

PHASE II



Apophis DeFi

A NON-CUSTODIAL DEFI FUND

[LIVE NOW](#)

Launch Details*

	PHASE 1 (completed)		PHASE 2	PHASE 3	PHASE 4
Start	DEPOSITS 10 Apr	LAUNCH 15 APR	18 May	29 Jun	10 Aug
Duration	1 week	4 weeks	6 weeks	6 weeks	ongoing
Ceiling	\$1mil: \$500k by seed partners, \$500k open to community.		\$4mil: \$1mil - open to community, \$1mil - partners, \$2mil - DeFi Treasuries.	\$10mil	uncapped
Min Deposit	\$5k for community, \$20k for seed partners		\$2k for community, \$50k for seed partners.	TBC	
Max Deposit	\$50k for community; \$100k for seed partners		\$100k for community, \$500k for partners.	TBC	

**Preliminary. Dates and specs may change.*

Why 'Apophis DeFi' Runs on Enzyme

SIMPLE
INTERFACE

24 / 7
GAV

NON
CUSTODIAL

NO
LOCK-UPS

100%
ON-CHAIN

TRANSFERABLE
SHARES



ONE-STOP ACCESS TO ALL OF DEFI

UNISWAP

paraswap

AAVE

Balancer

Compound

Curve

0x

kyber
network

SYNTHETIX

RARI CAPITAL

LIDO

yearn

Idle

ALPHA
HUMORA

Complimentary Insurance



- **Apophis DeFi** is the first portfolio on Enzyme that provides native protection for Enzyme's smart contract integrity. This is a test feature designed to address the needs of DeFi protocols and individual depositors that are interested in a hands-off approach to capital allocation.
- **PHASE-II** provides complimentary insurance cover for both new and existing depositors. We mitigate the smart contract risk of Enzyme for the duration of Phase-II by purchasing a cover from [Unslashed Finance](#) at no cost to the depositors
- The policy covers:
 - the loss related to the Smart Contracts designed to work together and deployed as part of one same protocol or application (Enzyme);
 - the loss occurred due to an unauthorised, malicious or criminal act aiming at exploiting covered smart contracts' code vulnerabilities;
 - loss occurred due to errors or omissions in code implementation, or unavailability or failure to access or process these covered smart contracts.
- For all provisions, definitions and exclusions, please refer to [the policy details](#). Note that the portfolio, DeFi or Enzyme **are not becoming less risky** because of the complimentary insurance. Apophis has no control or responsibility over



Enzyme



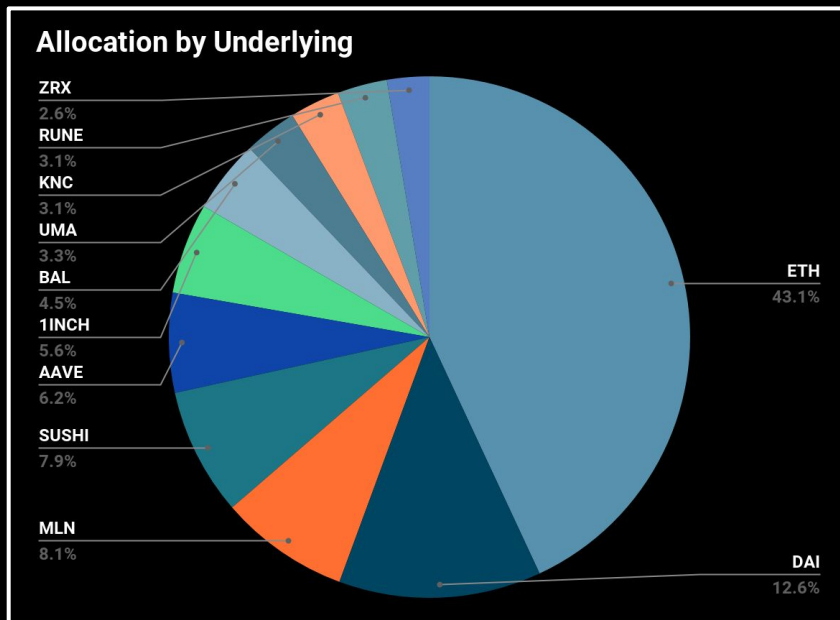
Smart Contract Integrity

ACTIVE

Allocation as of Phase-I End

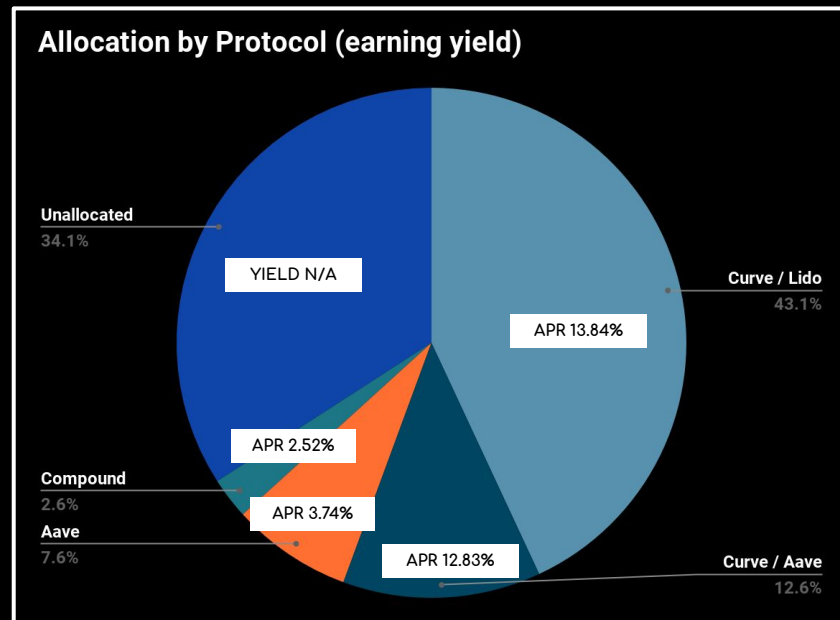
Exact weights may differ.

A short-list of other DeFi assets, which are currently available via Enzyme, include: ALPHA, RGT, PERP, BADGER, SNX, LINK, LRC, and YFI.



Exact weights & APRs may differ. APRs consist of base APY and protocol rewards. Rates are variable.

Enzyme has pending integration with Yearn, Balancer v2, and other protocols that Apophis will seek to employ.



Investment Strategy 1/2

THESIS

- **Every era** has a story to tell. This era is about decentralisation of money and the rise of the Financial Internet. DeFi is the real Great Reset, where value is programmable and labour is self-organised (DAOs).
- **Ethereum** is the OS for the Financial Internet. Bitcoin is digital gold, ETH is money. Both ETH and BTC are pristine collateral and reserve assets for DeFi.

REWARD

- **Apophis DeFi** provides exposure to the DeFi ecosystem by utilising a mix of capital appreciating & yield generating strategies. It is a bet on the DeFi protocols shaping the world of tomorrow.
- **Apophis DeFi** is an actively managed portfolio. It is heavily reliant on fundamental & sentiment analysis; TA is supplementary. Decisions are made at the portfolio manager's discretion.
- **Risk/Reward** is asymmetric and highly skewed to the upside.

RISK

- DeFi has **idiosyncratic systemic risks** and **unique market dynamics**. It trades round the clock, new projects & updates are released daily. DeFi is in a permanent state of conflict: there are protocol and liquidity wars, hostile takeovers, forks, vampire attacks, hacks & exploits... It is important to delegate portfolio management to those who live and breathe DeFi 24/7.
- **WARNING! DEFI IS EXPERIMENTAL - YOU MIGHT LOSE YOUR FUNDS.**

Investment Strategy

2/2

Broadly, the ecosystem can be split into two categories:

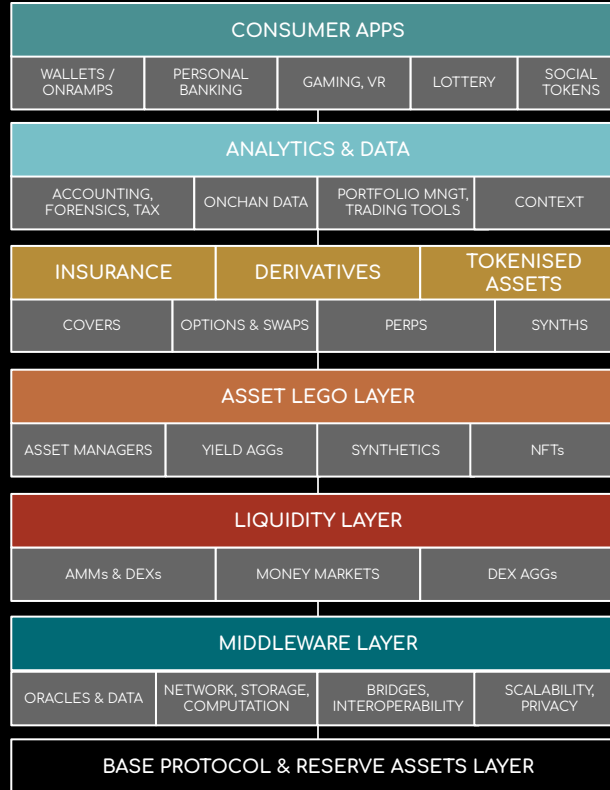


1. Financial Protocols: money markets, derivatives & insurance platforms, AMMs, DEXs & DEX aggregators, funds management infrastructure, yield aggregators, etc.



2. Middleware: oracles, data indexing, interoperability bridges & wrappers, scalability, privacy & security, data analytics, etc.

You want to invest in both.



Value enters the DeFi multi-layered self-reinforcing perpetual yield-generating machine.

Value flows freely & unrestrained within the DeFi ecosystem. Capital in DeFi can take any form - this is the land of **opportunistic liquidity & superfluid collateral**.

Application layer is thin and acts as an entry point.

The more complex **protocols sink** to the bottom of the tech stack, pulling capital deeper into the ecosystem, thus capturing every bit of the transacted value.

These lego pieces of DeFi are continuously putting capital to work & thus maximising capital efficiency.

6 Pillars of Portfolio Construction

INVESTING STYLE

Discretionary. Actively managed.
High risk tolerance.

PORTFOLIO SIZING

Between 15-18 positions (yield-bearing when available). Minimum buffer of 10% in cash & 10% in reserve assets.

REBALANCING

Weekly rotation with ad hoc maintenance (black swans, new releases).

HEDGING

Shorting when correction is expected. Use of leverage & derivatives when available.

DENOMINATION

DAI (USD). Cash positions will exclude USDT, sUSD and BUSD.

DIVERSIFICATION

Focus on representing different DeFi sectors. No more than 25% per sector.



CONCENTRATION LIMITS

- **No cap:** cash & reserve assets.
- **Capped:** no single volatile asset may constitute $\geq 30\%$ of the portfolio.



ROTATION

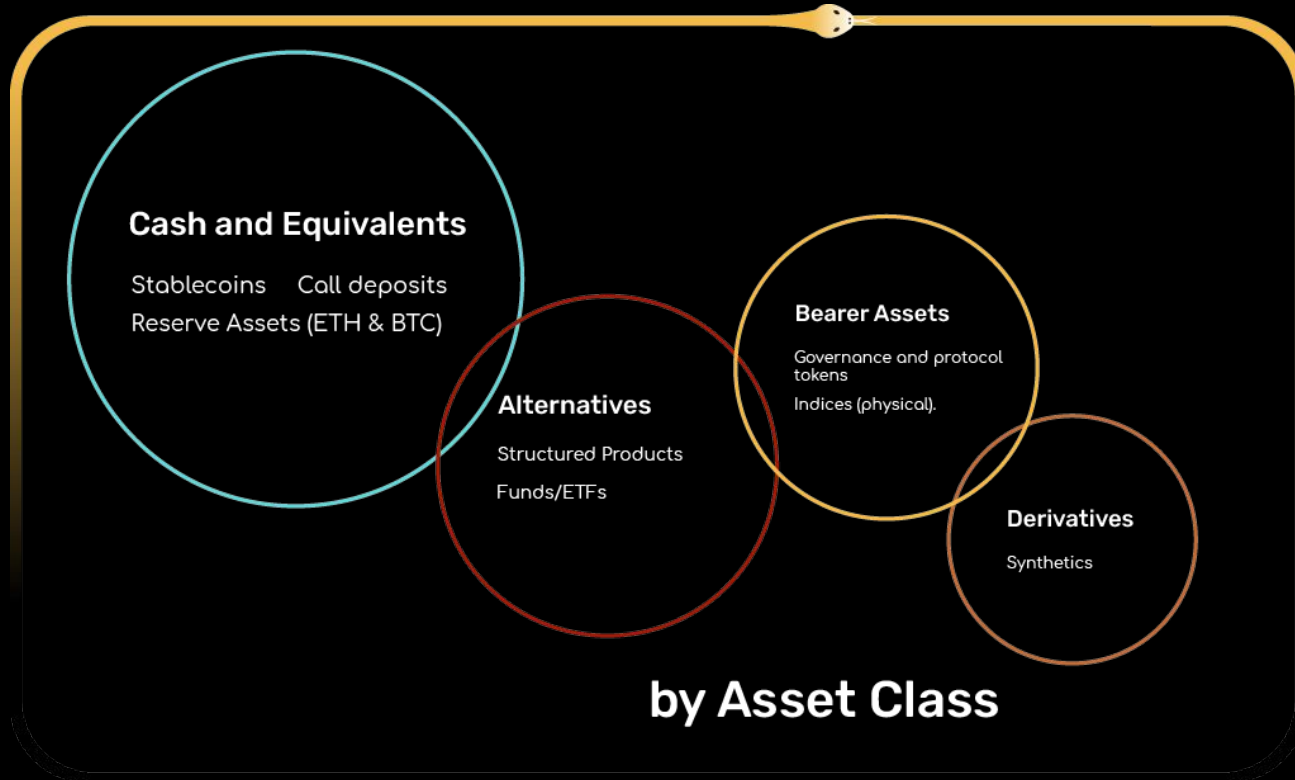
- **Run the winners longer, cut the losses early.** Sell on the way down, buy on the way up.
- **Cutting losses** - if no change in fundamentals and global markets, losers will be added to. Otherwise, losses will be cut at ~45% drawback.
- **Taking profits** - winners will be run and added to until concentration cap is reached.
- **Sell down** of positions will be into cash and/or reserve assets, or a direct swap into other positions.
- Decision-supporting tools employed:



CryptoQuant

Token
Terminal





Additionally, the portfolio may seek allocation to instruments that are currently unavailable (or available with limited functionality) on Enzyme, but are on the roadmap:

- **Alternatives:** insurance pools;
- **Debt:** ZCBs, tokenised yield, tranching debt;
- **Derivatives:** futures, swaps, & options.



No allocation to NFTs, social tokens, elastic supply algorithmic tokens, and synthetic/tokenised stocks, commodities, or real estate. Exceptions might be made for short-term speculation.

Asset Allocation

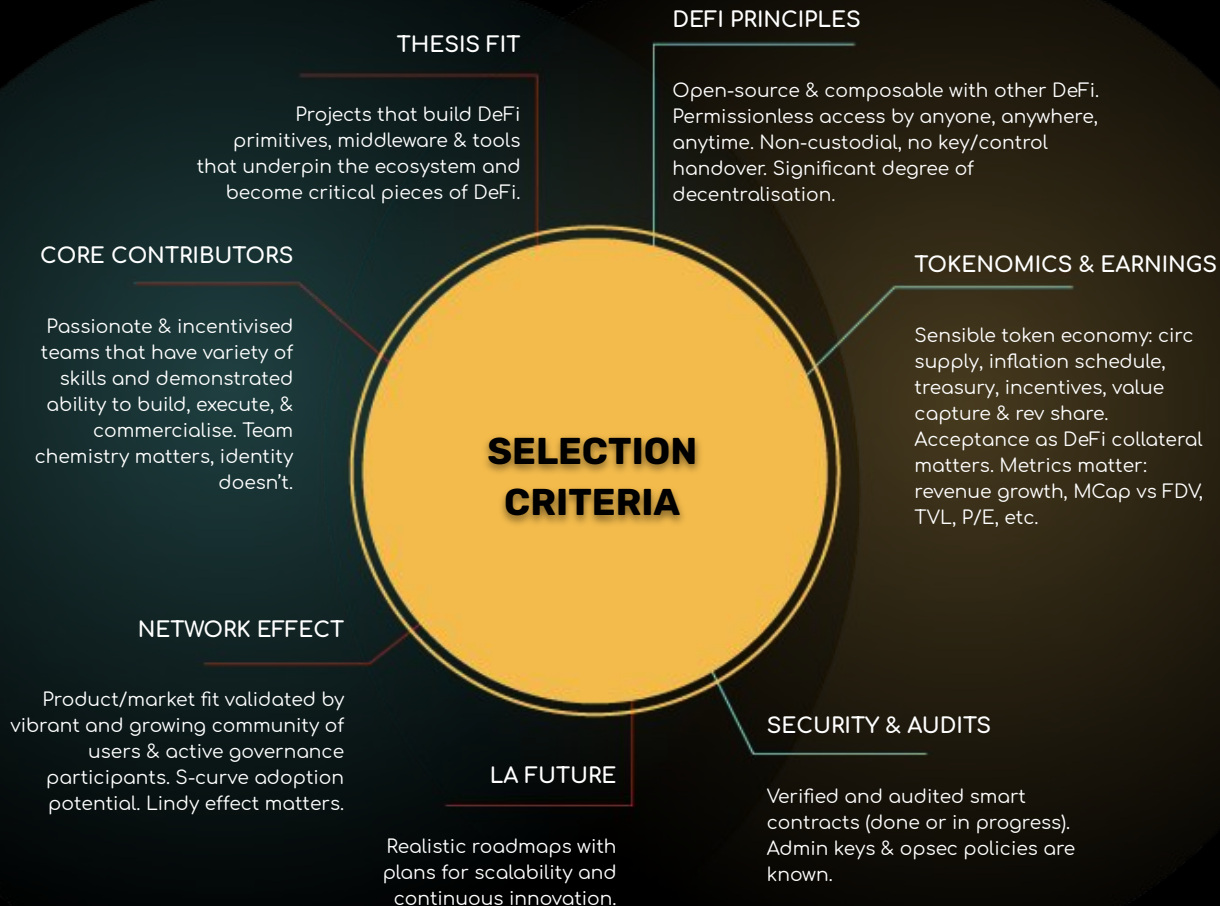
2/3

by Strategy

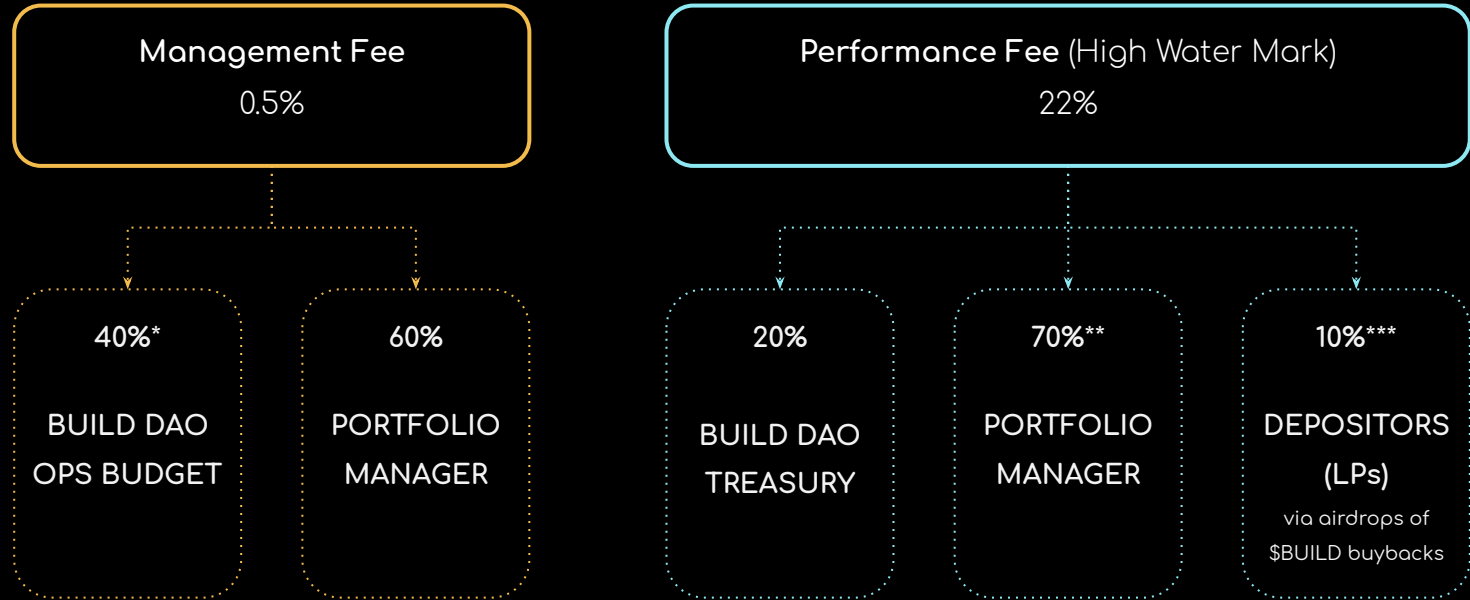


Asset Allocation

3/3

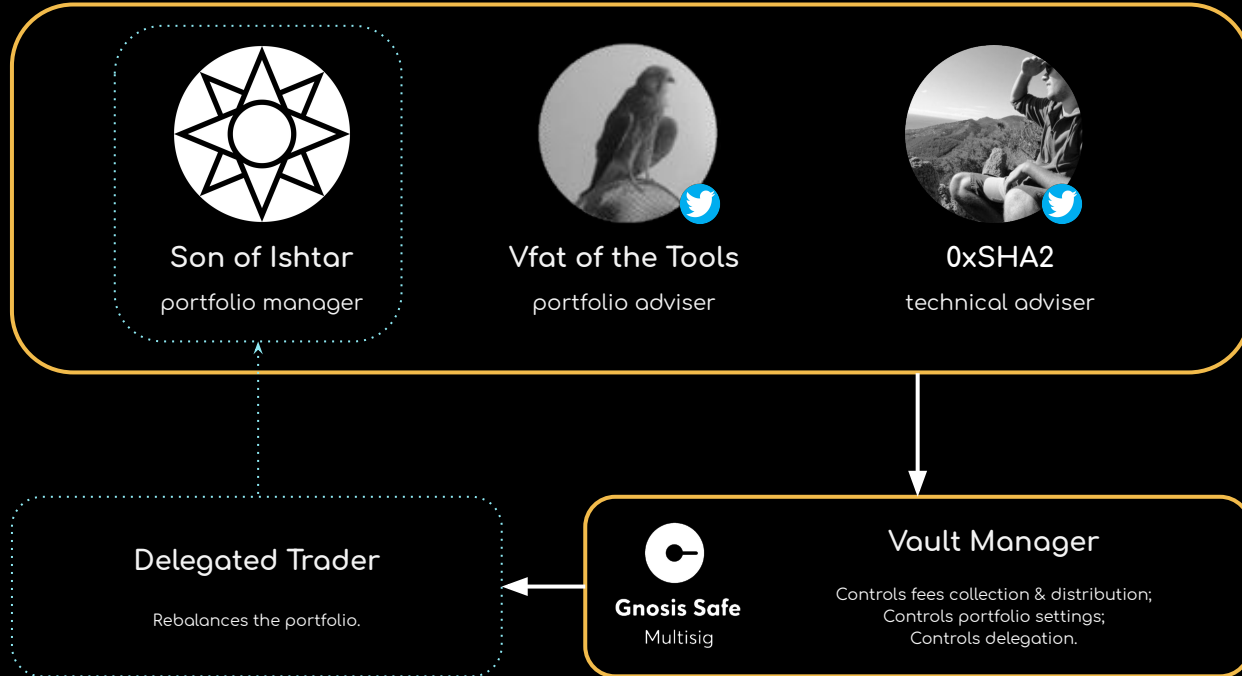


Fee Structure



Split of the management fee may vary depending on expenses. **As the portfolio grows, further incentivisation of the Depositors & BUILD DAO will come out of the Portfolio Manager's cut. Tokenisation of profits is being considered, and may or may not happen. *Mechanics TBC.*

Portfolio Management & Control



Apophis Partners



BUILD Finance

x



enzyme

x



UNSLASHED

administered & managed
by **BUILD DAO**
community members

www.build.finance

powered by **Enzyme's**
asset management
platform

www.enzyme.finance

premium access to
Unslashed insurance &
smart contract cover

www.unslashed.finance



Apophis is the Ancient Egyptian deity of primordial chaos,
represented in art as a giant serpent.

DeFi is formless, unpredictable, and always in motion.

DeFi capital follows the flow of liquidity, with no borders, no
constraints, and no rest.

Contacts

FOR ALL INQUIRIES, PLEASE CONTACT/FOLLOW VIA:



AOPHIS DEFI



BUILD FINANCE

