

# IDX Risk Managed Ethereum Trust


## The First Risk-Managed Trusts

### Built For Fiduciaries




The IDX Risk-Managed Ethereum Trust is a private, open-ended trust that seeks to provide upside participation to Ethereum with lower drawdowns and volatility than a long only exposure. The trust uses a proprietary, rules-based approach to allocate to either Ethereum or Cash (USD) depending on the estimated favorability of the risk-regime.

IDX is the first to work with S&P Dow Jones to calculate Digital Assets Indices. The IDX Risk-Managed Ethereum Index serves as a benchmark to the IDX Risk-Managed Ethereum Trust. [Ticker: IDXETH]

	IDX Trust	Long-Only Ethereum Trusts
Risk Managed Strategy	✓	✗
Dynamic Rules-Based Approach	✓	✗
Volatility Reduction	✓	✗
Correlation to Equities	Stable & Low	Increasing Over Time

## Performance

As of June 30, 2021		1 MTH	3 MTH	YTD	1 Year	3 Year Annualized	5 Year Annualized	10 Year Annualized
IDX Risk-Managed Ethereum Index Price Return		21.17%	40.39%	299%	576%	170.71%	247.96%	N/A

As of June 30, 2021	1 MTH	3 MTH	YTD	1 Year	3 Year Annualized	5 Year Annualized	10 Year Annualized
IDX Risk-Managed Ethereum Trust Return	24.63%	N/A	N/A	N/A	N/A	N/A	N/A

## Relative Drawdowns

IDX Risk-Managed Ethereum Index			
	Drawdown	Dates	Underwater Period
1	-42.10%	7/2019 - 4/2020	10 Months
2	-36.20%	7/2016 - 3/2017	10 Months
3	-25.69%	9/2017 - 12/2017	4 Months
4	-24.58%	5/2021 -	Ongoing
5	-24.39%	2/2018 - 5/2019	16 Months

Ethereum			
	Drawdown	Dates	Underwater Period
1	-90.05%	2/2018 - 1/2021	36 Months
2	-39.49%	5/2021 -	Ongoing
3	-38.56%	10/2016 - 2/2017	5 Months
4	-32.37%	7/2017 - 8/2017	2 Months
5	-22.32%	9/2017 - 11/2017	3 Months

For more information, please contact (800) 403-4349 or email at [ir@idxdigitalassets.com](mailto:ir@idxdigitalassets.com)



# Investment Terms

Investment Objective	The Trust seeks to provide upside participation to Ethereum with lower volatility and lower drawdowns than a long-only allocation
Benchmark Index	IDX Risk-Managed Ethereum Index (calculated by S&P Dow Jones). Index Ticker: IDXETH
Investor Qualifications	Accredited Investors
Minimum Investment	\$50,000
Sponsor's Fee	A fee, payable in either US Dollars or Ethereum, will accrue daily at an annual percentage of 2.99% of the cash assets and the Ethereum Holdings of the Trust as of 4:00 p.m. GMT on each day; <i>provided</i> that for a day that is not a business day, the calculation of the Sponsor's Fee will be based on the Ethereum Holdings of the trust from the most recent business day.
In-kind Transfers	Yes, for Ethereum
Extraordinary Expenses	The Trust may from time to time incur certain extraordinary expenses, which are payable by the Trust.
Redemptions	Redemptions of shares are not currently authorized.
Secondary Trading	Following a 12-month holding period, shares are eligible to become unrestricted and resold in the secondary market, if any secondary market is approved and develops. Approval is not guaranteed.
Performance Fee	None
Subscriptions	Daily
IRA Eligibility	Yes, from select providers.
Taxation	No K-1. Structured as a Delaware Grantor Trust for tax purposes. Trust tax information provided prior to March 1 <sup>st</sup> each year.

## Service Providers

Sponsor	IDX Digital Assets, LLC
Reference Rate Provider	CME CF Ether-Dollar Reference Rate (ETHUSF_RR)
Legal Counsel to Sponsor	Royer Cooper Cohen Braunfeld LLC
Custodian	Coinbase Custody Trust Company, LLC
Delaware Statutory Trustee	Delaware Trust Company

## Disclosures

This information does not constitute a solicitation nor an offer to buy or sell any securities and is qualified by reference to the Trust's private placement memorandum, pursuant to which the Trust's shares are offered. The mention of specific securities and sectors is not to be considered a recommendation by IDX. Charts, diagrams and graphs, by themselves, cannot be used to make investment decisions.

Accredited Investors: For natural persons, annual income in excess of \$200,000 a year (or \$300,000 per year with a spouse or spousal equivalent), or net worth over \$1 million either alone or together with a spouse or spousal equivalent, excluding their primary residence, or hold in good standing their Series 7, Series 65, or Series 82 professional certifications. Entities must have \$5 million in liquid assets, or all beneficial owners must be Accredited Investors.

Secondary Market: Eligible for resale in accordance with Rule 144 under the Securities Act after a one-year holding period. Pursuant to Rule 144, once the Product has been subject to the reporting requirements of Section 13 under the Exchange Act for a period of 90 days, the minimum holding period will be shortened from one year to six months. We cannot assure you that a secondary market will develop.

Investment Objective: IDX Risk Managed Trusts (the "Trusts") do not currently operate a redemption program and may halt creations from time to time. There can be no assurance that the value of the shares will approximate the value of the digital assets held by the Trust and the shares may trade at a substantial premium over or discount to the value of the Trust's Digital Assets. The Trust may, but will not be required to, seek regulatory approval to operate a redemption program.

In-Kind Transfers: TO THE EXTENT SUBSCRIBER SUBSCRIBES THROUGH AN IN-KIND SUBSCRIPTION, TRANSFERS OF SUCH TOKENS ARE IRREVERSIBLE AND THERE IS NO RECOURSE AGAINST ANYONE FOR THE WRONGFUL DELIVERY OF TOKENS TO AN INADVERTENT RECIPIENT, AN INACTIVE (DEAD) WALLET ADDRESS OR AN INVALID WALLET ADDRESS AND THERE IS CURRENTLY NO METHOD TO RETRIEVE THE TOKENS FROM AN INADVERTENT RECIPIENT, AN INACTIVE (DEAD) WALLET ADDRESS OR AN INVALID ADDRESS.

The index performance shown above is hypothetical and GROSS of all associated fees and sales and trading expenses that an investor may pay to purchase the securities underlying this index or investment vehicles intended to track the performance of this index. Tracking error can be significant. You cannot invest directly in this index. Hypothetical or model performance results have certain limitations including, but not limited to: hypothetical results do not take into account actual trading and market factors (such as liquidity disruptions, etc.). Simulated performance is designed with the benefit of hindsight and there can be no assurance that the strategy presented would have been able to achieve the results shown. There are frequently large differences between hypothetical performance results and actual results from any investment strategy. While data was obtained from sources believed to be reliable, IDX Insights, LLC and its affiliates provide no assurances as to its accuracy or completeness.

The information presented by IDX Digital Assets ("IDX") is general in nature and is not designed to address your investment objectives, financial situation or particular needs. Prior to making any investment decision, you should assess, or seek advice from a professional regarding whether any particular transaction is relevant or appropriate to your individual circumstances. Past performance is no guarantee of future results. All investing involves risk of loss.

The opinions expressed herein are those of IDX and may not actually come to pass. This information is believed to be current as of the date of this material and is subject to change at any time, based on market and other conditions. Although taken from reliable sources, IDX cannot guarantee the accuracy of the information received from third parties. Forward-looking information is based on numerous assumptions, is speculative in nature and may vary significantly from actual results based upon market conditions.

An index is an unmanaged portfolio of specific securities, the performance of which is often used as a benchmark in judging the relative performance of certain asset classes. Investors cannot invest directly in an index. An index does not charge management fees or brokerage expenses, and no such fees or expenses were deducted from the performance shown. An investor is unable to invest in an index.