Polychain Capitals
Accelerating the Global Adoption of Cryptocurrency
THE FIRM

Polychain Capitals was founded by former Head of Risk at Coinbase and Advisor at decentralized exchange protocol, 0x. Polychain Capital’s funds make up over $4.09 billion of assets under management.

Polychain is the world’s premier investor in cryptocurrency protocols and companies, raising $210 million in 2016 and 2017.

Polychain funds provide investors with the full spectrum of exposure to the space, ranging from illiquid venture capital assets (including early-stage tokens and multi-stage capital equity) to more liquid assets (such as bitcoin and other cryptocurrencies).
OUR HISTORY

Polychain was founded in 2016, and currently manages over $4 billion of institutional investor assets using a global macro strategy.

In 2018, Polychain launched its first Ventures Fund in the United States. Polychain Capitals is the world’s premier investor in cryptocurrency protocols and companies, having made 82 investments, 3 diversity investments, and 3 exits, with its most notable exits being Coinbase, Kik and Compound.

Polychain was founded in 2016, and currently manages over $4 billion of institutional investor assets using a global macro strategy.

In 2018, Polychain launched its first Ventures Fund in the United States. Polychain Capitals is the world’s premier investor in cryptocurrency protocols and companies, having made 82 investments, 3 diversity investments, and 3 exits, with its most notable exits being Coinbase, Kik and Compound.

Polychain was founded in 2016, and currently manages over $4 billion of institutional investor assets using a global macro strategy.

In 2018, Polychain launched its first Ventures Fund in the United States. Polychain Capitals is the world’s premier investor in cryptocurrency protocols and companies, having made 82 investments, 3 diversity investments, and 3 exits, with its most notable exits being Coinbase, Kik and Compound.

Polychain was founded in 2016, and currently manages over $4 billion of institutional investor assets using a global macro strategy.

In 2018, Polychain launched its first Ventures Fund in the United States. Polychain Capitals is the world’s premier investor in cryptocurrency protocols and companies, having made 82 investments, 3 diversity investments, and 3 exits, with its most notable exits being Coinbase, Kik and Compound.
PORTFOLIO MANAGERS

Polychain Capitals portfolio managers hold diverse backgrounds in traditional finance, venture capital, and cryptocurrency & smart contract developing.

OLAF CARLSON-WEE
FOUNDER AND CIO
Founder of Polychain Capitals
Former Head of Risk and Product Manager at Coinbase
Advisor at 0x and Angel Investor
B.S. from Vasar College, NY

MATT PERONA
COO AND CFO
Chief Operations/Chief Financial Officer at Polychain Capitals
Former Chief Financial Officer at Criterion Capital Management
Skilled at Hedge Fund, Private Equity, Financial Modeling, Investment Analysis, SEC Filings.
B.S. from Accounting from Brigham Young University

CAROLINE JAQUIs
CMO
Chief Marketing Officer and Partner at Polychain Capitals
Former Head of Risk and Product Manager at Coinbase
Advisor at 0x and Angel Investor
B.S. from Vasar College, NY
Polychain Edge

Our competitive edge is built on thought leadership, technical talent, and years of investing exclusively in blockchain assets.

Technical Talent
Members of this team have founded major blockchain projects and companies. The investment team includes engineers from Columbia, Caltech, and Princeton.

Leadership
The team has decades of experience at top-tier financial and crypto firms. Talent from Coinbase, Crypterium, Playtron, Bridgewater, and JP Morgan.

Deal Flow
Unparalleled deal flow resulting from a reputation for success in the sector, established network, and value-add. Polychain has led and participated in many of the biggest deals in blockchain.

Platform
Polychain community includes over 100 blockchain projects with best-in-class developers and entrepreneurs. Active deal management provides counsel, sufficient funding, cross-pollination, and referrals.
A Global Portfolio

Polychain has amassed a strong portfolio of companies building out core infrastructural pieces of the blockchain ecosystem such as exchanges, custodians, institutional trading tools, and more. The team sources deals both domestically and globally. Roughly a third of our companies are headquartered internationally.
Get a managed digital 401k investment to matched to your wealth goals, more profitable than a traditional 401k

Why Get a polychain 401k plan?

A polychain 401k plan means you don’t have to worry about your retirement, but you rest assured, knowing that we have you covered!
Polychain Loans

Get cash without touching your investment

Pay 0.0025% interest rate on crypto loans for account holders with over $200,000 total deposits

Requirement

- Kyc completed
- No collateral
A Summary Of Funds

Polychain Ventures- Announced date Dec 18, 2018
Our liquid token fund. A passive tracker of our diversified crypto assets. The Fund provides profitable and secure access to digital currencies while removing the burden of negative volatility and safekeeping coins. Our liquid venture Fund offers investors short term and long-term liquidity and a low fee structure. The Fund is formally structured as a Cayman hedge fund and is available to both U.S. and non-U.S.

Polychain Ventures LP
Announced date Sept 3, 2019 (Available). A multi-strategy vehicle for U.S. investors that typically invests in our core driven blockchain assets enabling investors opportunities to share in our company returns. The Fund is predominantly driven by a discretionary strategy focused on decentralized finance and adjacent assets. A $2.09 billion assets under management.

Polkadot Ecosystem fund?
Announced date October 9, 2019 (Closed) A discretionary vehicle offering both U.S. and non-U.S. investors exposure to early-stage tokens with liquidity horizons of 2-4 years. The Fund invests in teams building new protocols in the blockchain ecosystem and follows an early-stage, venture-style model with a minimum of $1 million.
Value Creation

Polychain capitals investment vehicles provide broad access to blockchain-based assets and have generated billions in value for investors. Polychain capitals Bitcoin Fund has returned over 79,000% in seven years.

### Venture Realized Investment

<table>
<thead>
<tr>
<th>Description</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of Realizations</td>
<td>18</td>
</tr>
<tr>
<td>Invested Capital</td>
<td>$17mm</td>
</tr>
<tr>
<td>Realized Value</td>
<td>$225mm</td>
</tr>
<tr>
<td>Unrealized Value</td>
<td>$35mm</td>
</tr>
<tr>
<td>Realized + Unrealized Value</td>
<td>$260mm</td>
</tr>
<tr>
<td>Multiple</td>
<td>10x</td>
</tr>
</tbody>
</table>
# Polychain Funds

<table>
<thead>
<tr>
<th>Program</th>
<th>Passive</th>
<th>Hedge</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Fund</strong></td>
<td>Bitcoin Fund</td>
<td>Early-stage Fund</td>
</tr>
<tr>
<td><strong>Strategy</strong></td>
<td>Etf-like Tracker</td>
<td>Discretionary</td>
</tr>
<tr>
<td><strong>Assets</strong></td>
<td>Bitcoin</td>
<td>Token Investments Pre-launch</td>
</tr>
<tr>
<td><strong>Return Profile</strong></td>
<td>Bitcoin Market Returns</td>
<td>Very Speculative, Potentially Highest</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Absolute Return</td>
</tr>
<tr>
<td><strong>Polychain capitals</strong></td>
<td>Low Cost</td>
<td>Early Access</td>
</tr>
<tr>
<td></td>
<td>Mid-market Execution</td>
<td>Technical Knowledge</td>
</tr>
<tr>
<td></td>
<td>No Premium To NAV</td>
<td>Widest Deal Flow</td>
</tr>
<tr>
<td><strong>Long-only Vs. Long/Short</strong></td>
<td>Long-only</td>
<td>Long-only</td>
</tr>
<tr>
<td><strong>Holding Period</strong></td>
<td>Indefinitely</td>
<td>Typically, Over One Year</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Hours To Years</td>
</tr>
<tr>
<td><strong>Investors</strong></td>
<td>Global</td>
<td>Global</td>
</tr>
<tr>
<td><strong>Subscriptions</strong></td>
<td>Daily</td>
<td>Monthly</td>
</tr>
<tr>
<td><strong>Redemptions</strong></td>
<td>Daily</td>
<td>Quarterly, 12 Months’ Notice</td>
</tr>
<tr>
<td></td>
<td></td>
<td>Quarterly, 65 Days’ Notice</td>
</tr>
</tbody>
</table>
| **Lockup**               | No Lockup                                  | No Lockup                                  | No Lockup
Liquid Token Fund

Fund Overview

*Actively managed hedge fund that trades the entire spectrum of publicly-traded digital assets.*

**Objective**

Provide investors actively managed exposure to publicly-traded digital assets.

**Investment Approach**

A multi-strategy vehicle that typically invests in 15-20 liquid tokens at any point in time. The Fund is predominantly driven by a discretionary strategy focused on decentralized finance and adjacent assets. The remainder of the Fund uses a quantitative strategy, trading on an hourly frequency.

**Portfolio Managers**

- Olaf Carlson-Wee
- Matt Perona
- CAROLINE JAQUIS
Quant vs Discretionary

Liquid Token Fund

01. Polychain Liquid Token Fund is currently 90% discretionary and 10% quantitative.

The discretionary sleeve allows us to make thematic-based investments in growing sectors of the industry.

02. Knowledge-based investing in high-growth potential digital assets
Use Case
Diversification

Portfolio Construction

Polychain Liquid Token fund invests in publicly traded cryptocurrencies and tokens spanning functions and use cases.

Use case: Portfolio vs. Market Weighting
**Benchmark Performance**

**Liquid Token Fund**

Year-to-date, Polychain Liquid Token Fund has outperformed its benchmark, Bloomberg Galaxy Crypto Index (BGCI), by +242 percentage points.

<table>
<thead>
<tr>
<th>Liquid Token Fund</th>
<th>+416%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bloomberg Galaxy Crypto Index</td>
<td>+174%</td>
</tr>
</tbody>
</table>
Early-Stage Token Fund

Fund Overview

Discretionary investing in early-stage blockchain protocols at the private sale stage

Objective

Provide investors exposure to new developing protocols and token projects.

Investment Approach

Invest in 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.

Portfolio Managers

Olaf Carlson-Wee
Matt Perona
CAROLINE JAQUIs
## Sample Investments

### Early-stage Token funds

Polychain Early-Stage Token Fund invests in projects spanning various use cases with a focus on decentralized finance and adjacent assets.

<table>
<thead>
<tr>
<th>Investment</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Injective Protocol</td>
<td>A decentralized exchange protocol that unlocks the full potential of open finance (Defi) by supporting margin trading, derivatives, and futures.</td>
</tr>
<tr>
<td>Acala Network</td>
<td>A decentralized stable coin platform powering cross blockchain open finance applications.</td>
</tr>
<tr>
<td>Polkadot</td>
<td>A layer 1 blockchain scalability and interoperability solution.</td>
</tr>
</tbody>
</table>
Early-stage token fund

Year-to-date, Polychain Early-Stage Token Fund has outperformed both its benchmark, Bloomberg Galaxy Crypto Index (BGCI), by +156 percentage points.

**Early-Stage Token Fund**  +330%

**Bloomberg Galaxy Crypto Index**  +174%
Polychain Bitcoin Fund

Fund Overview

*Passive tracker of Bitcoin, offering daily liquidity and a low fee structure.*

**Objective**

Provide Institutions and high-net-worth individuals quick, secure access to large quantities of bitcoin without the burdens of buying and safekeeping them.

**Investment Approach**

Non-discretionary tracker of bitcoin.

Portfolio Managers

Olaf Carlson-Wee
Polychain

Poly(Greek), ‘many, having many parts’
chain(conventional), ‘from the word blockchain’
polychain, ‘combining multiple blockchain
opportunities’

Investor Relations
San Francisco Bay Area, CA