

Response to the Bitcoin Market Crash and Financial Strategy

2026.02.06

VERUA LIMITED

Today's Agenda

- 1 Analysis of the macroeconomic factors behind the sudden drop in BTC prices
- 2 Analysis of market factors
- 3 Common hedging techniques to reduce losses
- 4 VERUA LIMITED's expected position
- 5 Future management policy and financial defense

01

Analysis of the factors behind the sudden drop in BTC prices

Macroeconomic Analysis

Geopolitical risks and tightening monetary policy have combined to drive capital outflows from risky assets.

(1) Rising Geopolitical Risks

Global uncertainty, including U.S. foreign policy and tensions with Iraq, has led to increased risk aversion.

(2) Continued Tightening Monetary Policy

Concerns about the Fed's postponement of interest rate cuts and inflation concerns have accelerated the shift of capital from risky assets to fiat currencies.

(3) Liquidity and Regulation Impact

Selling pressure amid low liquidity over the weekend and moves to tighten regulations in some emerging countries have damped investor sentiment.

Internal Market Factor Analysis

Deleveraging and ETF Market Slowdown Amplify the Decline

Major Downside Factors

Futures / Open Interest

Spot ETF

Fear & Greed Index

Deleveraging

ETF Capital Outflows

Market Sentiment

Market Impact / Data

Rapid Deleveraging

AUM approx. ▲16.3%

Extreme Fear

02

Overall Treasury Financial Defense Strategy

Hedging Method Comparison: Futures vs Put Options

Use depending on required level of protection vs profit opportunity.

Hedging via Futures

- * Offset downside losses by short selling
- * Concept: Fully lock price
- * Upside profits are also offset
- * Margin management required

Purchasing Put Options

- * Purchase downside profit rights
- * Concept: Protect only downside risk
- * Allows upside participation
- * Premium cost required

03

VERUA LIMITED Expected Position

Expected Position During BTC Price Decline (Delta Management)

Focus on **financial defense**, not speculative prediction

Risk Hedge Position
BTC Spot: 100
├ Futures Short: 35
├ PUT (Insurance) Long: 25
├ Tail PUT Long: 10
└ Unhedged: 30 (Upside Capture)

BTC Holdings

100 BTC

Hedge Ratio

70 %

Net Delta

+40

- The above figures are simulation values.

Monthly Treasury P/L Model (Example)

Even during downturn phases, losses can be reduced by approximately 60%

Category	At Market -10 (BTC=JPY10 Mill)	Note
Spot Assets	▲JPY 100M	Mark-to-market loss
Futures Short	+JPY 35M	Profit equivalent to 35 BTC
Put Options	+JPY 25M	ATM Put Profit
Total Loss	▲JPY 40M	Loss reduced by 60%

Profit Generation is Possible Even During BTC Crashes

Assumption

The company holds BTC as a long-term strategic asset.

Price declines are expected risk.

If a decline trend is expected, risk-taking strategies may also be considered.

Risk Hedge Position

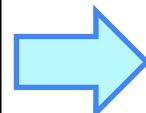
BTC Spot: 100

└ Futures Short: 35

└ PUT Long: 25

└ Tail PUT Long: 10

└ Unhedged: 30



Risk-Taking Position

BTC Spot: 100

└ Futures Short: 100

└ CFD Short: 50

└ PUT Long: 25

└ CALL Long: 50

Category	Result
Spot Asset	0万円
Futures Short	+JPY 50M
Put Option	+JPY 25M
Total Profit	+JPY 75M

Conclusion

(1) With hedge positioning, during a 30% BTC crash

→ Loss can be reduced to approx. one-third

→ No liquidity depletion

→ No impact on business continuity

(2) With risk-taking positioning, profit is possible even during BTC crash

04

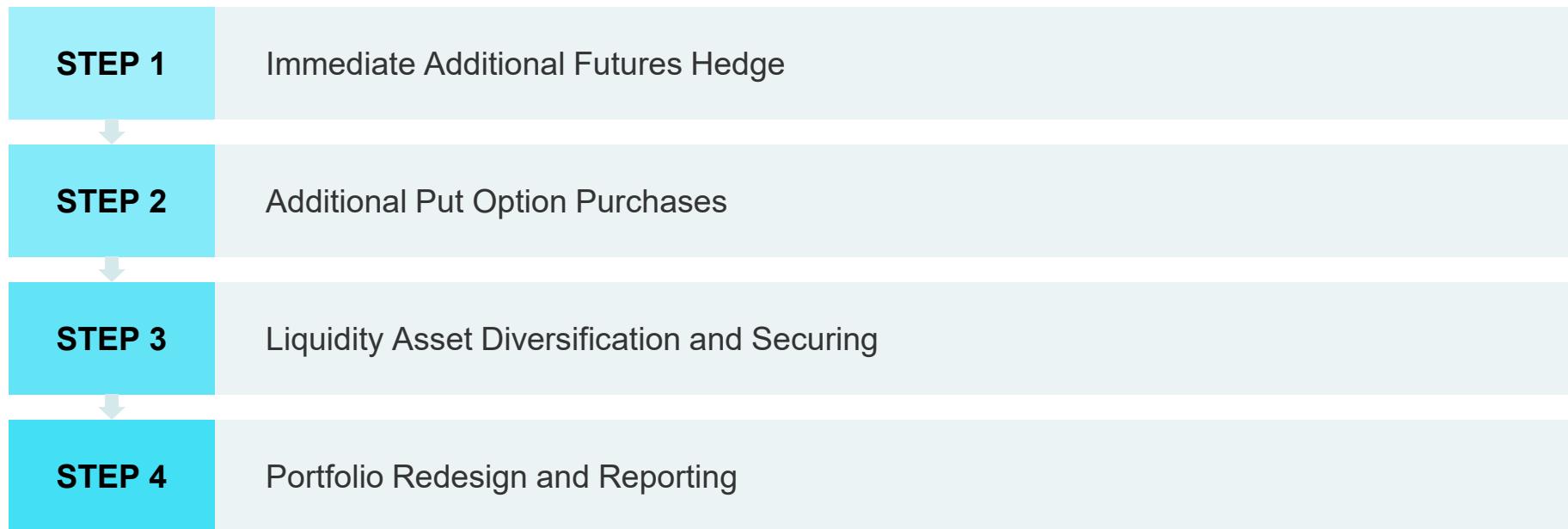
4. Future Operational Policy

Flexible Strategy Execution Based on Market Phase



Crash Scenario “72-Hour Protocol”

Risk management framework enabling immediate response to unforeseen events.





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