



DBGrow

Financial Plan

Version: 1.0

Introduction

This document outlines DBGrow's financial structure. This plan is subject to change depending on further suggestions from financial and legal counsel.

1. Continuity Capital Pool Allocation

DBGrow's Factom related efforts shall be backed with a \$50,000 USD Continuity Capital Pool ("CCP"). This CCP will safeguard the operation of DBGrow's M3 Authority nodes by ensuring continuous funding in the event of Factom price fluctuations or any other unforeseen circumstances. The CCP will also provide initial financing for operations to commence smoothly from day one, before any M3 revenue is collected.

1.1 Post M3 Election

DBGrow's CCP shall immediately be drawn upon post election to fund the following operations:

- Enact a comprehensive Financial and Compliance Plan with appropriate legal counsel
- Maintain testnet and mainnet nodes with 99.99% uptime and support
- Purchase any additional hardware dedicated to Factom efforts (IT hardware, emergency power supplies for support staff, etc)

1.2 M3 Hosting (Q2)

Upon launch of M3 Federated Servers, the CCP will continue to support daily operations up until the end of our Q2 FCT staking period. At the point in time when DBGrow's liquidation of FCT adequately finances operations, the focus of the CCP will shift from supporting daily operation, to safeguarding DBGrow's operations against price fluctuations in M3 revenue.

1.3 Replenishing the CCP

When the CCP is no longer required to support the daily operations of DBGrow we will begin replenishing the funds within the CCP to ensure that we maintain appropriate financial backing for future market fluctuations and unforeseen business costs. If at any point DBGrow must withdraw capital from the CCP again, replenishing any funds used from CCP shall be DBGrow's first priority upon the return of adequate funding.

2. Factom Pledge/Deferment

Regardless of the number of servers managed, DBGrow pledges to maintain a minimum 50% deferment of Factoids earned through running M3 Authority nodes through the first year. This will be reviewed after the 12 month period, but we currently see no reason for this to change.

3. Staking

For the entirety of Q2, DBGrow shall liquidate only the number of Factoids necessary to cover DBGrow Inc's maximum tax liability. This shall be reevaluated at the end of Q2 based on funding requirements, current market dynamics, and OTC options. DBGrow intends to maximize the number of Factoid tokens compared to USD held at any time to the extent that doing so does not interfere with DBGrow operations.

4. Grants

DBGrow strives to make an impact on the Factom community and technology ecosystem, but it also takes the role of a broader community governance seriously. In consideration of this, DBGrow will expand in a sustainable and responsible manner using the 50% of M3 revenue we retain, and further expansion in development will be funded at the will of the community through our grant campaigns.

5. Minimal Operation Funding

In the event of significant funding constraints from decreased M3 revenue, non-essential operations will be scaled back and available financial resources will be allocated for the continued operation of M3 Authority nodes. DBGrow has developed a comprehensive Continuity of Operations Plan detailing how operations would be scaled back. The Continuity of Operations Plan will be updated to accommodate any growth in order to ensure that DBGrow's commitments related to the maintenance and support of M3 Authority nodes are not threatened.