

Kingdom of Cryptonia



White Paper

This White Paper has been prepared in accordance with Regulation (EU) 2023/1114 on markets in crypto-assets (MiCAR), ensuring transparency, investor protection, and compliance with European Union regulations. The issuance and public offering of the KingCoin (KGC) token comply with the provisions set out in Articles 4, 5, and 109 of MiCAR, providing all necessary information to ensure that purchasers and users of the crypto-assets have access to clear, reliable, and verifiable data.

Summary

Part A: Information on the offeror	2
Part B: information about the issuer	3
Part C: Information about the operator of the trading platform in cases where it drafts the White Paper on crypto assets	3
Part D: cryptocurrency project information	3
Part E: Information on the public offering of crypto assets or their admission to trading	6
Part F: Information on the Crypto-Assets	14
Part G: Information on rights and obligations related to cryptocurrencies	14
Part H: Information Related to the Underlying Technology	19
Part I: Risks Information	23

Availability of translation

In accordance with the Markets in Crypto-Assets Regulation (MiCAR), investors have the right to request a translated version of this White Paper in the official language of their country, if different from the original language of publication. Upon request, the translation will be provided within a reasonable time, generally between 5 and 7 business days, ensuring accuracy and consistency with the original document. To request a translated version, investors can contact us at: translations@cryptonia.org. The translated version will be made available electronically and investors will be notified as soon as it is accessible.



Part A: Information on the offeror

SLENOS SRL STARTUP INNOVATIVA

Società a Responsabilità Limitata

Registered office: Rimini, RN (Italia), Via Marecchiese 166, Cap: 47922

Date of registration with the Register of Companies kept by the CCIAA of Romagna, Forlì-Cesena and Rimini: 16/10/2020

Tax code: 04528310404

Phone number: +39 0541 164 6572

Email: hello@slenos.com

Deadline within which an investor will receive a response: 48 hours.

Parent company:

EMPOWERMENT LABORATORY SOCIETÀ SEMPLICE

An Italian “Società Semplice” is governed by mutual agreement between partners and is not subject to corporate income tax as an autonomous entity. Although not designed for commercial trading, it can hold equity, manage assets, and operate within specific legal and investment frameworks, particularly in the context of innovation and research-driven initiatives.

Registered office: Rimini, RN (Italy), Via Marecchiese 166, Cap: 47922

Date of registration with the Register of Companies kept by the CCIAA of Romagna, Forlì-Cesena and Rimini: 23/09/2020

Tax code: 91177860409

Administrative body:

Andrea Cesaretti

Rimini, RN (Italy), Via Marecchiese 166, Cap: 47922

Sole director

Commercial activity of the offeror:

Pursuant to Article 25(2)(f) of Decree Law No. 179 of 2012, the purpose of the bidding company is to develop, produce and market innovative products or services with high technological value.

Business activity of the parent company: Holding company of participations.



Financial condition of the offeror:

Fiscal Year	2022	2023	2024	Notes
Asset	18,592	44,858	44,012	Includes cash, IP, etc.
Liabilities	9,563	35,775	17,663	Short- and long-term debts
Shareholders' Equity	9,029	9,083	26,349	= Assets – Liabilities
Revenue	0.120	15,116	4,718	
Costs	7,029	13,169	12,945	Admin, dev, etc.
Net Income (Loss)	(6,909)	1,947	(8,227)	After taxes and adjustments

Part B: information about the issuer

Slenos Srl Startup Innovativa is the issuer.

Part C: Information about the operator of the trading platform in cases where it drafts the White Paper on crypto assets

This White Paper is prepared by the offeror.

Part D: cryptocurrency project information

1. Project name: Digital Kingdom of Cryptonia
Cryptocurrency name: KingCoin
Abbreviation or ticker: KGC
2. Brief description of the crypto-asset project
The Kingdom of Cryptonia is a digital micronation based on blockchain, NFT, and DAO, where citizens can participate in collective governance, found guilds, acquire noble titles, and organize events in the metaverse and the real world.



The platform integrates elements of role-playing, tokenized economy, and shared storytelling, allowing each user to grow, vote, build, and influence the history of the Kingdom.

The symbolic and ceremonial heart of the Kingdom is located in the Borgo di Sempronio (GR, Italy), but the experience is primarily developed online, through a global community.

3. Individuals or legal entities involved in the implementation of the project.
 - Andrea Cesaretti, Rimini, RN (Italy), Via Marecchiese 166, Cap: 47922, sole director of the offeror. function: legal support;
 - Mirco Spadazzi, Rimini, RN (Italy), Via Marecchiese 166, Cap: 47922, business consultant;
 - Ludovica Cesaretti, Rimini, RN (Italy), Via Marecchiese 166, Cap: 47922, CEO of the holding company “Empowerment Laboratory”; visual;

4. Key characteristics of the goods or services to be developed
The Kingdom of Cryptonia offers a hybrid experience that combines collective storytelling, decentralized governance, and socio-economic interaction.
Citizens can participate in a gamified and immersive platform where they establish Guilds, organize events, propose laws, obtain titles, and write the history of the Kingdom.

The system has three levels:

- Digital: online platform, DAO, KingCoin, NFT, metaverse events;
- Narrative: territories, chronicles, roles, alliances, symbols and shared rituals;
- Real: a medieval Tuscan Borgo, ceremonial site and space for physical experiences (creative retreats, guild meetings, tournaments, thematic events).

The interaction between culture, technology and social ritual fosters the development of ideas, connections and creativity, an ecosystem based on the balance between code and community, inspired by the Renaissance model of the “Medici Effect.”

5. Information about the crypto-activity project, specifically its past and future stages

The Kingdom of Cryptonia was born as a hybrid project between narrative micronation, decentralized DAO platform and real cooperative community settled in an ancient Tuscan village.

The KingCoin token (KGC) represents the unit of value within the ecosystem and provides access to titles, roles, licenses, and governance tools



Stages already accomplished (2023–2025)

Q4 2023 - Initial vision and pilot project.

Narrative definition of Cryptonia as a fantasy-tech micronation.

Development of DAO model + Guilds + Nobility + Mythical Places.

Q1 2024 - Normative and narrative architecture.

Drafting of the Constitution of the Kingdom of Cryptonia.

Creation of territorial map (9 Duchies, 162 Counties, 324 Fiefdoms).

User experience design (titles, events, NFTs, roles).

Q2 2024 - Tokenomics and technical preparation.

Definition of tokenomics: 1,000,000 KGC supply, allocations, foundational packages.

Start smart contract development (ERC-20 and NFT-Licenses) and DAO architecture.

Q1 2025 - MiCAR compliant white paper.

Completion of legal and technical documentation.

Start communication and validation phases of the project with community and partners.

Planned future milestones (2025+)

Q2 2025 - Launch of the IDO (Foundational Phase).

Distribution of KingCoin via authorized platform.

Activation of the first Guilds, noble titles, licenses and territory.

Q3 2025 - DAO and Kingdom Open Book activation.

Operational launch of on-chain governance (proposals, voting).

First vote to approve narrative laws and Chronicles.

Q4 2025 - Narrative infrastructure and access platform.

Launch of official portal: interactive maps, fiefdom management, civic forum.

First public quests, contest in Mythic Places, edition of the Chronicles Codex.

2026 and beyond - Kingdom expansion.

Development of narrative metaverse (Cryptonia 3D).

Partnerships with artists, developers, real physical structures (e.g., in the Village).

Integration with exchanges and DeFi (pool, staking, on-chain reputation).



Any future phase is subject to the approval of the Kingdom's DAO, subject to the Constitution and the project's conditions of sustainability.

6. Intended use of any funds or other crypto assets raised
- Funds raised through the sale and initial distribution of KingCoin (KGC) will be used for:
- development of the Kingdom's digital platform: DAO, user interface, territory management, chronicles, smart contracts, and NFT-Licenses;
 - narrative marketing and community building, including campaigns for initial adoption, launch events and guild involvement;
 - creation of Kingdom Treasury, useful for funding projects, quests, events, airdrops, rewards and narrative staking;
 - inclusion in liquidity pool, to promote stability and convertibility of the KGC token;
 - arrangement of legal and property issues related to the Royal Village of Sempronius, which houses the symbolic and ceremonial heart of the Kingdom and needs legal reconfiguration to accommodate activities consistent with the narrative and community use;
 - maintenance and reactivation of the physical infrastructure: living spaces, ceremonial rooms, event environments, creative workshops;
 - building a bridge between the digital realm and the real territory, so that micronation also lives through physical moments, immersive experiences, and community rituals in presence.

Part E: Information on the public offering of crypto assets or their admission to trading

1. This White Paper is about a public offering of crypto assets.
2. Reasons for the public offering. The public offering of the KingCoin (KGC) aims to fund the establishment and development of the Kingdom of Cryptonia, a digital and narrative micronation governed by a DAO. The funds raised will be used to build:
 - the technological infrastructure (DAO, platform, registries, NFT),
 - the commissioning of the Kingdom Constitution,
 - the activation of the Guilds, noble titles, Fiefdoms and Mythical Places,
 - the legal and symbolic arrangement of the Royal Village housing the ceremonial seat of Cryptonia.
3. Amount the public offering intends to raise in funds:
The soft cap of the offering is set at €400,000, intended to cover:



€200,000 for the settlement of legal and property issues related to the Borgo di Sempronio, the ceremonial seat of the Kingdom;

€200,000 for the initial development of the DAO platform, the issuance of NFT-Licenses, narrative infrastructure, activation campaigns, and the establishment of the Kingdom Treasury.

The maximum target (hard cap) is related to the total amount of KingCoin (KGC) that will be issued, up to a defined maximum of 1,000,000 KGC.

This limit reflects the narrative and institutional structure of the Kingdom of Cryptonia: each token represents a right or function within the Constitution (titles, guilds, events, votes, licenses, reserves).

The offer and treasury will be expressed in Euros (€), as the official reference currency, consistent with MiCAR requirements.

4. Issuance price of the crypto asset being offered to the public

The initial issue price of KingCoin (KGC) is set at €2.00 per unit.

This price reflects:

- the limited and encoded nature of the total offering (1,000,000 KGC);
- the function of the token as a means of governance, internal currency, licensing tool, and narrative vehicle within the Cryptonia Kingdom;
- the presence of an already structured ecosystem, with Constitution, DAO, noble titles, Guilds, districts and spatial map defined.

The price may be subject to progressive discounts or thematic packages at launch (e.g., pre-sale Guilds, noble titles, early registration), as described in the IDO plan and the Citizen's Handbook.

5. Total number of crypto assets covered by the public offering

The maximum total number of KingCoin (KGC) issued will be 1,000,000 units.

Of these, 500,000 KGC (50 percent) will be the subject of the public offering, distributed through pre-sales, IDOs and narrative packages dedicated to Citizens, Guilds, Noble Titles and other assets under the Kingdom Constitution.

The remaining units will be allocated as follows:

- 20% to the Kingdom Treasury (DAO);
- 10% for incentives, rewards, narrative staking and chronicles;
- 10% for the founding team, strategic collaborators and advisors (with lock-up);
- 10% reserved for strategic reserve, airdrop, and future expansions.

6. Potential holders targeted by the cryptocurrency public offering

The public offering of KingCoin (KGC) is aimed at individuals who are over 18 years of age and possess civil rights and are interested in actively participating in the Cryptonia Kingdom.



It specifically includes:

- Retail investors who wish to support the project and gain utility from the token;
- Players, explorers and fans of narrative worlds who are interested in custom experiences, obtaining titles or founding Guilds;
- Developers, artists and creators, who can use the token to propose events, obtain licenses, and access governance tools;
- Active citizens, who wish to participate in the Kingdom's DAO, propose laws, contribute to events or world-building activities;
- Entities and collectives with cultural or civic purposes, compatible with the narrative and community vision of the project.

The offer is not intended for individuals residing in countries where cryptocurrency-related activities are prohibited by law.

7. Refunds

The KingCoin (KGC) confers no right to redemption in legal tender, cryptocurrency, or other assets from the issuer or offeror.

The holder is not entitled to receive sums of money equivalent to the value of the token, nor is the holder entitled to automatic refunds of any kind.

The KingCoin is a utility token that can be used exclusively within the Kingdom of Cryptonia to access narrative features, digital tools, participatory rights, and NFT licenses, as set forth in the Kingdom's Constitution.

8. Information on the various phases of the public offering

The Kingdom of Cryptonia ecosystem launches the KingCoin (KGC) public offering with a unified IDO phase, integrating founding packs, noble titles and guild licenses into a single initial access window.

Fixed price: €2.00 per KGC

Quantity offered: up to 500,000 KGC (50% of total supply)

Mode: via smart contract, authorized IDO platform or official portal (ChainGPT or similar)

Narrative mechanics: purchase provides access to thematic NFT-Licenses (titles, memberships, events), according to the distribution described in the White Paper and the Citizen's Handbook

Later phases of the offering may include placement in DEX or liquidity pools, at the discretion of the DAO and the Kingdom Treasury.

A portion of the units allocated to strategic reserves will be allocated to the Kingdom Builders Program, whereby KingCoin (KGC) will be awarded to individuals who



contribute to the foundation of Cryptonia through technical, artistic, or organizational expertise.

These contributions will be governed by transparent agreements and verifiable milestones, with:

- compensation in KGC,
- NFTs commemorative of the role played,
- early access to DAO mechanisms or thematic roles.

The conditions will be defined in a public document, overseen by the Sovereign Court and validated by the Kingdom's DAO.

9. The offeror has not set a fixed deadline for the current public offering.

The various distribution phases of the KingCoin (KGC) will begin according to the published roadmap and will conclude either:

- upon reaching the maximum allocation for each phase;
- or upon closure decided by the DAO of the Kingdom of Cryptonia, should changes in market or institutional conditions arise.

Any updates will be communicated in the Open Book of the Kingdom and through the offeror's official channels.

10. The public offering of the KingCoin (KGC) does not provide for a withdrawal period.

The purchase of the token takes immediate effect and is linked to on-chain functionalities, NFT licenses, or civic rights within the Kingdom of Cryptonia.

As a result, there is no provision for freezing, custody, or reimbursement of the funds paid for the purpose of withdrawal.

The user acknowledges and accepts that the purchase of the token immediately activates digital rights and does not entail any right of refund, in accordance with Article 59 of the Consumer Code and the MiCAR regulation.

11. Payment methods for the purchase of the offered crypto-assets and methods of value transfer to purchasers when they are entitled to a refund. Payment for the KingCoin (KGC) token may be made through:

- Euros (€), via bank transfer or electronic payment (Stripe, credit card, etc.);
- potentially through authorized stablecoins (e.g., USDT or USDC) on partner platforms, if approved under applicable regulations;
- a personal Web3 wallet (for receiving KGC tokens and any NFT Licenses).

At the time of purchase, the user will receive:

- a confirmation of the transaction;
- the on-chain transfer of the KGC tokens or the associated NFT (e.g., noble title, event license, guild membership);



- access to the platform's features (DAO, chronicles, services, maps...).

Refund Policy

No right of refund is provided. The token is not redeemable in fiat currency or other crypto-assets, as stated in Section 7. No automatic or optional return mechanism is in place.

12. Information on the Right of Withdrawal: See Sections 7 and 10.

13. Information on the Methods and Timing of Transfer of Purchased Crypto-Assets to Holders

The transfer of KingCoin (KGC) and any associated NFT Licenses (titles, memberships, usage rights) will occur:

- via on-chain mechanisms, through smart contracts compatible with the blockchain selected by the Kingdom of Cryptonia (EVM-compatible, such as Ethereum or BNB Chain);
- to a non-custodial wallet (e.g., MetaMask, WalletConnect) provided by the user at the time of purchase;
- within a maximum of 72 hours from purchase confirmation, except in cases where delayed allocation is foreseen (e.g., auctions, whitelists, releases coordinated with narrative events).

In certain specific cases (e.g., noble titles, guild packages, or event access), the tokens may be subject to:

- temporary vesting (gradual release);
- narrative lock-up (e.g., allocation following an event, chronicle, or official quest);
- secondary registration with the Sovereign Court, to validate the legitimacy of the license or title on-chain.

14. Information on Technical Requirements the Purchaser Must Meet to Hold the Crypto-Assets

To purchase and hold KingCoin (KGC), buyers must meet certain basic technical requirements. These requirements are necessary to ensure security and compatibility with the Avalanche blockchain on which KingCoin (KGC) is issued.

1. Digital Wallet Compatible with Avalanche

Buyers must have a digital wallet compatible with the Avalanche network, such as MetaMask or WalletConnect. These wallets allow users to receive, store, and manage KingCoin tokens.



Avalanche Configuration: Wallets must be configured to connect to the Avalanche network, a simple procedure that enables users to send and receive KGC tokens on the blockchain.

2. Secure Internet Connectivity

To carry out transactions on Avalanche and interact with KingCoin tokens, users must have a stable and secure internet connection. It is recommended to avoid public or unsecured networks when managing crypto-assets.

3. Wallet Security Fundamentals

Users must adopt basic security practices for managing their digital wallets:

- Private Key and Recovery Phrase Protection: The wallet's private key and recovery phrases must be securely stored and never shared. This ensures that only the user has access to their tokens.
- Two-Factor Authentication (2FA): If the wallet offers a two-factor authentication option, it is recommended to enable it for enhanced security.

4. Compatible Browser for Interacting with DApps

To participate in the presale or interact with other DeFi features of Cryptonia, users must use a browser compatible with DApps (decentralized applications), such as Google Chrome or Firefox, which support digital wallet extensions (such as MetaMask).

5. Basic Knowledge of Blockchain Transactions

Although not mandatory, it is helpful for buyers to be familiar with blockchain transactions to better understand how Avalanche works and how to manage KingCoin. This includes knowledge of transaction costs (gas fees) and verifying wallet addresses.

These technical requirements ensure that KingCoin buyers can manage their crypto-assets securely and easily, providing a smooth experience when participating in the Cryptonia project.

15. Name of the crypto-asset service provider in charge of placement

The public placement of the KingCoin (KGC) token is planned to be conducted through a reputable launchpad specialized in Web3 gaming and DAO-driven projects.

Discussions are currently underway with selected launchpads aligned with Cryptonia's vision and community model. The chosen launchpad will ensure a secure, transparent, and KYC-compliant IDO (Initial DEX Offering) process.



Once finalized, full details including the launchpad's name, blockchain protocol, and compliance standards will be published on cryptonia.org and in the updated version of this White Paper.

16. Name of the crypto-asset trading platform to which admission for trading is being requested, and information on how investors can access such trading platforms and the related costs

Following the public offering, KingCoin (KGC) is expected to be listed on one or more decentralized crypto-asset trading platforms (DEXs) that are compatible with the Avalanche C-Chain protocol.

Discussions are in progress with leading DEX providers. Final admission details, including the name(s) of the trading platforms, access procedures, and any associated transaction fees, will be published on the official website (cryptonia.org) and through verified community channels.

Trading costs (gas fees) will depend on the selected DEX and current network congestion. Investors are advised to review fee policies directly on the trading platform upon launch

17. Expenses Related to the Public Offering of Crypto-Assets

The public offering of KingCoin (KGC) involves a series of planned expenses to ensure a secure, transparent issuance process aligned with the institutional and narrative vision of the Kingdom of Cryptonia. The main expense categories are as follows:

1. Technical Development and Smart Contract Security

- Creation and deployment of smart contracts: covering token issuance, IDO management, transfers, NFT Licenses, and DAO governance rights;
- Security audits: conducted by specialized entities to ensure code integrity and the protection of funds and access.

2. Transaction Costs (Gas Fees)

Transactions on the selected blockchain network (e.g., BNB Chain, Ethereum) incur validation costs (gas fees) for token issuance, transfers, interaction with NFT licenses, and DAO functionalities.

3. Communication and Narrative Marketing

Offering launch: multichannel campaigns (social media, events, presentations, strategic partnerships) to spread the vision of Cryptonia and promote the purchase



of KingCoin (KGC); Informational materials: production of the White Paper, official website, Citizen's Handbook, Kingdom Constitution, infographics, and slide decks.

4. Legal and Compliance Costs

Involvement of legal experts to ensure that the KGC token offering complies with the MiCAR regulation and all applicable laws concerning digital assets and utility tokens.

5. Liquidity Reserve for IDO and Listing

A portion of the funds will be allocated to the creation of the liquidity pool required to initiate KGC trading on decentralized exchanges (DEX), ensuring initial stability and accessibility.

6. Tokenized Rewards and Operational Contributions

Funds will be allocated to support the Kingdom Builders Program, which provides KGC tokens and commemorative NFTs to developers, artists, and strategic collaborators in exchange for tangible and verifiable contributions.

Note: No expenses are allocated for escrow services or automatic refund mechanisms, as the offering does not include a right of withdrawal, as previously specified.

18. Potential Conflicts of Interest of the Parties Involved in the Public Offering:

The offeror (Slenos Srl) plays a central role in the launch and technical management of the Kingdom of Cryptonia, including:

- issuance of the KingCoin (KGC) token;
- management of the narrative and operational platform;
- coordination with technical, creative, and legal service providers;
- initial oversight of the packages and services available through KGC.

This initial concentration of operational responsibilities may give rise to potential conflicts of interest, particularly in the pricing of services or in the control over access to roles and resources within the ecosystem.

To prevent and mitigate such risks:

- a Kingdom DAO has been established which, once active, will have the power to approve or block changes to key economic mechanisms (such as pricing, licenses, and distributions);
- any changes to the terms of use will be published in the Kingdom's Open Book and subject to community review;



- the King and the Sovereign Court, while holding narrative and strategic roles, operate in accordance with the Constitution and are bound to maintain transparency toward citizens and KingCoin holders.

19. Governing Law and Jurisdiction

This offering and the relationship between the offeror and purchasers of KingCoin (KGC) are governed by Italian law.

For purchasers who do not qualify as consumers, the Court of Rimini (RN), Italy, shall have exclusive jurisdiction.

For purchasers who qualify as consumers under Legislative Decree 206/2005 (Consumer Code), the mandatory provisions regarding applicable law and jurisdiction remain unaffected, including the right to bring actions before the court of their place of residence or habitual domicile.

Part F: Information on the Crypto-Assets

1. Type of Crypto-Asset to Be Offered to the Public or for Which Admission to Trading Is Requested

KingCoin (KGC) is a utility token-type crypto-asset, used to access digital, narrative, and organizational functions within the context of the Kingdom of Cryptonia.

It is **not**:

- an asset-referenced token;
- nor an e-money token.

KGC does not represent any form of ownership, guarantee, or right to redemption, and its use is limited to the digital and social ecosystem defined by the project.

As of the date of publication of this document, the European Securities and Markets Authority (ESMA) has not yet issued the regulatory technical standards (RTS) for the detailed classification of crypto-assets under Article 109 of the MiCAR Regulation.

Therefore, KingCoin (KGC) is offered as a crypto-asset falling outside the categories mentioned above, pending any future regulatory updates.

Part G: Information on rights and obligations related to cryptocurrencies

1. Description of the Rights and Obligations, if any, of the Purchaser, as well as the procedure and conditions for exercising such rights

The purchase of KingCoin (KGC) grants the holder the following rights:



-
- access to goods and services: use of KGC to access services and products offered within the ecosystem of the Kingdom of Cryptonia;
 - participation in governance: the ability to take part in collective decisions through the Kingdom's Decentralized Autonomous Organization (DAO), in accordance with the procedures outlined in the white paper.
 - use of digital functionalities: access to specific digital features and tools within the ecosystem, as described in the official documentation.

No rights of refund or conversion of KGC into fiat currency or other crypto-assets are provided. The value of KGC is determined by the market and its utility within the ecosystem.

2. Conditions Under Which Rights and Obligations May Be Modified

Holding KingCoin (KGC) does not grant static or fixed rights, but enables dynamic access to functions and services within the Kingdom of Cryptonia ecosystem.

The range of functional (non-financial) rights available to the purchaser may be expanded through:

- the purchase of additional KGC tokens, which can be spent or staked to obtain noble titles, guild licenses, DAO roles, or participation in narrative events;
- conversion into NFT Licenses, which represent permissions or assignments encoded on the platform;
- active participation in the DAO, which may establish new rights, responsibilities, or benefits through internal voting or mechanisms.

Under no circumstances do changes to rights arise from any automatic economic revaluation mechanism or from obligations of the issuer toward the purchaser.

3. Information

- on future public offerings of crypto-assets by the issuer: n.a.
- on the number of crypto-assets held by the issuer: "ilBorgo Token" (ilBORGO). Quantity held: 5,480,000 ilBORGO.

4. Information on the Quality and Quantity of Goods or Services Accessible via KingCoin (KGC)

KingCoin (KGC) provides access to a wide range of narrative, digital, and participatory goods and services within the Kingdom of Cryptonia. These goods and services include:

a) Digital Goods and NFT Licenses

- Noble titles (Duke, Count, Baron), subject to limited availability (coded supply); Guild memberships, granting access to operational and narrative functions;



-
- Licenses for events, markets, and productions, linked to Fiefs and Mythical Places;
 - NFT Chronicles that record achievements, missions, and historical actions.
- b) Participatory and Institutional Services
- Participation in the Kingdom's DAO (proposals, voting, petitions);
 - Access to civic districts and narrative roles in social, political, or cultural contexts;
 - Voting, governance, and narrative challenge functions (e.g., Edict of Blood and Torch).
- c) Experiences and Rewards
- Themed activities, both real and online, promoted by Guilds or organized by the Crown (tournaments, missions, events);
 - Priority access to reserved packages, experiences in the Borgo di Sempronio, and potential physical events.

The quantities of certain goods (titles, licenses, chronicles) are limited by design, in accordance with the Constitution of the Kingdom. Each allocation is publicly recorded in the Kingdom's Open Book.

5. Information on How These Can Be Redeemed for the Goods or Services to Which They Refer

KingCoin (KGC) can be used to redeem goods and services within the Kingdom of Cryptonia ecosystem through the following methods:

a) Redemption via the Official Platform

Redemption takes place through the Kingdom's digital platform (a decentralized web interface), which enables:

- conversion of KGC into corresponding NFT Licenses (e.g., noble title, guild membership, event license);
- participation in calls, auctions, or themed missions;
- access to DAO services, voting, or civic roles encoded in the Constitution.

b) Operational Procedure

- The user logs in with a personal wallet (e.g., MetaMask);
- Selects the desired good or service (NFT, event, role, license)
- Verifies availability (limited quantity, role requirements);
- Signs the transaction and immediately receives the corresponding NFT or entitlement;
- The transaction is recorded in the Kingdom's Open Book.



c) Narrative Validation

Certain assets, such as noble titles, Chronicles, or special licenses, may require validation by the Sovereign Court or the competent narrative authority before the redemption is considered final.

6. Information on How and Where to Buy or Sell KingCoin (KGC) After the Public Offering.

KingCoin (KGC) will not initially be admitted to trading on regulated markets or centralized exchange platforms (CEXs).

However, once the public offering is completed:

- KGC may be freely traded on decentralized exchanges (DEXs) compatible with the blockchain in use (e.g., BNB Chain, Ethereum);
- It will be possible to buy or sell KGC via non-custodial wallets (e.g., MetaMask, WalletConnect) using DeFi platforms;
- The Kingdom's Treasury may contribute to the creation of an initial liquidity pool to support the stability of the secondary market and token accessibility.

Alternatively, users will be able to exchange KGC directly within the Cryptonia ecosystem to access goods, licenses, NFTs, or services offered by the Kingdom and its Guilds.

Any future listings on centralized exchanges will be evaluated by the Kingdom's DAO, in accordance with the Constitution and the MiCAR regulation.

7. Restrictions on the transferability of the crypto-assets offered to the public or admitted to trading

KingCoin (KGC) is generally freely transferable between compatible wallets once the public offering has been completed. However, to ensure the stability of the ecosystem and to prevent speculative behavior, the following specific restrictions apply:

- Lock-up period for the founding team, strategic advisors, and initial partners:
Tokens allocated to these categories will be locked for a minimum period of 6–12 months, according to the criteria set out in the White Paper and the Chronicle Registry.
- Redemption Linked to Narrative Identity: In certain cases, tokens associated with NFT Licenses or DAO roles cannot be transferred without forfeiting the related rights (e.g., a noble title may only be transferred through an official procedure of the Sovereign Court).
- Temporary Restrictions on Promotional or Early Access Packages:
Any discounts or promotions may be subject to a minimum holding period within the Kingdom before the tokens can be transferred.



Outside of these cases, KGC holders will be free to trade, sell, or gift their tokens, both within the narrative platform and on decentralized markets (DEXs), in compliance with applicable regulations.

8. Information on the Offering Dynamics in Relation to Market Demand

KingCoin (KGC) is a limited-supply utility token, with a total supply capped at 1,000,000 units, as outlined in the tokenomics and the Constitution of the Kingdom of Cryptonia.

KGC does not include automated protocols (e.g., elastic supply, rebase algorithms) that increase or decrease the supply in response to changes in market demand.

All issuance and allocation are managed transparently and codified through:

- verifiable smart contracts,
- a predefined supply distributed in fixed percentages for the IDO, treasury, reserves, builders, and DAO incentives.

The supply is therefore stable, finite, and predictable, in line with the principles of narrative scarcity and institutional transparency of the Kingdom.

9. Value Protection Mechanisms and Compensation Systems for the crypto-Assets.

KingCoin (KGC) is a utility token that does not feature automatic value protection mechanisms or financial instruments linked to reserves, guarantees, or underlying assets.

The value of the token is determined solely by demand and its utility within the Kingdom of Cryptonia ecosystem, according to the rules established by the Constitution, the White Paper, and the Kingdom's DAO.

The following are not provided:

- price stabilization mechanisms (e.g., peg or rebase algorithms);
- insurance on market value;
- compensation or refund systems in case of value loss.

However, to strengthen community trust:

- a portion of the Kingdom's Treasury will be allocated to supporting governance, liquidity, and token circulation;
- all uses of KingCoin are publicly recorded on the blockchain, ensuring transparency, traceability, and accountability by the Kingdom's governing bodies.

10. Governing Law and Jurisdiction

This offering and the relationship between the offeror and purchasers of KingCoin (KGC) are governed by Italian law.

For purchasers who do not qualify as consumers, the Court of Rimini (RN), Italy, shall have exclusive jurisdiction.



For purchasers who qualify as consumers under Legislative Decree 206/2005 (Consumer Code), the mandatory provisions regarding applicable law and jurisdiction remain unaffected, including the right to bring actions before the court of their place of residence or habitual domicile.

Part H: Information Related to the Underlying Technology

1. Information on the Technology Used, Including the Distributed Ledger Technology, Protocols, and Technical Standards Employed: Cryptonia is built on an advanced technological infrastructure designed to ensure security, transparency, and decentralized participation. Below are the key technologies, protocols, and technical standards used to support the Cryptonia ecosystem:

Distributed Ledger Technology: Avalanche Blockchain

Cryptonia utilizes the Avalanche blockchain, a high-performance platform designed to support decentralized applications. Avalanche was selected for its ability to provide:

- High Scalability: With a transaction finality time of approximately 1 second and high throughput capacity, Avalanche enables Cryptonia to process transactions quickly and efficiently.
- Low Transaction Costs: Gas fees on Avalanche are more accessible compared to other blockchains, making transactions affordable for users.
- Energy Efficiency: By using a Proof of Stake (PoS) consensus mechanism, Avalanche is more energy-efficient than Proof of Work-based blockchains—an approach aligned with Cryptonia's sustainability values. Additionally, Avalanche features deterministic block finality, which offers an advantage over Ethereum.

Cryptonia's entire technological stack is designed to remain modular and upgradable, in line with future developments in blockchain technology and ESMA directives.

Protocols and Smart Contract

Cryptonia's smart contracts are developed in Solidity, a programming language for smart contracts compatible with the Ethereum Virtual Machine (EVM) and natively supported on Avalanche. These smart contracts handle essential functions such as:

Issuance and Management of KingCoin (KGC):

Using the ERC-20 standard, KingCoin tokens are fully compatible with wallets and DeFi applications on Avalanche, ensuring seamless interoperability.



Decentralized Escrow Contract for the Presale:

An automated smart contract will manage the presale funds in USDC to ensure transparency and traceability.

Once the presale is completed and the softcap is reached, funds will be progressively released to the project treasury.

No refunds will be issued, and participants acknowledge that the contribution is final and non-reversible, in line with the terms disclosed in this White Paper and the applicable legal framework.

DAO and Decentralized Voting:

Cryptonia's decentralized governance is managed through a DAO (Decentralized Autonomous Organization), which uses smart contracts for proposal submission and voting, ensuring a transparent and democratic decision-making process.

Technical Standards and Interoperability

To ensure compatibility with existing and future DeFi applications, Cryptonia adopts the following standards:

- ERC-20 for the creation and management of the KingCoin token, enabling seamless integration with exchanges, wallets, and staking platforms.
- Compatibility with MetaMask and WalletConnect for secure and immediate access to the Avalanche network, simplifying user participation in the presale and management of KingCoin tokens.
- Security Framework: Smart contracts are developed following industry best practices, using testing frameworks such as Truffle and Hardhat, and are subjected to security audits to minimize risks and prevent vulnerabilities.

Development Architecture and Transparency

The source code of Cryptonia's smart contracts is open-source and verifiable, making all transactions and governance functions transparent. This level of transparency strengthens trust among investors and users, and ensures public oversight of Cryptonia's internal operations.

1. Consensus Mechanism: Cryptonia is built on the Avalanche blockchain, which employs an advanced consensus mechanism known as Avalanche Consensus. This system is a form of Proof of Stake (PoS) that enables fast and secure agreement among network nodes, offering several advantages for a decentralized project like Cryptonia.

Avalanche's consensus mechanism is innovative because it uses a randomized sampling protocol. Unlike traditional Proof of Work (PoW) blockchains, where



each node competes to solve complex computational problems, Avalanche allows nodes to query a random subset of other nodes to reach consensus on a transaction.

This sampling process is fast and efficient, offering the following advantages:

- **Speed and Scalability:** Consensus is achieved in approximately one second, enabling thousands of transactions per second (TPS) with minimal latency. This scalability is ideal for the Cryptonia ecosystem, which requires fast and secure operations.
- **Energy Efficiency:** Unlike PoW, Avalanche's PoS mechanism consumes significantly less energy, making it a sustainable choice aligned with Cryptonia's values.
- **Security and Resilience:** Avalanche Consensus is highly resistant to attacks, with an extremely low probability of forks. This ensures that the network remains secure and reliable even under high transaction volume.

Benefits for Cryptonia

This consensus mechanism allows Cryptonia to maintain a secure, fast, and sustainable blockchain. Avalanche Consensus ensures that all governance and transactional operations within the micronation are efficient, transparent, and environmentally friendly—thereby strengthening the trust of both the community and investors.

2. **Incentive Mechanisms to Secure Transactions and Applicable Fees.** Cryptonia, built on the Avalanche blockchain, benefits from an integrated incentive system for network validators and offers users competitive transaction fees.

Incentive Mechanisms for Validators:

Avalanche uses a Proof of Stake (PoS) model in which validators—nodes that verify and validate transactions—are incentivized to keep the network secure and operational. Validators stake their own AVAX tokens, demonstrating their commitment to network security.

As a reward for their validation activities, validators receive compensation in AVAX, consisting of network fees and periodic staking rewards.

This incentive structure ensures that validators have a financial interest in maintaining the Avalanche blockchain as stable, secure, and high-performing. Moreover, the PoS system enables a more sustainable consensus mechanism compared to traditional mining, significantly reducing the environmental impact of network operations.



Fees Applicable to Users:

Users of Cryptonia pay transaction fees (gas fees) for each operation on the Avalanche blockchain, including:

- KingCoin Transactions: Users pay a small fee to transfer KingCoin between addresses or to participate in events such as staking and DAO voting.
- Interaction with Smart Contracts: Minimal fees are applied for operations such as staking, voting, or purchasing tokens during the presale, as these actions involve smart contract execution.

Transaction fees on Avalanche are significantly lower than on many other blockchains, such as Ethereum, due to its efficient architecture. These reduced costs enhance the user experience, making Cryptonia accessible and affordable for a broad and diverse community.

Management of Network Fees Within Cryptonia

Cryptonia has designed a system of discounts and benefits for KingCoin holders to further reduce transaction costs:

- Staking and Discounts: Citizens who stake KingCoin may receive discounts on transaction fees, making participation more rewarding.
- Noble Title Discounts: Citizens holding noble titles (such as Duke/Duchess, Count/Countess) may benefit from additional fee reductions as an incentive for active engagement.

These incentive mechanisms and low transaction costs help maintain a stable and sustainable economic system for Cryptonia, enhancing the overall user experience and encouraging active community participation.

3. If the crypto-assets are issued, transferred, and held using distributed ledger technology (DLT) managed by the issuer, the offeror, or a third party acting on their behalf, a detailed description of how such distributed ledger technology operates.

The crypto-assets of Cryptonia, including the KingCoin (KGC) token, are issued, transferred, and held using the distributed ledger technology of the Avalanche public blockchain. This network is fully decentralized and is not directly managed by the issuer (SLENOS SRL), the offeror, or any centralized third parties. Avalanche provides a secure and distributed infrastructure that eliminates the need for intermediaries or centralized management to ensure the validity and security of transactions.



How does The Avalanche Blockchain work

1. Issuance of KingCoin:

The KingCoin token was created and deployed as a smart contract on the Avalanche blockchain, following the ERC-20 standard. This ensures full compatibility with applications and wallets operating on the network.

2. Transfer and Transaction Verification:

All transactions involving KingCoin are processed through a decentralized validation mechanism. Avalanche network validators confirm and record each transaction, ensuring transparency and security.

3. Storage of Crypto-Assets:

Cryptonia users hold KingCoin in their personal wallets (e.g., MetaMask, WalletConnect) compatible with Avalanche. The blockchain itself maintains the distributed ledger of all transactions, making it impossible for the issuer or third parties to alter data or interfere with token control.

The use of a public blockchain like Avalanche ensures maximum transparency and security for investors and citizens of Cryptonia, without relying on intermediaries that could compromise the decentralization or independence of operations.

4. Information on the Outcome of the Technology Audit, if Such an Audit Has Been Conducted

At the time of publication, a formal security audit of the smart contracts is in the planning phase. The issuer is committed to publicly disclosing the results as soon as they become available, prior to the distribution of KingCoin through public smart contracts.

Part I: Risks Information

Introduction

Risk management models in traditional finance rely on factors such as volatility and beta, and are based on the assumption that regulators, central banks, and other intermediaries provide a stable infrastructure and play a role in risk mitigation. In Decentralized Finance (DeFi), the replacement of intermediaries with programmable smart contracts does not allow for the application of traditional risk management theories, and a different approach is required.

Below is an overview of the main risks inherent to DeFi protocols and this project.



This includes operations outside the DeFi space as well: the offering company will lease real estate and equipment. Therefore, the associated risks of these activities are also described.

Risks Related to the DeFi Ecosystem

Smart contracts are sequences of code—they are software, and as such, they may contain programming errors or, worse, malicious code that allows for intentional malfunctions or theft of funds.

DeFi code is typically open-source. While this allows anyone to review and fix bugs, it also means that hackers can analyze the code to identify vulnerabilities.

DeFi protocols rely on the underlying blockchain infrastructure, which carries its own risks—such as the potential compromise of consensus mechanisms. In Proof-of-Stake (PoS) networks like Ethereum, cryptocurrency holders stake their assets in exchange for the right to validate transactions and earn rewards. In such scenarios, coordinated actors could form a “cartel” to manipulate reward distribution, potentially undermining the functionality of DeFi protocols.

Smart contracts reduce the need for litigation. However, the risk of disputes cannot be entirely excluded. Some disputes may be resolved through arbitration, while others may require judicial intervention. All of these processes take time and involve legal costs.

Liquidity Risk

There is no commitment on our part or by any other entity to guarantee the exchange of tokens. Therefore, there is no assurance that a secondary market for the tokens will exist, or that—if it does—it will be liquid. As a result, the token holder may find it impossible or difficult to liquidate their investment.

Risk Related to Centralized Exchanges

If, in the future, the company decides to list the token on centralized exchange platforms, and an investor deposits their tokens into a wallet held by the exchange, they would be exposed to the risk of the exchange’s default.

Inflation Risk

In the decentralized finance (DeFi) ecosystem, token holders typically fall into two categories: users and investors or speculators. Users take an active role by investing in the project to access its services via the token, while investors hold the token solely in anticipation of profiting from price fluctuations.



Experience has shown that price volatility may not necessarily reflect substantial investment in the underlying DeFi protocol, but can also be driven by irrational behavior, psychological factors, herd instincts, and similar dynamics.

If, for any reason, the token's market price exceeds the expected level of rewards and/or dividends, the opportunity cost of holding tokens for the purpose of accessing services increases. As a result, users may be incentivized to sell their tokens rather than use them within the platform. This, in turn, could deprive the company of the financial resources necessary to ensure business continuity.

Risks Related to Physical Infrastructure (Hospitality Facilities)

The Kingdom of Cryptonia also operates in a real-world location (Borgo di Sempronio, Tuscany), where experiential services exclusive to KingCoin (KGC) holders will be offered.

Hospitality structures require ongoing maintenance, efficient operational management, and preparedness for external events.

- a) Maintenance and Damage Risks: In the event of higher-than-expected costs or natural disasters (e.g., fires, floods), physical operations may experience delays or disruptions. Although insurance policies are in place, damages exceeding coverage limits could temporarily reduce the availability of narrative or experiential services.
- b) Fluctuating Tourist Demand: The facility may also be used by third-party guests. Tourist demand is influenced by external factors such as income levels, weather, political events, and health crises. In the event of a prolonged downturn, physical services may be adjusted or postponed—however, this does not affect the digital rights associated with KingCoin ownership.

The value and utility of the KGC token remain determined by the internal dynamics of the narrative and participatory ecosystem, and are not directly tied to the profitability of real-world real estate operations.

Risks Related to the Competitive Landscape in the DeFi Sector

The decentralized finance sector has recently been affected by financial scandals that may have undermined market confidence and reduced the potential of decentralized or hybrid finance projects. As a result, it is possible that the token market may contract or shrink in the future.

In such a scenario, the company may fail to meet its goal of selling all tokens and launching the project to market. Should the company not achieve its minimum fundraising targets, the DAO or the issuer reserves the right to recalibrate the project roadmap.

As specified in the relevant section, no automatic refund of amounts paid is provided.



Risks Related to Future Legislative and Regulatory Changes

The decentralized finance sector has only recently come under regulatory oversight, but it may be subject to future requirements that could lead to additional costs or even the suspension of the issuer's activities.

A further consequence is that, at present, there are no investment guarantee schemes in place.

Risks Related to the Offeror

The offeror company will provide the services of the Kingdom of Cryptonia to token holders. Its administrative body is committed to sound and prudent management. However, by definition, the company is exposed to business risk.

In the event of default, it may be unable to ensure the continued provision of services promised to token holders, potentially resulting in a reduction or complete loss of the token's value.

At present, the company does not have an independent supervisory body.

Buyers of KingCoin (KGC) are strongly encouraged to carefully assess the risks described above and to proceed only after fully understanding the experimental, narrative, and non-financial nature of the initiative.

