

CASH MANAGEMENT POOL







July 2023

ADDRESSING TODAY'S CHALLENGES WITH SOLUTIONS





The Cash Management Pool seeks to address the critical needs of the crypto community amidst the ongoing global banking crisis.

TODAY'S CHALLENGES

- 1  Crypto holders face **significant friction** accessing TradFi capital markets & banking.
- 2  Existing on-chain credit is either **crypto correlated** with high smart contract risk, or **illiquid** – unsuitable for cash management.
- 3  TradFi **risk-free rates** at highest levels since 2007 – huge opportunity cost for Web3 businesses in keeping funds idle.
- 4  **Distrust of CeFi** in the wake of Celsius, Voyager, 3AC, BlockFi, FTX, and the ongoing global banking crisis.



CASH MANAGEMENT SOLUTION

- 1  KYC'd stablecoin holders can remain on-chain and earn yield sourced from risk taken on **U.S. Treasury bills**.⁽¹⁾
- 2  100% backed by **U.S. Treasury bills**⁽¹⁾ and custodied with a regulated prime broker. **Daily liquidity**⁽²⁾ made available for lenders.
- 3  **Capitalize** on TradFi **risk-free rates** and **extend runway** with **minimal effort** required, all while remaining on-chain.
- 4  **On-chain transparency** into flow of funds and **real-time monitoring** of underlying assets.

(1) Borrower is only permitted to invest in U.S. Treasury bills and reverse repurchase agreements fully collateralized by U.S. Treasury bills.

(2) Daily liquidity will be made available for lenders on U.S. banking days from 15:00 ET through 06:00 ET the following day.



BENEFITS OF CASH MANAGEMENT WITH MAPLE

Startups can extend runway, hedge against inflation, and manage day-to-day working capital needs.



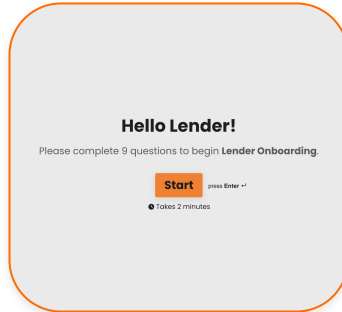
100% U.S. TREASURY BILLS⁽¹⁾



NEXT DAY WITHDRAWALS⁽²⁾



PROTOCOL SAFETY



SIMPLE ONBOARDING



KYC & AML COMPLIANCE



NO HIDDEN FEES⁽³⁾

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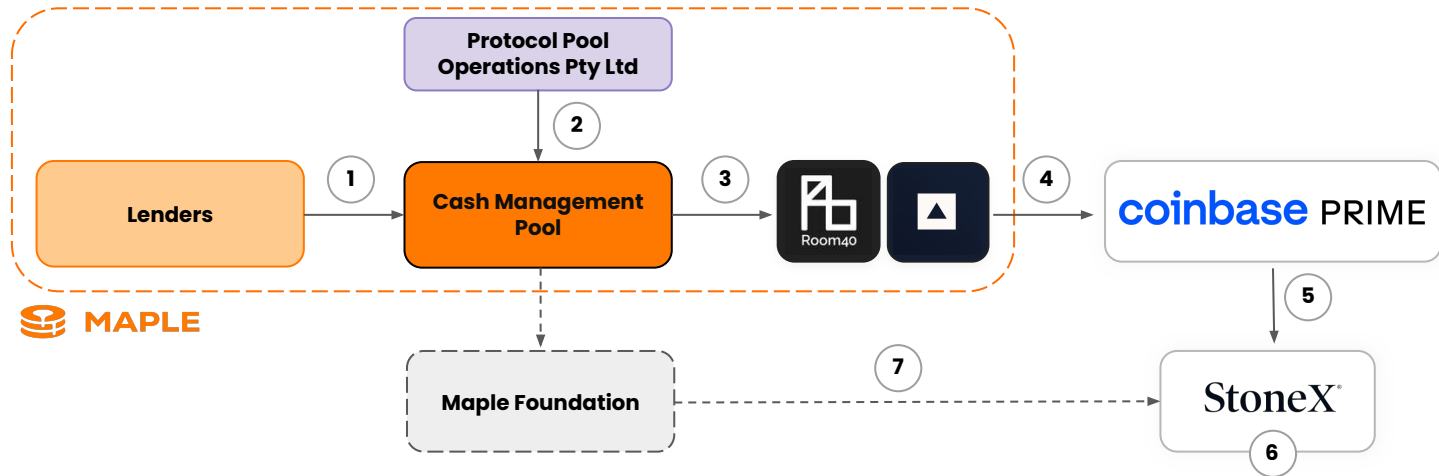
(2) Daily liquidity will be made available for lenders on U.S. banking days from 15:00 ET through 06:00 ET the following day.

(3) Additional 50bps fees for USDT denominated pool, to cover mint/redeem costs. Fees are transparently displayed on the webapp at all times



ILLUSTRATIVE FLOW OF FUNDS

Borrower draws down USDC or USDT from Maple pool, converts to USD, and transparently allocates risk to U.S. Treasury bills.



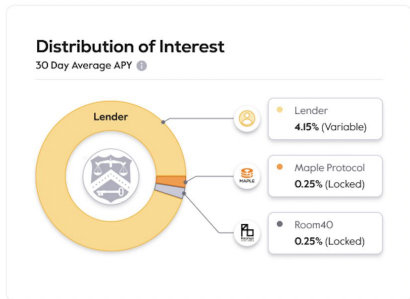
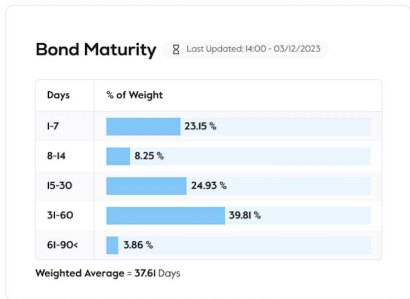
- Lenders supply USDC or USDT** into the relevant Pool and **receive LP tokens** in exchange.
- Protocol Pool Operations Pty Ltd acts as **Delegate** and is responsible for **administrative management** of the Pool.
- The **Pool issues a USDC or USDT loan** to R40-TI LLC's **Fireblocks** wallet, aligned with deposit currency
- For USDC:** The proceeds are immediately **sent** to R40-TI LLC's **Coinbase Prime** account. R40-TI LLC has engaged Coinbase Prime to hold USDC, convert USDC to USD, and wire funds to a broker dealer account.
For USDT: The proceeds are converted to USDC via defi or OTC desk, subject to best execution, before being immediately sent to **R40-TI LLC's Coinbase Prime** account, converted to USD and wired to a separate broker dealer account (segregated from USDC account).
- R40-TI LLC has engaged StoneX, a SEC and FINRA **regulated broker dealer** for prime brokerage services to custody and trade assets.
- Using its StoneX account, **R40-TI LLC** executes **trades, clears, and custodies** the Pool's assets.
- Maple Foundation**, a third party Cayman domiciled entity, acts as **Security Agent** under the Master Loan and Security Agreement. Maple Foundation is party to Account Control Agreements for R40-TI LLC accounts, where it has **"read-only" access** to custodial accounts with clear step-in rights upon an event of default.



REAL-TIME TRANSPARENCY ON MAPLE

Lenders have real-time visibility of the assets held by the Borrower, as well as outstanding loans to the Borrower.

Lenders can monitor the Borrower's portfolio, yield generation, fees and expenses, and ongoing maturity profile in real-time



Lenders benefit from real-time visibility of outstanding loans from the Pool to the Borrower on the Maple WebApp

Pool	Loan Address	Issuance Date	Maturity Date	Principal Remaining	Interest	Status	Actions
Room40 0xdE_40d6	0x568_60ae	13 Mar, 2023	19 Mar, 2023	1,000,000.00 USDC	4.65%	Active	View Details
Room40 0xdE_40d6	0x39D_39bf	14 Mar, 2023	20 Mar, 2023	3,000,000.00 USDC	4.65%	Active	View Details
Room40 0xdE_40d6	0x84E_22d0	14 Mar, 2023	20 Mar, 2023	4,000,000.00 USDC	4.65%	Active	View Details
Room40 0xdE_40d6	0x52D_58f2	16 Mar, 2023	22 Mar, 2023	2,000,000.00 USDC	4.00%	Active	View Details

Holdings

Last Updated: 14:00 - 03/12/2023

Export Show rows ID 1 - 15 of 84 positions

Position	Par	Par (USDC)	Identifier	Yield / Coupon	Final Maturity	Maturity / Reset
Treasury Bill	15.39%	500,000.00	912796Y86	4.53	07 Mar 2023	07 Mar 2023
Treasury Bill	11.63%	1,000,000.00	912796CW7	4.75	02 May 2023	02 May 2023
Treasury Bill	15.39%	250,000.00	912796Y86	4.53	07 Mar 2023	07 Mar 2023
Treasury Bill	11.63%	500,000.00	912796CW7	4.75	02 May 2023	02 May 2023
Treasury Bill	15.39%	2,000,000.00	912796Y86	4.53	07 Mar 2023	07 Mar 2023
Treasury Bill	11.63%	1,250,000.00	912796CW7	4.75	02 May 2023	02 May 2023
Treasury Bill	15.39%	2,250,000.00	912796Y86	4.53	07 Mar 2023	07 Mar 2023

Streamlined accounting with monthly interest statements



Statement

Wallet Address:



Statement Period:
3/1/2023 - 3/31/2023
Block: 16730072 - 16959602

Lender Statement - March 2023

Transaction Type	From USDC Pools
Beginning Lending Balance (Aggregate)	2,83M USDC
Deposits	0 USDC
Withdrawals	0 USDC
Total Accrued Interest	20.91 USDC



BORROWER PROFILE: ROOM40 CAPITAL

The team at Room40 Capital has over 50 years of combined experience across global macro, long-short equities, and digital assets.

Room40 Capital

Room40 is an institutional investment firm focused on crypto. The firm manages dedicated strategies for private and public crypto markets, allowing Room40 to deploy capital across the lifecycle of digital assets.

Room40 Capital is the firm's multi-strategy hedge fund. The fund's founding team has 50+ years of combined experience across global macro, long-short equities, venture, and digital assets.

Paul Yablon

Partner & CIO

As CIO of Room40 Capital, Paul leverages 35+ years of institutional investment and leadership experience. For 15 years prior to Room40, Paul was Senior Portfolio Manager at Moore Capital, where he managed a discretionary macro strategy investing in interest rates, currencies, and equity indices. Previously, Paul was Head of US Treasury Trading and a member of the Executive Committee at RBS Greenwich Capital, where he also founded the Global Macro proprietary trading group; Paul also traded G-7 sovereign bond markets and helped open the firm's London office. Prior to Greenwich Capital, Paul held investment roles at Barclays de Zoete Wedd and Brown Brothers Harriman.

Wes Tang-Wymer

Partner

Wes is a Partner at Room40 Capital and brings 10+ years of technology investing experience. Prior to Room40, Wes was co-founder of Rucker Park Capital, an early-stage venture firm. Wes was also a founding member of the investment team at SoftBank Group and SoftBank Vision Fund. Before SoftBank, Wes was a long/short equities investor at Point72 Asset Management and an investment banking analyst at Morgan Stanley.



ILLUSTRATIVE LENDER TERM SHEET

Enabling eligible lenders to earn conservative yield on USDC or USDT, sourced exclusively from risk taken on U.S. Treasury bills.

Target Net APY	Current 4-week U.S. Treasury bill rate as reported by the U.S. Department of the Treasury, less fees and expenses totaling 50bps annualized for USDC and 100bps annualized for USDT
Lender Eligibility	Accredited non-US persons that can satisfy all KYC and AML screening obligations
Minimum Deposit	\$100,000 USDC or USDT
Withdrawals	Daily liquidity will be made available for lenders on U.S. banking days from 15:00 ET through 06:00 ET the following day
Borrower	R40-T1 LLC, a standalone single purpose vehicle established by Room40 Capital domiciled in the State of Delaware. Borrower's prime broker is an SEC and FINRA regulated broker-dealer
Use of Proceeds	Use of proceeds restricted to taking a long position on U.S. Treasury bills and reverse repurchase agreements fully collateralized by U.S. Treasury bills. Weighted average maturity of the portfolio must remain less than 30 days
Transparency & Monitoring	Lenders have real-time visibility of outstanding loans in the Pool via the Maple WebApp, plus access to a public dashboard to monitor the Borrower's assets in real-time



CASH MANAGEMENT POOL SUMMARY

Maple's Cash Management Pool enables eligible USDC holders to access yield sourced exclusively from U.S. Treasury bills.

- ❖ Maple Finance ("Maple") recently launched a highly liquid cash management solution for stablecoin holders ("Cash Management Pool" or "Pool").
- ❖ The Pool lends USDC or USDT to a standalone single purpose vehicle established by Room40 Capital ("Borrower"), which generates yield on permitted U.S. government instruments. The team at Room40 Capital, a multi-strategy hedge fund, has decades of operational and trading experience with particular expertise in the U.S. Treasury market.
- ❖ In light of recent market events, the Cash Management Pool maximizes capital preservation and liquidity:
 - **Use of proceeds constrained to U.S. government instruments.** Borrower is only permitted to invest in U.S. Treasury bills and reverse repurchase agreements fully collateralized by U.S. Treasury bills.
 - **Assets custodied by an SEC and FINRA regulated broker-dealer.** Lenders benefit from a first-priority security interest over all assets of the Borrower and control agreements over its custodial accounts.
 - **Daily liquidity will be made available** for lenders on U.S. banking days from 15:00 ET through 06:00 ET the next day
- ❖ The Cash Management Pool is permissioned and available only to accredited non-US persons who complete a KYC and AML onboarding process with Maple.
- ❖ The Cash Management Pool targets a net APY⁽¹⁾ of the 1-month U.S. Treasury bill rate, less fees and expenses totalling 50bps annualized for USDC and 100bps annualized for USDT. The fee differential is due to higher off-ramp costs for Tether.



(1) APY calculation based on current 'coupon equivalent' rate for a 4-week U.S. Treasury Bill as reported by the U.S. Department of the Treasury, and net of all fees to the Borrower and Maple.

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