



July 2024 Factsheet

Important Information: Capital at Risk. The value of investments are not guaranteed. Investors may not get back the amount originally invested.

FOR PROFESSIONAL CLIENTS, QUALIFIED CLIENTS AND QUALIFIED INVESTORS ONLY.

About This Fund

The Fund (fsHKD Fund) is a Luxembourg-based tokenized fund, exclusively invested entirely in Hong Kong Dollars and custodied in the ring-fenced bank account of the Compartment at the designated Cash Custodian.

The Fund is a constant net asset value short-term fund and seeks to maintain a CNAV of 1 HKD (One Hong Kong Dollars).

Investment Objective

The Fund shall be invested entirely in Hong Kong Dollars and custodied in the ring-fenced bank account of the Compartment at the designated Cash Custodian, Barclays Bank, Taunusturm Taunustor 1, 60310 Frankfurt am main, Germany.

The Issuer (Management Company) shall bear all the Expenses related to the Compartment.

Any income received or to be disbursed in case of negative interests shall be paid by the Management Company.

Tokenized Fund Shares

The fsHKD Fund token is the tokenized share of the series of Notes issued exclusively in the Fund

The fund unit is HKD 0.01 per unit, each token amount represents the total stake of the Investor in the issued fsHKD Fund in circulation on the specific blockchain.

The fsHKD Fund token is a permissioned ERC-3643 token, derived from ERC-20 and may be issued on any EVM-compatible chain.

Investors are free to transfer fsHKD Fund tokens between each other on a direct transfer basis or on a bid/offer basis via our audited smart contracts.

Key Facts

Fund

Fund Type: Constant NAV

Base Currency: HKD

Comparator Benchmark: Hong Kong Dollars

Gross Management Fee: 0.00%

Minimum Investment: HKD 0.01

Minimum Redemption: HKD 0.01

Domicile: Luxembourg

Manager: Frictionless Markets S.à.r.l

Note Type: Zero Coupon Note

Token

Type: ERC-20/ERC-3643 (Permissioned)

Ticker: fsHKD

Blockchain: Avalanche, Ethereum, Base

Dealing

Distribution Frequency: Daily

Redemptions (Principal): Daily

Redemptions (Coupon): Daily

Trading Cut-off: 16:00 CET (Luxembourg)

Settlement: Trade Date

Dealing Frequency: Daily

Underlying

Asset: Currency (Hong Kong Dollars)

Custodian: Barclays Bank

Domicile: Luxembourg

Start Date: 22-July-2024

Regulatory Structure: Securitization Fund



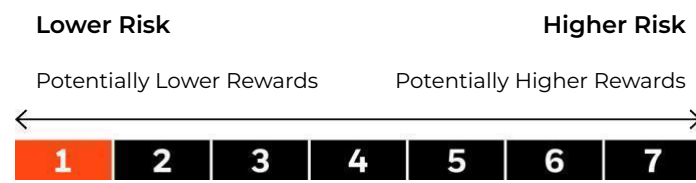
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Synthetic Risk and Reward Indicator (SRRI)

KEY RISKS: This Fund in the form of a Zero Coupon Notes is not a guaranteed investment vehicle. The Notes constitute limited recourse obligations of the Issuer and rank pari passu and rateably, without any preference among themselves, with all other existing direct, secured, limited recourse, indebtedness of the Issuer, which has been or will be allocated to the Compartment but, in the event of insolvency (including bankruptcy, insolvency and voluntary or judicial liquidation), only to the extent permitted by applicable laws relating to creditors' rights generally.

The Notes are unsecured.

The Notes are backed by the Underlying Assets. In accordance with the terms and conditions of the Securitisation Act 2004, the assets of the Compartment (including the Underlying Assets) will in principle be exclusively available to satisfy the rights of the holders of the Notes and of other creditors whose claims have arisen in connection with the creation, operation or liquidation of the Compartment. Such assets will generally be protected against the claims of creditors whose claims relate to any other compartment of the Issuer or the Issuer's general estate.



Capital at Risk: All financial investments involve an element of risk. Therefore, the value of your initial investment amount cannot be guaranteed.

Counterparty Risk: The insolvency of any institutions providing services such as the safekeeping of assets or acting as counterparty to derivatives or other instruments, may expose the Fund to financial loss.

Credit Risk: The underlying custodian may not repay capital to the Fund when due.

Service Providers

Frictionless Markets Sàrl

Fund Manager
Paying Agent
Settlement Agent
Transfer Agent
Fund Registrar

Barclays Bank

Fund Custodian

Creitrust Sàrl

Fund Admin
Calculating Agent

Audit Conseils Services Sàrl

Fund Auditor



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Important Information

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Investments in the Fund do not constitute deposits with a bank or deposit-taking institution. While efforts are made to maintain a stable net asset value per share, investors may incur losses by investing in the Fund.

Securities are offered through Frictionless Markets, a registered securitization fund under Luxembourg law. Frictionless Markets and its affiliates do not provide investment advice or recommendations to any individuals, and no communication herein or elsewhere should be interpreted as such.

Assets listed herein, such as digital assets or tokens using blockchain, are speculative, highly risky, often illiquid, may lack value, offer limited regulatory certainty, carry potential market manipulation risks, and could lead to principal loss for investors.

Investors should conduct thorough due diligence, refrain from solely relying on financial assumptions or estimates provided herein, and are advised to seek guidance from financial advisors, attorneys, accountants, tax advisors, and other professionals to understand and assess the risks associated with any investment opportunity.

Investing in the Fund involves speculation and risk, suitable only for investors capable of evaluating and bearing the associated risks. While the Fund aims to maintain a stable NAV per Share of \$1.00, there is no guarantee of achieving this.

The risk factors outlined herein do not constitute an exhaustive list of all potential or actual risks related to investing in the Fund. Further material information regarding actual and potential risks can be found in the Fund's governing documents.

Additional risks may exist, presently unknown to the Investment Manager or deemed immaterial, potentially subjecting investments in the Fund to different and additional risks and conflicts of interest not described herein.

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