

XIIgems

TOKENOMICS

Introduction

Welcome to our tokenomics paper, tailored for Bitcoin holders. We invite you to consider investing in **XIIgems** (BTCG): a native token designed as a Bitcoin Layer 2 blockchain asset for seamless Bitcoin integration. Within these pages, we'll delve into the tokenomics of **XIIgems** and outline why it presents a compelling opportunity for diversification and growth.

Project Overview

We're crafting an unparalleled global luxury experience, starting in Dubai and expanding to eleven other locations worldwide, where every detail embodies class and good taste.

Our first gem will feature 125 exquisite suites and 12 private residences, set on 75 acres of opulently splendid grounds, aiming to surpass the combined excellence of Aman, Six Senses, and Soneva.

XIIgems pioneers Bitcoin-based luxury, leveraging blockchain technology to tokenize:

- Real Estate — #BitcoinRealEstate,
- Luxury Services — #BitcoinLifestyle, and
- Collectible Assets — #BitcoinAssets.

Our mission is to redefine the boundaries of ultra-luxury living, creating an exclusive ecosystem where discerning individuals can indulge in unparalleled opulence, forge unforgettable experiences, and own a piece of a legendary brand that transcends generations.

By investing in **XIIgems**, you'll not only be part of this legacy but also unlock exclusive access to unparalleled luxury experiences, generational wealth creation, and a new era of ultra-high-end living.

Regulation

At **XIIgems**, we prioritize peace of mind. That's why we're working to operate under the regulatory oversight of Dubai's Virtual Assets Regulatory Authority (VARA). Under VARA's watchful eye, we'll ensure that our token, BTCG, adheres to the highest standards of governance and investor protection. Our commitment to regulatory compliance aims to rule out rug pulls or any malicious activities by bad actors. Your investment is safe, secure, and legit—guaranteed.

As we welcome investors from around the world, we want to ensure everyone has a smooth and compliant experience. Please note that **XIIgems** might not be available to nationals or residents of certain jurisdictions where local laws prohibit it. We kindly ask that you review and comply with the laws and regulations that apply to your specific situation. Your understanding and compliance with your local regulations will help us maintain a secure and inclusive community for all.

We recommend consulting with qualified legal or financial advisors to ensure compliance.

Token Allocation

We're allocating capital raised to develop the inaugural gem of **XIIgems**, setting the foundation for our ultra-luxury brand. Subsequent developments will be self-sustaining, fueled by profits from the sale of real estate, lifestyle services, and collectibles.

This strategic approach ensures long-term growth.

To ensure exclusivity and scarcity, we're limiting the initial supply of **XIIgems** to 5,600 fungible tokens. This carefully thought-out number is designed to maintain value and stimulate demand.

The initial price for each token is set at 1 BTC.

Breakdown

- Total tokens: 5,600.
 - Tokens for sale: 4,480 (80%), including 4,032 for hotel development and 448 for the reserve fund.
 - Incentive tokens: 1,120 (20%), comprising 840 for founder/team and 280 for early incentive tiered discounts.

Token allocation is divided into two categories: tokens for sale and incentive tokens. Notably, the former may be partially burned, even in great quantity, if revenue generated from real estate sales renders further public token sales unnecessary.

Development Phases for “Gem I” in Dubai

Phase I:	Land Purchase	→ 457.3 BTC
Phase II:	Soft Costs	→ 623.4 BTC
Phase III:	Building & Site Improvements	→ 2,618.8 BTC
Phase IV:	FF&E	→ 207.9 BTC
Phase V:	Pre-Opening & Working Capital	→ 124.6 BTC

Vesting Phases for Founder/Team

Gem I:	280 tokens upon Grand Opening, accounted for
Gem II:	280 tokens upon Grand Opening, accounted for
Gem III:	280 tokens upon Grand Opening, accounted for




The founder and team will receive additional tokens per gem, from Gem IV to Gem XII, gradually increasing their ownership over time, from 15% to 60% by Gem XII. Everyone wins—investors reap a massive return, and Hoftman moves toward reclaiming control of the vision he birthed.

Reserve Fund Purpose and Level

The volatility of BTC poses both threats and opportunities for **XIIgems** at the macroeconomic level. Meanwhile, microeconomic challenges like hotel development delays and construction cost overruns are also potential risks. The Reserve Fund is designed to mitigate these risks, ensuring our project timeline stays on track. The first use of any profits is to replenish this account to 10% of the total equity in the balance sheet.

Early [Compounding] Incentives for Investors

As investors buy more tokens in the same transaction, they get to accumulate previous incentives as well. Thus,

 Bronze OG status:	Buy 1, get 15% off your second	Total cost: 1.85 BTC
 Silver OG status:	Buy 2, get 25% off your third	Total cost: 2.6 BTC
 Gold OG status:	Buy 3, get 60% off your fourth	Total cost: 3 BTC




Tokens required to fulfill these incentives will be minted from the allocated 280 tokens for tiered discounts.

Offer valid for a limited time only—yet supplies could end up sooner.

Permanent Incentives for Investors

Every **XIIgems** guest enjoys Super-VIP treatment. Hard stop. But, for our token HODLers, we are unveiling special royal-inspired protocols—tailored, timeless, and fit for a modern monarch. Nothing compares.

And, additionally, OGs permanently bring with them their token discounts, as follows:

-  Gold OGs: 60% off stays and dining
-  Silver OGs: 25% off stays and dining
-  Bronze OGs: 15% off stays and dining

Excludes purchases of alcoholic beverages and tobacco products.

Incentives Terms & Conditions

The following terms and conditions apply to the incentives offered:

1. **Discounted Token Trading Restriction:** Discounted tokens cannot be traded in open markets before the Grand Opening of “Gem I”.
2. **OG Status and Discount:** OG Status and its corresponding discount are pegged to the token bought with the biggest discount for a given transaction, as long as it is held in the original wallet that purchased it.
3. **HODLer Status:** HODLer Status by buyers in the secondary market is attained after the first anniversary of holding the token in the same wallet.

Marketplace

We’re establishing a token trading platform with zero royalties, zero fees and zero unnecessary complications.

Historic Settlements, Bid & Ask Prices, plus Level II Quotes. The information on our tokens will flood your terminal with blockchain transparency for all your decision making processes. Raw data, driven by real market dynamics. Market participants will be able to price in:

- Macro factors: Including the price of Bitcoin
- Micro factors: Including the brand’s ROIC and growth prospects
- Market sentiment: Including the public’s appetite for the risk

Governance

Annual meetings (votes) are mandatory for **XIIgems** HODLers to exert influence and shape the project's future.

To ensure effective decision-making:

Proposals require a two-thirds majority of outstanding tokens to pass.

Timely voting participation is crucial, as abstaining HODLers may harm the collective interests. As a measure of last resort, HODLers missing three consecutive annual votes will have their tokens auctioned and proceeds sent to the Expansion Fund—to compensate for damages.

We strongly encourage active participation, as collective engagement is key to building a lasting legacy.

Quarterly meetings (votes) are optional, but offer **XIIgems** HODLers significant insight into, and input on, the project's future. These meetings are preparatory, setting the stage and even drafting decisions to be voted on during annual meetings.

Governance also includes a **Board of Directors**, comprising 7 members, with 4 independent members providing objective expertise and oversight. The remaining 3 members are 2 representatives from **XIIgems** management and 1 representative of the HODLers. The Board is responsible for making key decisions, setting policies, and ensuring the project's overall direction aligns with its mission and objectives.

The governance structure begins with the Assembly at the Annual Meeting, which votes on multiple Board options. Once the Board is constituted, it assumes responsibility for recruiting, appointing and overseeing a **Chief Executive Officer**. This approach ensures that the CEO is accountable to the Board and ultimately to the Assembly, providing a clear chain of authority and decision-making process.

Expansion Plan Financing

There are 3 revenue streams—everything **XIIgems** is priced and paid in BTC.

Private Residences Sale
#BitcoinRealEstate

We create value where it's most appreciated by those who can afford it.

Sale of Luxury Services #BitcoinLifestyle

Our ecosystem provides the perfect environment for Ultra-High-Net-Worth (UHNW) individuals to indulge in bespoke experiences tailored to their refined tastes.

Sale of Collectibles #BitcoinAssets

Within our majestic 75-acre oasis in Dubai, and across our other eleven extraordinary gems, lies a treasure trove of rare and precious collectibles. Every item, meticulously curated and inventoried, is available for purchase. Test us.

Revenue from these 3 high-margin sources is structured to create value—which is then transferred to the vehicle responsible for the global expansion of our brand:

Expansion Fund

Our Expansion Fund is a strategic financial vehicle designed to (i) capitalize on tax benefits; (ii) optimize cash flow; and, (iii) drive value creation. By consolidating cash flow from all operations, the fund serves as a centralized hub for financing growth initiatives.

Its primary role is to stir up the ecosystem where our revenue generators thrive. It ignites and sustains a virtuous cycle. By leveraging the fund's financial resources, we can accelerate expansion, enhance competitiveness, and increase shareholder value.

Expansion Fund Threshold

IF the Reserve Fund reaches 10% and the Expansion Fund hits 4,032 BTC, THEN these combined liquidity events will trigger development of our next Gem.

Phase I:	Land Purchase	→ 457.3 BTC
Phase II:	Soft Costs	→ 623.4 BTC
Phase III:	Building & Site Improvements	→ 2,618.8 BTC
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Repeat.

One of the top priorities for Governance bodies is to recalibrate the threshold to adjust for BTC volatility (macro issues) and its impact on our growth strategy (micro issues).

Why Invest?

As a Bitcoin holder, you value security and decentralization. Now, imagine amplifying your investment with:

Returns

A unique blend of Bitcoin, real estate, lifestyle offerings, and collectible assets creates a diversified portfolio designed to multiply your investment.

Prestige

Join the exclusive world of luxury by owning a brand synonymous with high-end excellence.

Collaboration

Gain access to a privileged community, shaping the cultural fabric of your empire.

Mark your calendar for three key events:

1. Q1 2025: Buy Tokens with Early Incentives
2. Q2 2025: The DAO kicks off its governance
3. Q3 2025: Trading platform goes live

Ensuring community involvement.

This isn't just an investment—it's an opportunity to be part of something epic.

Got a Bitcoin at hand? That's your ticket to participate in the birth of a legend!

Don't just stand there, make your move!

We only post on X — other channels
including Telegram and Discord
are all scams.

 [Link to Token Purchases in X's Bio.](#)