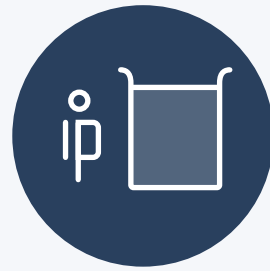


1. Liquidity Provider

Liquidity Provider contributes £ 100,000 to partially fund the Liquidity Pool.

£ 100,000



Liquidity Pool is integrated into the Populous invoice discounting platform via smart contract

Conditional values:

1 P_£ = 1 £ ◦ 1 PPT = 20 £ ◦ P_£ - GBP Poken

January 1



PPT 3,125
P_£ 50,000



P_£ 50,000



2. Investor accesses P_£ 50,000 from the pool.

Investor (PPT holder) securitises PPT worth £ 62,500 and receives 80% of the value.



3. Investor purchases invoice for P_£ 50,000.

Investor receives an interest of 3% (P_£ 1,500) for the loan duration of 30-days.

January 30



P_£ 50,250
PPT 3,125



P_£ 51,500



5. Investor returns P_£ 50,250 to the pool.

A charge of 0.5% is levied for accessing the liquidity pool. Upon payment the securitised PPT is released to the investor.



4. Invoice seller pays back the loaned amount plus interest.

Investor is paid P_£ 51,500 on invoice due date.

March 10

(late payment by the Investor)

5a. Investor returns P_£ 50,300.25 to the pool which include late payment penalty.

A charge of 0.5% is levied for accessing the liquidity pool. Upon payment the securitised PPT is released to the investor.

- Later payment penalty is levied at a rate of 0.1%
- Penalty will compound every 30 days



P_£ 50,300.25
(+ 50.25)
PPT 3,125



All numbers used are only for illustration purposes