



CRYPTOCOIN

WHITE PAPER

ABSTRACT

Reales coin are here to be a commodity that can be easily used and accepted worldwide, offering very low volatility, while generating increments in value to the coin holders and minimizing risks. We will take advantage of the solid growth from the crypto-market, backing the Reales with 20% bitcoin and 20% hard asset-based ICO's and Alt-coins.

Enjoying the big returns already indicated by such cryptocurrencies, in addition to the unstoppable force of bitcoin, is an ideal recipe for growing wealth. On top of this, Reales coin will be backed by 10% physical gold and 35% physical silver, making it an even more legitimate digital "currency". Reales coin, above all, are a safe medium for your wealth, requiring no middleman and affording users full transparency, thanks to block chain technology, meaning you are the sole owner of your wealth and only you can control it, use it, and transfer it, without any fees or problems.

INTRODUCTION

If you are the kind of person who likes to make safe choices with your money, saving your hard-earned annuals dollars in banking and savings accounts, allowing your wealth to slowly accrue in the hopes of being able to make large "dream" purchases in the future, we'd like to offer you some key facts:

Since the year 2000, the cumulative inflation rate reached in the U.S. is a whopping 38.7%, which means the value of your wealth has dropped almost in half in less than 20 years. This number was taken from the Bureau of Labor Statistics.

The Federal Reserve calls this core inflation, where food and energy is taken out the equation, meaning this figure should really be significantly larger. In the larger scheme of things, losing less than 40% of your wealth may not seem quite so bad when compared to losses suffered in other countries in this year alone: 741% inflation in Venezuela, 21% in Argentina, 154.8% in Sudan, 31.6% in Egypt, and 10% in Turkey.

A country's currency is an asset that represents wealth for the entire population, or at least for those who possess the wealth. The sad reality is that no country in the world has the entirety of their currency backed by physical assets any longer and only a few countries hold some gold (US, France, Germany, Italy, China and Switzerland) as a backup plan to prevent an economic collapse. This means that a country's currency value is measured primarily according to what the country is making as an income (GDP). Having this understanding, we now need to look at the bigger picture. The following chart presents some key figures:

Country	External debt US dollars	Date	Per Capita US dollars	% of GDP
United States	18,624,000,000,000	30 June / 2017 (1)	57,300	98
United Kingdom	7,852,460,000,000	30 June / 2017 (2)	119,000	283
France	5,369,125,000,000	30 June / 2017 (3)	82,600	213
Germany	5,141,400,000,000	30 June / 2017 (4)	62,600	148
Netherlands	4,306,190,000,000	30 June / 2017 (5)	234,000	533
Luxemburgo	3,900,665,000,000	30 June / 2017 (6)	6,733,000	6,731
Japan	3,516,200,000,000	30 June / 2017 (7)	27,600	74
Italy	2,324,420,000,000	30 June / 2017 (8)	39,200	126
Ireland	2,236,430,000,000	30 June / 2017 (9)	417,000	780
China	1,562,800,000,000	30 June / 2017 (13)	1'100	13

*Source: https://en.wikipedia.org/wiki/List_of_countries_by_external_debt

Here, we see the 10 countries with the highest debt in the world. Note that their % of GDP is significantly high, meaning it would be impossible to pay off their debt without substantial cuts and changes in spending, and perhaps not even then. In the U.S. for example, each citizen would have to donate, from the day of their birth, \$57,300.00 dollars to pay off the total debt.

**We encourage readers to do research of their own so that they can see the bigger picture planted here, and see for themselves how the world economy is really decaying.*

Many of the crypto enthusiasts out there have a clear understanding of the reality of things, and that's why we have been witnessing a massively increasing awareness of, and interest in, the cryptocurrency movement. More and more citizens from countries with high debt and fragile forecasts for their local economy are moving massively into the crypto-market because they find there a refuge for their wealth. One reality here is that from the 1000+ alt-coins out there, only around 10% offer a real, sustainable value long-term that will arise from the introduction of new technologies, new applications, or new uses for their tokens. Many other alt coins' value comes from pure speculation, inflating their actual prices and bringing lots of risk to many investors.

Our primary purpose for creating the Reales coin is to ensure the safe storage of holders' wealth while taking advantage of the gains being generated by a constantly growing crypto- market. The greatest part of the security Reales coin offers is the ability to mitigate losses by backing the coin with real gold and silver, two precious metals that have consistently dodged inflation and successfully increased in value throughout history.

The Reales coin, having a solid foundation for price stability, will take advantage of the growing crypto market, representing a basket of 20% Bitcoin, or virtual gold, and 20% hard asset- based ICO's and Alt-coins. This solid mixture will yield safer and greater gains to the token holders, allowing a person to buy into something safe with the added advantage of entering the market with a diversified portfolio of holdings that are expected to really grow and prosper.

HISTORY OF THE REALES

The “Reales” or “Royals” in Spanish, also known as the “Spanish dollar”, was the first internationally accepted currency used by countries throughout Asia, Europe, and the Americas, including the U.S. which utilized the currency until the mid-18th century.

The ‘Reales’ possessed a uniformity in fine silver content and milling characteristics, making it supremely difficult for counterfeiters to copy. The current dollar symbol (\$) is believed to have gained its origin from the columns and stripes that appeared on one side of the Spanish dollar.

By bringing back the “Reales” to the modern marketplace we aim to create an internationally accepted digital currency which harkens back to the days of the Spanish dollar. Because Reales coin will be backed by 45% in precious metals, we intend to provide a similar type of stable and widely-accepted currency, offered in digital form.

The broadly known and accepted fact that modern currency is generally not back by ANY hard assets is a persistent problem which challenges the basic logic of commerce and economic stability. We live in an era which allows and supports countries in printing massive amounts of money. (This is universally known as ‘fiat’ currency, which literally means “let it be so” in Latin.) With no precious metals or other tangible assets to back their currency, Countries such as Venezuela, Japan, South Sudan, Greece, and the U.S. are banking on coin and paper that is essentially not worth the material it’s printed on.

A country’s currency should be a transact-able asset that also works as a storage of value, created by the labor poured into obtaining the asset. If a person works his or her entire life, saving to buy something like a house or car in the future, the money saved should at least be enough to buy the desired commodity. The reality is that as more and more unbacked currency is printed, the cost of such commodities continues to steadily rise as currencies lose their purchasing power. Have you ever really thought about the fact that countries with reportedly “strong” economies have ever increasing price tags on basic goods? This is a result of inflation, which is prodded higher with every newly-printed piece of currency within the country.



WHY **20%** IN HARD - ASSET - BACKED ICO's AND ALT-COINS?

The majority of coins in the marketplace are coins that are created for multiple purposes. Many of them carry big risks, and goals as currency that are very hard to achieve, yet we continue to see them thrive. Big spikes in gains sometimes occur with these currencies because people tend to just buy and hold these coins, but the reality is many of these coins don't hold an intrinsic or solid value other than the value given by the market pressure (speculation).

This means if the overall public opinion or speculation on the value of such coins drops, the value also drops, often substantially and usually at a fairly rapid pace. This means significant and dramatic losses for anyone holding onto a large portion of wealth in such coins.

ICO's and Alt-coins backed by hard assets are going to be the game changer in this crypto market because they merge the real world with the digital world, enabling them to create a constant long-term increase in value or simply a linear hold of the value from the assets backing these tokens.

Thus far in 2017 alone, a total of 201 ICO's have been launched and the number is just increasing more and more as we speak. That translates to 2 ICO's are being launched every three days, a total of four per week. Many of them will have gains from thousands to millions to hundreds of millions, while others will just be more like a Ponzi scheme experience that will eventually fail. Tracking all of the emerging and ongoing ICO's, researching them, studying them, and finally predicting their growth and long-term value would take a lot of time for the average investor. This is where the value of holding Reales coin offers significant benefits. By holding Reales, you automatically hold a ticket for the wonderland of "Elite" ICO's and Alt- coins.

Our team of advisors and financial analysts have dedicated their experience, time, and effort in researching and studying emerging and existing ICO's and Alt-coins that are backed by hard assets, making invest in them more reliable and stable, and enabling Reales to always command a strong position in the market.

Reales will have its own Virtual Reales Hall of 'Elite' ICO's

In the "Reales or Royal Hall" we will only publish the "Elite" class of ICO's in their respective categories, complete with all relevant information, their sale dates and the Reales score for investing, introducing to the public only the ones that meet our minimum Reales score system for Elite status.



- 1 After finding a prospect ICO, our in-house team of analysts study, debate and explore a range of topics, including how it is going to be executed, how it could be used by holders, whether or not it is easy to use and implement, could it survive and be sustainable for a long period of years, and is the team managing it trustworthy and competent. After exploring all of these and other factors, the review team gives the ICO a score from 1 to 10.
- 2 Once the first tier score has been assigned, our in-house financial team will start the second part of the analysis where they evaluate growth potential, short-term and long-term intrinsic value, what will be required to start generating value growth, and the time needed to implement them. This process will generate another score from 1 to 10.
- 3 The third tier of scoring involves our unique telescope tool called the "COMET" (Crypto Metadata Entry Tracker). COMET enables us to track metadata entries on public social media platforms and databases such as Twitter, Facebook and Amazon cloud, just to name a few. This allows us to watch and track the daily use of hashtags, metadata and keyword entries of selected ICO's or Alt-coins, making it easier to trace a trajectory point for future gains, and thus generating another score from 1 to 10.
- 4 Once we have all this data merged together, we are able to introduce to the public our "Elite" list of ICO's and Alt-coins, with a very precise score that offers a really solid starting point for future investors and for portfolio value increases one behalf of Reales holders.

IMPORTANCE OF THIS SYSTEM

By having this system under the Reales coins network, the data collected can also easily be sold to other sites, thereby generating a passive income that will be put back into the tokens, increasing the value of the Reales coin over and over through time.

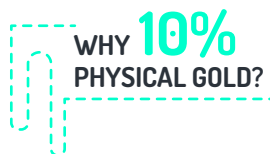
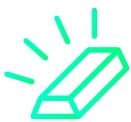
Having this system in place will position the Reales coin into a more prominent position in the crypto world, making it the first place where most ICO's will direct their efforts, in order to be part of the "elite" coins. This puts the Reales coin in an advantageous position where it will always riding the big waves, allowing us to have access to private first coin offerings. Also, by having selected coins we will generate indirect traffic to other ICO's, resulting in more buys and creating bigger gains to the Reales token holders. In short, a "win-win" proposition for everyone.



Bitcoin, or gold 2.0, is the Goliath of the cryptocurrency world, the pioneer of this whole revolutionary movement in commerce and human history. The data behind bitcoin shows a really strong position as a currency in general in a global market.

Bitcoin still has substantial upside potential due to the fact that only a small percentage of the population is aware of its existence, and the current still-limited use of bitcoin shows that the real growth hasn't started yet. Many prominent figures in the technology world, such as John McAfee and Wences Casares, are predicting that bitcoin will have return a 50-fold increase in value within the next three 3 years. They definitely are seeing huge potential in bitcoin value growth. If you bought \$1k worth of Reales, that kind of growth in bitcoin value would show you an investment return of \$10k just from the 20% basket alone.

Bitcoin can also be seen as the "Gravitational Space" of wealth for the crypto-market, meaning that the bitcoin price can also affect main cryptocurrencies, creating an overall price trend in the market, so it makes good sense for Reales coin to hold 20 percent of this big player, putting Token holders in a good position to profit from increases in bitcoin and overall crypto market values.



Gold has shown strong growth when economies are falling and usually has an inverse relationship to other investments. This is because many investors, when they see an economic or market downturn, want to hedge their investment portfolio with a more stable asset. They buy gold, and that buying pressure creates a rise in the price of gold.

Economists and financial analysts currently hold one of two basic views on the gold market. Some of them argue that gold at its current price level is a bubble ready to burst. Other analysts predict another economic crisis approaching, possibly even worse than the financial crisis of 2008, one that will trigger a massive move upward in the price of gold, driven in part by people trying to avoid losing purchasing power due to a possible wave of inflation hitting their assets. Historically, every time the other major financial markets have suffered a collapse, gold has always risen in value.

We strongly believe that 10% percent is a good number for backing up a cryptocurrency in gold, offering our Reales holders a financial "lifejacket" of sorts, a good way to store value, given the difficulty of accurately predicting the future of the world economy.

WHY **35%** PHYSICAL SILVER?



Silver is, after gold, the most popular precious metal used for trading and transactions. In the mid-1500s, silver was the most commonly used metal in the creation of coins, and helped lead to a more organized trading system among different countries.

Silver historically had average ratio of 10:1 in relation to gold, meaning a one ounce of gold has historically been equal in value to 10 ounces silver. This ratio has been relatively constant throughout human history, for thousands of years. However, during the 20th century the silver-to-golds ratio averaged around 47:1, and in the 21st century is averaging about 68:1. A return to the historical 10:1 ratio would mean a value increase of 58 times for our token holders.

Silver is being used more and more for industrial applications. One common example is the cellphone industry - a cellphone contains one-third of a gram of silver. In Shenzhen China alone, 2.7 million cellphones are being manufactured daily. Do the math there and you can easily see that a lot of silver is being used just in the cellphone industry.

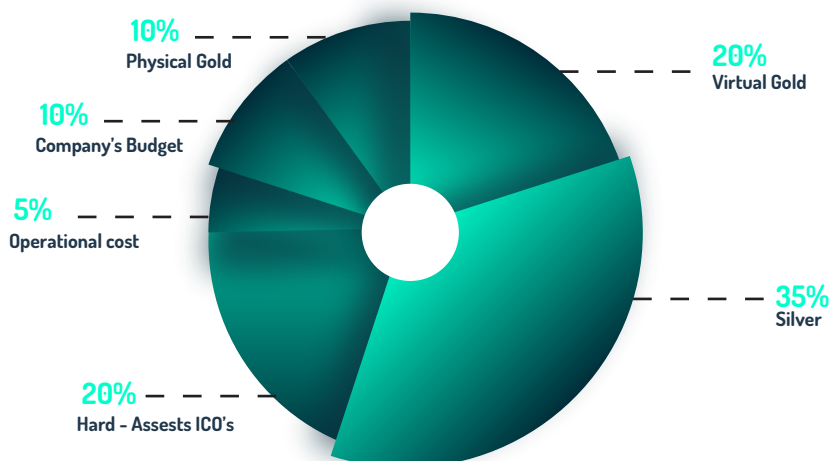
At the same time, silver production has fallen in a number of mines, and there are few new mines being planned. This is likely to create a shortfall in supply at the same time that demand is either remaining constant or rising. The potential price rise in silver resulting from this situation would also lead to a significant price increase for Reales tokens.

Having 35% physical pure silver backing the Reales coin helps to make the coin stable in value and well positioned for profitable increases in value.

TOKEN DISTRIBUTION

Many of the ICO's and alt-coins in circulation have around 40-50 % of the tokens issued held by the owners. In contrast, our founding team will only hold 30% of the tokens, with specific legal clauses about release and sell of the tokens. By holding a significant percentage of Reales tokens ourselves, we are motivated to work really hard to bring the value to the highest point possible, so that we, along with all Reales holders, can profit handsomely from great gains.

FUND DISTRIBUTION





www.realescoin.io