

# Nebulas Foundation Financial Report for the Second Half of 2020

Data as of December 31, 2020

## I. Overview

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

Classification	Opening balance as of June 30, 2020	Closing balance as of December 31, 2020	Opening Balance USDT equivalent Closing value on coinmarketcap.com as of June 30, 2020	Closing Balance USDT equivalent Closing value on coinmarketcap.com as of December 31, 2020
Nebulas Community Fund NAS	2,397,469.2133 NAS	2,109,647.9299 NAS	\$880,314.7331	\$493,587.9972
Raised Funds (ETH)	5,465.3709 ETH	5,220.8357 ETH	\$1,236,868.0979	\$3,851,932.5624
Nebulas Foundation Entrusted Assets (NAS)	17,014,051.38 NAS	16,926,849.36 NAS	\$6,247,304.4560	\$3,960,324.1642
Other assets (including investment assets such as BTC and ATP)			\$8,202,281.1801	\$8,691,746.9638
<b>Total:</b>			<b>\$16,566,768.4671</b>	<b>\$16,997,591.6877</b>

## II. Usage of The Nebulas Foundation Funding

### 1. Usage of the Nebulas Community Fund

From the last financial report (June 30, 2020) until December 31, 2020, the use of NAS within the Nebulas Community Fund was classified as follows:

Opening balance : 2,397,469.2133 NAS		
Classification	Current consumption	Description
Community development and developer support	34,598.6139	Includes fees for Go.Nebulas.io community collaboration platform operations, developer bounty program, community developer support, etc
Research and development and daily operations	253,222.6696	Including some expenses for technological research and development, employees' salaries, daily operation, etc
<b>Closing balance : 2,109,647.9299 NAS</b>		

## 2. Usage of Nebulas Project Funding

From the last financial report till December 31, 2020, the use of the raised capital shall be classified as follows:

Opening balance: 5,465.3709 ETH		
Classification	Current consumption	Description
Ecosystem fund	217.6509	We review the development of the Nebulas economy as an investment target, and simultaneously support the incubation of Nebulas ecosystem projects
R&D and daily operations	26.8843	Including some expenses for technological research and development, employees' salaries, daily operation, etc
<b>Closing balance : 5,220.8357 ETH</b>		

## III. R&D and Community

### 1. Research and development

***DeFi infrastructure went live***

In the second half of 2020, Nebulas' DeFi infrastructure consisting of Cross-Linked Asset Conversion Link.nextDAO and Decentralization Conversion Swap.nextDAO went live and achieved cross-Linked asset conversion between Ethereum and Nebulas. In addition, this provided the basic foundation for private developers and the Nebulas Foundation to develop more DeFi applications.

The DeFi infrastructure currently supports Ethereum's USDT and Nebulas' nUSDT asset conversion as well as supports NAS, NAX, nUSDT conversion and direct-send. This also allows users to provide liquidity for transaction pairs, and pledge LPs incentives.

### ***Infrastructure services upgrade***

In addition, the mainnet APIs and corresponding documentation has been fully updated to facilitate developers to use the Nebulas mainnet and other related tools to ensure the main network and governance data remain open and transparent. All of Nebulas' supporting tools including Go.nebulas collaboration platform, Explorer browser, NAS nano Pro mobile wallet, Chrome Extension wallet, Web Wallet/offline wallet, wiki documents, official website, etc... have been upgraded with the new network and DeFi services.

## **2. Community**

Nebulas supports and has communities in a number of languages, including English, Russian, German, Korean, Spanish, Portuguese, Chinese, Korean, Japanese, Vietnamese and Sri Lankan.

During 2020 continued development was hampered by the global coronavirus. Regardless, the Nebulas community took crucial steps for continued success; with the launch of community governance along with the release of Nebulas' Proof of Devotion(PoD) consensus mechanism.

As of December 31, 2020, 59 Nebulas nodes are live and have been selected for consensus. The Committee, which consists of Nebulas Governance Node, have organized 13 meetings in Chinese and English, conducted nine rounds of PoD governance votes, and voted on 156 proposals, 22 projects and 9 node-based issues. A total of 61 votes were passed, of which 35 were completed, 7 were in progress and 69% were implemented. The types of proposals involved node and governance-related rule optimization, economic improvement, community expansion, research and development of new products and tools.

#### IV. Ecosystem and investment funds

Total investments to the ecosystem and investment funds total 45,188.0269 ETH. The ecosystem fund aims at the economic development of Nebulas, and this fund continues to support ecosystem-based projects and increase the allocation of mainstream digital currencies in the current period. There have not been any new investment projects via the investment funds during the current period.

The information on investments and income is as follows:

Fund	Investment in ETH	USDT equivalent
Ecosystem Fund	34,018.3031	\$6,588,357.6194
Investment Fund	11,169.7238	\$6,907,433.00

Due to the varying market value, the above recorded income is the market value as at December 31, 2020 and does not represent the final income of the Fund.

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

The assets under the management of the Nebulas Foundation includes NAS and other assets, as shown in the following table (closing price via coinmarketcap.com on December 31, 2020):

Classification	USDT Equivalent	Description
NAS	\$493,587.9972	End-of-period 2,109,647.9299 NAS
Other assets	\$12,543,679.5262	including BTC, ETH, ATP and other investment assets
<b>Total</b>	<b>\$13,037,267.5234</b>	

#### VI. Assets entrusted by the Nebulas Foundation

Details of other assets under the custody of the Nebulas Foundation are as follows:

Classification	NAS Quantity	USDT Equivalent
Community Reserve	0 (35 million burned)	0
Locked Nebulas Team Assets	11,565,577.77 *	\$2,705,963.45
Go.Nebulas Fund	3,969,944.53 **	\$928,836.01
Unconverted ERC-20 NAS	1,391,327.44 ***	\$325,524.71
<b>Total</b>	<b>16,926,849.3600</b>	<b>\$3,960,324.1642</b>

\* The team reserve assets were first unlocked July, 2019. The founder tokens are unlocked during a 10 year period while the remaining team members and consultants are unlocked during a 3 year period. Statistics for the numbers in the table as at December 31, 2020.

\*\* [The Go.Nebulas fund](#) was established and delivered on April 14, 2020;

Address: n1cwsE8w4m6cRkr14R5c4hK3Lb9wPsUHhY9

\*\*\* As of December 31, 2020, 43,608,672.56 ERC20 NAS have been converted to mainnet NAS; a total of 1,391,327.44 ERC-20 NAS remain unconverted.

The custody address for these tokens: n1TjEVnZ78QQTqCiZLtoqfvuZVJjTRcFHnh.

## VII. Total assets managed by Nebulas Foundation

The total of the Nebulas Foundation's assets and managed assets are as follows (value at closing price of coinmarketcap.com on December 31, 2020):

Classification	USDT Equivalent	Description
NAS	\$493,587.9972	End-of-period balance 2,109,647.9299 NAS
Other assets	\$12,543,679.5262	Including BTC, ETH, ATP and other investment assets
Entrusted assets	\$3,960,324.1642	Includes team unlocked, GoNebulas fund pool and unconverted NAS
<b>Total</b>	<b>\$16,997,591.6877</b>	

The Nebulas Foundation will continue to support the operation of the Nebulas blockchain Project, support the incubation of ecosystem projects and expand the Nebulas developer community in line with the goals of open source and conservation. The next financial report will be published in July, 2021.