additional risks may exist, presently unknown to the Investment Manager or deemed immaterial, potentially subjecting investments in the Fund to different and additional risks and conflicts of interest not described herein.

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