MELON CONTRIBUTION TERMS: EXECUTIVE SUMMARY DRAFT DOCUMENT

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The MELON CONTRIBUTION Terms

Preamble

Please note that this document does not constitute to be a prospectus of any sort, is not a solicitation for investment or an initial public offering or share/equity offering and does not pertain in any way to an offering of securities in any jurisdiction.

The contribution to the MELON PROJECT does not involve the exchange of cryptocurrencies for any form of ordinary shares in Melonport AG ("MELONPORT"), neither does the MELON TOKEN purchaser receive any form of dividend or other revenue right that is guaranteed. MELON TOKEN are defined as cryptocurrency (or digital asset).

This contribution will not involve any Fiat currencies and will strictly be done in cryptocurrencies.

Definitions

- **MELONPORT** shall mean Melonport AG.

- **MELON** or **MELON PROJECT**, shall mean the development of an open source blockchain protocol, referred to as MELON PROTOCOL, for digital asset management. Initially based on Ethereum, with a view to be deployable on further Blockchains as well.

- **MELON PROTOCOL** shall mean the blockchain protocol for digital asset management as outlined in the Greenpaper

- **MELON PROTOCOL DEPLOYMENT** or protocol deployment, shall mean the final deployment of the MELON PROTOCOL to a live consensus network such as a Blockchain network upon which any and all responsibility such as maintenance, further development and governance will be given to the MELON HOLDERS. MELONPORT will retain no special privilege, right or obligation other than its MELON HOLDER function in the MELON PROTOCOL itself.

- **MELON TOKEN (or TOKEN or MLN TOKEN or MLN)** shall mean the cryptocurrency tokens which are held on the Ethereum Blockchain. Contributors to MELON will receive MELON TOKEN. Once the MELON PROTOCOL is deployed, TOKEN shall be the cryptocurrency tokens which represent a usage right to the deployed MELON PROTOCOL.

- **CONTRIBUTION PERIOD** shall mean the time period in which Contributors to MELON can receive MLN through the CONTRIBUTION SMART CONTRACT SYSTEM.

- **CONTRIBUTION SMART CONTRACT SYSTEM** (or **SMART-CONTRACT SYSTEM SYSTEM)** shall mean the SMART CONTRACT deployed and used for the MELON contribution andexisting on the Ethereum blockchain at (ADDRESS TBA).

General Information	
About the Melon project	An open source blockchain protocol, referred to as MELON PROTOCOL, for digital asset management. Initially based on Ethereum with a view to be deployable on further Blockchains as well.
About the Melon protocol	The MELON PROTOCOL is a blockchain protocol for digital asset management as outlined in the Greenpaper (https://github.com/melonproject/greenpaper/blob/master/melonprotocol.pdf)
Issuing address of CONTRIBUTION SMART CONTRACT SYSTEM	TBA
Jurisdiction of CONTRIBUTION SMART CONTRACT SYSTEM	Alderney, United Kingdom
Symbol of Melon token	[MLN]
Functionality of Melon token	Melon token represent a usage right to the MELON PROTOCOL. Melon token do not represent any ownership right or stake, share or security or right to receive future revenues.
Number of CONTRIBUTION PERIODS	2
Maximum amount of Melon token which can be created across both CONTRIBUTION PERIODS	1,250,000 MLN

Maximum amount of Melon token available to public during CONTRIBUTION PERIODS	1'000'000 MLN TOKEN These MLN TOKEN may be created in two rounds of token issuance
Inflation amount on Melon token after deployment	After deployment of the MELON PROTOCOL, up to a maximum of 625,000 of new MLN TOKEN will be created per year through inflation to incentivise maintenance, further development and governance of the MELON
Minimum contribution amount per User	None
Maximum contribution amount per User	None
Use and allocation of contributed funds (ETH)	The CONTRIBUTION SMART CONTRACT SYSTEM will send all Ether contribution to a multi-signature wallet held and controlled by MELONPORT. MELONPORT shall use the funds to complete a two year workshop and the deployment of the MELON PROTOCOL as per the specifications document. It remains in MELONPORT's sole discretion to decide how to allocate the ETH in order to conduct the development tasks assigned to MELONPORT.
Reach of maximum Melon amount	If the maximal MLN TOKEN amount in any CONTRIBUTION PERIOD is reached, the CONTRIBUTION PERIOD will automatically end and no further contribution will be possible.
Warnings/Risks	The User understands and accepts the risks as set forth in the Terms (TBA)
INITIAL CONTRIBUTION PERIOD	
Start of Initial CONTRIBUTION PERIOD	Feb 15th

Duration of Initial CONTRIBUTION PERIOD	Four weeks
Maximum amount of Melon token which can be created in the Initial CONTRIBUTION PERIOD	Max. 750'000 MLN TOKEN
Maximum tradable Melon token to be created for the public (Pool A)	Max. 500'000 MLN TOKEN (tradeable after end of the Initial CONTRIBUTION PERIOD)
Maximum non-tradable Melon token to be created for Founders, Advisors and Corporate Partners (Pool B)	Max. 150'000 MLN token (Non-tradeable for two years after end of the Initial CONTRIBUTION PERIOD)
Total tradable Melon token to be created at discretion of Melonport (Pool C)	Max. 100'000 MLN TOKEN (tradeable after end of the Initial CONTRIBUTION PERIOD)
Pricing	The price of Melon token to be sold to the public (Pool A) will be set by MELONPORT prior to the beginning of the initial CONTRIBUTION PERIOD. The price is intended to be equivalent to approximately 5 CHF per Melon token.
Second Contribution Period	
Start of second CONTRIBUTION PERIOD	To be announced at the discretion of MELONPORT. The date of the second CONTRIBUTION PERIOD is likely to be around Febuary 2018.

Duration of second CONTRIBUTION PERIOD	TBA
Maximum amount of Melon token which can be created in the second CONTRIBUTION PERIOD	The amount of Melon token until the total maximum of 1,250,000 Melon token have been created throughout all CONTRIBUTION CONTRACTS.
Pricing	The price of MLN will be set by MELONPORT prior to the beginning of the second (or further) CONTRIBUTION PERIODS.
Participation	Participation in the Initial CONTRIBUTION PERIOD does not entitle a contributor to participate in the second CONTRIBUTION PERIOD.