

# X8 PROJECT



TOKENS THAT SIMPLY CREATE CRYPTO SAFETY

Token Generation Event Whitepaper

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# X8 White paper - Executive Summary

## The X8 Project

The X8 Project has developed a complementing pair of crypto assets, backed up by a proprietary, tried, tested and stable platform which will ensure that crypto market participants can minimize investment risks, build their own hedging mechanisms and preserve the value of their crypto portfolios. The vision has been to build a genuine safe haven for crypto funds and offer optimal exit strategies for black swan events on the crypto markets.

## X8X and X8C

Two Ethereum blockchain based Tokens will be issued: X8X and X8C. X8X serves as a Utility Token, enabling free access to the advanced exchange processes of the X8C Currency Token, which has as its primary goal preservation of value by spreading funds among several fiat currencies and gold.

The X8X Utility Token will be issued in a limited amount of 100 million Tokens and offered to potential contributors in two stages: presale and crowdfunding. Owners of X8X Utility Tokens will be able to acquire or exchange a sliding scale of X8C Currency Tokens for 8 fiat currencies.

The X8C Currency Token is a digital asset. The Currency Token is 100% backed by 8 fiat currencies and gold reserves, actively managed by a proprietary AI fiat portfolio risk management software named Automatic Reserve Management (ARM). Tested extensively in the real world, ARM has shown stable and solid performance, capable of high quality value preservation and fighting the annual inflation rate of approximately 1-3% p.a. The X8C Currency Token has the potential to become one of the most stable and exchangeable of crypto assets whilst becoming a true value reference point.



## X8X Utility Token & Status

The X8X Utility Token represents a sublicense for using X8C Currency Token exchange services, therefore it is classified as a Utility Token. We painstakingly designed the X8X Utility Token to meet full regulatory compliance in the EU, the US and Switzerland. For that reason, trading of our Tokens on Online Exchanges and offering them to contributors from these jurisdictions is completely legally compliant. For instance, the X8X Utility Token is fully Swiss Regulatory Authority (FINMA) compliant. **The X8X Utility Token is the object of the TGE.**

## X8C Currency Token & Status

Operated from Zug, Switzerland, X8C Currency Tokens will be issued and redeemed, all backed by fiat and gold reserves. Oversight will be imposed by FINMA, the company periodically reporting on

fund performance. Fiat and gold assets will be deposited at UBS Bank and regularly monitored by the aforementioned authorities. **The X8C Currency Token is NOT the object of the TGE.**

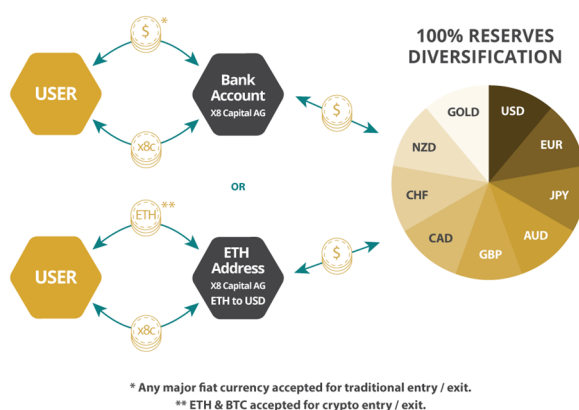
## Why Should I Participate?

By acquiring X8X Utility Tokens at the presale or crowdfund stage, contributors gain direct access to the X8C Currency Token exchange services. Converting crypto or fiat assets to the X8C Currency Token can be used to shield the value of investments during bearish market scenarios.

## Use Scenarios

**Private crypto contributors** and traditional savers who acknowledge the potential risks of crypto markets will be able to tailor their exit strategies or value preservation plans, either to lock in profits or to avoid certain scenarios. By acquiring X8X Utility Tokens first, investors will be able to use X8C Currency Token issuance and redeem free services without expiry, enabling them to quickly exchange their fiat and crypto assets for X8C Currency Tokens and back as required.

**TGE Projects**, popularly known as ICOs, will be able to raise and hold their investments/contributions in a stable crypto currency, the X8C Currency Token, instead of in other volatile crypto currencies. TGE management structures will be able to avoid volatility risks and distribute their assets over the long-term with a high level of confidence in value preservation of their funds.



**Financial institutions** will gain a vehicle for larger transactions and a crypto hedging instrument, allowing them to enter crypto markets while having the rapid ability to convert their funds back to fiat. They will also significantly reduce costs for large transactions and transaction fees.

**Online Crypto Exchanges** will be able to use the X8C Currency Token to supplement their own fiat withdrawal gate, enabling them to offer their users conversion to a safe, fiat-like Token.

## Business Model

The initial X8X Utility Token presale and crowdfund should provide enough funds to cover expenses for the first 3 years of operation. Further income will be generated through selling X8X Utility Tokens from the Institutional Reserve and from X8C Currency Token funds (see X8X Crowdfund & Distribution below).

## Value Projections

While it is expected that the X8C Currency Token value will remain stable – representing the true value of fiat- & gold-backed assets – X8X Utility Token value greatly depends on market stability and

sentiment. We can expect a significant increase in demand for the X8X Utility Token in times when crypto markets tend towards exhibiting instability or bearishness. Holders will be able to resell X8X Utility Tokens among other crypto investors who will seek possible exit strategies or hedge instruments. The license requirement (X8X) for accessing the functionality of the X8C Currency Tokens is calculated by using the formula  $X8X = \sqrt{X8C}$  or, if you prefer,  $X8X^2 = X8C$ .

Average activity level		Evaluation example A		Evaluation example B	
X8C amount	X8X amount	1% of value	X8X price	3% of value	X8X price
100 €	10	1 €	0,10 €	3 €	0,30 €
1.000 €	32	10 €	0,32 €	30 €	0,95 €
10.000 €	100	100 €	1,00 €	300 €	3,00 €
100.000 €	316	1.000 €	3,16 €	3.000 €	9,49 €
1.000.000 €	1.000	10.000 €	10,00 €	30.000 €	30,00 €
10.000.000 €	3.162	100.000 €	31,62 €	300.000 €	94,87 €
100.000.000 €	10.000	1.000.000 €	100,00 €	3.000.000 €	300,00 €

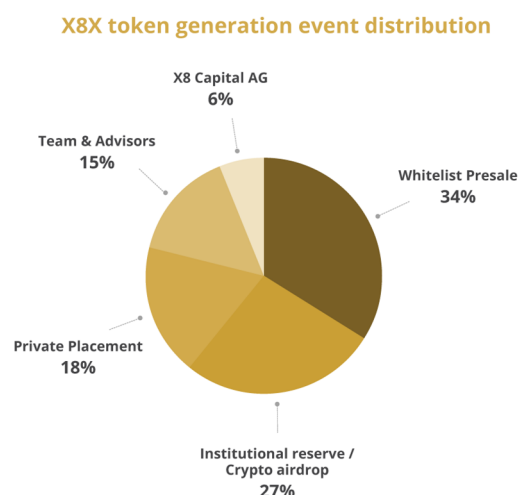
This table is purely hypothetical. With the increase in activity and demand for the X8C Currency Token the users will need to obtain more of the X8X Utility Token. Every user has his or her own threshold and tolerance for the cost to buy the access license to a safe haven. The market will find its own equilibrium for the price of the entry ticket set by all the users.

## X8X Crowdfund & Distribution

34% of all X8X Utility Tokens (34 million) will be offered at the presale and crowdfund stage selling the Token at a fixed price of 0,1\$/X8X, the hard cap of these combined phases is \$3,400,000.

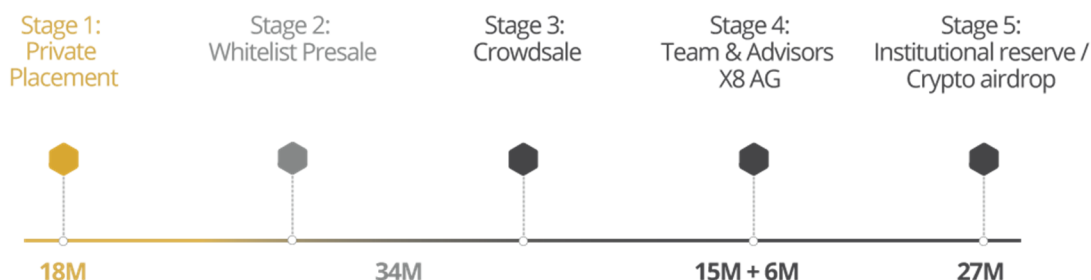
The presale will start on 4<sup>th</sup> January, 2018 and will end on 9<sup>th</sup> January, 2018 or sooner if the hard cap is met. Contributors, registered on the Whitelist, will be able to contribute cryptocurrencies (ETH and BTC) at a pre-calculated exchange rate. A Public crowdfund stage will follow on 12<sup>th</sup> January, 2018, offering any remaining X8X Tokens to the general public.

27% of X8X Utility Tokens will be reserved for institutional investors and a potential airdrop campaign.



18% of X8X Utility Tokens have already been reserved for the private placement phase, dedicated to our early supporters. 15% will be distributed among Team Members and Advisors, while 6% will be placed on the X8C company wallet account, where the Tokens will be vested for a period of 1 year.

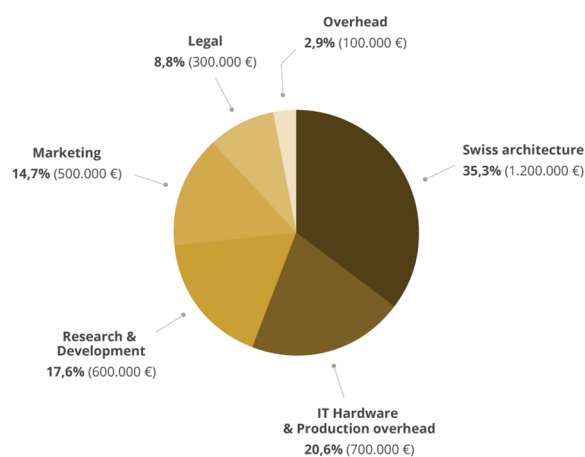
### X8X Token generation event stages



### Fund Distribution

The Project will use contributions raised to provide for business setup costs (Zug, Switzerland) and to cover IT, research & development, marketing and legal expenses, as represented on the graph. Funds are allocated to support the project during the 3-year runway period.

### X8 Project Funds Distribution



\* funds distribution @ 3,4 mio EUR TGE - 3 year runway and 10 year production sustainability.

### How Do I Participate?

The presale and crowdfund stages have been announced publicly on our official website, together with detailed instructions on what you should do ([www.x8currency.com](http://www.x8currency.com)). Contributors for the presale stage will be able to register their Ethereum accounts on the Whitelist and provide their personal information to cover KYC requirements.

This is the executive summary of the X8 project Whitepaper. The purpose of the X8 Whitepaper – Executive Summary is to present X8 AG, the X8X utility token and the X8C currency token to potential token holders in connection with the proposed crowdsale. This White Paper document is for information purposes only and it does not create any contractual relationship between X8 AG and the recipient of this White Paper. The sole purpose of this White Paper is to provide relevant and reasonable information to potential token holders in order for them to determine whether to undertake a thorough analysis of the company with the intent of acquiring X8C Currency Token. An updated version of the White Paper may be published on a date to be determined and announced by X8 AG. X8 AG makes no warranties or representation as to the successful development or implementation of the project, or achievement of any activities noted in the White Paper, and disclaims any warranties implied by law or otherwise.