Alleviate credit risk in crypto borrow and financing using Tri-Party Repo (TPR™), the transaction at the center of modern financial markets.

Key Advantages:

1. Significantly reduce credit risk for both parties; each posts collateral

2. Standardized legal framework with customizable terms

3. Enables unfamiliar parties to transact in or broker crypto borrow-loan deals

4. Each transaction and the entire system are safer

DG provides a legal and deal framework; counterparties define the particular terms of each transaction. This includes the term of the loan, the interest rate, the default procedure, and the retained collateral amount for both sides. Straightforward, rules-based protocol with no surprises. No more frustrations with end-users posting a 50%+ margin requirement and platforms posting zero. Digital Gamma bears no agency or principal risk.
Lower Credit Risk → Increase Transaction Volumes

<table>
<thead>
<tr>
<th>OTC Market Maker</th>
<th>Take your existing high-volume business to the next level by bringing in the institutional clients looking for familiar collateralization terms.</th>
</tr>
</thead>
<tbody>
<tr>
<td>OTC/Agency Broker</td>
<td>Already on the phone with institutions trading bonds or options or repo or crypto? Add another product to the lineup.</td>
</tr>
<tr>
<td>Asset Manager, Trader</td>
<td>Don’t accept one-sided agreements because it is the only game in town. Posting substantially less margin reduces the cost of borrowing or the income from lending. Knowing that your counterparty has also posted margin keeps your principal or that of your investors safer. It also makes potential new investors more interested in the space.</td>
</tr>
<tr>
<td>Custodian, Wallet Provider</td>
<td>Post trades on behalf of clients who wish to keep coin in storage or off-exchange.</td>
</tr>
</tbody>
</table>

Gemini Clearing™:
Fully electronic clearing and settlement solution for off-exchange or over-the-counter (OTC) crypto trades, will be clearing and settling our trades. Gemini Clearing™ provides regulated clearing and settlement services for such pre-arranged trades, which helps to ensure timely settlement and mitigate counterparty risk.

Dynamic Process: Rebalance and Default
Digital Gamma runs a rebalance protocol to ensure parity between counterparties. Rebalancing keeps each particular TPR™ safer and makes the entire system safer by having both parties posting retained collateral as prevention against loss in default.
If one party does not respond under the agreed terms, the TPR™ goes into default. Digital Gamma moves an appropriate amount of retained collateral to the non-defaulter. TPR™ cannot guarantee that non-defaulting parties will not sustain loss, but it does mitigate credit risk substantially. Digital Gamma guarantee or stand between the counterparties.

Summary:
The Digital Gamma Tri-Party Repo improves the crypto borrow market by implementing two-sided escrow and risk management process. Credit risk is changed into market risk. Credit risk is reduced AND counterparties have reduced margin posting vs current practice. Digital Gamma delivers greater efficiency with less risk.

Contact Digital Gamma for specifics on getting started using TPR™

Digital Gamma
121 Newark Avenue, Suite 561
Jersey City, NJ 07302
ari@digital-gamma.com
paul@digital-gamma.com
www.digital-gamma.com