



EXECUTIVE SUMMARY OF KEY INFORMATION



THE FOLLOWING IS A SUMMARY OF THE PRINCIPAL FEATURES OF THE COMPANY

Introduction

'StableNote Ltd' is an 'RTP Automated Clearing House' with an 'IP Pending' status (Application No. GB2411580.0) on our StableNote Algorithm and has been incorporated in the United Kingdom. The Founder of StableNote saw an opportunity to create an 'Electronic Money Institution' (EMI) that benefitted both the Global Markets for International Trade and the potential for increasing profitability within Proprietary Trading of the Foreign Exchange Markets. This can be achieved through a Fiat Hedged Financial System. This Global Adoption Programme would support currency valuation, cross-border globalised payments, FX risk mitigation and the risk of currency redenomination. In addition to these factors, the StableNote Algorithm generates a 'safehaven' for Foreign Exchange cross-currency transactions whilst mitigating risk and market exposure.

To date, two years of research and mathematical testing have been spent progressing the StableNote concept to its current position. 10 years of historical FX data has been tested and analysed encompassing over 365,000 FX currency pairs. All of this has been undertaken manually and has been tested multiple times to ensure efficiency. The result of this hard work has provided us with a proven 'IP Pending' working algorithm that means StableNote is mitigated against the risk of FX volatility within the markets and provides a digital asset for secure instant cross-border financial settlements.

Services Overview

StableNote Settlements

The strategy of 'StableNote Settlements' is to implement a Cross Border Financial Settlement Trade Platform with a collateralised digital currency that is pegged to the following World's 10 most active fiat currencies simultaneously (GBP, USD, EUR, AUD, CAD, CHF, NZD, SEK, JPY, CNH). This has been achieved through an algorithmic calculation that ensures that StableNote is the most robust 'cross-border financial settlement vehicle' in the World. An example of the StableNote stability can be viewed in the below FX pairs graph shown across the previous 10-year period.

The platform will initially be built in conjunction with a global Tier 1 Bank and assets under management will be held across 10 'safeguarded' currency deposit accounts. In the near future, it is intended to connect each StableNote deposit account directly to the relevant Central Bank through the Bank of International Settlement due to the financial volumes held on reserve. This partnership with the Global Central Banks will assist in providing robust governance concerning Global Regulations, Anti Money Laundering Policies, Counter Terrorist Financing and Risk Management. At this growth stage, the 10 nominated Central Banks will form the StableNote Council and validate the transactions to ensure accuracy through Digital Ledger Technology.

StableNote Markets

'StableNote Markets' will utilise the world-leading CME Group's Electronic Broking Service' (EBS) platform to provide the most competitive wholesale FX rates available. A meeting with the FX Director at CME Group in London has confirmed their agreement to partner with StableNote and provide this service. The StableNote algorithm also generates 10 independent indexes that can be traded on a 'proprietary trading' basis to generate potential profits for account holders.

StableNote FX

This is an industry-standard foreign exchange brokerage service that will convert any of the 10 fiat currencies into an alternative fiat currency. The difference within the FX market that our service will provide is access to the EBS improved wholesale rates that offer a competitive edge within the industry.

It is not the intention of StableNote to replace any global fiat currency but instead to enhance each Country's ability to trade the international markets with a less volatile method of transacting. StableNote also provides a 'haven' for economic stability within weaker currencies through the compression of currency volatility.

Methodology

Algorithmic formulas are the basis for the creation and stability of StableNote with a unique delivery system ensuring the global security of the transactional network. Currency conversions will be facilitated by the CME Group 'Electronic Broking Service'. These base currencies exchanged into StableNotes will be deposited and 100% of funds will be held as 'Assets in Reserve' with the Tier 1 banking partner to



ensure the safety of the financial assets. These funds will be held within 'safeguarded' segregated accounts to ensure the security of client monies. This methodology will also ensure price stabilisation across the FX pairs and will assist in the stabilisation of the currency exchange market.

Unlike other digital currencies within the market, the banking partner and the 10 Central Banks that make up the StableNote Council will always hold 100% of the financial reserves as fiat currencies for StableNotes that have been issued into the market.

Management Overview

Full biographies of the Management Team and Board of Directors are provided within the Business Plan but as an initial overview;

Management Team

- The CEO comes from a Securities and Derivatives trading background of 35 years that also encompasses physical commodity trading around the globe.
- The COO is a high-level Programme and Project Manager of 36 years heading up delivery in the Aviation, Oil & Gas and Nuclear sectors.
- The CFO comes from a Family Office and Hedge Fund investment background.

Board of Directors

The BoD have a wealth of experience encompassing roles including;

- Ex-Chief Financial Officer at Vitol
- Ex-Chairman of the International Petroleum Exchange and Ex-Director of the London Metal Exchange
- Ex-President of the Chartered Institute of Bankers and Secretary to the IoM Bankers Association
- Ex-British Ambassador, Diplomat and Senior Trade Advisor for UK Gov Trade and Investment
- Ex Banker, international property mogul, and green energy strategist

Business Risk

Due to the nature of the Business Model, all aspects are built upon the mitigation of risk. This is both to the Company, the investors and the clients.

- The company has mitigated its risk by offering a product that is currently required within the global market that is presently not available. This is further mitigated by the support of a robust Board of Directors, Tier 1 Bank and a world-class FX supplier, the CME Group.
- The risk to investors is solely based on the anticipated level of engagement from the market. This risk can only be measured by having a clear understanding of what is currently available within the market, how StableNote can improve upon the current offering and the perceived anticipated engagement of clients across the globe.
- Client risk is zero as 100% of client funds are held on reserve with the Tier 1 banking partner.

Additional Features

The StableNote model offers multiple features that can be included in the future including;

- SMART Contracts
 - Electronic trade documentation
 - Leveraged finance
 - StableNotes issued against assets such as Bullion Deposits
 - StableNote Digital
- A key factor in the future growth of StableNote will be the launch of a fully digital 'non-blockchain' domestic coin (StableNote Coin - SNC) that is pegged to the StableNote algorithm. This digital coin can be transferred directly through the 'StableNote Mobile App' to anyone in the world who has downloaded it.

Forecast Financials

The below financials are a conservative forecast based on minimal cross-border transaction volumes and minimal FX proprietary trading levels. It is anticipated that the actual financials will far surpass these levels.

	<u>Year One</u>	<u>Year Two</u>	<u>Year Three</u>	<u>Total</u>
Investment	25,000,000			25,000,000
Income	4,736,667	247,546,667	1,258,375,000	1,485,658,333
Expenditure	28,234,250	92,762,000	124,905,750	245,902,000
P&L	1,502,417	154,784,667	1,133,469,250	1,289,756,333



Pre Investment Valuation

Equidam, a global leader in Start Up Company valuations has provided a valuation of £1,506,917,480

The full Valuation Report can be viewed in the document 'StableNote – Equidam Valuation Report'.

Return on Investment

This would provide an Equity Investor holding 25% of the issued Ordinary Shares with an ROI of £322 million after three years. At a valuation of x10 third year's profits EBITDA the Equity Investors stake within the company would be valued at £2.8 billion.

The volume of new clients has presently been viewed from a very conservative perspective and a true figure is thought to be double this volume. If this were to occur, the overall three-year EBITDA would be in the region of £2.5 billion providing the investor with dividends equalling £645 million and equity valued at £5.6 billion still based on minimal transaction volumes.

If the increased number of clients utilised the service twice per month instead of only once these figures would double. Further uptake would increase pro rata.

Summary

- StableNote is a cross-border financial FX hedging and payment mechanism that is currently in extremely high global demand.
- It utilises existing proven systems with the addition of technologically enhanced features making it the most robust transactional system in the World.
- It provides a 'safehaven' for international currencies.
- It is not a high-energy-consuming system like crypto.
- It unites the world's leading currencies under a single payment system.



10-Year FX Pair Comparison Graph (Volatility)



10-Year FX Pair Comparison Table (Volatility)

	Low	High	Volatility Range (%)
GBP	1.2573760	1.6376160	30.2408
USD	0.8598280	1.2065949	40.3298
EUR	1.0798248	1.2505556	15.8110
AUD	0.6698136	0.8483290	26.6515
CAD	0.7392140	0.8940770	20.9497
CHF	0.9637005	1.3154060	36.4953
NZD	0.6592252	0.7753693	17.6183
SEK	1.0331247	1.3520224	30.8673
JPY	0.7341920	1.0628730	44.7677
CNH	1.4094915	2.0459902	45.1580
STABLENOTE	1.0468846	1.0990586	4.9837

10 Year Date Range;
08/05/2014 - 01/05/2024