

# Nebulas Foundation Financial Report

## First Half of 2020

As of June 30, 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 Until Dec 31, 2019	Closing Balance Until June 30, 2020	Opening Balance USDT equivalent Closing value on coinmarketcap.com as of Dec 31, 2019	Closing Balance USDT equivalent Closing value on coinmarketcap.com as of June 30, 2020
Nebulas Community Fund (NAS)	3,285,629.4149 NAS	2,397,469.2133 NAS	\$1,181,295.48	\$880,314.7331
Raised Funds (ETH)	5,887.7308 ETH	5,465.3709 ETH	\$763,108.79	\$1,236,868.0979
Nebulas Foundation Entrusted Assets (NAS)	17,212,470.76 NAS	17,014,051.38 NAS	\$6,675,734.70	\$6,247,304.4560
Other assets (including BTC, ATP, etc...)			\$10,021,971.74	\$8,202,281.1801
<b>Total</b>			<b>\$18,642,110.71</b>	<b>\$16,566,768.4671</b>

### II. Usage of The Nebulas Foundation Funding

#### 1.Usage of the Nebulas Community Fund

Since last financial report on Dec 31, 2019 until June 30, 2020:

<b>Opening Balance: 3,285,629.4150 NAS</b>		
Ecosystem	Amount	Notes
Community development & developer support	63,363.3976	Supporting the go.Nebulas.io Community Collaboration Platform, developer bounty program, community development, etc.
Research and development and daily operations	824,796.8040	Includes technology research and development investment, employee compensation, daily operations, etc.
<b>Ending Balance: 2,397,469.2134 NAS</b>		

## 2.Usage of Nebulas Project Funding

Since the last financial report until June 30, 2020, the usage of Nebulas project funding:

<b>Opening Balance: 5,887.7308 ETH</b>		
Classification	Amount	Notes
Ecosystem Fund	321	Project incubation within the Nebulas ecosystem and investments for Nebulas ecosystem
Dev & Operation	101.3599	Research and development, staff payment, daily operations, etc.
<b>Ending Balance: 5,465.3709 ETH</b>		

## III. Development & Operation

### 1.Development

In accordance with Nebulas' vision of "Let everyone get values from decentralized collaboration fairly", in 2020, Nebulas carried out research and development in decentralized collaboration. This includes the Proof of Devotion (PoD) consensus mechanism, node platform, on-chain

collaboration platform go.nebulas, data dashboard and more. In addition, the first mainnet with the PoD consensus algorithm launched with is a big step towards Nebulas' decentralized collaboration.

- Jan 2020 Proof of Devotion (PoD) - consensus mechanism on testnet. Invited node application.
- Mar 2020 Proof of Devotion (PoD) - governance mechanism on testnet
- Mar 10, 2020 The first PoD governance voting on testnet
- Mar 30, 2020 Nebulas Voyager on mainnet
- Apr 29, 2020 - Node application open
- Apr 6, 2020 - the first PoD governance voting on mainnet
- June 2020 - New data dashboard launched

## 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. In 2020, events were suspended due to the global COVID-19 pandemic. However, the construction of Nebulas' online community has taken a key step. With the launch of the new mainnet with proof of devotion(PoD), Nebulas' PoD governance model was announced.

In the first half of the year, a total of 8 node meetings in Chinese or English were organized. The governance committee composed of Nebulas governance nodes conducted 4 rounds of PoD governance voting, made decisions on 109 proposals or projects, and passed 39 proposals, 66% of which are in progress or completed. Including node and governance-related modifications, optimization, community expansion, new product and tool development, and more.

Highlighted products/tools :

- NIP403 - Create a Wrapped version of NAS on Ethereum allowing for more liquidity, interoperability & DeFi.
- NIP146 - Gaming on Nebulas Part 1 - Godot Engine Plugin Integration - 2,000 USDT

- NIP411 - build a light trading contract "inquiry" based on nebulas, and give priority to get through NAS:NAX transaction - 8,000 USDT

Adjust the PoD rules :

- NIP232 - PoD Penalty Rule Adjustment Proposal, increase the observation period before penalty deduction
- NIP355 - Create a lucky node, increase the probability of candidate nodes participating in block production
- NIP293 - Node Governance: Remove "abstain" from calculations, improve proposal approval rate
- NIP205 - Plan the community-based Nebulas Technical Committee

In May 2020, a new community-based Nebulas Technical Committee was established.

Community members participate in the construction of Nebulas, governance nodes make on-chain voting and use native incentives to encourage various community contributors in the Nebulas decentralized collaboration process is gradually taking shape.

Listed on exchanges (until June 30, 2020):

#### NAS

- 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

#### NAX

- Nov 2019: Gate.io
- Nov 2019: MXC

## IV. Ecosystem and Investment Fund

The Nebulas ecosystem and investment Fund invested a total of 44,970.3782 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 (Dec 31, 2019 - June 30, 2020).

The investment and current returns are shown below:

Fund	Invested via ETH	Returns (USDT equivalent)
Ecosystem Fund	33,744.8382	\$5,446,466.4093
Investment Fund	11,225.54	\$5,666,708.32

Due to the impact of market value fluctuations, the above investment is the market value as of June 30, 2020 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 June 30, 2020):

Classification	USDT equivalent	Notes
NAS	\$880,314.7331	Ending Balance: 2,397,469.2133 NAS
Others	\$9,439,149.2780	Includes BTC, ETH, ATP, etc.
<b>Total</b>	<b>\$10,319,464.0111</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 *	\$4,246,706.53
GoNebulas Fund	4,027,736.06 **	\$1,478,924.27
Unswapped ERC-20 NAS	1,420,737.93 ***	\$521,673.66
<b>Total</b>	<b>17,014,051.38</b>	<b>\$6,247,304.4560</b>

\* The first portion of the team reserve was released July, 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 June 30, 2020.

\*\* [GoNebulas Fund](#) was created on April 14, 2020, the public Nebulas address:

n1cwsE8w4m6cRkr14R5c4hK3Lb9wPsUHhY9

\*\*\* As of June 30, 2020, there has been a total of 43,579,262.07 ERC20 NAS swapped.

1,420,737.93 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 June 30, 2020

(Converted to the closing price of coinmarketcap.com on June 30, 2020):

Classification	USDT equivalent	Notes
NAS	\$880,314.7331	Ending Balance: 2,397,469.2133 NAS
Others	\$10,319,464.0111	Includes BTC, ETH, ATP, etc.
Entrusted Assets	\$6,247,304.456	Includes Team Reserved (Locked), GoNebulas Fund, Unswapped ERC20-NAS etc.
<b>Total</b>	<b>\$16,566,768.4671</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 Jan of 2021.