

Vaultbanc but a portion of potential periodic earnings

[Business](#), [Strategy](#)



Vaultbanc seeks to minimize the volatility of the Vaultbank Token by supporting its value through a portfolio of secured credit assets. In turn, the yields of the portfolio's credit assets will be then reinvested back into the portfolio of credit assets to attempt to increase the underlying fundamental value of each Vaultbank Token. The portfolio of credit assets will further be secured by a surety wrap to enhance stability and returns. The Fund Manager will use artificial intelligence and machine learning to build a portfolio of secured credit assets. Vaultbanc intends to lever the portfolio with warehouse lines of credit, secured by the portfolio of between 4: 1 and 10: 1 leverage, depending on the class of assets. Investment Objective and Strategy The Fund's investment objective is to provide attractive returns on invested capital through a proprietary quantitative approach to underwriting credit assets, to be provided by Random Forest Capital.

The Fund will adhere to an investment strategy driven by data science, in which machine learning within fully nonparametric statistical models are applied to the problem of expected gains in financial investments. The Fund Manager seeks to identify "optimal" loans to invest in and utilizes a multistage approach to purchase such loans. The Fund seeks diversification of its assets through investments in loans of varying sizes and maturities, based on the type of loan. The net income earned by the Fund during any given month shall generally be retained for reinvestment, but a portion of potential periodic earnings may be used for distributing quarterly dividends to Vaultbank Token holders, where such dividends are approved by Vaultbanc's board and voting shareholders. At its discretion, the Fund may change or use additional strategies to achieve its investment objective,

and intends to employ leverage, as further described in the Offering Memorandum. There can be no assurance that the Fund will achieve these objectives or that substantial losses will not be incurred. Blockchain Technology Enables Efficient Liquidity for Investors Blockchain technology has the potential to provide greater integrity, safety, security, and transparency.

As such, Vaultbanc will use the blockchain to ensure immediate transaction adjudication at low costs in hopes of providing greater liquidity for investors. Efficient Prepaid Debit Cards Vaultbanc is teaming up with Volopa to provide debit cards that will be accepted worldwide, and will allow customers to pay with cryptocurrency through traditional plastic debit cards. The account holders will be empowered to select from multiple cryptocurrencies for use as tender, and when they initiate a transaction (e. g. a dinner that costs \$3.65), either prepaid debit cash will be used, or the holder can elect to use a supported cryptocurrency, which will then be sold at spot price to complete the transaction.

Since Vaultbanc debit cards will be accepted at all point of sale terminals, for the first time, cryptocurrency will be able to be used as tender for everyday purchases. Furthermore, Vaultbanc also plans to provide transaction services for partner tokens, enabling those tokens to be used as tender.