# Official BALLX Contract – Foundation, Distribution, and Expansion Clauses

#### Clause 1 – Initial Distribution to Founders

- 1.1 The founders **Thiago Henrique Tavares da Silveira** and **Bruno Tavares da Silveira** will each receive **1 billion BALLX tokens**, equivalent to **0.5%** of the total supply of 200 billion tokens.
- 1.2 Each founder may sell a maximum of **10% of their share per year**, split into monthly portions equivalent to 1/12 of that amount (approximately 8.33 million tokens per month).
- 1.3 Violation of this clause will result in a wallet lock of up to 3 years and redistribution of excess tokens to the community fund.

## Clause 2 – Reserve and Prize Distribution for Federations and Amateur Leagues

- 2.1 Each designated state football federation will receive 50 million BALLX tokens.
- 2.2 Each qualified amateur league will receive 10 million BALLX tokens.
- 2.3 Tokens donated to federations and leagues must be **burned over 10 years**, with an annual release limit of 10% for youth and lower-tier competitions.
- 2.4 Use of tokens must prioritize:
  - U-15, U-17, and U-20 youth tournaments
  - State B, C, and D division championships
  - Amateur leagues with a history of athlete development

#### Clause 3 – Token Burning and Usage

- 3.1 Each club or entity receiving tokens may **burn up to 30% immediately** to generate liquidity.
- 3.2 The remaining **70% must be held in mandatory reserve for 10 years**, with 10% released each year.

3.3 Tokens received as **tournament prizes are exempt** from this rule and may be used fully as needed.

### Clause 4 – Token Issuance Rules and International Expansion

- 4.1 BALLX will have an initial issuance of **200 billion tokens**, with a **10-year issuance lock**.
- 4.2 New token batches can only be minted if:
  - All tokens from the first phase are in circulation; or
  - A new qualified international market adopts the token (minimum of 4 countries within the same confederation playing in common tournaments, such as UEFA, CAF, or AFC).
- 4.3 Any additional issuance must be **strictly limited** and allowed only with the approval of **70% of participating clubs** and validation by the BALLX Foundation.
- 4.4 To enable the inclusion of developing countries, it will be allowed to sell tokens to new markets **below current market value**, provided:
  - The sale is tied to ecosystem expansion
  - The operation is approved by BALLX governance bodies
  - The volume does not exceed 5% of circulating supply in the year
  - Tokens are locked for resale for at least 12 months
- 4.5 This rule aims to strengthen global adoption, while protecting the token's value, trust, and utility in the football economy.

#### Clause 5 – Mandatory Use of BALLX in Player Transfers

- 5.1 Any club receiving BALLX donations **must use the token** in player sale or transfer operations, whether local, national, or international.
- 5.2 At least 10% of any player transfer fee must be paid in BALLX.
- 5.3 This rule also applies to **termination clauses**, which must include the stipulation that **10% is to be paid in BALLX**.
- 5.4 Clubs may use **up to 100% in BALLX**, encouraging broader adoption and circulation.
- 5.5 Clubs that do not have enough BALLX must purchase it on the market, supporting liquidity and price appreciation.
- 5.6 Recurrent or intentional violations of this clause may result in:

- Suspension of future BALLX rewards
- Temporary wallet freezing
- Loss of benefits in future agreements

#### Clause 6 – Multi-Sport Expansion and Governance

- 6.1 The BALLX Foundation may, by vote of its founders and governance council, **authorize expansion into other sports**, such as volleyball, basketball, handball, athletics, and Olympic disciplines.
- 6.2 Adoption of a new sport will require the creation of a specific **technical committee** to:
  - Validate the sport's organizational structure
  - Ensure ethical and technical standards for token use
  - Safeguard the reputation and sustainability of BALLX in new domains
- 6.3 Expansion into new sports **may not exceed 20%** of circulating token supply, except by special approval through a qualified majority vote.
- 6.4 New sports may use the same smart contract or be operated through secondary contracts linked to the BALLX main chain.

This contract will be digitally signed and publicly published to ensure transparency and community oversight.