

FinNexus

Initial Convertible Token Offerings



One of FinNexus's goals is to provide the blockchain world with more assets with real value, and we will follow this principle in the economic design and distribution model of our own tokens. We intend to introduce a new token issuance model referred to as Initial Convertible Token Offering, or ICTO.

• Three different tokens under our model:

- **CFNC** – Convertible FinNexus Coin
- **FNC** – FinNexus Coin
- **ABT** – Asset Backed Token

• The significance of each token:

- **CFNC:** CFNC grants the token holder an option to convert into ABT within the conversion period. Holders can either choose to convert the CFNC to a fixed short-term return asset in the form of the ABT, otherwise the token will be automatically converted to the FNC utility token.
- **FNC:** FNC will be the sole utility token in the FinNexus ecosystem (see white paper for details).
- **ABT:** The token will have an annualized return of over 10% paid in USDT. ABT's returns are based on a reliable, profitable and real-world asset. FinNexus will disclose the ABT Offering Circular, enabling potential holders to evaluate the risks and returns.

• Token durations:

- **CFNC:** The holders of CFNC have the right to convert into ABT within the conversion period of 3 months. If the holders make the conversion, the corresponding CFNC will be terminated. Otherwise, CFNC will be converted into FNC automatically at the end of the conversion period.
- **FNC:** Generated from CFNC at the end of conversion period. Perpetual duration.
- **ABT:** The duration of ABT is from the time of conversion into ABT until the end of the conversion period.

• Interest rate and interest period of ABT:

- ABT is a fixed rate token, with an annualized interest of over 10%. Principle and interest will be paid in full upon expiration.
- The earlier the holder of CFNC makes the conversion into ABT, the higher the interest rate will be for ABT. The related interest table will be disclosed on the official website (www.finnexus.io).
- Holders of ABT will be entitled to a fixed rate of return starting from the date of the conversion (not including), and extending until the last day (including) of the conversion period.

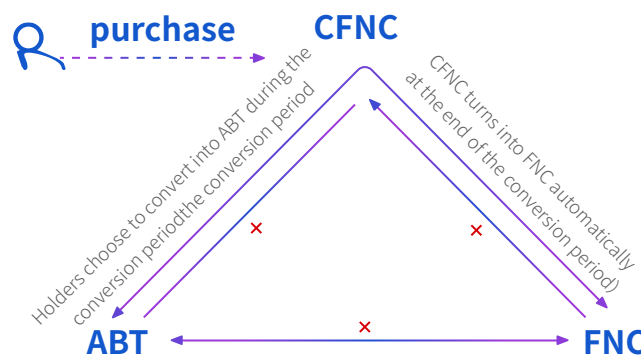
• Quantities & Limits:

- **CFNC:** Quantity is determined by the final issuance amount. The upper limit is 80,000,000. The offering of CFNC is priced in USDT with 1 CFNC equaling 0.1 USDT.
- **FNC:** If the holders of CFNC choose not to make the conversion, or the conversion quantity reaches the upper conversion threshold, the CFNC will convert into FNC automatically at the end of the conversion period. Therefore, the quantity of FNC will be determined at the end of the conversion period, and the upper limit is 80,000,000.
- **ABT:** Quantity is determined by the number of converted CFNC. Since the face value of ABT is one USDT, the conversion ratio will be 10 CFNC to 1 ABT.

The upper limited of the conversion into ABTs is 80% of the total issuance of CFNC. The conversion is made chronologically. CFNC exceeding the upper limit cannot be converted to ABT.

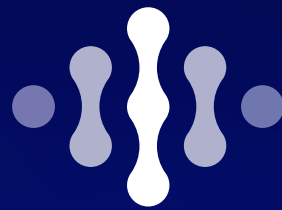
Conversion rules

- **CFNC:** CFNC can be converted to ABT at the will of holders at any time during the conversion period within the upper conversion limit. CFNC will automatically be converted to FNC if no such conversion is made by the end of the conversion period.
- **FNC:** FNC is automatically granted to the holders of CFNC if no conversion is made by the end of the conversion period at the rate of 1 CFNC to 1 FNC.
- **ABT:** ABT is converted from CFNC at the will of holders of CFNC during the conversion period. The conversion is not reversible. The conversion rate is 10 CFNC to 1 ABT. The upper limit of the conversion into ABT is 80% of the total issuance of CFNC. The conversion is made chronologically. CFNC exceeding the upper limit will no longer be eligible for conversion.



Special Note

The above issuance rules may be adjusted before the final release, subject to the final ICTO rules published by FinNexus. All participating users must conduct rigorous KYC and AML reviews, and we will strictly limit the participation of users in countries and territories that are explicitly prohibited by law from participating in the token issuance. All investment products have different risks, and individuals may choose whether or not to participate based on their own rigorous evaluation of our published information. All innovation needs constant improvement, and we invite all users interested in the ICTO to join in the community discussion.



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