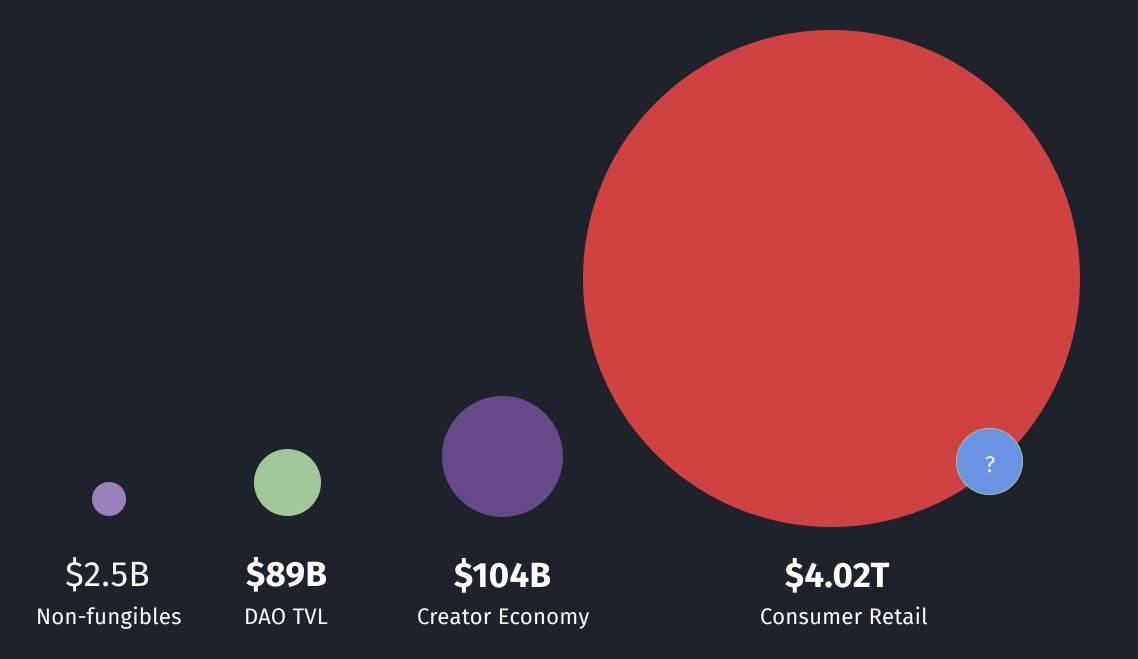
# 

DECENTRALIZED PRODUCTION STUDIO: SCALING UP BRAND BUILDING

## THREE EMERGING MARKETS AND ONE ADJACENT POSSIBLE



#### Non-fungible tokens

- \$300m+ in investment, \$2.5B in sales to date
- Where are we going after this first wave?

#### **DAOs**

- \$10B in TVL in Ethereum DAOs alone
- Salesforce on web3 or something more?

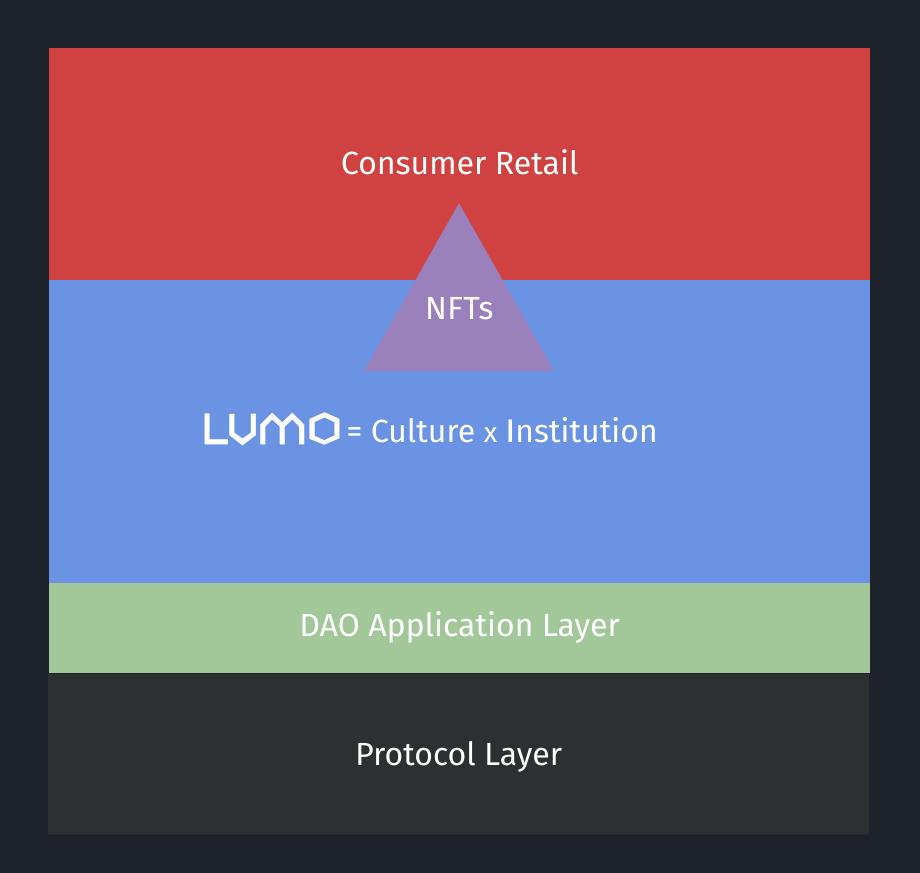
#### **Creator Economy**

- \$104B in market size, 50m creators in the U.S. alone
- How can we design a game for those left behind?

#### **Consumer Retail**

- 86% of retail is still physical
- Which category is reachable for us, but not for Amazon or Facebook?

#### HOW DO YOU CONNECT THE MARKETS



#### What is an NFT

#### **Cultural Capital**

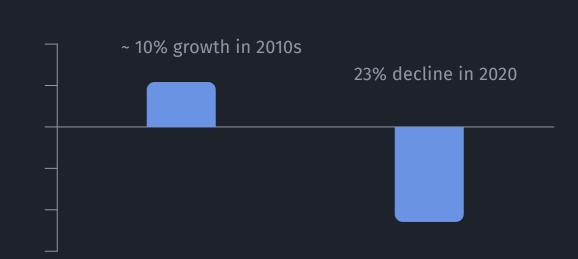
- Content vertical for world building
- Mediate social interactions
- Scarcity Reified
- Pre-inventory pipeline for physical/digital merchandise?

#### What is a DAO

#### Institutional Repository of Capital

- A lightweight governance framework
- A cultural network
- A privileged space
- Engaging Consumer experience?

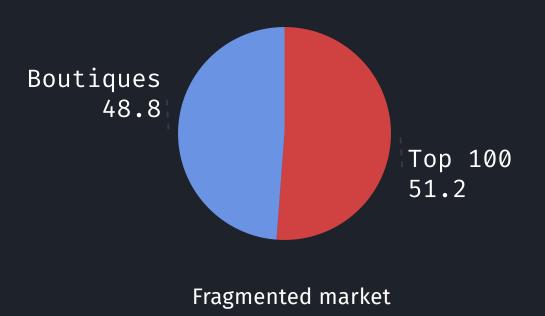
### LUXURY GOODS INDUSTRY HIGHLIGHTS



Decade run suffers from COVID lockdown



2019 global sales



## VERTICALLY INTEGRATED SOCIAL COMMERCE PLAYGROUND

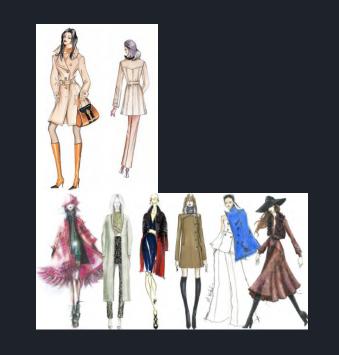
- FASHION ADJACENT
- MAKES **BRANDS**
- AGGREGATES THE MEANS OF PRODUCTION



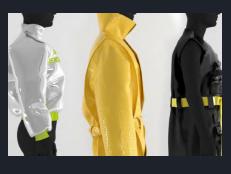




### THE PROBLEMS WE ARE **SOLVING**



QUALITY
PRODUCTS

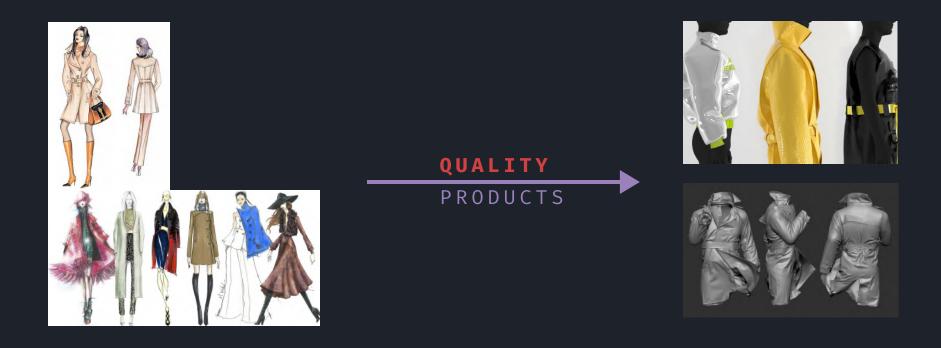


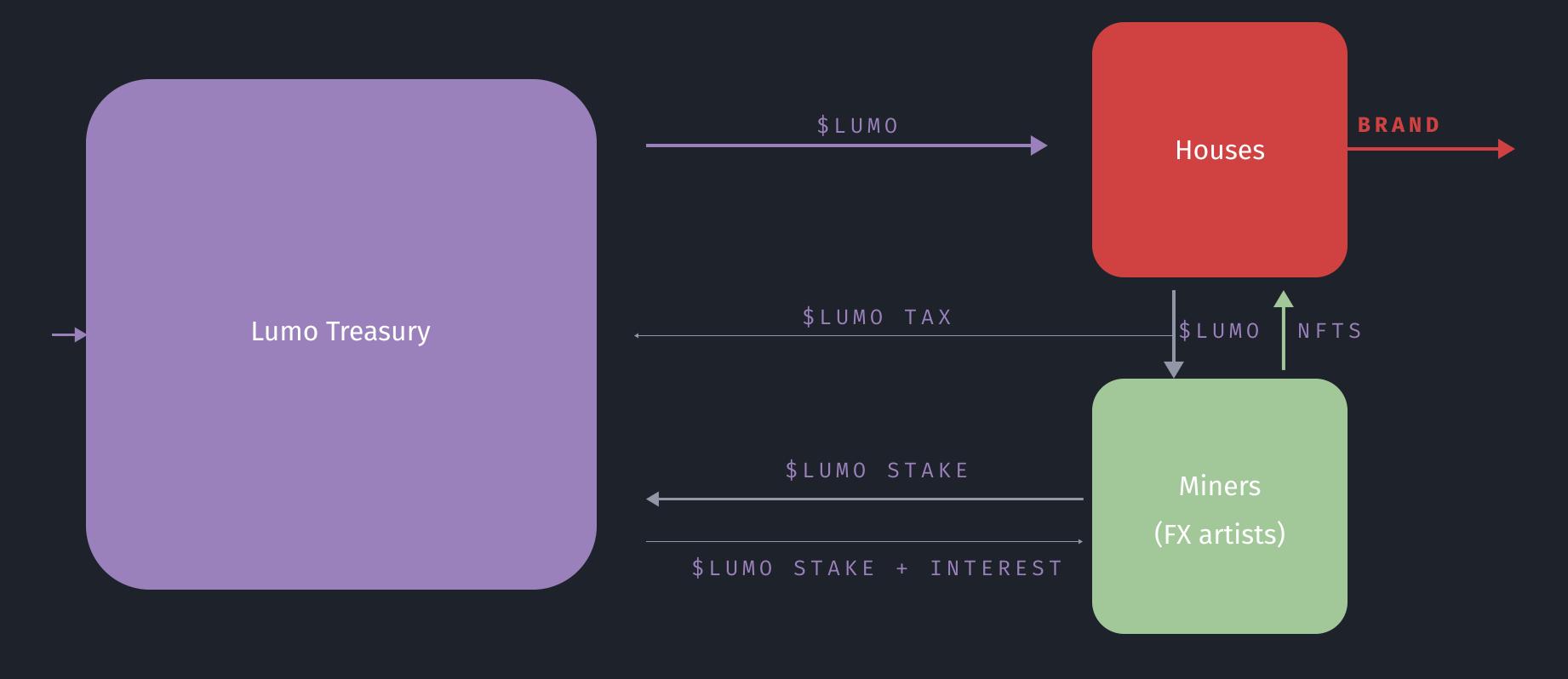


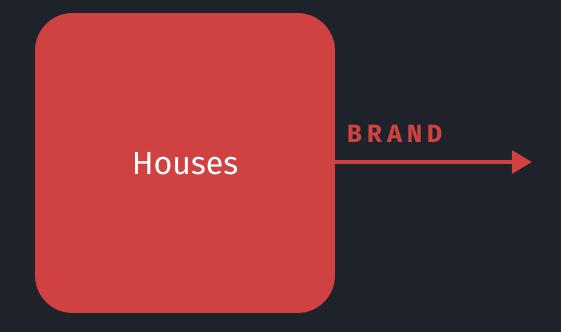
BRAND CONTINUATION



### THE PROBLEMS WE ARE **SOLVING**

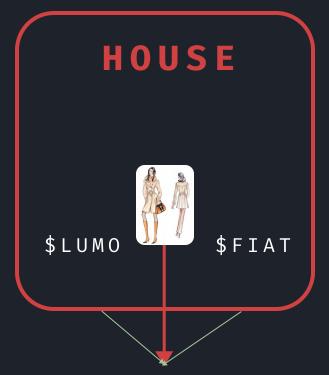






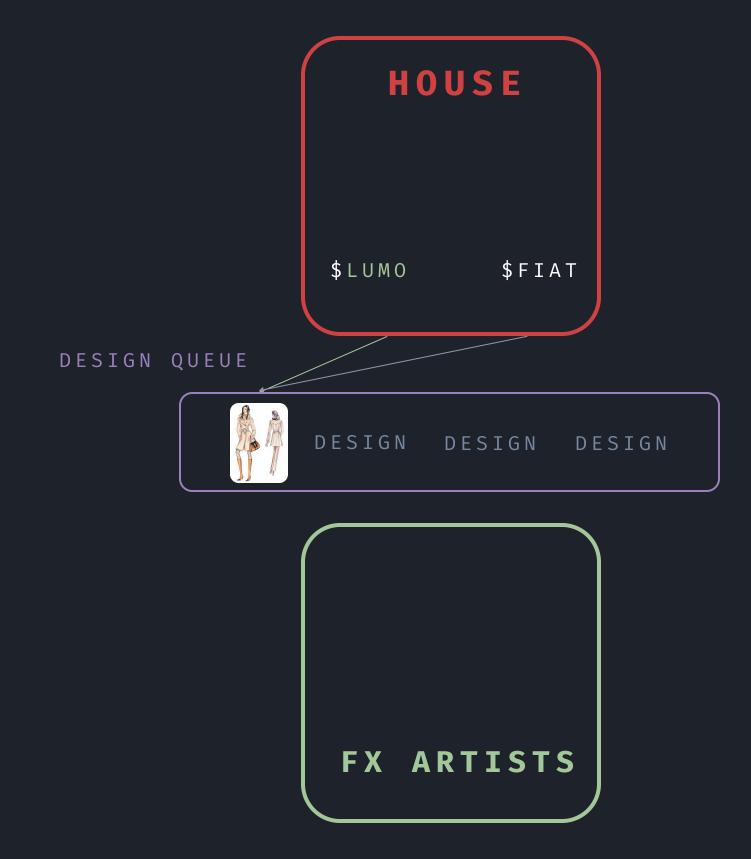


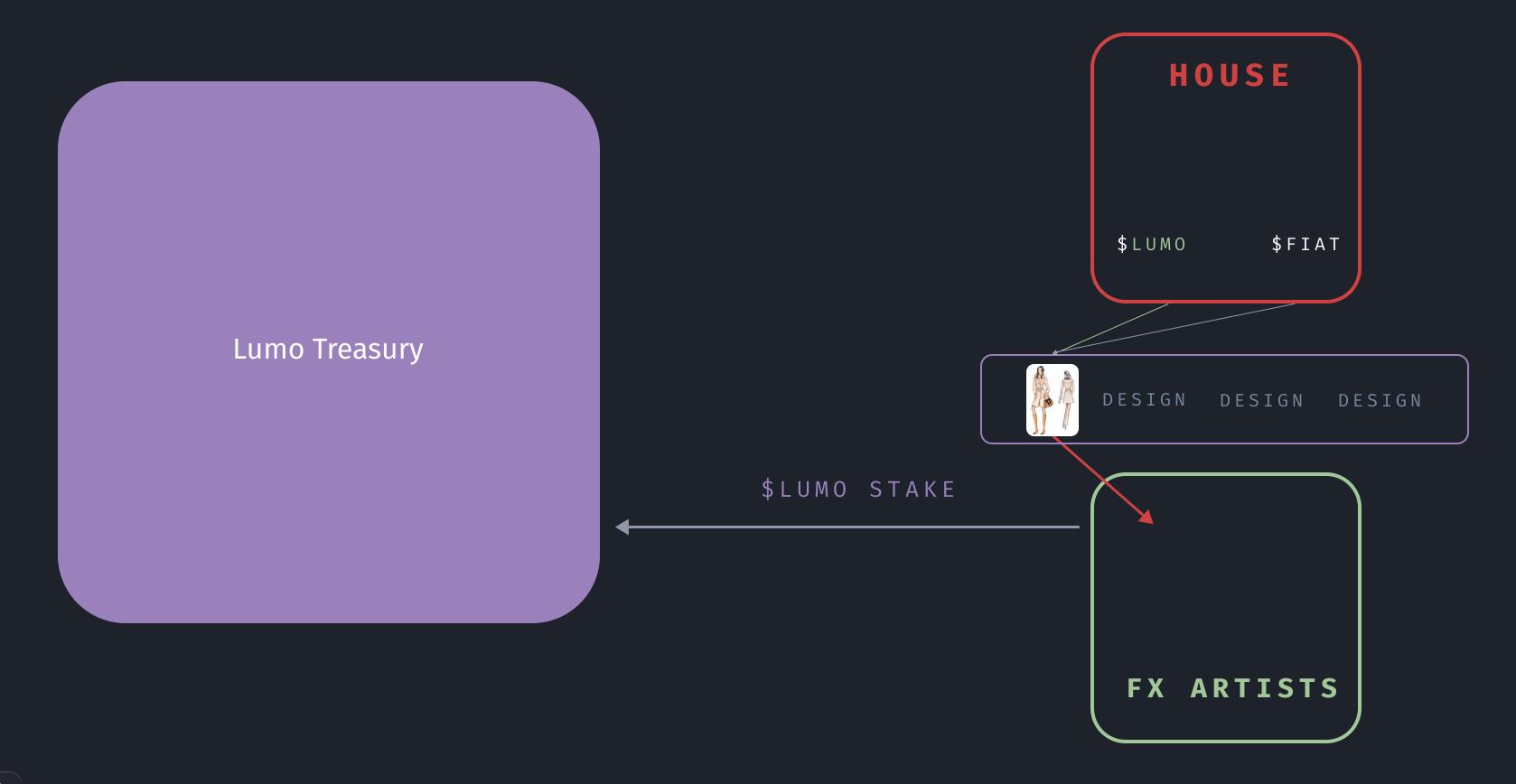


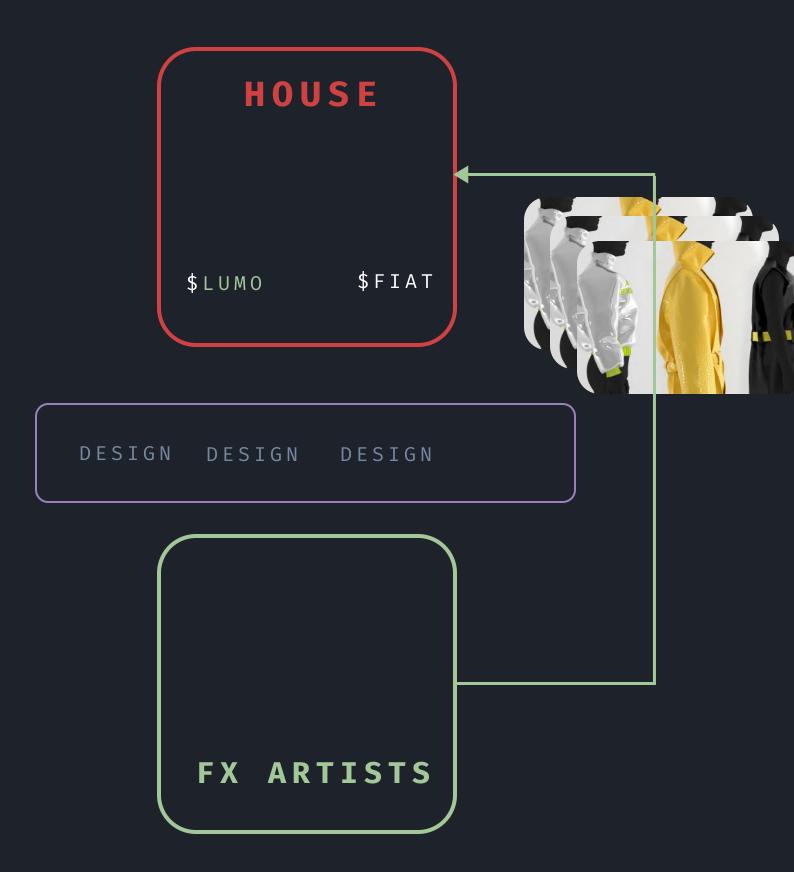


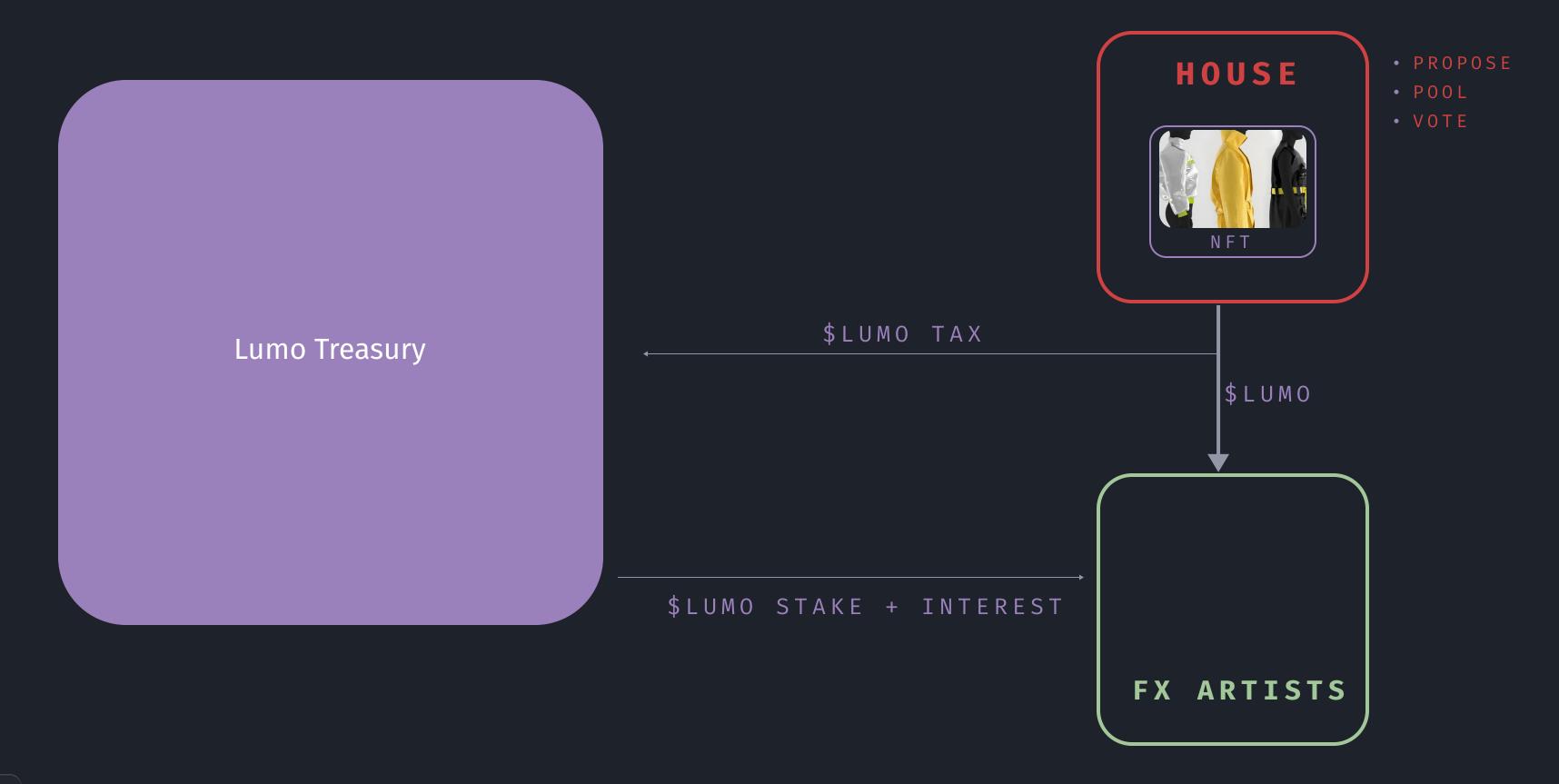
- PROPOSE
  - POOL

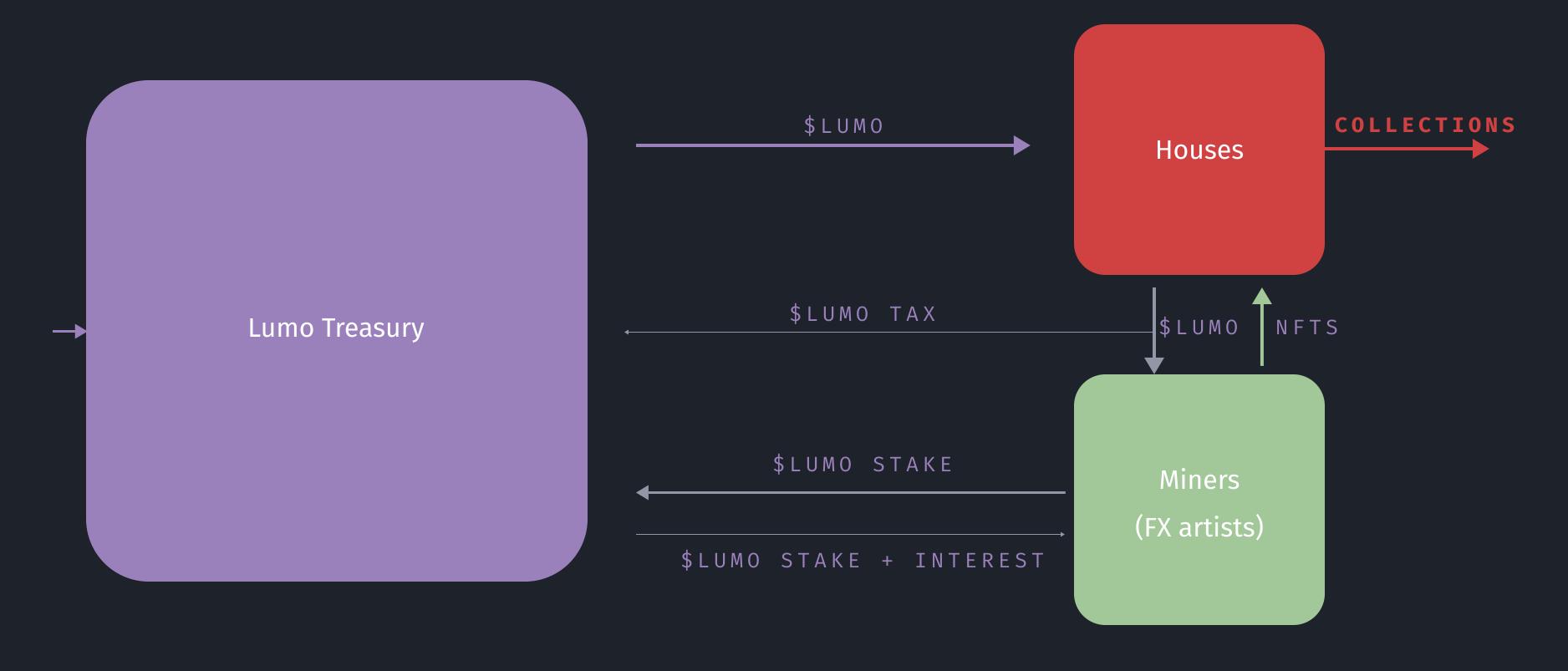
MINERS = FX ARTISTS



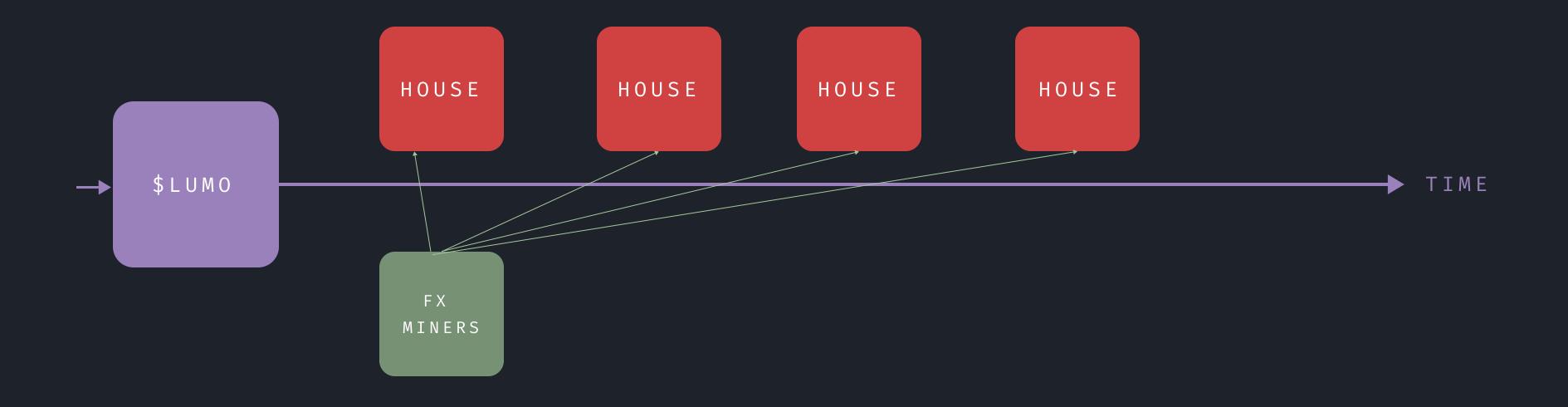




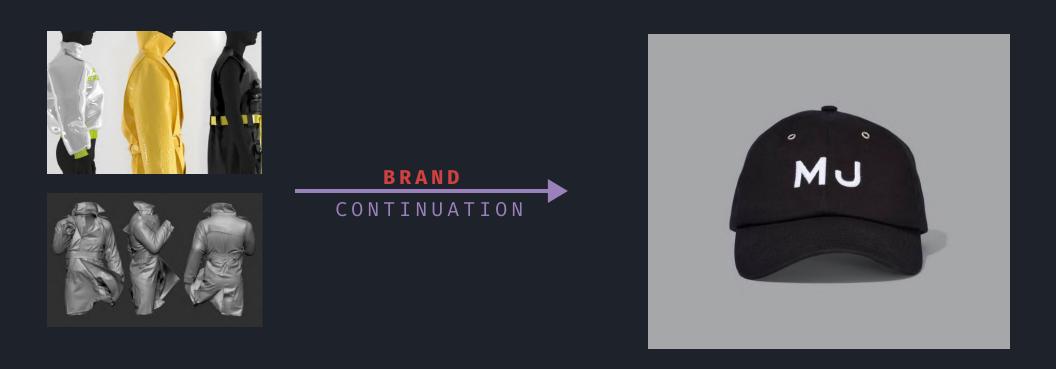




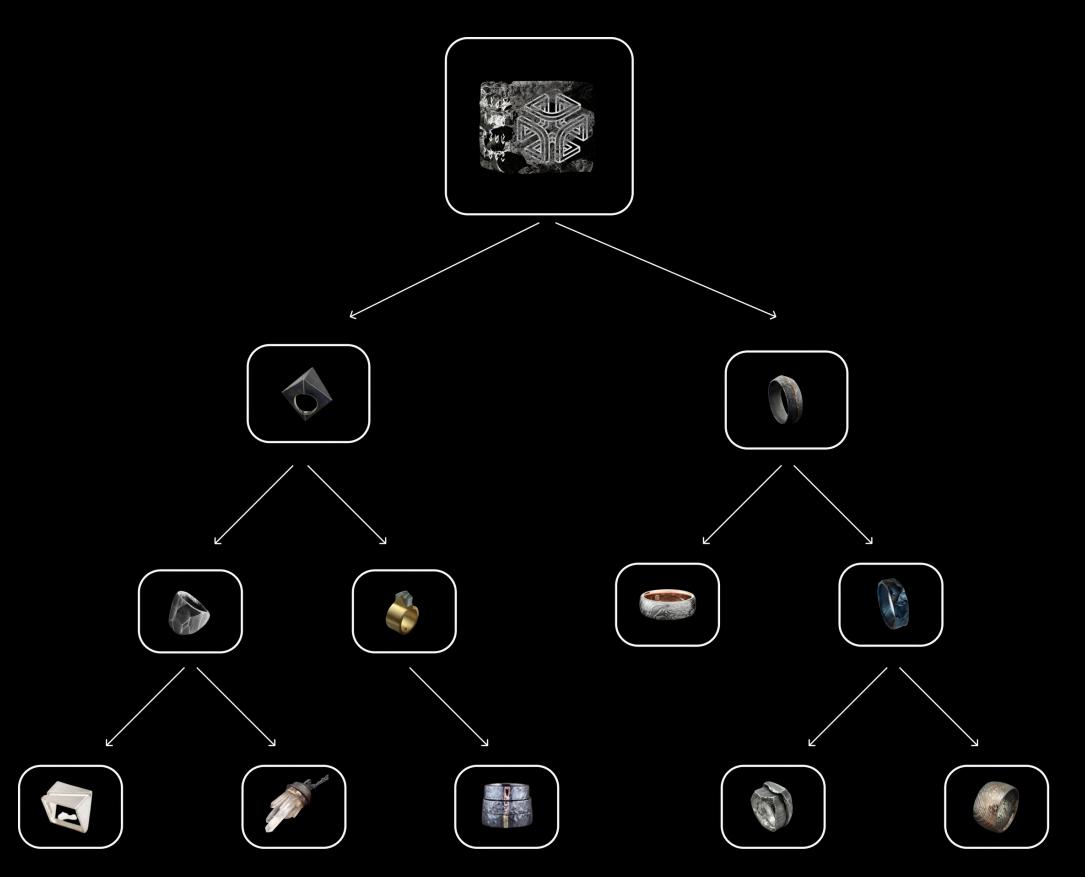
#### THE STUDIO HAS **PRODUCTION NETWORK EFFECT**



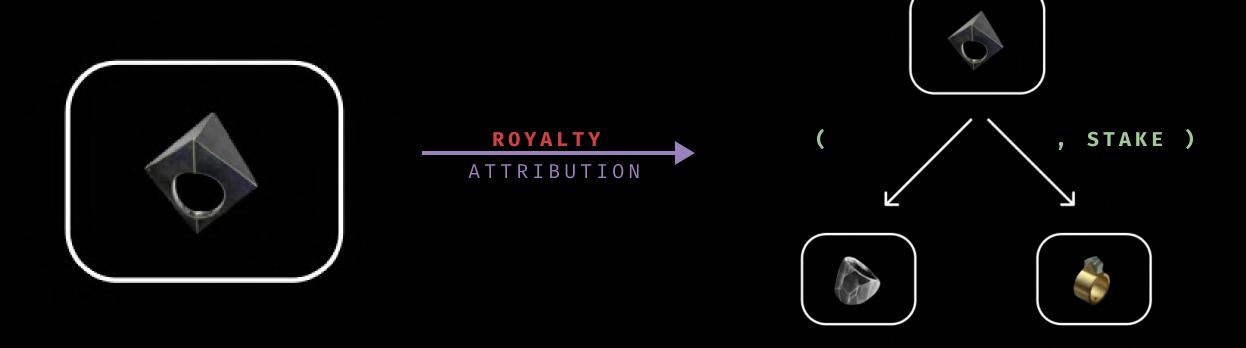
#### PART II: THE PROBLEMS WE ARE **SOLVING**



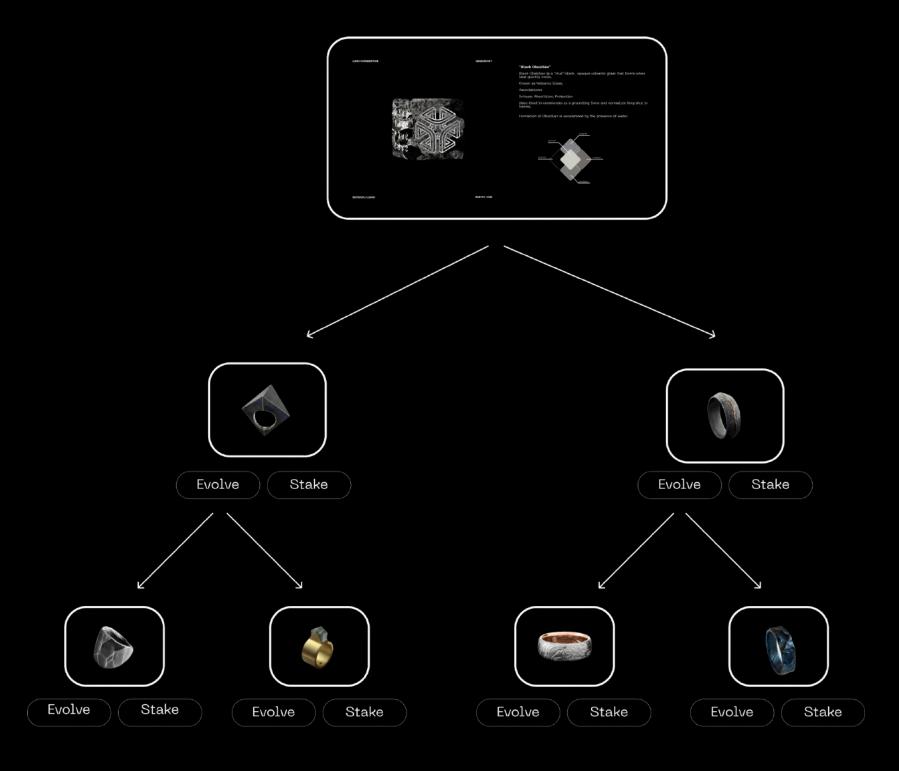
## OPEN FASHION GENEALOGY: A PERMANENT, INTEROPERABLE MERCHANDISE NETWORK



#### FROM NON-FUNGIBLE TOKENS TO INTELLECTUAL DESIGN PROPERTY



### INTELLECTUAL DESIGN PROPERTY (IDP): HOW TO BUILD THE TREE



#### **IDP** tree

- Leaf: one non-fungible token with associated serial number and media asset
- Edge: relationship amongst NFTs encoding royalty payout obligations
- Intellectual design property: any leaf on the tree and all of its descendants
- Collection: one path down the tree
- IDP total value locked: the sum of all staked value of a leaf and its children
- Collection total value locked: the sum of all staked values in one path down the tree
- Brand total value locked: the sum of all staked values in the tree

#### **Append**

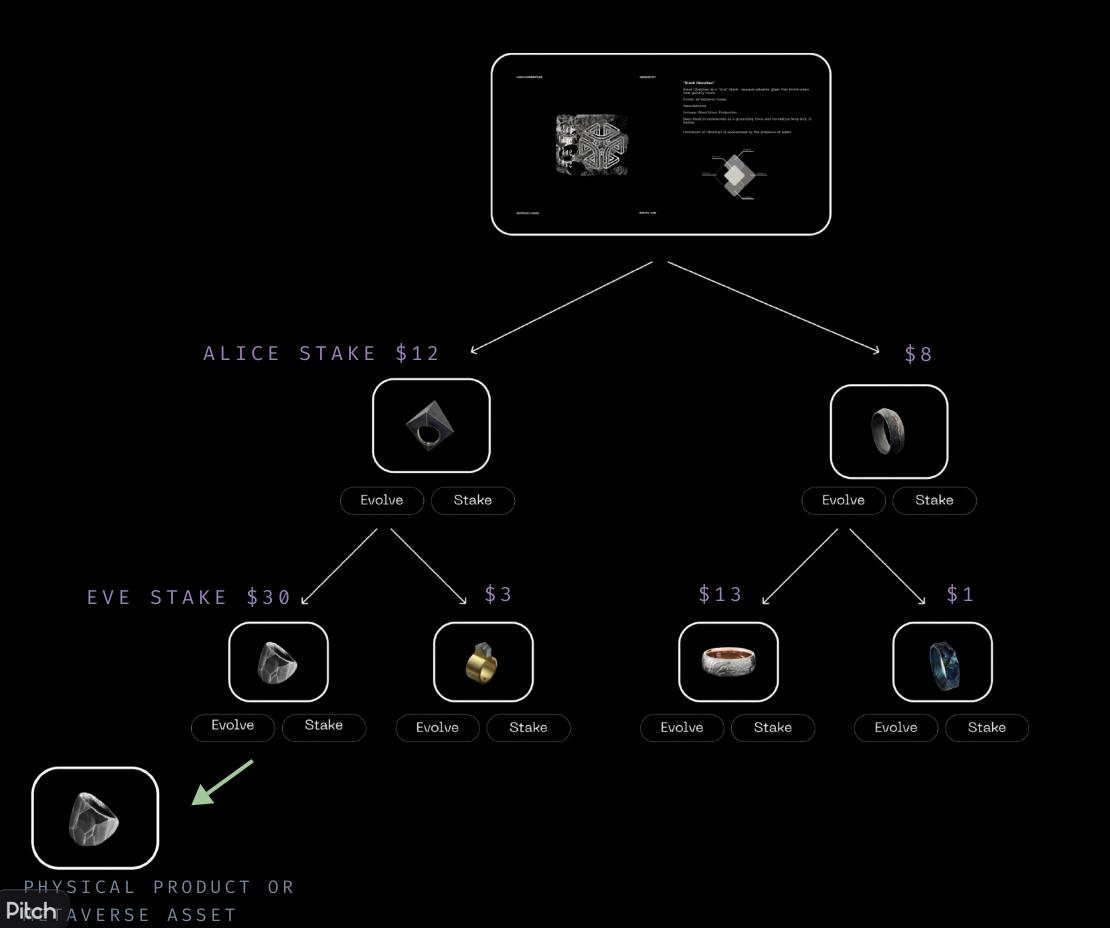
- Any designer can evolve an existing design (one leaf)
- Designs can be evolved arbitrarily many times
- However, each leaf can only have two children
- DAO members stake on prospective designs
- Top two designs are appended into the tree along with staked value

#### Prune

- If all staked value is withdrawn for a leaf, then it is pruned from the tree
- The highest staked immediate descendant of the leaf take its place and adopt all of its children



#### INTELLECTUAL DESIGN PROPERTY (IDP): HOW TO BUILD A BRAND



#### The DAO (fashion house)

- DAO outputs community owned brands
- The DAO members decide on the direction and "look" of brand merchandize

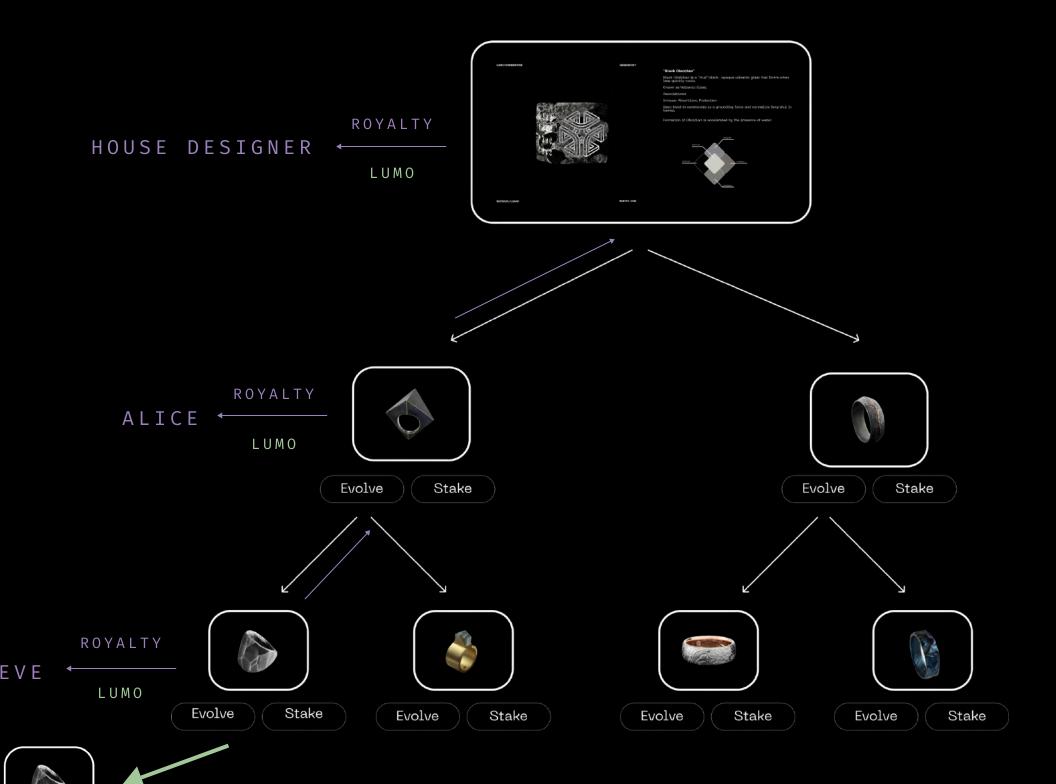
#### **Designers**

- Post design to be recorded as IDP
- Any designer can evolve or mix existing house IDPs

#### **DAO** members

- Stake fiat into favorite IDP (leaves in the tree)
- Staking entitles members to royalty ( see next slide )
- 5% take rate per staking action by Lumo

## INTELLECTUAL DESIGN PROPERTY (IDP): HOW TO SHARE PROFIT FROM A BRAND



SALES

**Pitch** 

#### 5% take rate for Lumo

· Lumo partakes in sales royalties for providing software and vendor partners

#### 10% for The DAO (fashion house)

• DAO members can vote on how the funds are spent

#### 25% for Designers

- Shared amongst designers who contributed to designs higher up the tree along the collection path
- Revenue is split according to fixed royalty preference curve

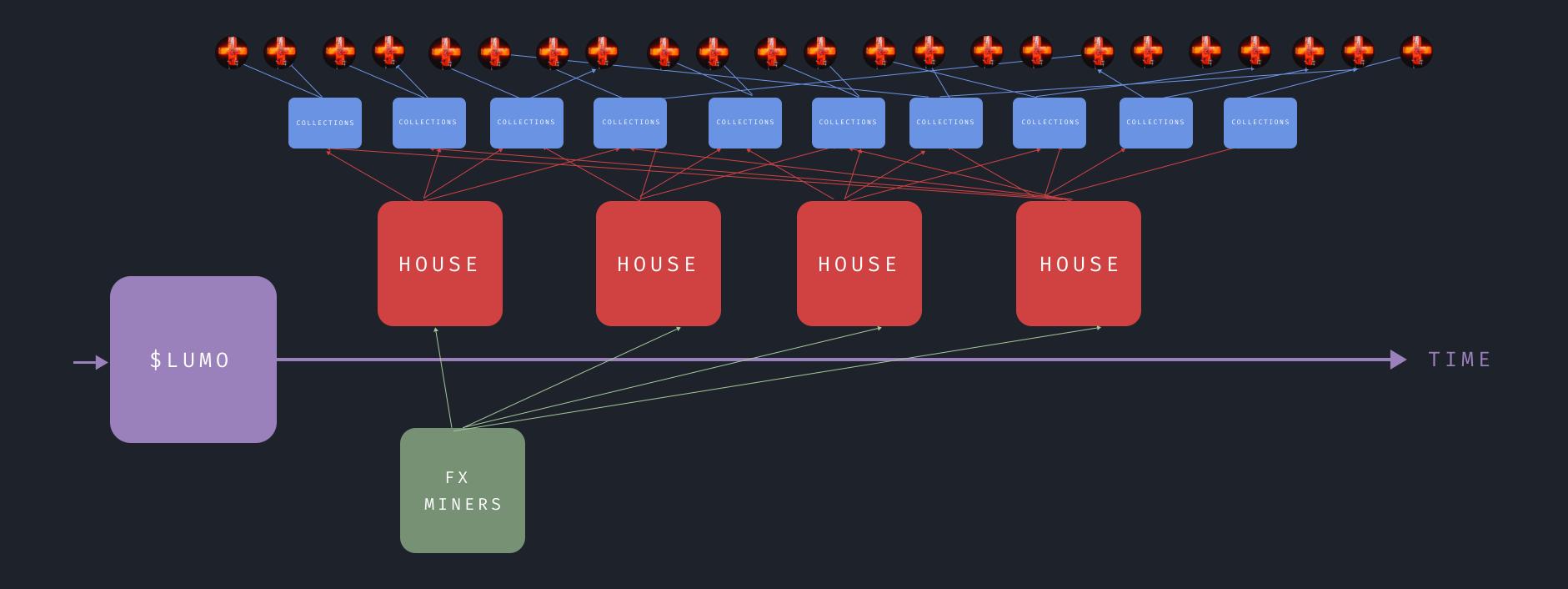
#### 60% for Stake holders

- · Only stake holders who have contributed to the collection partake in revenue sharing
- Royalty is split pro-rata according to staked amount

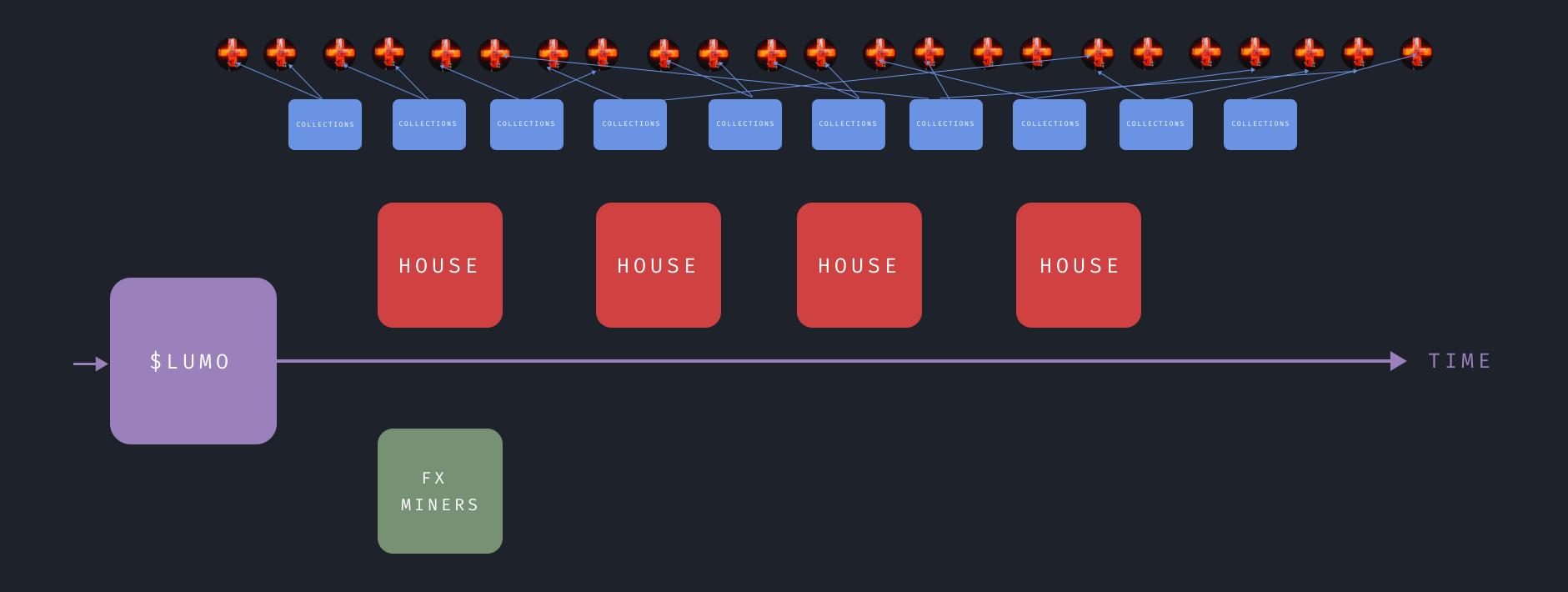
#### Interest paid in Lumo for all staking members

- All stake holders receive interest denominated in lumo in proportion to their staked amount
- Additional provisions can be attached for each IDP by dao governance process

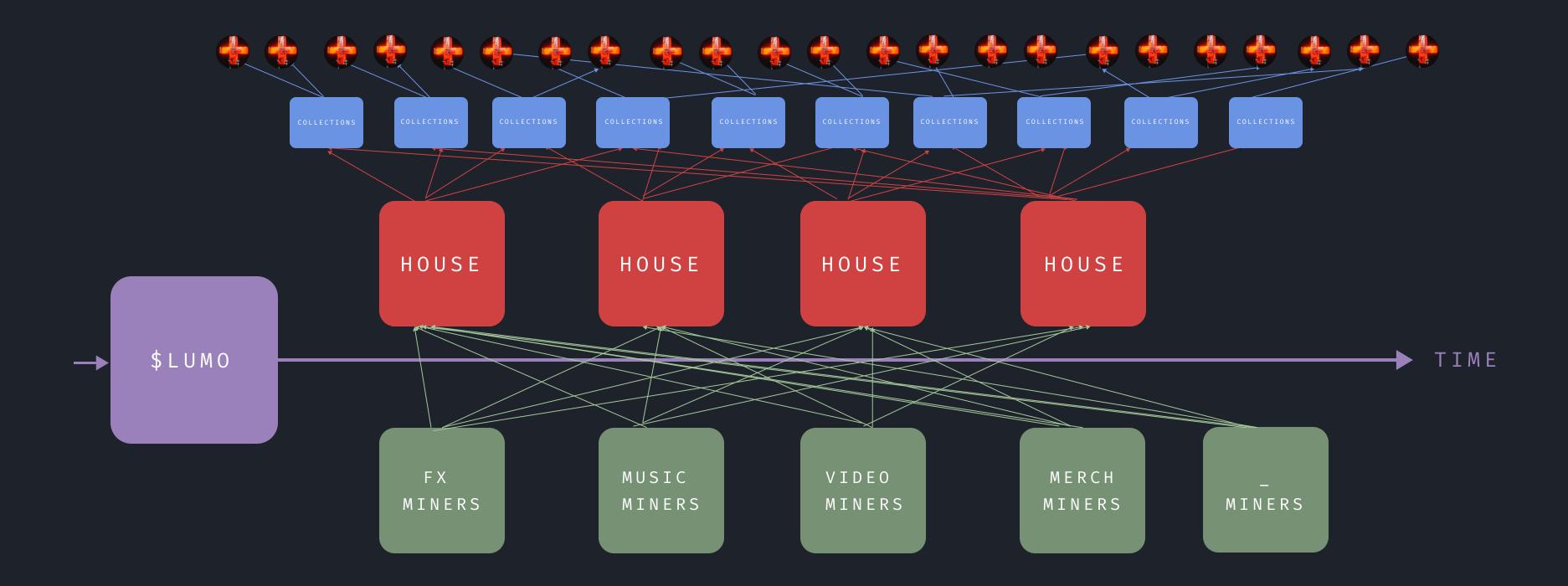
#### IDP HAS CONTENT NETWORK EFFECT



#### MORE IDPS >> MORE PRODUCTION CAPITAL

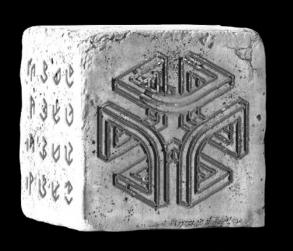


#### MORE IDPS ^ MORE PRODUCTION CAPITAL = PRODUCT NETWORK EFFECTS



GO TO MARKET LORE





#### IN THE BEGINNING THERE WAS THE KUBE









LUMO

VVRITE HERE
VVHAT YOU VVOULD
LIKE TO BURN TO
THE IMMUTABLE
BLOCKCHAIN.



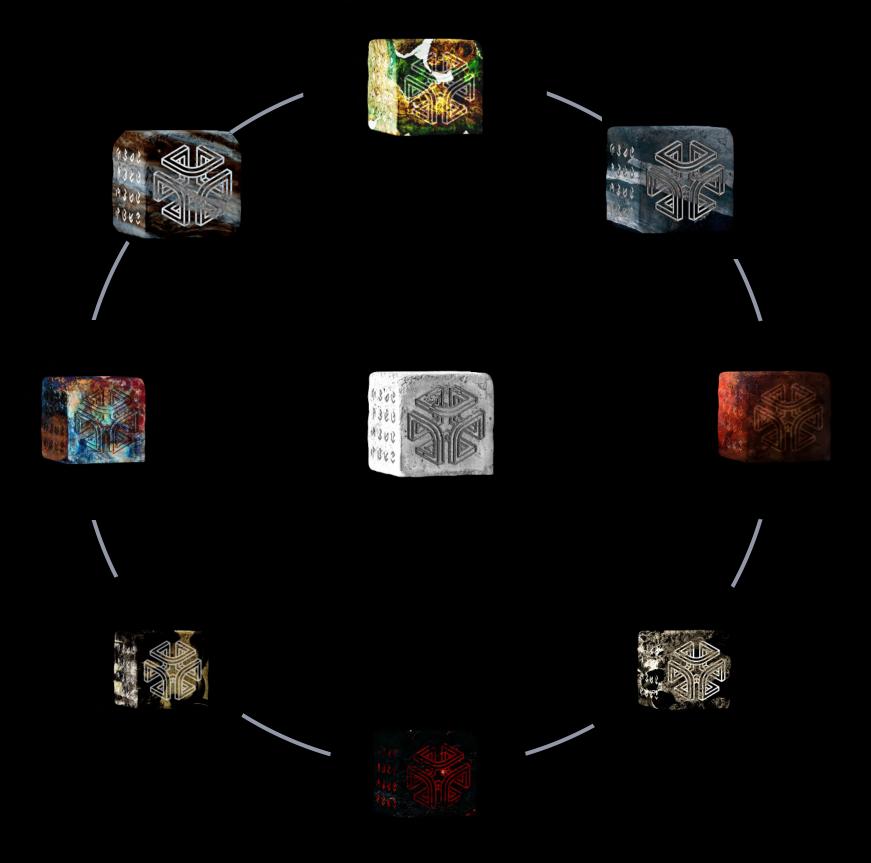
GENERATE YOUR NFT

DIGITAL CERTIFICATE OF AUTHENTICITY

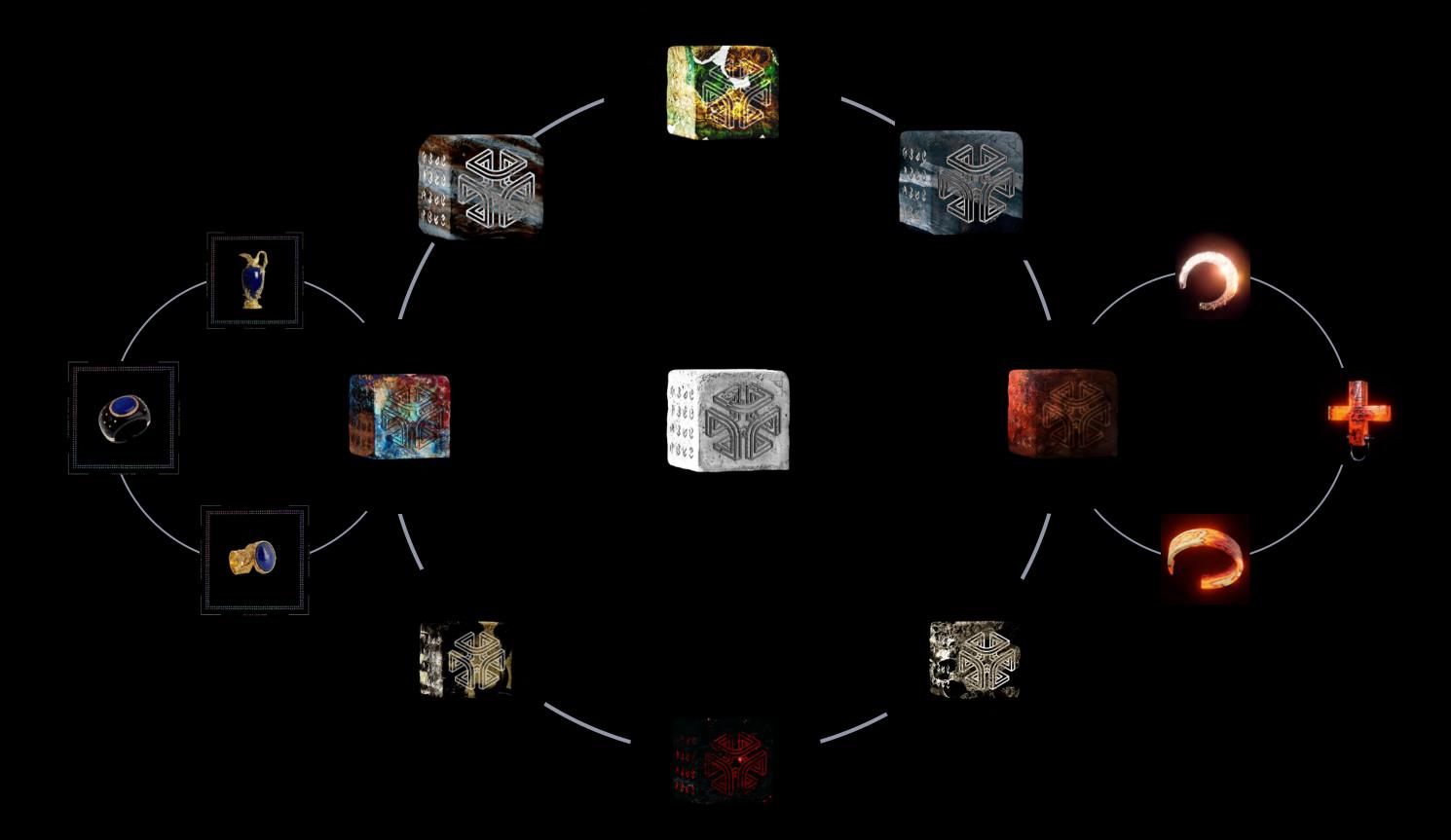


This is your digital certificate of authenticity for the Lumo Genesis Cube NFT. Lumo Issued to; 8x4278n582dda48278 Number 498 / 1888.

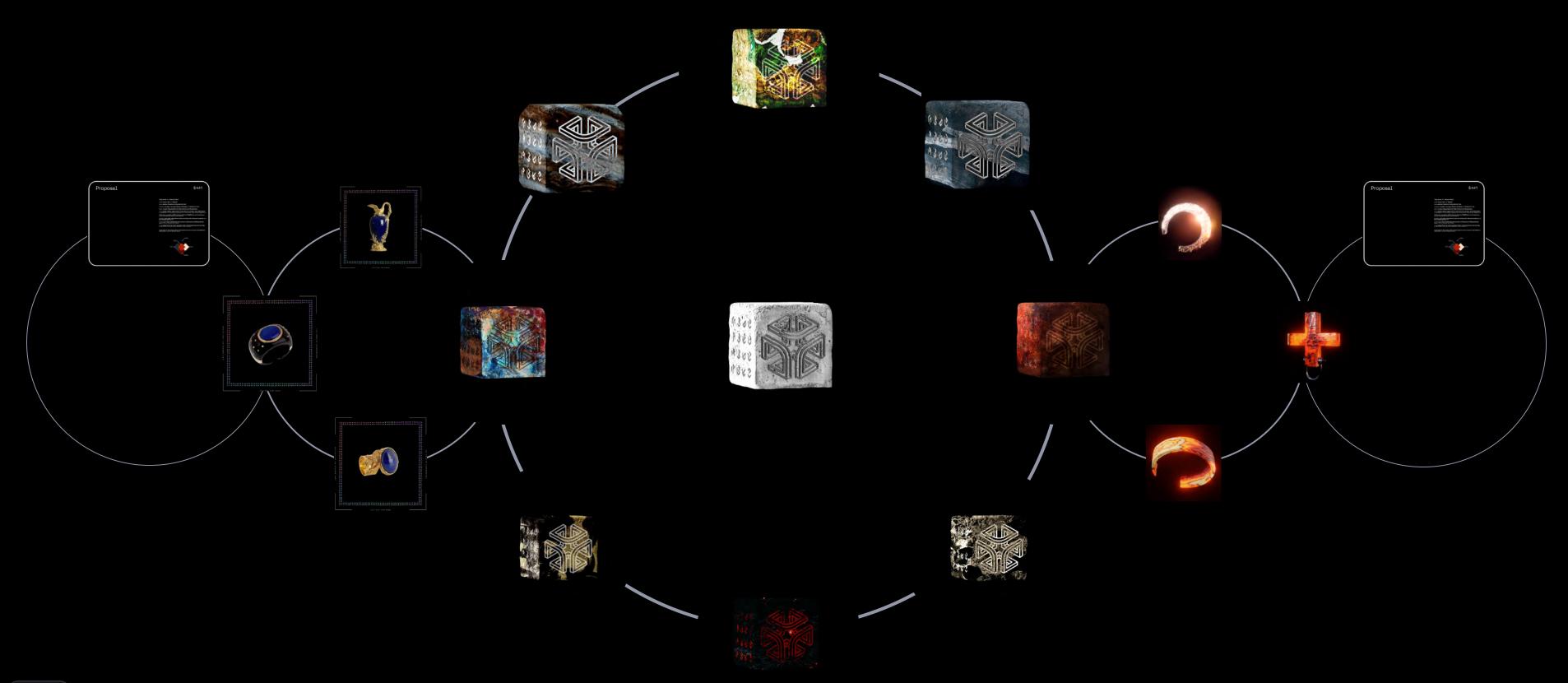
#### AND THEN THERE WERE EIGHT



## EVERY HOUSE CLAIM THEIR PRECIOUS STONES



#### AND SO THE LORE CONTINUES ...



#### \$LUMO ALLOCATION

## 1 Billion total supply

Fixed

## **Liquid Market Subsidy**

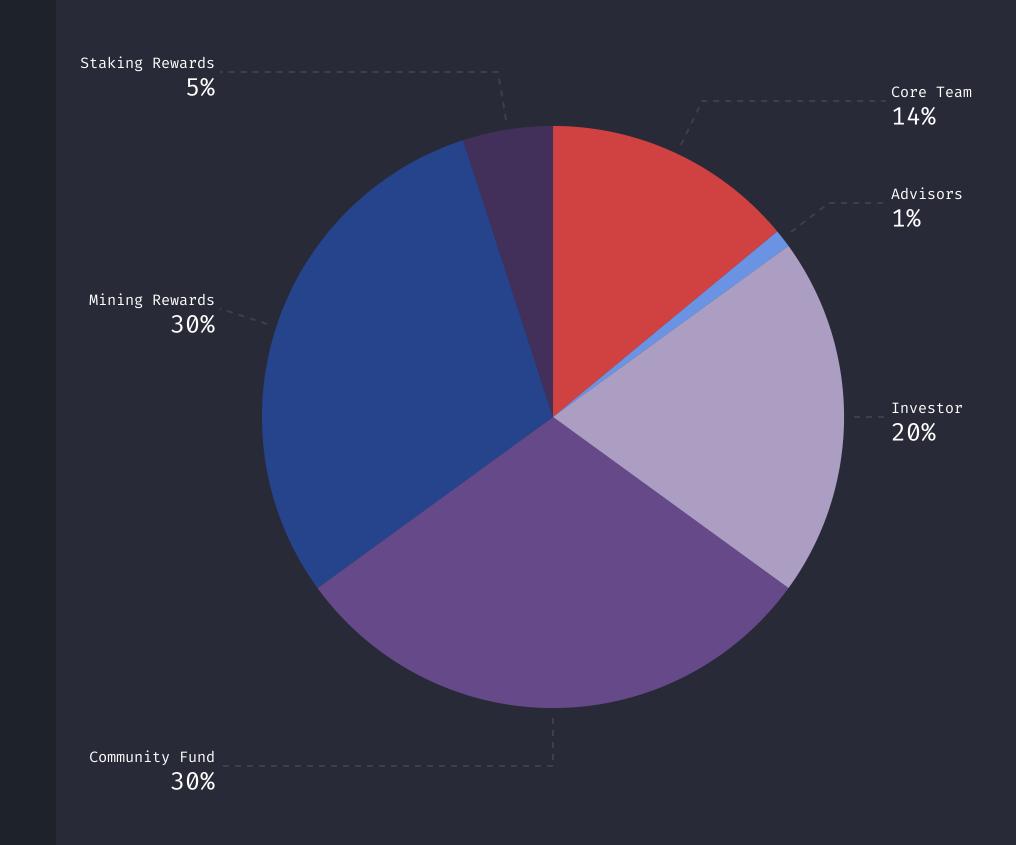
Pays for the production of high-valued NFTs

## Money velocity

No structural sinks in the Lumo complex

## Gradually allocate to \$Lumo

Start with mix of fiat and \$Lumo, transition over 10 year period



## \$LUMO FUNDRAISING SCENARIO

Token Rounds	Tranche Price	% of Investor Supply	Token Amount	Total Raise
Seed	\$0.0250	25%	50,000,000	\$1.25m
Private Tranche 1	\$0.0480	20%	40,000,000	\$1.92m
Private Tranche 2	\$0.0510	15%	30,000,000	\$1.53m
Private Tranche 3	\$0.0570	15%	30,000,000	\$1.71m
IDO	\$0.1000	10%	20,000,000	\$2.00m
Strategic	\$0.15	15%	30,000,000	\$4.50m
	TOTAL	100.00%	200,000,000	\$12.91m