

# Pantera Capital

# Early-Stage Token Fund

Pantera Capital is the first institutional investment firm focused exclusively on bitcoin, other digital currencies, and companies in the blockchain tech ecosystem. Pantera launched the first cryptocurrency fund in the United States when bitcoin was at \$65 /BTC in 2013. The firm subsequently launched the first exclusively-blockchain venture fund and recently concluded raising its third venture fund. In 2017 Pantera was the first firm to offer an early-stage token fund. Pantera Bitcoin Fund has returned over 81,900% in seven years and has returned billions to its investors. Pantera currently manages \$3.8 billion in capital in seven funds in three product groups – passive, hedge, and venture.

Pantera Early-Stage Token Fund is a discretionary vehicle offering U.S. investors exposure to early-stage tokens with liquidity horizons of 1-3 years. The Fund invests in teams building new protocols in the blockchain ecosystem and follows an early-stage, venture-style model.

Pantera Early-Stage Token Fund is fully-discretionary, investing only in what the Pantera management team believes are the most disruptive, scalable and promising blockchain applications and protocols. The Fund's portfolio consists of projects across several financial and commercial use cases. Given the management team's discerning approach to the early-stage token market, Early-Stage Token Fund is capacity constrained.

## Fund Objectives

Obtain a diversified portfolio of high quality **tokens** for projects across various industries and functions

Enter deals at significant **discounts** to exchange listing prices by leveraging industry leading expertise and brand recognition

Invest in projects building out **efficient** and **scalable infrastructure** for blockchain based protocols

## Investment Strategy

Focus on projects that **disintermediate** rent-seeking middlemen in multi-sided marketplaces

Utilize **technical expertise** to assess project viability and competency of development teams

Hold tokens for optimal periods based on project **development cycles** and **market factors**

Invest in projects where the **token is necessary** for the function of the network

## Performance

### EARLY-STAGE TOKEN FUND <sup>1</sup>

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD	LTD	CAGR
2017							5.6%	30.9%	-2.8%	-16.1%	9.0%	264.4%	347.6%		
2018	2.7%	-30.1%	-38.4%	62.4%	-25.6%	-27.3%	-5.8%	-19.4%	-14.2%	-0.7%	-27.5%	-7.5%	-83.1%		
2019	-7.1%	6.4%	17.7%	-3.7%	18.1%	-8.8%	-9.9%	-12.4%	0.0%	-9.3%	-5.4%	-6.4%	-23.5%		
2020	7.0%	2.4%	-14.4%	15.6%	3.9%	-4.2%	62.7%	143.4%	-29.7%	16.5%	31.1%	44.2%	561.9%		
2021	61.7%	59.6%	33.7%										261.8%	1,284.2%	101.4%

## Summary of Terms

Investment Terms <sup>2</sup>	Early-Stage Token Fund	Fund Details	
Management Fee	3%	Structure	Delaware Limited Partnership
Performance Fee	30%	Investors	U.S. Investors Only
Minimum Investment	\$200,000	Auditor	Cohen & Company
Investor Type	Qualified Purchasers	Administrator	SEI Investments Company & MG Stover & Co.
Subscriptions	Monthly	U.S. Counsel	Schulte Roth & Zabel
Redemptions	Quarterly, 12 months' notice	IRA Eligibility	Subscriptions can be made with IRA assets through AltoIRA, Pacific Premier Trust Company, Millennium Trust Company, Equity Trust Company and other self-directed IRA custodians

## Portfolio Managers



### Dan Morehead, CEO

Founder of Pantera Capital Management

Former Head of Macro Trading and CFO at Tiger Management

First Asset-Backed Securities trader at Goldman Sachs

B.S. Princeton University *magna cum laude*



### Joey Krug, Co-CIO

Co-Founder and head of core development at Augur.net

Technical Advisor to Numerai, Urbit, and 0x

Built a point of sale system enabling Bitcoin payments with sound and Bluetooth

Studied CS at Pomona College, recipient of Thiel Fellowship



### Paul Veradittakit, Partner

Helped launch Pantera venture and currency funds; executing over 100 investments and holding board seats, advisor, and mentor roles

Former Venture Associate at Strive Capital

B.A. from UC Berkeley

- Performance figures are net estimated returns as of March 31, 2021 from the perspective of a day-one investor
- The terms summarized above are provided for information purposes only and do not constitute a complete overview of the terms of the Fund. An investment in the Fund may only be made pursuant to a Confidential Private Placement Memorandum which should be carefully reviewed prior to investing.
- This material is for informational purposes. Please contact [ir@panteracapital.com](mailto:ir@panteracapital.com) to request fund legal documentation for an investment in Pantera Early-Stage Token Fund.
- Early-Stage Token Fund's legal fund name is Pantera ICO Fund LP