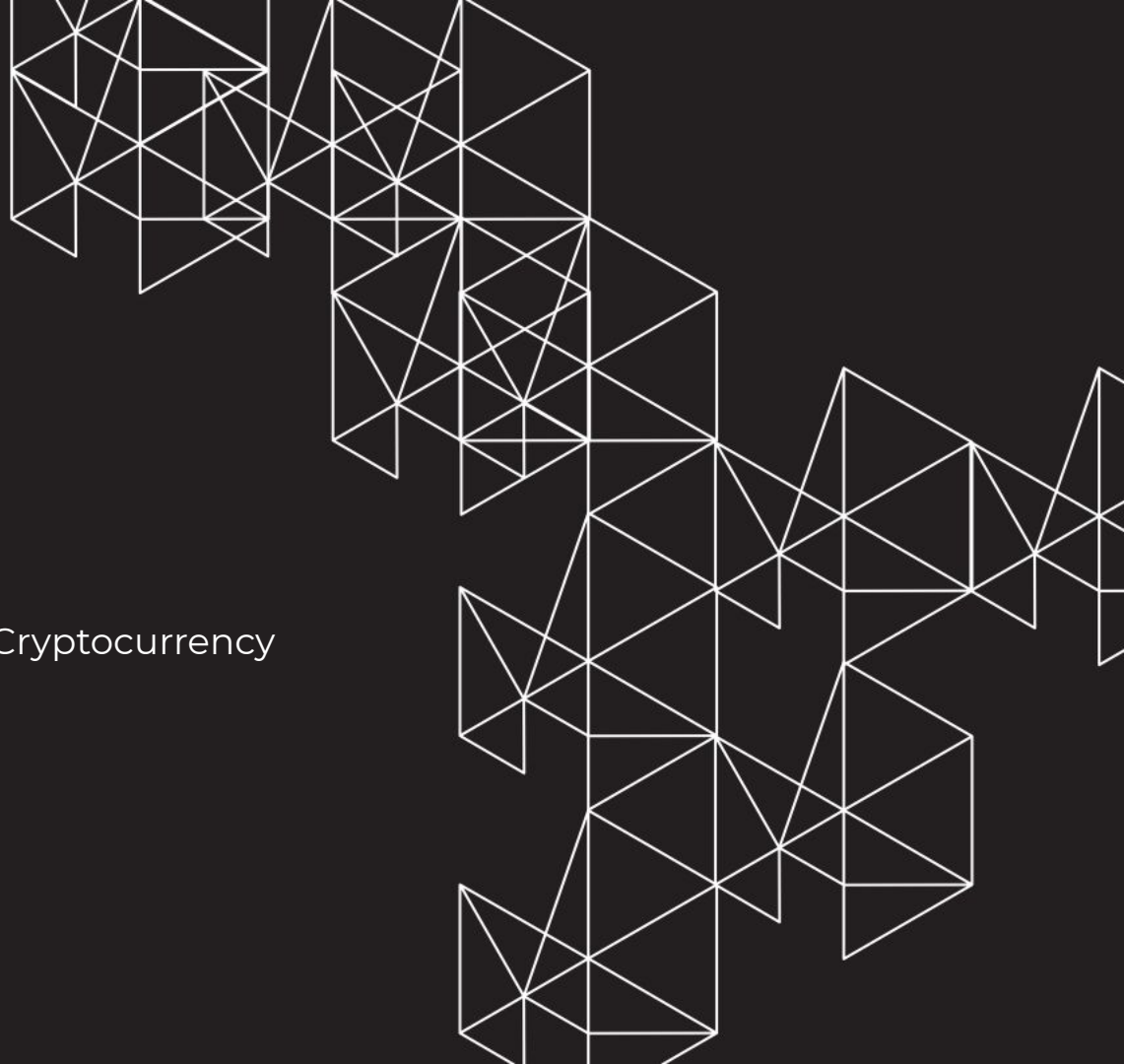


Polychain Capital

Accelerating the Global Adoption of Cryptocurrency

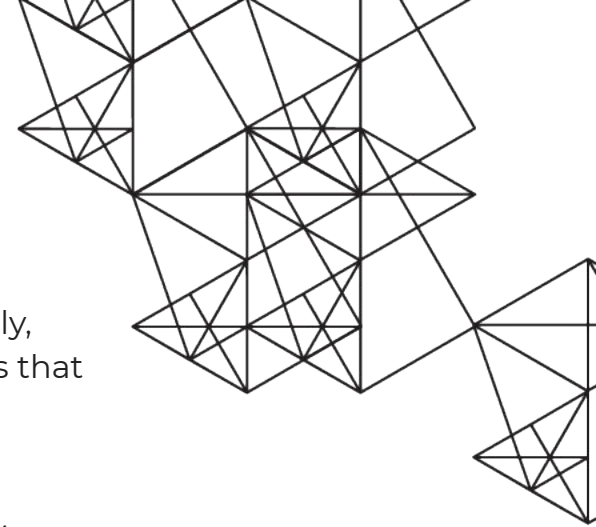


The Investment Thesis

- Over the next decade, new and existing asset classes will be ported **natively onto the internet**, with all value transfer settling on blockchains
- Financial services and marketplaces will become automated with self-executing software called **smart contracts**
- This will lead to both **disintermediation** of existing financial services and **novel applications** uniquely enabled by crypto technologies
- Deeply technical investors with massive networks and a participatory approach are best situated to **create and capture outlier value**

Crypto Fund Overview

- **Launched 2016 to invest exclusively in blockchain protocols:** Long only, long term, fundamental value approach focused on extensible protocols that enable behavior not possible with existing systems
- **\$1B AUM, fully deployed in crypto** across more than 20 assets, from pre-launch SAFTs through liquid coins, our average position size is \$20M+
- Side pocket facilitates deployments into **illiquid pre-launch tokens** (SAFTs); roughly 50% in side pocketed SAFT agreement and 50% in liquid tokens
- Earlier stage liquidity relative to traditional venture enables **unique risk / reward dynamic** given ability to re-balance liquid positions

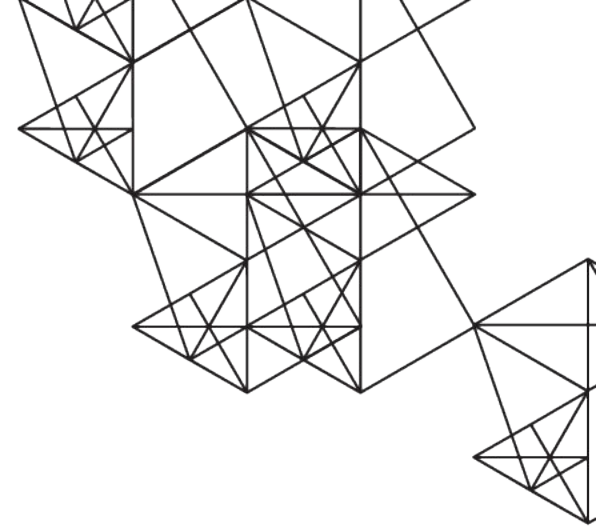


Team Overview

- **Deep domain and industry expertise:** Our research team hails from top research labs specializing in cryptography, p2p networking, game theory, and distributed networking and have contributed code or modelled security vulnerabilities for the most valuable blockchain protocols
- **Information asymmetry:** Polychain's global network has been built over the course of eight years in the industry and is supported by more than 50 inventors and entrepreneurs within the portfolio
- **Proprietary deal flow:** Beyond comprehensive analysis, Polychain accesses proprietary deal flow for projects which are not yet publicly investable, and has been on the forefront of investment innovation in a rapidly emerging sector
- **Uniquely cryptonative strategies:** Driving additional returns via day 1 staking on Proof of Stake chains, on-chain governance participation, and community leadership

Thematic Opportunities

Concept	Drives	Protocol
Metachains	Interoperability	<i>Polkadot</i>
WASM	Programmability	<i>Dfinity</i>
Persistence	Digital Storage	<i>Filecoin</i>
SNARKs	Privacy	<i>Aleo</i>



Venture Opportunities

Infrastructure

Market platforms servicing the crypto industry



- E.g. exchanges and custodians with staking and on-chain voting capabilities
- Established markets, clear revenue models, and tailwind of expanding crypto industry
- More traditional venture investments

Frontier Tech

Novel behavior enabled by crypto breakthroughs

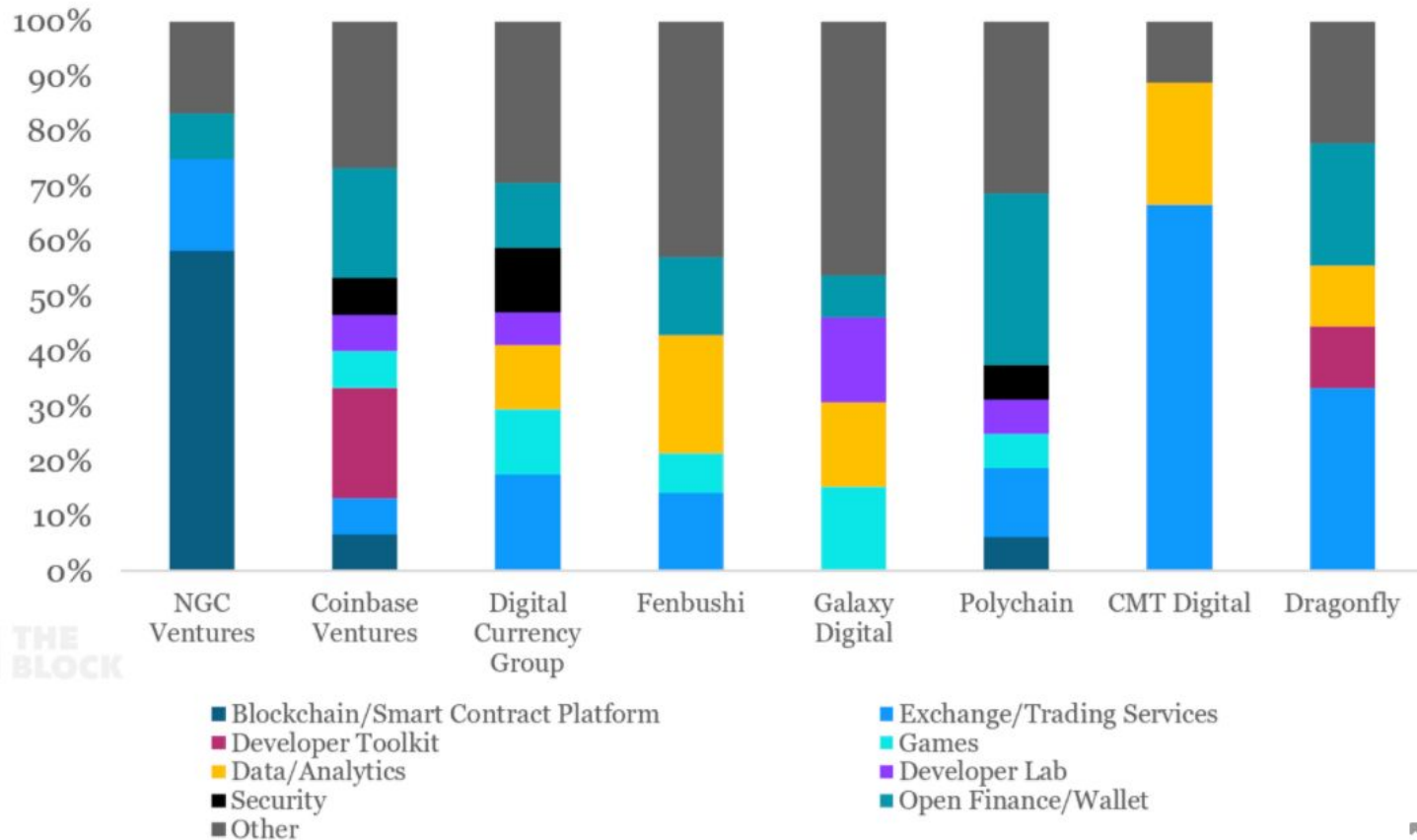


- Novel products uniquely enabled by research breakthroughs and smart contracts
- Unknown size of TAM with propensity for large network effects
- Massive potential outlier returns

Polychain Capital's Portfolio

DeFi	Custody	Research & Development	Gaming	Privacy
Compound BLOQBOARD Dharma $\delta Y / \delta X$ MAKER merkleX	ANCHORAGE MyCrypto	AGORIC GAUNTLET Tendermint Protocol Labs DAGlabs WEB3 parity	EPICS HORIZON BLOCKCHAIN GAMES	NuCypher OASIS LABS ORIGO STARKWARE orchid KEEP
Trading & Exchanges				
CoinDCX CoinFLEX Vest coinbase ALTONOMY				
Infrastructure				
0x celo DFINITY paradigm orbit db Tezos CODA NERVOS zilliqa KIN MAKERS LABS COINLIST spacemesh				

Mix of categories of investments among Top 8 investors



THE BLOCK

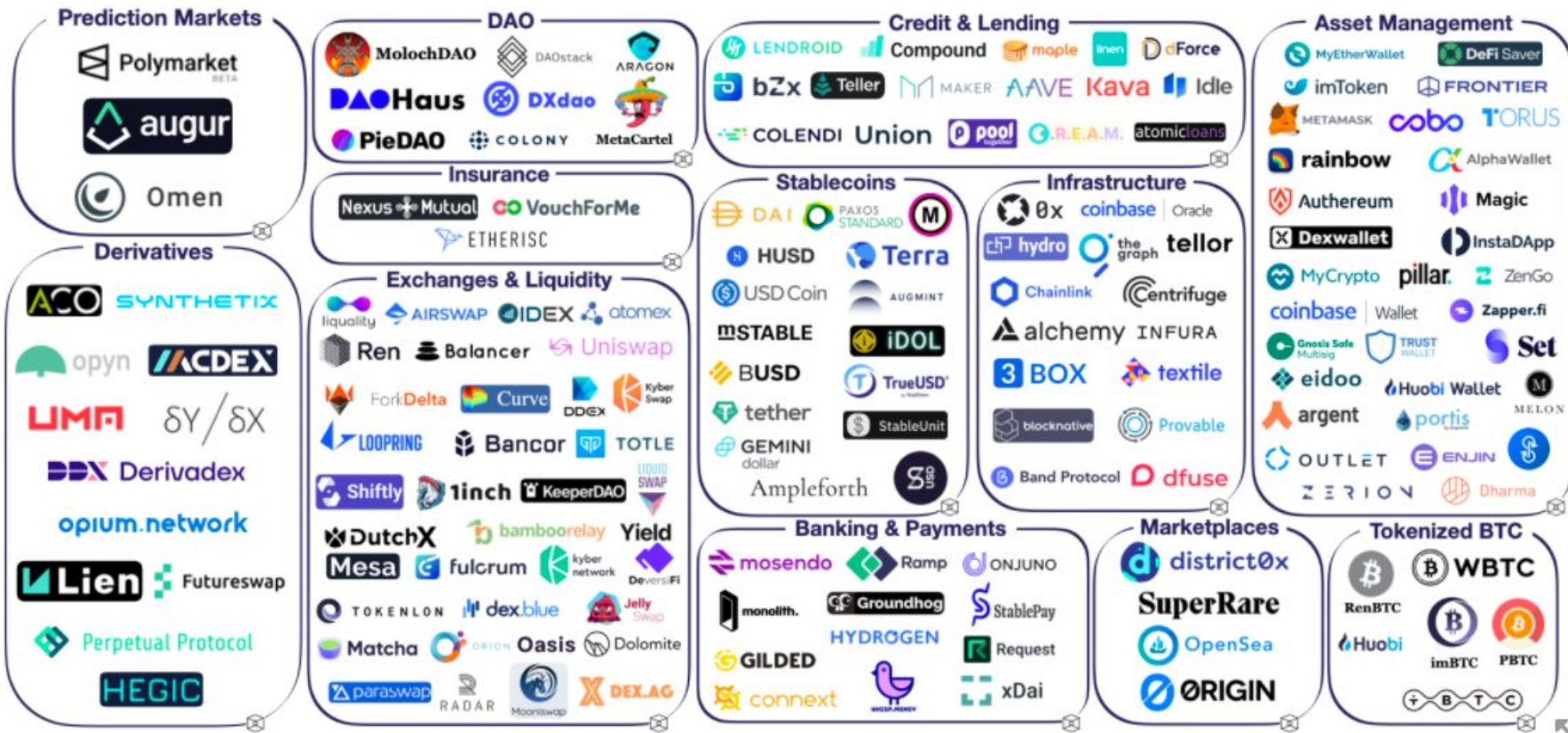




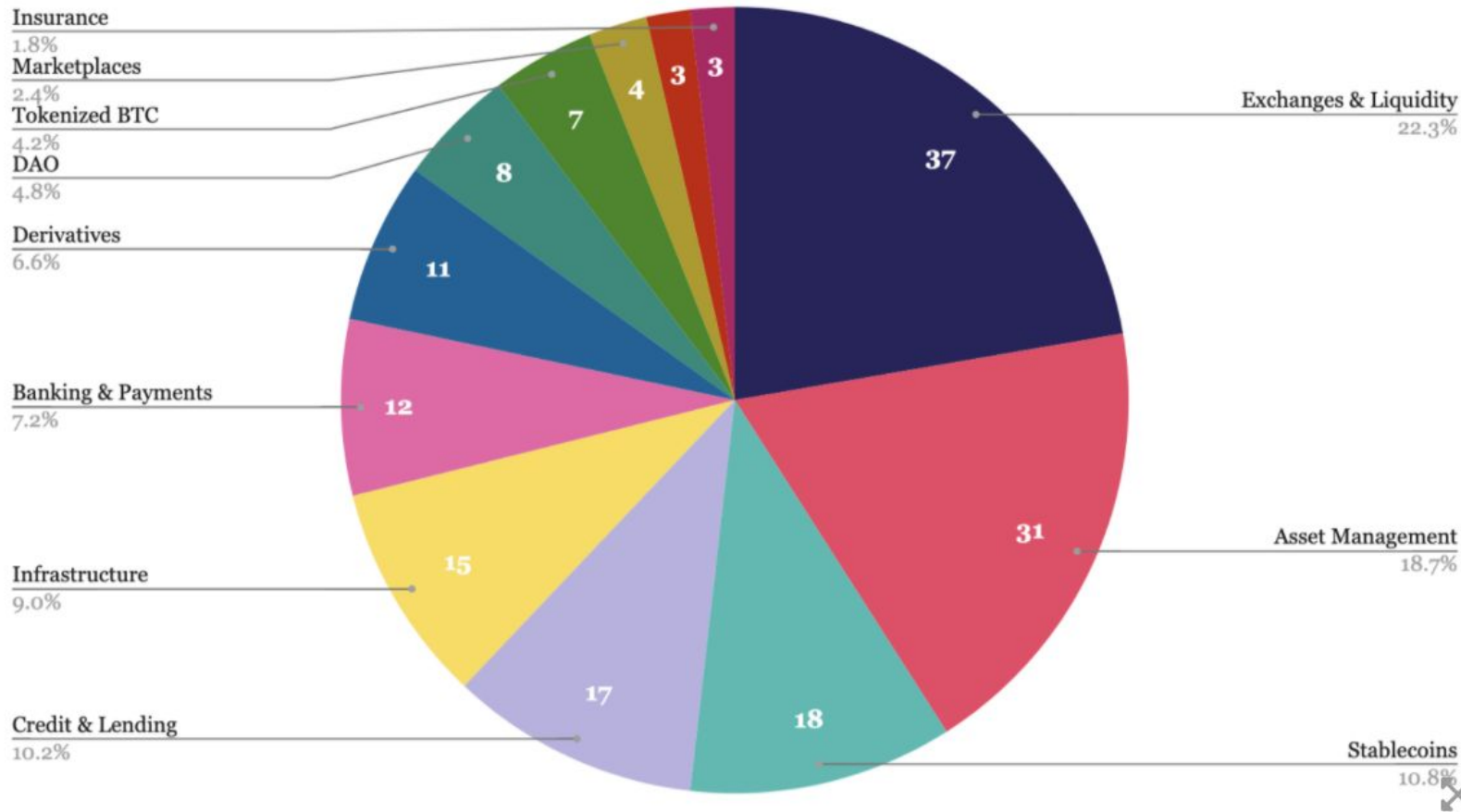
DeFi ecosystem on Ethereum



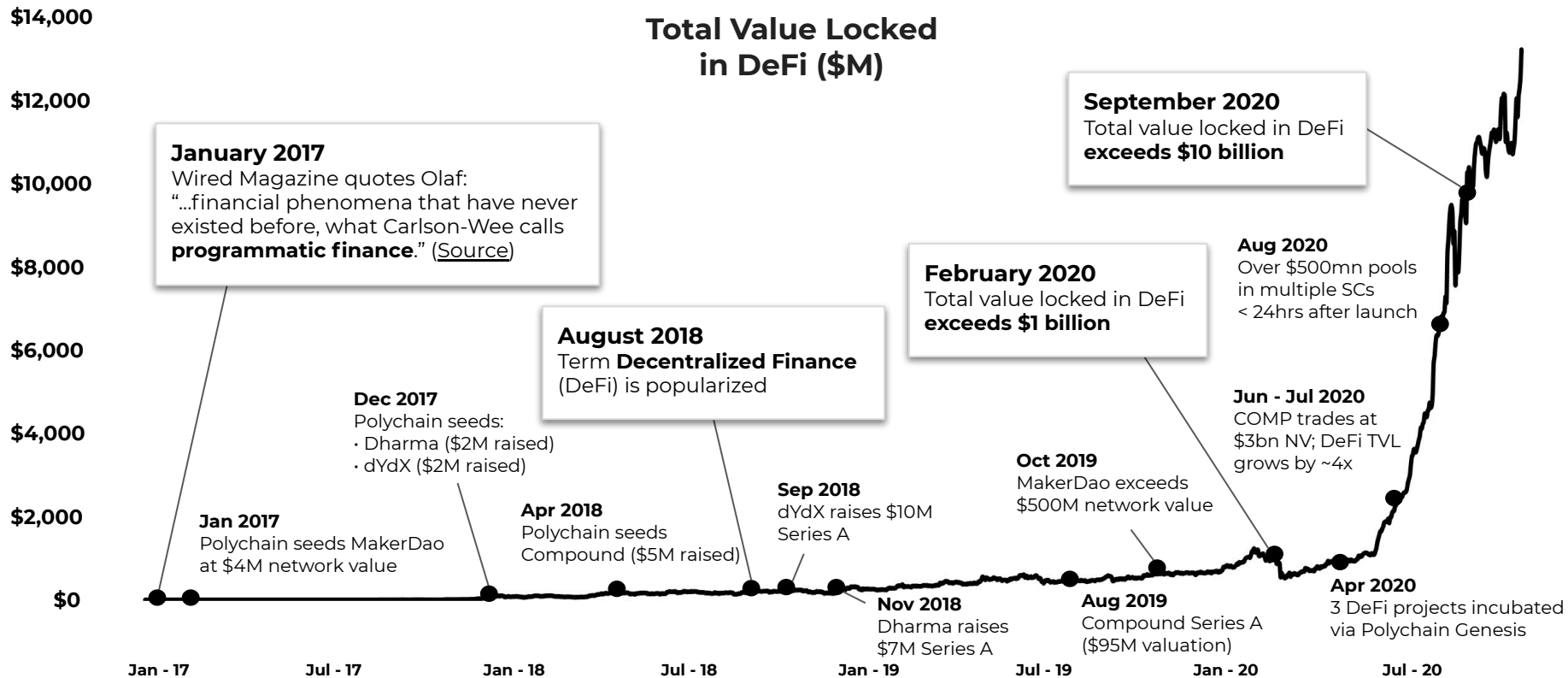
THE BLOCK



Segmentation of DeFi ecosystem on Ethereum

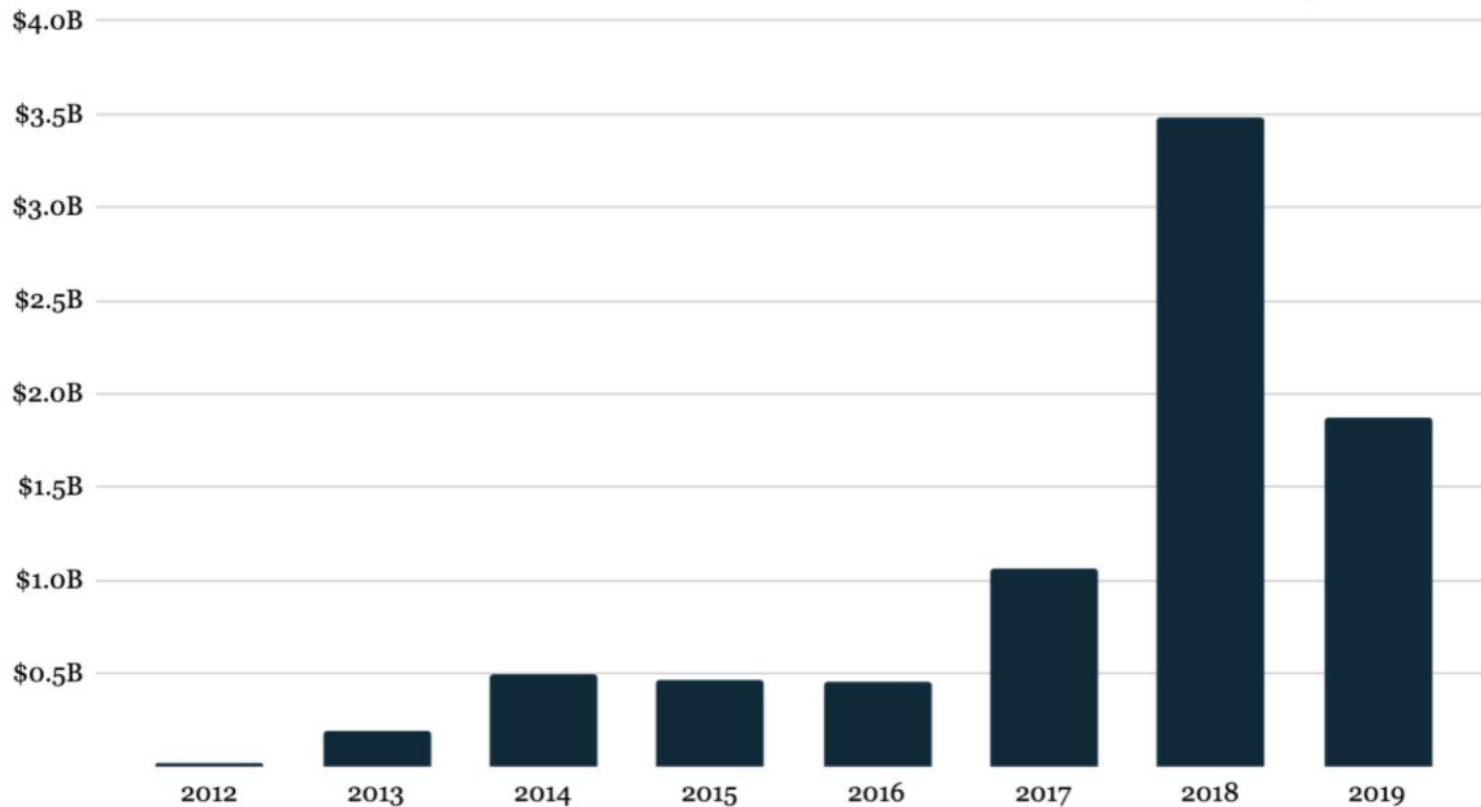


Seeing the Future First: DeFi





Blockchain Investment in the United States (YoY)



Source: The Block, Pitchbook



Blockchain ecosystem in the United States

Commerce



Trading & Exchanges



Data/Analytics



Open Finance



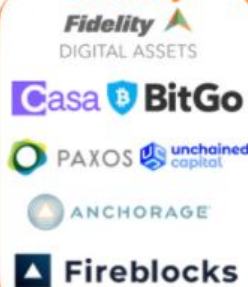
Hedge Fund



Investing



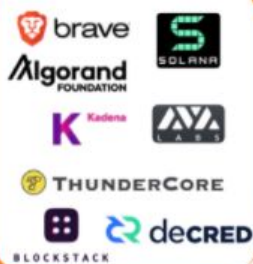
Custody



Enterprise



Infrastructure



Accounting



Cloud/Data



Securities



Media & Research



Venture Capital



Lending



Staking



Incubators



Fund of Funds



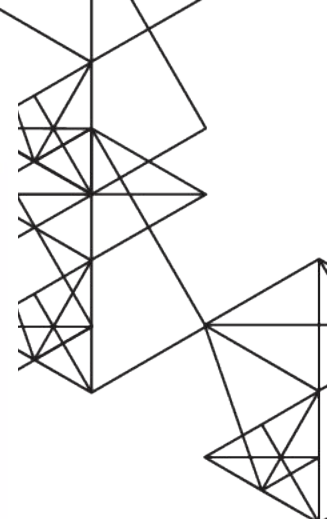
Asset Mgmt.



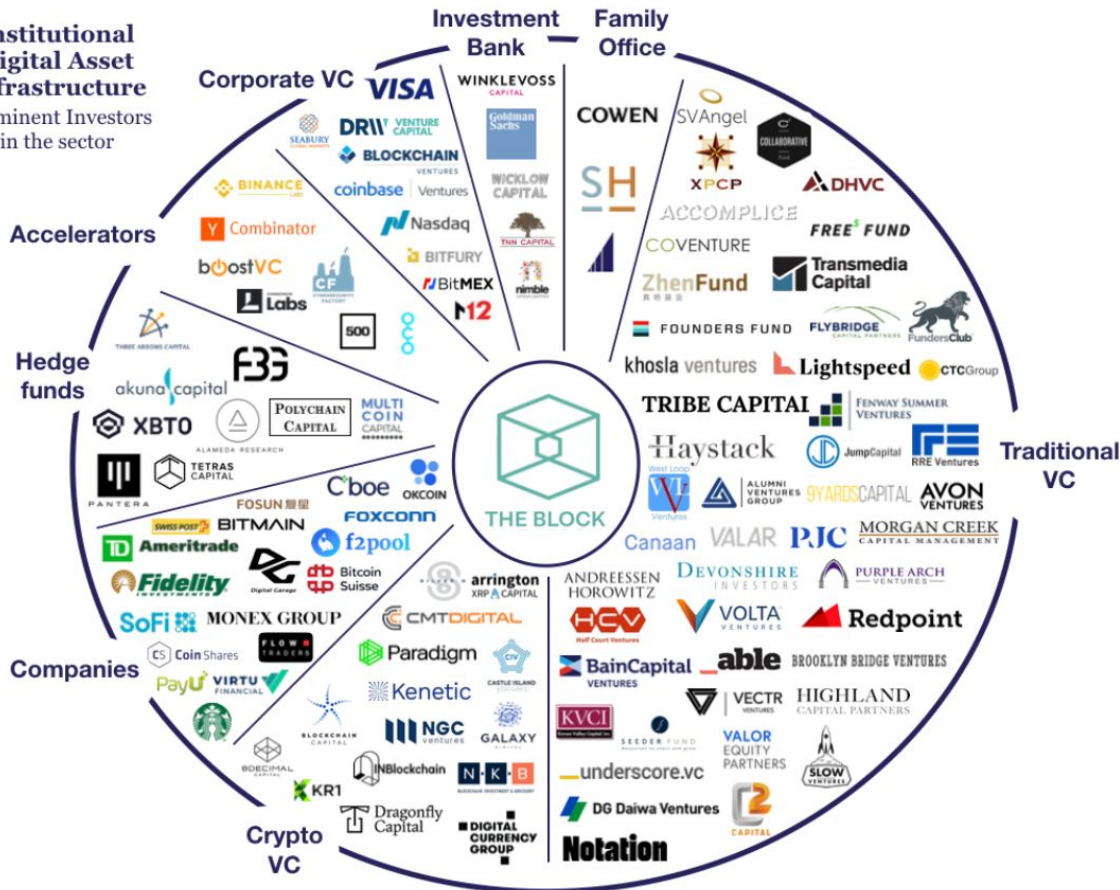
Research & Development



Mapping the Institutional Digital Asset Infrastructure



Institutional Digital Asset Infrastructure
Prominent Investors in the sector



\$2.1 billion in total Investment

120 investment deals involving blockchain firms building institutional infrastructure for Digital Assets