

Digital Security Token – Information Sheet



Terms for the purpose of this document:

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|--------------------------------|--|
| Company | MinedBlock Limited and/or MinedBlock Holding Limited |
| Assets | The total mining service which will be generated through the MinedBlock mining facilities and will be referred to as the 'Asset' |
| Revenue Share | 75% of the total mining service output will be owned collectively by MBTX token holders |
| Mining Service | Represents the total service offered across multiple mining technologies. This will grow over time as MinedBlock Limited utilize 25% share of the revenue to increase mining capacity and to reduce the total circulating supply of token shares. It also includes any revenue generated by masternodes hosted and owned by MinedBlock Holdings Limited. |
| Special Purpose Vehicle | Represents MinedBlock Holding Limited which will be the legal entity which owns 75% of the mining hardware and acts as the investment vehicle for the fundraising stage |
| MinedBlock | Unless stated as a specific entity, any reference to MinedBlock is assumed to be inclusive of both Limited Companies |

Overview

MinedBlock is a large scale, cost efficient crypto mining company. We provide a fully managed crypto mining service which pays out 75% of our revenue to our share/token holders. You can read the full detail of the project in our Whitepaper. This document is an initial offering overview which covers how the Security Offering, Company and the Service is structured

The full Service is comprised of two UK registered Limited Companies:

MinedBlock Limited (Company Number 11481414)
MinedBlock Holding Limited (Company Number 11734839)

MinedBlock Holding Limited will own 75% of the total **Mining Service** and will be 95% owned by the shareholders. MinedBlock Limited will own the remaining 5%
MinedBlock Limited will own 25% of the Mining Service and will use the mined revenue to grow the service offered to increase the revenue generation over time.

The Security Token Offering is to purchase Equity by way of preference shares in MinedBlock Holding Limited. Each token will represent 1 preference share and there is no hard cap on the raise. Simply put – the more funds raised the larger the mining service will be and therefore the larger the return.
Dividends will be paid on a monthly basis directly to token holders Ethereum wallets. Token Holders will receive a right of first refusal on any future share offerings and future fundraising rounds.

We have set a soft cap target of **\$1,000,000** in order for the project to proceed, if this target is not reached then all funds will be refunded to participants.

The company will offer a limited option for participants to request a refund up until the point where the soft cap is reached. Once the soft cap has been raised the funds raised will be committed to purchases relating to building the mining farm.

Our Security Token

MinedBlock offers the opportunity for investors to purchase our ST20 Security Token which is a digital asset backed by a corresponding

Preference Share in MinedBlock Holding Limited that enables holders to receive a revenue share produced by our mining farms. Collectively, MBTX token holders will own 95% of the **Special Purpose Vehicle** and the associated costs and revenue so therefore will receive the **revenue share** each month based on the profit generated. Revenue will be shared respectively and equally between all token holders on a 'payout per token' model.

Each MBTX token sold will represent 1 Preference Share A in MinedBlock Holding Limited.

Shareholder rights:

"Each Preference Share A holder will be entitled to a **revenue share** produced by 75% of the total **Mining Service**. Shareholders will also have the right to vote on future expansion of the **Mining Service**. Shareholders are not liable for any losses or costs due from the **Company**"

MinedBlock Limited will assume responsibility for maintaining, replacing and expanding the physical assets and will remain responsible for any costs incurred beyond that of the revenue generated in the unlikely event the service becomes un-profitable. At no point will token holders be expected to cover any losses if this did ever happen.

All expense and revenue information for each month will be available for review by any token holders to ensure full transparency of the total managed **Mining Service**. All Wallet addresses owned by the **Company** will be published within the Investor Dashboard to give full visibility.

Token holders will be able to 'vote' for the direction of future expansion from within the Investor Dashboard when it is live. The term 'vote' in no way reflects a right to direct the company itself but will allow an input into how the **Mining Service** is expanded.

Security Token Offering

Security Token sale participants will be required to pass KYC (Know Your Customer) checks via our Website to enable whitelisting within the Smart Contract. To satisfy the requirements of the US Securities and Exchange Commission (SEC); US investors will need to qualify as Accredited Investors.

The cost for KYC and Accreditation checks will be passed to the investors at our cost price, upon successful completion of the required checks you will be credited with the equivalent number of MBTX tokens at a discounted value of \$0.075 each. This is to ensure only serious participants go through the process to reduce unnecessary cost for the **Company**.

- The Security Token Offering will be a staged sale with the initial pre-sale available for 30 calendar days.
- The Base price will be set at 0.8 POLY per MBTX which represents a 20% discount on the standard token price.

Following a successful pre-sale we will start the main sale stage, details of which will be available on our website.

Disclaimer

- MinedBlock makes no promise or prediction of future MBTX token price, we offer value through enabling access to a revenue generating asset and any token value deemed via the secondary market is completely out of our interest and control.
- MinedBlock reserves the right to overrule the expansion vote where we believe there to be suitable reason to do so but in this event full communication to token holders will be provided with our reasoning for doing so.
- No ownership of physical hardware is granted to token holders, the 'Asset' refers to the total mining service provided by MinedBlock
- MinedBlock reserves the right to geographically re-locate the Company if we deem beneficial to do so.
- MinedBlock also reserves the right to re-issue the Security Token on another platform if the Polymath ST20 token platform becomes unfit for purpose.