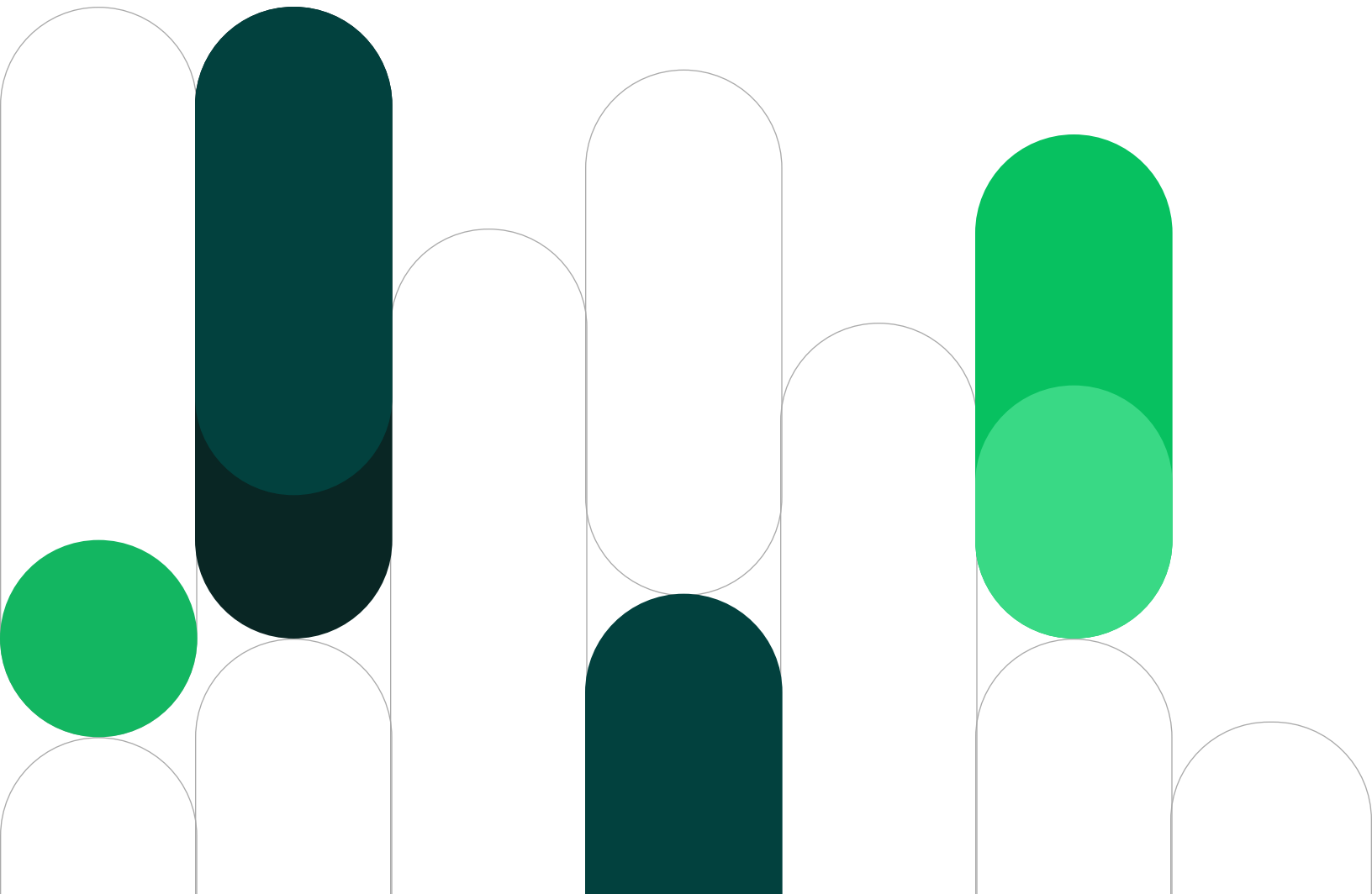




BTC

Accumulator

Financial Derivative



Introduction

BTC Accumulator is a financial derivative that allows investors to buy BTC at a fixed price (below the current market price) regularly, even if the market price rises. Simply put, it is like an automatic purchase plan, where investors can buy BTC at favorable prices when its price rises and make profits. However, if the price of BTC falls, investors have to buy BTC at the fixed price above and may suffer losses. The product targets investors who are optimistic about BTC or the crypto market for the medium to long term.

This product offers investors an opportunity to buy BTC at a discounted price regularly through an option strategy and fixes the purchase price by selling Put options and high-frequency dynamic positions.

Features:

- **Leverage Effect**
Invest a larger nominal amount with a smaller initial margin.
- **Fixed Strike Price**
Purchase BTC at a fixed strike price below the current market price regularly.
- **Periodic Settlement**
Usually settle weekly based on BTC performance, delivering either BTC or the cash difference.
- **Knock-out Mechanism**
The contract terminates early under specific conditions, such as when the asset price reaches the preset knock-out price.

Risk Overview

- **Market Risk**
When the BTC price drops, investors may purchase BTC at a price above the market price.
- **Liquidity Risk**
No liquidity on the BTC market.

- **Credit Risk**

Exchange bankruptcy.

Target Investors

- Professional investors.
- Long-term bullish on BTC with a positive market outlook.
- Capable of understanding and accepting high risks.

Investment Example (using BTC price of 60,000 as a sample)

Initial Margin	1,000,000 USDT
Strike Price	50,000 USDT per BTC
Contract Duration	50 weeks
Knock-out Price	120% Current Market price (72,000 USDT)
Weekly Purchase	1BTC
Total Purchase	50BTC
Total Purchase Nominal Value	2,500,000 USDT

Investment Process

- Assess market trends and product features.
- Discuss risks and rewards with a financial advisor and get a quote.
- Provide an initial margin required.
- Regularly monitor market performance and product value, and provide additional margin as needed.
- Settle upon contract expiry or knockout.

Trading Team

- 5 years of trading experience in BTC options
- Top 10 on Deribit by trading volume.
- Long-term cooperation with major platforms for BTC structured derivatives.

Case Study

Based on the above term sheet

