

LIQUID SECURITIES

Debt and Pool Model

Tax Avoidance

The current STO model by LS is to pay into the investor account a dividend payment.

The proposal in this document is to take a percentage of that dividend payment (according to investor voting) and pay into a DAO based fund. That fund is then used as a new security to borrow. The borrowed money is then paid to investors (tax free).

The pays the lender from cashflow, and the design is to avoid tax.

Building Investment

Another model for this is that the the accumulated fund is used to re-invest and no borrowing is taken. Hence no income is taken and hence no tax is paid. But the capital asset will reinvest on a pooled basis. This capital advantage increases leverage.

Series

These same models can be repeated to create numerous pooled funds. These models then continually grow funds or provide tax free income models.