



Ibiza Token

WHITEPAPER

2022

Disclaimer

The purpose of this document is to transparently inform Ibiza Token investors. This document is not a contract with the project owner. Nor does it constitute a prospectus that has been subject to review by the CNMV (Comisión Nacional del Mercado de Valores) or any other administrative authority.

The acquisition of crypto assets carries significant risk for investors as the prices and values of crypto assets can fluctuate with high volatility and in a totally unforeseen manner. It is the investor's responsibility to assess his or her financial situation and risks related to investing in this type of crypto asset. Please read this document carefully before investing and/or acquiring Ibiza Token.

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Issuer information

Issuer and Project owner

The holder and issuer of the token "Ibiza Token" is Defi Proxima, S.L. a Spanish limited liability company (ID-NumberB0533971); registered on the Business Registry of the Balearic Islands, Volume 367, Book 365, Page 39,Section 8 and Registration Sheet IB 18015.

Defi Proxima is a limited liability company validly incorporated under the laws of Spain since April 9, 2021.

Ibiza Token ecosystem

1. Overview

Ibiza Token leverages the full potential of Web3 to promote the excellence of local businesses, support the artistic scene and fulfill the expectations of tourists oriented to discover the most authentic Ibiza.

Ibiza Token is a Web3 ecosystem that, counting on the utility token \$IBZ, NFT marketplace, and IbizaPay mobile application aims to connect local business and content creators with a global audience and significantly contribute to turn Ibiza into a “crypto island” by incentivizing the adoption of blockchain technology.

2. Problems and solutions

Over the past years, the relevant increase of first-time and habitual visitors to Ibiza has converted the island into one of the most popular worldwide tourism destinations.

The incomes generated by the huge annual flow of tourists have not only brought well-being but also created a system aimed at a short-term economic benefit to the detriment of a more sustainable model.

In this context, there are some categories that do not get their needs met.

1. Ibiza-based artists have few spaces for exhibition and not so many options to earn adequate incomes and reach a global audience.
2. Ibiza-based businesses, especially small and traditional ones, do have not so many options to directly connect with potential clients. There are also not many options to globally market niche products and experiences.
3. Tourists that are oriented to discover the most authentic Ibiza can not find so many offers of unique experiences to enjoy culture, gastronomy, nature, and folklore. In addition, there is no easy access to the cultural heritage for the digital-born generations.

Considering the status quo, Ibiza Token has created a Web3 ecosystem aimed to activate global visibility and recurring revenues for local artists and businesses and easily connect tourists with local activities, events, promotions, and discounts.

In this perspective, the Ibiza Token Web3 ecosystem intends to significantly encourage the adoption of blockchain technology by citizens, institutions, and tourists for improving the quality of people's lives and the sustainable economic development of the island.

3. Potential Users

The main potential users of Ibiza Token are:

- a. **Tourists and Ibiza lifestyle lovers**
- b. **Local businesses and artists**
- c. **Local residents**

4. Main Products

Ibiza Token is a Web3 community-focused ecosystem aimed to turn Ibiza into a "crypto island" benchmark by connecting local businesses and artists to a global audience and increasing the adoption of blockchain technology by citizens, institutions, and tourists.

Ibiza Token includes several Web3-based tools aiming to educate, onboard, decentralize and gamify by using decentralized finance (DeFi) and non-fungible tokens (NFTs).

- **\$IBZ** : ERC-20 utility token that brings discounts, promotions, and experiences across the island and allows to purchase NFTs on our marketplace.
- **Ibiza Token NFT Marketplace**: Native NFT platform that houses collections of Ibiza-based renowned /breakthrough artists and brands together with exclusive NFT collectibles that allow access to products, promotions, lifestyle experiences, and events across the island with special perks. The NFT collections available on the marketplace are purchasable in \$IBZ, \$WETH, and FIAT currency.
- **IbizaPay** : Mobile app for iOS and Android that provides several key functionalities to easily enter Ibiza Token's ecosystem. Among its features, IbizaPay allows creating and importing wallets, buying \$IBZ with FIAT currency, purchasing and displaying NFTs, and directly using NFT tickets across Ibiza's venues to access events.
- **Ibiza NXT** : Annual Web3 and blockchain conference hosted on Ibiza island that was born with the purpose to bring together international speakers and local representatives of industry, culture, and institutions to discuss the infinite possibilities that Web3 and blockchain technology offer. Ibiza NXT is the result of Ibiza Token's ongoing commitment to turn Ibiza into a "crypto island" benchmark by educating citizens, companies, and institutions about the potential of Web3 and blockchain technology.

\$IBZ – Utility Token

1. Overview

\$IBZ is an ERC-20 utility token that brings discounts, promotions, and experiences across the island and allows to purchase NFTs on our marketplace.

Furthermore, \$IBZ holders have the opportunity to participate in the IBZ DAO by relevantly contributing to the ecosystem development and enter play-to-(l) earn and explore web3 games. Anyone can acquire \$IBZ directly through IbizaPay mobile app using crypto (MATIC, USDC) or fiat currency through bank transfer or card payment (EUR, GBP, etc.). Alternatively, it's possible to buy \$IBZ through decentralized exchanges (DeFi) such as Quick-swap within the Polygon Network.

2. Distribution



The distribution of the Token will be made through the offer of 1,000,000,000 tokens that will be allocated in the following percentages:

- A. 580,000,000 for Ibiza Token Community and compensation (58%)
- B. 140,000,000 for Strategic Partnerships (14%)
- C. 100,000,000 for the core team, advisors, and future hires (10%)
- D. 80,000,000 for reserve pool (8%) (liquidity in exchanges, hacks ...)

- E. 50,000,000 for early investors (5%)
- F. 50,000,000 for the sale fair launch of the token (5%)

3. System used to issue Ibiza Token

For the launch of Token Ibiza, it has been chosen Copper's platform featuring a Fair Launch Auction (FLA) developed in the Balancer's Liquidity Bootstrapping Pool.

This option is the one that best suits the idea of fair distribution of the initial tokens as it allows the participation of anyone and offers numerous advantages, by guaranteeing equal competition between humans and bots and providing an even price discovery process that minimizes volatility and discourages front-running.

Taking into account the total supply, it will be launched a Fair Token Distribution through Copper / LBP of 50,00,000 IBZ (5%) with a pre-sale event and provision of liquidity that lasts 10 days from June 21 to July 1, 2021.

The remaining distribution:

- **Liquidity mining**
- **Developer mining**
- **Cashback**
- **NFT rewards**

4. Token acquisition

5% of the total supply of \$ IBZ has been allocated for the initial launch.

Although the remainder of the \$ IBZ distribution is under a lockdown period, only the \$ IBZ tokens of the initial launch will circulate on the market. It is up to the community to decide the fair price of \$ IBZ.

The main objectives of the \$ IBZ distribution are:

1. *Making an initial price discovery to help setting up our native liquidity pool on Uniswap.*
2. *Publicly distributing part of the supply to the \$ IBZ community (through LBP).*

5. Audit of IBZ ERC-20 smart contract

On May 21, 2021, Chainsulting carried out an audit in order to guarantee the security and reliability requirements of the Ibiza Token Smart contract in view of the official launch expected on June 2021.

The Chainsulting team of expert pentesters and smart contract developers has conducted an unbiased and isolated audit of the smart contract codebase, evaluating the repository for security-related issues, code quality, and adherence to specifications and best practices by reviewing line-by-line the Ibz contract in order to document any issues as there were discovered. The audit states that the overall quality of the project code is good and excellent due, mainly, to the fact that it is not overloaded with unnecessary functions, by benefiting the security of the contract and allowing to safely carry out the necessary mathematical operations.

Likewise, during the audit, no issues were found after the manual and automated security testing, thus, in conclusion, the Ibiza Token smart contract maintains effectiveness towards the monitoring and resistance to many known security breaches.

Full Audit: [audit_ibz.pdf](#)

On June 8, 2021, Solidproof.io carried out a further audit related to the Ibiza Token smart contract in order to identify security flaws in the design and implementation of the contract.

Ibiza Token provided Solidproof.io with access to its code repository and technical documentation.

Throughout the review process, the Solidproof.io team took care to evaluate the repository for security-related issues, code quality, and adherence to specifications and best practices. To do so, a team of expert pentesters and smart contract developers reviewed line-by-line the codebase, by documenting any issues as there were discovered.

The auditing process followed a routine series of steps:

3. Code review that includes the following:

- i) Review of the specifications, sources, and instructions provided to SolidProof to make sure we understand the size, scope, and functionality of the smart contract.**
- ii) Manual review of code, which is the process of reading source code line-by-line in an attempt to identify potential vulnerabilities.**
- iii) Comparison to specifications, which is the process of checking whether the code does what the specifications, sources, and instructions provided to SolidProof describe.**

4. Testing and automated analysis that includes the following:

- i)** *Test coverage analysis, which is the process of determining whether the test cases are actually covering the code and how much code is exercised when we run those test cases.*
- ii)** *Symbolic execution, which is analyzing a program to determine what inputs causes each part of a program to execute.*
- 5.** *Best practices review, which is a review of the smart contracts to improve efficiency, effectiveness, clarity, maintainability, security, and control based on the established industry and academic practices, recommendations, and research.*
- 6.** *Best practices review, which is a review of the smart contracts to improve efficiency, effectiveness, clarity, maintainability, security, and control based on the established industry and academic practices, recommendations, and research.*
- 7.** *Specific, itemized, actionable recommendations to help you take steps to secure your smart contracts.*

In conclusion, Solidproof.io states that no problems were found after all the manual and automated security tests carried out, thus, the Ibiza Token smart contract maintains effectiveness towards the monitoring and resistance to security breaches.

Further Information: [smart_contract_audit.pdf](#)

Roadmap

2022



Q1

- NFT Marketplace V2 Development*
- New Artist and Brand Collections Release*
- IbizaPay V2 Development*
- Ibiza Pay Fiat on Ramp Integration*
- NFT GAME Development*
- New Tech Partners Announcement*
- DAO Development*

Q2

- NFT Marketplace V2 Release*
- New Artist and Brand Collections Release*
- IbizaPay V2 Development*
- IbizaPay V2 Release*
- Ibiza Pay NFT Integration*
- NFT GAME Development*
- New Tech Partners Announcement*
- DAO Development*

Q3

- NFT Marketplace V2 Update*
- NFT Ticketing Release*
- New Artist and Brand Collections Release*
- IbizaPay V2 Update*
- IbizaPay V3 Development*
- Ibiza Pay Booking Integration Development MVP*
- NFT GAME Development*
- Ibiza NXT - Web3 Conference*
- New Ibiza Partners Announcement*
- DAO Development*

Q4

- NFT Marketplace V3 Development*
- New Artist and Brand Collections Release*
- IbizaPay V3 Development*
- Ibiza Pay Debit Card Development MVP*
- NFT GAME Release*
- Ibiza NXT - Web3 Conference*
- New Ibiza Partners Announcement*
- DAO Development*

Risk Factors

Before making any type of investment in crypto assets, you should be aware of the risks involved. Each investor has the responsibility to carefully evaluate both his financial situation and the risk willing to assume to invest and acquire Ibiza Token. It is essential that the investor assesses the risks associated and whether he/ she has sufficient information to understand what is being offered.

Defi Proxima has devoted all its efforts to take appropriate measures to issue a risk-free token that meets all the objectives described above; its main purpose is to provide a series of benefits to all its investors. Notwithstanding the foregoing, the fact that it is a security based on a totally disruptive technology such as blockchain technology means that there are certain risks that we believe it is appropriate to point out to provide greater transparency to the investor.

In this regard, on February 9, 2021, the CNMV, together with the Bank of Spain, published a press release warning of the risks of cryptocurrencies as an investment.

Among the risks mentioned by these institutions, there are the following:

- A. *Cryptocurrencies are not securities issued, supervised, or guaranteed by a government and/or competent authority.*
- B. *They are securities generally subject to extreme volatility, complexity, and lack of transparency.*
- C. *Concerning the regulatory field, there is still no legal framework in the European Union that provides guarantees and makes it similar to financial products, although there is a proposal for a regulation (known as MiCA), which will include an optimal regulatory framework for the issuance of crypto-assets and their providers.*
- D. *As there is currently no legal regulation, cryptocurrencies are not considered a means of payment (although there are limited sectors that do accept them), they are not supported by any bank or public authority and are not supported by customer protection mechanisms.*
- E. *The pricing of cryptocurrencies is often formed without effective mechanisms to prevent their manipulation and without public information to support them.*
- F. *Some cryptocurrencies are not liquid, which may result in the loss of the investment made.*
- G. *Due to the cross-border nature of blockchain technology and cryptocurrencies, it is possible that there may be problems in the resolution of conflicts and that this may be costly as the Spanish authorities are not competent.*
- H. *As their custody is not regulated or supervised, it may lead to theft, fraud or losses, which would entail the loss of the cryptocurrencies and the investments made.*

In any case, as mentioned above, Defi Proxima has put all its efforts in providing the token with the established values and benefits and issuing a risk-free crypto-asset. If you have any questions regarding this matter, you can contact us at any time.

Legal Aspects

1. Issuance of securities and regulatory framework

1.1. General Criteria

There is currently no European or national regulatory framework as such that specifically defines the obligations and requirements to be met for the issuance of securities based on blockchain technology. However, taking into account the financing method used by Ibiza Token, there are already regulated processes that may be similar to the present case. Thus, the main regulatory reference standard, in this case, is the Securities Market Law (LMV).

The LMV establishes that the issue of negotiable securities falls within the scope of the law, understanding as such any right of patrimonial content, regardless of its denomination, which, due to its configuration and transmission regime, is susceptible to generalized traffic in a specific financial market. In this regard, the CNMV in its document "CNMV. (2018). Criteria in relation to ICOs." understands that two main factors must be assessed when determining whether or not a token is tradable security:

- a. *The token grants rights or expectations of participation in the potential revaluation or profitability of the business or project in which it is framed or, in general, that it presents or grants rights equivalent or similar to those of the shares or debentures.*
- b. *The token grants the right to access services or to receive specific goods or products, and the token, in turn, is offered with explicit or implicit reference to any of the following issues:*
 - i) *The expectation that the purchaser or investor will obtain a benefit as a result of the revaluation of the token; or*
 - ii) *The expectation of obtaining by the buyer or investor of a remuneration associated with the token; or*
 - iii) *The liquidity that the token would benefit from; or*
 - iv) *The possibility of trading of the token in markets equivalent or purportedly similar to the securities markets subject to regulation.*

The issuance of this type of securities requires the preparation of a specific legal document called "prospectus"; this document must comply with a series of specific requirements and must be approved and supervised by the CNMV.

1.2. Consideration of Ibiza token as a negotiable security

In this sense, in order to carry out the issuance of Ibiza Token under an optimal legal framework, we consulted the CNMV in order to determine whether the token issued is negotiable security or not and if, therefore, we had to comply with a series of specific legal requirements, such as the preparation of the aforementioned "informative prospectus".

Although the consultation carried out is not official or binding, the CNMV has been able to determine that, based on the information previously provided on Ibiza Token, it is understood that an ERC-20 type token will be issued which, regardless of how it is acquired, entitles, solely and exclusively, to discounts and services in the participating establishments, to acquire digital content provided through the platform and to participate in the platform's decision making as a governance token of the same, not holding, in any case, a remuneration, economic rights or its revaluation linked to the development of the underlying business.

Therefore, the CNMV determines that Ibiza Token can be considered as a utility token, which is non-tradable security whose purpose is to give its holders access to certain benefits, without the expectation of revaluation of the token being its main purpose. This type of token has the following main characteristics:

- A. *It does not grant rights or expectations of profitability and participation in the profitability of Defi Proxima's underlying business.*
- b. *It does not offer access to services, goods or products with the expectation of a possible obtaining by the buyer or investor of a profit as a result of the revaluation of the token.*

This definition is consistent with that made by the CNMV together with the Bank of Spain, in its Report of February 8, 2018, which established that utility tokens are those that give the right to access a service or receive a product, without prejudice to which, on the occasion of the offer, mention is usually made of expectations of revaluation and liquidity or the possibility of trading them on specific markets.

2. KYC and Prevention of Money Laundering or Terrorist Financing

We inform you that Defi Proxima has adopted KYC ("Know your customer") procedures to verify the identity of each investor or user of the platform who has expressed or will express interest in acquiring Ibiza Token or using the platform, and only those who have successfully identified themselves, under Defi Proxima's criteria, will have the opportunity to participate in the sale of Ibiza Token or use the platform.

These KYC procedures are based on current market practices, in accordance with applicable Spanish and European Union legislation, and specifically with the provisions of the Law on the Prevention of Money Laundering and Terrorist Financing.

In any case, the information required by the issuer to know the identity of each investor or user will be the information shown during the token acquisition process or registration in the platform.

3. Protection of Personal Data

The data provided will be processed in order to manage the acquisition of cryptocurrencies requested by the investor as well as the use of the platform by its users.

You may exercise your rights of access, rectification, deletion, limitation of processing, opposition and portability by writing to hello@ibizatoken.com.

At any time, you can assert your rights before the Spanish Data Protection Agency.

You can find more information about the data processing carried out by Defi Proxima in the Privacy Policy.

4. Exclusion of liability

Please note that this document is intended to inform and provide a description of Defi Proxima's project, its platform, and the intended future use of the Ibiza Token, and therefore it does not create any binding legal obligation. Furthermore, it is an initial summary of the business objectives that Defi Proxima has determined based on the characteristics of its project. In any case, before acquiring the Ibiza Token, you should especially consider the following:

- a. *Neither the Ibiza Token platform nor its tokens will be available to minors or any natural or legal person who is in a country or jurisdiction where the holding of cryptocurrencies is prohibited by law or specific policies, as well as to those natural persons who are citizens, nationals, residents or have a similar connecting factor to that territory, including legal persons incorporated, registered or effectively managed or controlled in such territories.*
- b. *Ibiza Token is configured as a utility token and not as a security token, not representing or conferring, in any case, any ownership, participation, share, or equivalent rights over Defi Proxima.*
- c. *This Whitepaper does not constitute an informative prospectus, prospectus, or offering document validated by the CNMV or any other competent administration. Nor does it constitute a solicitation of investment or offer of financial instruments and securities.*
- d. *Any decision to purchase Ibiza Token should be based on a consideration of this Whitepaper as a whole.*

It is the sole responsibility of the investor to ensure that, for the purpose of acquiring Ibiza Token, it does not require any prior or subsequent authorization, notification, registration, or license based on the country of which it is a citizen or resident in the case of an individual, or incorporated in the case of a legal entity.

Defi Proxima shall in no event be liable for any failure of the investor to comply with the foregoing.

5. Intellectual and Industrial Property

We inform you that all intellectual and industrial property rights on this document and its contents, as well as the platforms that support Ibiza Token, including programming, design, applications, graphics, codes, text or images, trademarks, trade names, distinctive signs, and other elements herein, belong exclusively to the Issuer, including the European figurative trademarks with denominative elements "IBZ TOKEN" (with file number 018479738) and "IBIZA TOKEN" (with file number 018479736), or has sufficient rights and/or authorizations for their exploitation.

As a consequence of the foregoing, any reproduction, distribution, public communication (including making available), transformation, or any other form of exploitation, unless quoting the sources, is prohibited, except with the prior, express, and written consent of the titleholder or the exclusive owner of the affected rights.

Furthermore, Defi Proxima respects the intellectual and industrial property rights of third parties and guarantees that all the information contained in this document is the issuer's ownership and does not violate the intellectual property rights of any third party. In any case, references made to third parties, if any, are in fact mere quotations, of which Defi Proxima makes no claim or association to them.

6. Modifications

This Whitepaper may be modified and/or updated at any time without prior notice.

In this regard, Defi Proxima reserves the right to make changes to this Whitepaper and any related documents to ensure compliance with applicable regulations.

Please, contact us by email:
hello@ibizatoken.com

Further information about the project at the following links:

Website ibizatoken.com

NFT Marketplace nft.ibizatoken.com

GitHub github.com/ibizatoken

LinkedIn linkedin.com/company/ibizatoken

Medium ibizatoken.medium.com

Discord discord.com/invite/7nzc2U6tAJ

Telegram eng t.me/ibztoken

Telegram esp t.me/ibztoken_es

Twitter twitter.com/IbizaToken

Instagram instagram.com/ibizatoken

Facebook facebook.com/ibizatoken

This document does not constitute a prospectus that has been subject to review by the CNMV (Comisión Nacional del Mercado de Valores) or any other administrative authority.

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