

# Nebulas Foundation Financial Report

## Second Half of 2019

As of Dec 31, 2019

### I. Overview

The opening and closing balances of the Nebulas foundation's financial report for the latest period is as follows:

Classification	Opening Balance Until July 31, 2019	Closing Balance Until Dec 31, 2019	Opening Balance USDT equivalent Closing value on coinmarketcap.com as of July 31, 2019	Closing Balance USDT equivalent Closing value on coinmarketcap.com as of Dec 31, 2019
Nebulas Community Fund (NAS)	3,881,816.47 NAS	3,285,629.4149 NAS	\$3,780,721.82	\$1,181,295.48
Raised Funds (ETH)	10,431.1848 ETH	5,887.7308 ETH	\$2,280,778.55	\$763,108.79
Nebulas Foundation Entrusted Assets (NAS)	49,953,504.7353 NAS	17,212,470.76 NAS <i>(post burning of the community fund)</i>	\$46,498,370.67	\$6,675,734.70
Other assets (including BTC, ATP, etc...)			\$19,750,508	\$10,021,971.74
<b>Total</b>			<b>\$72,310,379.04</b>	<b>\$18,642,110.71</b>

Note: The change in the USDT equivalent at the opening and closing of the current financial report was mainly due to the burning of the 35,000,000 NAS Community Ecosystem fund and the fluctuation of currency exchange rates.

## II. Usage of The Nebulas Foundation Funding

### 1.Usage of the Nebulas Community Fund

Since last financial report on July 31, 2019 until Dec 31, 2019:

Opening Balance: 3,881,816.47 NAS		
Ecosystem	Amount	Notes
Community development & developer support	20,000.0015	Supporting the go.Nebulas.io Community Collaboration Platform, developer bounty program, community development, etc.
Research and development and daily operations	576,187.0536	Includes technology research and development investment, employee compensation, daily operations, etc.
<b>Ending Balance: 3,285,629.4149 NAS</b>		

### 2.Usage of Nebulas Project Funding

Since the last financial report until Dec 31, 2019, the usage of Nebulas project funding (ETH, usage of Nebulas since last financial report on July 31, 2019 until Dec 31, 2019):

Opening Balance: 10,431.1848 ETH		
Classification	Amount	Notes
Ecosystem Fund	3,833.4282	Project incubation within the Nebulas ecosystem and investments for Nebulas ecosystem
Dev & Operation	710.0232	Research and development, staff payment, daily operations, etc.
<b>Ending Balance: 5,887.7334 ETH</b>		

### III. Development & Operation

#### 1. Development

In accordance with Nebulas' vision of "Let everyone fairly obtain values from decentralized collaboration", in 2019, Nebulas carried out research and development in decentralized collaboration. This includes the Proof of Devotion (PoD) consensus mechanism, Developer Incentive Protocol (DIP), on-chain governance tools, on-chain collaboration platform, etc..., as well as exploring on-chain decentralized governance with community members.

- Jan 2019: The Nebulas community forum went online
- Jan 2019: Developer Incentive Protocol released on the testnet
- Mar 2019: Launch of the go.Nebulas.io Community Collaboration Platform where community members can claim bounties and submit community projects via the platform
- May 2019: On-chain governance via Smart Contract begun where community members can participate in community decisions via voting
- Sept 2019: Launch of Decentralized Staking (dStaking)
- Oct 2019: Nebulas Developer Center online
- Nov 2019: Launch of the Nebulas PoD Node Decentralization Strategy - Based on the Proof of Devotion (PoD) consensus mechanism. This mechanism is based on users' contribution to the ecosystem and where users who operate nodes participate in community governance
- Dec 2019: Launch of the Nebulas PoD Node Strategy Platform (node.nebulas.io); Node application by invitation only with public release expected in Q1 of 2020

Until Dec 31, 2019, the Nebulas team have received multiple honors:

- Jan 2018: Davos, Switzerland, World Economic Forum Blockchain Branch where Nebulas won the "Excellent Project Award" by the China Blockchain Application Research Center
- July 2018: Ranked third in the Global Public Blockchain Technology Assessment by the CCID (China Center for Information Industry Development)
- Dec 2019: One of the top 10 Chinese public chains in 2019 by the CCID

## 2. Community

Nebulas has communities in multiple languages including English, Russian, German, Korean, Spanish, Portuguese, as well as communities in China, Korea, Japan, Vietnam, Sri Lanka and other countries. Nebulas has visited 10 countries including the U.S, Australia, UK, France, Switzerland, Korea, Japan, Vietnam, Singapore, China and 21 cities around the world. Nebulas has created and managed numerous programs to support community developers such as meetups, hackathons, online learning, developer bounties, etc... In addition, we have visited Berkeley University, New York University, Columbia University, Harvard University, Singapore University of Social Sciences, Tsinghua University, Peking University, Shanghai Jiao Tong University, Tongji University and many others. The main events are listed below:

- Aug 2017: Shanghai, first speech at the 4th Global Blockchain Summit
- Aug-Nov 2017: first broadcast on Ding Ding TV; high tech media in Silicon Valley; shared Nebulas' vision at Google
- Nov 2017: Singapore, FinTech Festival and Block Show Asia
- Mar 2018: Launch and celebration of the Eagle Nebula Mainnet launch in Silicon Valley; speech at the Harvard Business School; first visit to Australia and Japan
- Apr 2018: Bristol, UK, European LLVM Developers Meeting where Nebulas gave the sole speech pertaining to Blockchain
- May 2018: Co-hosted the Building Blocks Hackathon at Consensus 2018
- May-July 2018: Nebulas Incentive Program
- June 2018: Sponsored Silicon Valley Festival Hackathon
- June 2018: Beijing, ACM International Conference on Supercomputing (ICS)
- Dec 2018-Jan 2019: Public Chain Technology Alliance (PCTA) meetups; first visit to Korea
- Apr 2019: Beijing, Launch and celebration event of Nebulas NOVA
- July 2019-present: Smart Asset meetups; first visit to Vietnam

Listed on exchanges (until Dec 31, 2019):

- Sept 2017: BECX, Allcoin, LBank
- Dec 2017: Huobi.pro, Gate.io
- Jan 2018: OKEX
- June 2018: Binance
- Mar 2019: DragonEX
- Apr 2019: HBUS (Huobi US)
- June 2019: Bithumb Global
- Nov 2019: MXC

#### IV. Ecosystem and Investment Fund

The Nebulas ecosystem and investment Fund invested a total of 44,649.378 ETH. This fund targets the development of the Nebulas ecosystem and incubation of Nebulas ecosystem projects. There have been no new projects investment during this period (July 31, 2019 - Dec 31, 2019).

The investment and current returns are shown below:

Fund	Invested via ETH	Returns (USDT equivalent)
Ecosystem Fund	33,423.8382	5,021,333.3332
Investment Fund	11,225.54	5,074,089.87

Due to the impact of market value fluctuations, the above investment is the market value as of Dec 31, 2019 and does not represent the final income of the funds.

#### V. Assets managed by the Nebulas Foundation

The Nebulas Foundation manages NAS and other assets. Asset amounts are detailed below (Converted at the closing price of coinmarketcap.com on Dec 31, 2019):

Classification	USDT equivalent	Notes
NAS	\$1,181,295.48	Ending Balance: 3,285,629.4149 NAS
Others	\$10,785,080.53	Includes BTC, ETH, ATP, etc.
<b>Total</b>	<b>\$11,966,376.01</b>	

## VI. NAS assets entrusted by the Nebulas Foundation

Details of NAS assets entrusted by the Nebulas Foundation:

Classification	Amount (NAS)	USDT equivalent
Community Reserved	0 (35,000,000 was burned)	\$0.00
Team Reserved (Locked)	11,565,577.77 *	\$4,158,218.43
DPoS Bookkeeping Rewards	5,546,740.54 **	\$1,994,241.81
Unswapped ERC-20 NAS	1,455,424.09 ***	\$523,274.44
<b>Total</b>	<b>18,567,742.4</b>	<b>\$6,675,734.69</b>

\* The first portion of the team reserve was released in July of 2019.

- Founders fund: Gradually unlocked over the course of 10 years.
- Staff fund: Gradually unlocked over the course of 3 years.
- All data in the table is as of Dec 31, 2019.

\*\* DPoS Bookkeeping Rewards began with the Nebulas Mainnet launched on March 30, 2018.

- Total income: 8,219.1744 NAS daily.
- All data in the table is as of Dec 31, 2019 and is not the final amount.

\*\*\* As of Dec 31, 2019, there has been a total of 43,544,575.9137555 ERC20 NAS swapped.

1,455,424.08624452 NAS remain unswapped and locked in the Nebulas address:

n1TjEVnZ78QQTqCiZLtoqfvuZVJjTRcFhnh.

## VII. Total assets managed by Nebulas Foundation

The Total assets under management of the Nebulas Foundation as of Dec 31, 2019 (Converted to the closing price of coinmarketcap.com on Dec 31, 2019):

Classification	USDT equivalent	Notes
NAS	\$1,181,295.48	Ending Balance: 3,285,629.4149 NAS
Others	\$10,785,080.52	Includes BTC, ETH, ATP, etc.
Entrusted Assets	\$6,675,734.69	Includes Community Reserved, Team Reserved (Locked), DPoS Bookkeeping Rewards, etc.
<b>Total</b>	<b>\$18,642,110.70</b>	

The Nebulas Foundation will continue to support the continued operation of the Nebulas Project, support the Incubation of Nebulas Ecosystem Projects and expand the Nebulas Developer Community while remaining transparent and cost effective. The next financial report will be released in July of 2020.