

Investment Account Report

MARCH 2022

Month-End Ethereum Investment Account

Token	Units	Price	Value (\$)
bb-a-USD	2,294,725.89	1.01	2,313,020.17
fG-UNI-DAI-F EI-8	544,466,760.71	0.002	1,145,117.64
fG-UNI-FEI-U SDC-8	15,459.16	100.14	1,548,036.54
G-UNI-icETH- WETH	4,673.26	51.45	229,236.07
ETH	152.99	3,283.30	(502,312.07)
icETH	30.79	3,327.93	102,466.96
WETH	54.48	3,286.27	179,032.44
USDC	1,719,897.33	1.00	1,719,897.33
Total			6,734,495.08

Commentary

Following the deployment of \$2.55M of USDC near the end of January & follow-on deployment of \$2.45M on March 14, \$5M remains deployed as of Apr 5. These allocations are aimed at earning returns and acquiring strategic assets that could be used to support liquidity incentives on IC products and boost IC's metagovernance influence. The deployment stand as shown below.

1. Balancer boosted pool that utilize Aave to provide LP with additional yield

Total estimated earning accrued and not claimed since deployment = **\$19,518****

Net additional earnings since last reporting date (March 22) = **\$9,436**

Annualized (estimated return) = 10.69%

2. FEI-USDC & FEI-DAI Uniswap V3 pool. The LP tokens were then deposited to FeiRari Pool 8 which receives incentives from Tribe DAO in the form of Tribe tokens.

Estimated earning accrued and not claimed = **\$36,907****

Net additional earnings since last reporting date (March 22) = **\$11,197**

Annualized (estimated return) = 10.81%

** Estimated accrued earning/return was calculated based on accrued tokens (both pending and claimable) and token price as of Apr 5, 2022.

Using the weighted average annualized return of 10.75%, the annual estimated earnings will be \$537,500. Do note, there is \$1.7M held passively in the wallet. We intend to deploy this capital shortly and increase the utilisation from 71% to 100%.

Outlook and Next Steps

Both the allocations to the Balancer Boosted Pool and the Tribe FEI-USDC/DAI pool are expected to continue yielding in excess of 10% for the foreseeable future. Our intention is to maintain these attractive strategies. In addition, with the introduction of Balancer veBAL on Apr 7th, we plan to deploy all earned BAL tokens in the B-80BAL-20WETH pool and lock the resulting LP token in exchange for veBAL tokens. veBAL holders are expected to get boosted liquidity mining yields (up to 2.5x) and provide Index Coop the ability to vote for BAL rewards on future products built on Balancer V2.

With Liquidity being a major financial outlay for IC the ability to use other protocol incentives for future products could drive significant cost savings.

Performance Benchmark

The benchmark for performance comparison for the investment account is defined as an equal weighted allocation to the two largest variable rate lending USDC markets in DeFi i.e. Aave and Compound. Both Aave and Compound are well-recognized within the crypto community as highly liquid and lowest risk markets for lending.

	Weight	Return	Weighted Return
Aave USDC Market	0.5	2.23%	1.12%
Compound USDC Market	0.5	2.64%	1.32%
Total			2.44%

Investment Account Key Results

OKR	Results
% of assets deployed productively	71%
% of assets that are liquid	100%
Nominal (estimated) annualized ROI	10.75%
Performance relative to Benchmark	8.36%