



# KEY INFORMATION DOCUMENT

BlockchainTraders Liquidity Fund A

## PURPOSE

This document provides you with key information about this investment product. It is not marketing material. This information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## PRODUCT

Product name:	BlockchainTraders Liquidity Fund A
Investment Manager	BlockchainTraders B.V.
Competent authority:	Autoriteit Financiële Markten (AFM)
Investment Manager Contact Details	Info@BlockchainTraders.nl
Date of latest update:	06 oktober 2021

**YOU ARE ABOUT TO BUY A PRODUCT THAT  
MAY BE DIFFICULT TO UNDERSTAND**

## WHAT KIND OF PRODUCT IS THIS?

KIND	PURPOSE	DURATION
Participation in a Mutual Fund with a closed-end character in the first year and open-ended character in the second year.	The purpose of BlockchainTraders Liquidity Fund A is to generate returns through liquidity mining with Stable Coin cryptocurrencies.	The fund has no maturity date. Blockchain Traders B.V. may terminate the fund unilaterally.

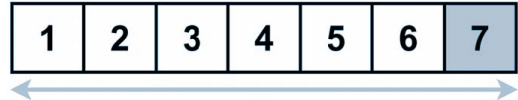
### Investment strategy

The investment strategy consists of purchasing and holding cryptocurrencies for a longer period of time and providing Stable Coin liquidity to DeFi-Apps (liquidity mining). The fund does not use leverage. Returns arise from the appreciation of cryptocurrencies and from the generation of cryptocurrencies through liquidity mining.

### Retail investor targeted by the investment fund

- Investors with a minimum investment of €250.000,-
- who have experience with participations,
- who want to invest in cryptocurrencies,
- who can take the associated high risk,
- that have an investment horizon of at least 1 year in accordance with the fund's strategy.

### What are the risks and what can I get in return?



The summary risk indicator (SRI) is a guideline for the level of risk of this product compared to other products. The indicator shows the probability that investors will suffer losses with this product due to market developments or because there is no money for payment. We have classified this product as 7 out of 7; that is the 'highest' risk class. This means that the chance that the fund will not be able to pay you because of a bad market is 'very high'. The maximum loss is equal to the entire investment. In that case, however, no additional payments are required.

Other risks that are significant to this fund and are not included in the summary risk indicator are in particular (i) counter-party risks in online exchanges and (ii) risks of loss of assets. As this product is not protected against future market deterioration and other risks, you could lose some or all of your investment. This risk profile applies in both the short and long term. The product invests in instruments that are naturally sufficiently liquid, but which under certain circumstances may be less liquid, which may affect the marketability of the product.

As the Fund history is too short, these scenarios have been calculated based on "substitute values", in this case, CoinDesk, Blockchain-Traders B.V. and Yahoo Finance.

Investment EUR 10.000			
Scenario's		1 year	3 years (recommended period of possession)
Stress scenario	What would you get back after deducting expenses	€ 8.364	€ 6.946
	Average annual return	-15%	-10%
Unfavourable scenario	What would you get back after deducting expenses	€ 10.700	€ 11.548
	Average annual return	10%	7,5%
Moderate scenario	What would you get back after deducting expenses	€ 11.955	€ 13.745
	Average annual return	25%	15%
Favourable scenario	What would you get back after deducting expenses	€ 13.628	€ 17.086
	Average annual return	45%	25%

#### What happens if BlockchainTraders Liquidity Fund A cannot cash out?

In the event that BlockchainTraders Fund A cannot pay out, there is no guarantee scheme or compensation scheme for investors. All risks are ultimately taken by the investors.

#### What are the costs?

The Reduction in Yield (RIY) shows the effect of the total costs you pay on your potential investment return. The total costs include one-off, ongoing and incidental costs. The amounts shown here are the cumulative cost of the product itself for three different holding periods. The amounts are based on the assumption that you invest 10.000 EUR. The numbers are estimates and may change in the future. For the sake of completeness, we would like to point out that you can only invest in BlockchainTraders Liquidity Fund A with a minimum of EUR 250.000 EUR. This is therefore a comparative calculation example.

#### Kosten in de loop der tijd

De persoon die u dit product verkoopt of die u adviseert over dit product, brengt u mogelijk andere kosten in rekening. In dat geval geeft die persoon u informatie over die kosten en laat hij of zij u zien welk effect alle kosten in de loop van de tijd op uw belegging zullen hebben.

Investment EUR 10.000			
Scenario's	If you sell after 1 year	If you sell after 1.5 year	If you sell after 3 years
Total Costs	€ 2.101	€ 3.524	€ 12.102
Effect on return (RIY) per year	22%	22%	22%

## ■ Composition of the costs

The table below shows the following:

- ◆ the effect each year of the different types of charges on your potential investment return at the end of the recommended holding period;
- ◆ the meaning of the different cost categories.

The start-up costs for participating in the BlockchainTraders Fund A is 1,295 euros. The Management Fee is 0.4% per quarter and is charged quarterly. The other ongoing charges are posted weekly and billed monthly. The performance fee is calculated monthly. In addition, the performance fee is determined on exit. The transaction costs are part of the purchase or sale price of the assets in which the investment is made.

The investment manager may deviate from the above costs. An increase in charges will be implemented no earlier than 3 months after announcement to participants and on the fund's website. During this period, participants can choose to withdraw from the fund in whole or in part according to the applicable procedure.

One-off costs	Entry fees	1.295 euro	The effect of the costs when you make your investment.
	Exit fees	None	The effect of the charges when your investment matures.
Running costs	Portfolio transaction fees	1%	The effect of the costs if we buy or sell underlying investments for the product.
	Management fee	+/- 1.6% (0,4% quarterly)	The effect of the costs that we take each year as a Management Fee for the management of your investments.
	Operational costs	1%	The effect of the operational costs that we take each year for the management of your investments.
Incidental costs	Performance fee	15%	The effect of the performance fee. We deduct these costs from the return on your investments if a positive return is achieved on the product.
	Carried Interests	None	The effect of carried interests

### How long should I keep it and can I get money out of it sooner?

The fund recommends a term of at least 2 years in accordance with the fund's long-term strategy. You can participate in the fund at any time. The fund has a minimum lock-up period of 1 year. After the lock-up period, you can get out every month. Participations can only be sold to the fund itself. In case of partial exit, the remaining amount must be at least EUR 250,000. The fund also requires entry and exit amounts to be at least EUR 10,000.

### How can I file a complaint?

BlockchainTraders can be reached for questions and complaints at [info@BlockchainTraders.nl](mailto:info@BlockchainTraders.nl). BlockchainTraders will confirm receipt within 3 business days and will then indicate how the complaint will be handled.

### Other useful information

Fund documentation is available for this product. For complete information about the product and all risks, please refer to this documentation. The documentation includes the Information Memorandum and the terms and conditions of BlockchainTraders Liquidity Fund A. The investor should make his decision to participate on the basis of this documentation and, if desired, seek professional advice from an independent advisor.