

Lux Gold



Invest in the future of Precious Metals

Abstract

Lux Gold presents a unique and secure investment opportunity for contemporary investors seeking to own physical gold bullion. Our mission is to enhance economic freedom by offering quantum-safe access to tangible assets.

Introducing a groundbreaking approach to gold investment: Lux Gold combines the ease of digital transactions with the reliability and physical presence of gold. Our innovative digital gold product empowers you to invest in authentic gold, with the option for redemption and secure storage in Dubai's esteemed vaults.

In an era where efficiency and innovation are paramount, Lux Gold bridges the gap between traditional and modern investment methods. Our product is not just a nod to the digital era but also a commitment to enduring value, allowing you to own a physical asset in the digital age.

What distinguishes Lux Gold from other gold investment avenues is our exclusive offer of complimentary storage in Dubai. This feature ensures not only the safety of your investment but also adds an element of prestige, enhancing the overall value of your investment in gold.

Lux is committed to:

- **Providing civilization with a safe and reliable way to exchange physical assets**
- **Encouraging societies to reduce their impact on the environment**
- **Restoring civilization to a global resource based economy**

Gold has been prized since antiquity for its beauty and performance. The majority of gold produced today is used in wealth protection and as a financial exchange of value. One of the oldest uses of gold is for coins, and other financial assets. Gold is also used in computers, communications equipment, spacecraft, jet aircraft engines, and a variety of other products. Although gold is important in industry and the arts, it also has a distinct position among commodities as a long-term store of value and is considered essential as a monetary metal, making it a nearly perfect commodity for creating an asset backed price stable currency for use in global markets.

Lux Market's key role in the Gold supply chain enables reliable, low friction purchase of physical gold for consumers worldwide while providing a price stable global currency backed by precious metals.

Highlights

The World's Largest Physical Gold Fund Using Blockchain Technology

With over \$100B in physical gold production committed, Lux is positioned to be the world's largest physical gold fund leveraging trustless decentralized protocols.

Low Risk

Physical bullion is securely vaulted in LBMA accredited refineries and other secure storage facilities globally. Digital Assets may be traded natively on Lux Network with complete quantum security.

Convenient Way to Own Physical Gold

It's easy to buy, own and sell on the Lux marketplace. Physical Redemption available upon request.

Deep discounts Limited Monthly Supply available at a *0% premium above current spot price**. Physical Bullion available for pick up at any LBMA accredited refinery.

*Spot price as determined by DGCX market inclusive of Dubai Gold & Commodities Exchange fees.

Key Benefits

For retail and institutional investors

1. Securely assessed, real verified value
2. Easy to trade with others / buy sell on our market vs traditional markets
3. Lux Market is selling current and future production at discount, a highly profitable margin for all parties involved.

For mine owners and asset producers

1. Mine production receives liquidity faster.
2. As the market pegged asset trades on the Lux Market, it creates a new revenue stream from trading fees in the form of royalties which increases lifetime value of physical assets.

For asset consumers

1. Increased ability to source adequate key resources for production supply chain
2. Ability to acquire resources at extreme discount
3. Ability to participate in market making, liquidity providing, digital ownership for increased revenue

For society

1. We're making key assets available cheaply and efficiently for everyone
2. We're able to enforce sustainable and environmentally friendly standards
3. We're able to enrich local communities around each mine with our digitization strategies

Opportunity

Lux Partners Limited has the exclusive right to tokenize 2033 tons of Gold resources currently available, and access to over \$100B of future production, which we will make available at a discount to investors in the form of loan backed NFTs.

After due diligence, Lux will list these assets to enable spot and discount purchasing of Gold for buying, selling, and trading.

Lux will list tokens at spot based on available resources and demand. Future production will be available at a discount through Lux only, with the secondary market enabling fair and transparent pricing for investors interested in hedging with or holding Gold long term.

Lux will be compensated for the provision of this holistic tokenization service with exclusive rights to issue, market and trade these assets.

Lux will be the first to undergo the process of tokenizing Gold resources from beginning to end. Blockchain empowered documentation and verification of reserves enables transaction efficiency and security, representing the future of environmentally conscious digital extraction, while reducing due diligence friction for investors.

Gold Supply Chain

The 6 Step Process of the Gold supply chain from Exploration and drilling core samples to redemption on the Lux Market can be described as follows:

1. Exploration and Drilling Core Samples

The first step in the gold supply chain is exploration and drilling for core samples. This involves searching for potential gold deposits and then drilling into the earth to extract core samples for testing.

2. Testing of Core Samples

Once the core samples have been extracted, they are sent to a laboratory for testing to determine the amount of gold that is present.

3. Ore Processing

If the core samples test positive for gold, then the next step is processing the ore to extract the gold. This involves crushing the ore and then separating the gold from other minerals using various methods such as leaching or cyanidation.

4. Refining

Once the gold has been extracted from the ore, it needs to be refined to make it usable. This step involves purifying the gold to remove any impurities and then casting it into different shapes such as coins or bars.

5. Storage and Distribution

After it has been refined, the gold is stored until it is ready to be distributed to authorized buyers. This step involves ensuring that the gold is properly secured and tracked until it reaches its final destination.

6. Redemption on Lux Market

The final step in the gold supply chain is redemption on the Lux Market. Users can schedule the redemption process of physical gold assets at the current spot price by entering into a redemption contract. If a user stakes their Gold for a given stake age of between 1-8 years, they can redeem physical assets at between 12-25% discounted LME.

Market Outlook

According to S&P Global Market Intelligence's new monthly Commodity Briefing Service: Gold report, sentiment for gold investment has risen over the past two months, on higher inflation and increasing geopolitical risks surrounding Russia's invasion of Ukraine. The

gold price hit a 19-month high of around \$2,039/oz in early March and has since stabilized around the \$1,900/oz mark. Inflation has reached multidecade highs in most major economies, and central banks are struggling to rein it in to the target range of 2%-3%, with multiple interest-rate hikes expected throughout 2022.

MOST INFLUENTIAL POLITICAL EVENTS IN 2022 FOR XAU/USD

Gold could be expected to continue to stay inversely correlated with the US Treasury bond yields in 2022. The Fed's policy outlook will be the key factor determining yields' direction. If the Fed stays in wait-and-see mode in the first half of 2022 and hikes the policy rate by 25 basis points as expected in June, the timing of the second rate hike will be critical for markets. Markets could start pricing one more 25 basis points hike before the end of 2022 and fuel a rally in yields. That would provide a boost to the dollar and weigh on XAU/USD.

ASSETS THAT INFLUENCE XAU/USD THE MOST

- **Currencies:** USD and EUR. Other important group of influent pairs includes: [EUR/USD](#), [GBP/USD](#), [USD/JPY](#), [AUD/USD](#), USD/CHF, NZD/USD and [USD/CAD](#).
- **Commodities:** Silver, the other most important precious metal commodity together with Gold.
- **Bonds:** Bund (the German word for "bond", a debt security issued by Germany's federal government) and T-Note (Treasury Note, a marketable U.S. government debt security)

GOLD/SILVER RATIO

This ratio normally goes well during risk aversion, while it falls off during times of risk-on. If this ratio is about to turn, or at key levels where it could turn, the trader looks to the Equity indices if the risk has indeed been on and if it is about to turn as well.

When the ratio is rising, it means gold is outperforming silver, and when the line is falling, the first term is doing worse, i.e., silver is doing better. In other words, when the ratio is high, the general consensus is that silver is favored. Conversely, a low ratio tends to favor gold and may be a signal it's a good time to buy the yellow metal. Despite the gold-to-silver ratio fluctuating so wildly, another way of using it is to switch holdings between silver and gold when the ratio swings to historically determined "extremes."

About Lux

Lux is a FinTech company domiciled in the Isle of Man and partnered with a regulated and licensed money transmitter business. Lux enables institutions to take advantage of blockchain technology use-cases in a tax advantaged and regulated environment, with proper compliance, KYC, and AML procedures. It is therefore a secure and efficient solution to store, move, and grow assets at scale. Lux executives have an extensive track record of managing transactions and investments across a wide range of industries, which serves to provide assurance on the success of this transaction and support diligence efforts by leveraging in-house expertise and global networks.

Documentation

We recommend reviewing our asset tokenization [White Paper](#) and [Deck](#).

Asset Tokenization

- ☐ [Asset Tokenization Whitepaper](#)
- ☐ [Asset Tokenization Deck](#)

Legal Disclaimer

Lux Partners Ltd. is the technology solutions partner to Jewlex, licensed and compliant with trading licenses for precious gemstones and physical metals like physical Gold.

Important information about the Lux Gold Token, including the investment objectives and strategies, management fees, and other related expenses are contained in the documents provided by Lux Partners Ltd.

The information provided is general in nature and is provided with the understanding that it may not be relied upon as, nor considered to be tax, legal, accounting or professional advice. Please consult a professional at your own discretion before making any investment decisions.

All figures provided are in U.S. dollars unless otherwise indicated. Brokerage and service fees may apply if you purchase or sell units of a token on the Lux Market. Therefore, if tokens are purchased or sold on the Lux Market, investors may pay more than the current net asset value and may receive less than the current net asset value when selling them.

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Our product is available to sell to any country that is not under sanctions by the USA or Canada. Countries such as Iran, and North Korea are banned from entering into a sales contract and therefore blocked from access to purchase gold on the Lux market.