

FINANCIAL UPDATE

2023 Q3 Results

Important Notices

This presentation includes unaudited financial statements and forward-looking information, including the outlook for Sovryn. These statements are based on current expectations, estimates, and projections about the factors that may affect the Protocol's future performance, including global economic conditions and the economic conditions of the markets that are significant for Sovryn. These expectations, estimates, and projections are generally identifiable by statements containing words such as “expects,” “believes,” “estimates,” “targets,” “plans,” “outlook”, “on track”, “2023 framework,” or similar expressions.

Numerous risks and uncertainties are beyond Sovryn's control, which could cause its actual results to differ materially from the forward-looking information and statements made in this presentation and could affect the Protocol's ability to achieve any or all its stated targets. The critical factors that could cause such differences include, among others:

- Business risks associated with the volatile global economic environment and political conditions;
- Costs associated with legal and compliance activities;
- Market acceptance of new products and services;
- Changes in governmental regulations, asset values, and currency exchange rates; and
- Other factors as may be discussed from time to time in the Protocol's Investor or Community Updates.

While Sovryn believes that its expectations reflected in any forward-looking statement are based upon reasonable assumptions, it cannot assure that those expectations will be achieved. Note that this presentation contains non-GAAP measures of performance.

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01 Financials Q3 2023

Q3 2023 Financials

1. Budget implemented to plan
2. Disciplined cost management
3. Q3 Valuation loss on treasury balances

Q3 2023 Financials

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Profit & Loss (USD)	2023 Q3	2023 Q2	2022 Q3	Change Q/Q Increase/(Decrease) vs. Q2 '23	Change Y/Y Increase/(Decrease) vs. Q3 '22
INCOME					
Gross Profit	0	0	0	-	-
EXPENSES					
Adoption	144,173	140,454	187,172	3%	(23%)
Development	537,078	385,083	577,706	39%	(7%)
Operations	363,891	343,049	344,364	6%	6%
Total Expenses	1,045,142	868,587	1,109,242	20%	(6%)
NET OPERATING INCOME	(1,045,142)	(868,587)	(1,109,242)	(20%)	6%
Other Income	0	0	0	-	-
Unrealized Gains & (Losses)	(24,498)	920,793	272,989	(103%)	(109%)
Other Expenses	0	0	0	-	-
Net Other Income	(24,498)	920,793	272,989	(103%)	(109%)
NET INCOME	(1,069,640)	52,207	(836,252)	(2,149%)	(28%)

Q3 2023 Financials

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Balance Sheet (USD)	2023 Q3	2023 Q2	2022 Q3	Change Q/Q	Change Y/Y
				Increase/(Decrease) vs. Q2 '23	Increase/(Decrease) vs. Q3 '22
ASSETS					
Treasury Balances	5,233,218	6,746,429	7,912,323	(22%)	(34%)
Trade Receivables	12,200	(16,200)	507,072	175%	(98%)
Security Deposit	-	-	51,564	-	(100%)
TOTAL ASSETS	5,245,418	6,730,230	8,470,959	(22%)	(38%)
LIABILITIES AND EQUITY					
Accounts Payable	(61,037)	112,773	42,995	(154%)	(242%)
Accrued Expenses	8,000	249,361	181,591	(97%)	(96%)
TOTAL CURRENT LIABILITIES	(53,037)	362,134	224,586	(115%)	(124%)
EQUITY					
Retained Earnings	(23,094,194)	(23,094,194)	(7,183,432)	-	(221%)
Equity	28,774,655	28,774,655	28,774,655	-	-
Net Income	(382,005)	687,635	(13,344,849)	(156%)	97%
TOTAL EQUITY	5,298,456	6,368,095	8,246,373	(17%)	(36%)
TOTAL LIABILITIES AND EQUITY	5,245,418	6,730,230	8,470,960	(22%)	(38%)

02 OpEx v Budget

Q3 2023

OpEx	Actual	Budget	Deviation	
	USD		USD	%
Adoption	144,173	163,030	(18,857)	(12%)
Development	537,078	472,039	65,039	14%
Operations	363,891	194,100	169,791	87%
Total OpEx	1,045,142	829,169	215,973	26%

Q3 2023 Year to Date

OpEx	Actual	Budget	Deviation	
	USD		USD	%
Adoption	518,052	567,669	(49,617)	(9%)
Development	1,447,093	1,587,002	(139,909)	(9%)
Operations	938,213	800,752	137,461	17%
Total OpEx	2,903,358	2,955,423	(52,065)	(2%)

Q3 2023 Year to Date - Monthly Averages

OpEx	Actual	Budget	Deviation	
	USD		USD	%
Adoption	57,561	63,074	(5,513)	(9%)
Development	160,788	176,334	(15,545)	(9%)
Operations	104,246	88,972	15,273	17%
Total OpEx	322,595	328,380	(5,785)	(2%)

03 Treasury Balances

Treasury Balances – Current Currency

Q2 2023	BTC	BitPro	ETH	BNB	MOC	SOV*	USD**	USD***	Total (USD)
Balance	112.89	4.07	131.39	52.05	201,566	415,838	2,695,800	(16,199)	-
Price	30,471.85	36,360	1,851.56	233.00	0.12	0.44	1.0000	1.0000	-
Total (USD)	3,440,184	147,869	243,292	12,128	24,188	182,969	2,695,800	(16,199)	6,730,230

53%

7%

40%

Q3 2023	BTC	BitPro	ETH	BNB	MOC	SOV*	USD**	USD***	Total (USD)
Balance	80.97	4.07	131.60	52.70	201,567	417,104	2,484,798	12,200	-
Price	27,983.75	30,875.65	1,645.64	223.00	0.12	0.25	1.0000	1.0000	-
Total (USD)	2,266,122	125,565	216,510	11,759	24,188	104,276	2,484,798	12,200	5,245,418

46%

7%

47%

(1,484,812)

(*) SOV originating from the Watcher and other liquidity related activities only. SOV held by the Treasury reported separately.

(**) USD stablecoins; (***) Accounts Receivable

Treasury Balances – Constant Currency

Q2 2023	BTC	BitPro	ETH	BNB	MOC	SOV*	USD**	USD***	Total (USD)	
Balance	112.89	4.07	131.39	52.05	201,566	415,838	2,695,800	(16,199)	-	
Price	30,471.85	36,360	1,851.56	233.00	0.12	0.44	1.0000	1.0000	-	
Total (USD)	3,440,184	147,869	243,292	12,128	24,188	182,969	2,695,800	(16,199)	6,730,230	
	53%		7%				40%			

Q3 2023	BTC	BitPro	ETH	BNB	MOC	SOV*	USD**	USD***	Total (USD)	
Balance	80.97	4.07	131.60	52.70	201,567	417,104	2,484,798	12,200	-	
Price	30,471.85	36,360	1,851.56	233.00	0.12	0.44	1.0000	1.0000	-	
Total (USD)	2,467,608	147,869	243,602	12,286	24,188	183,526	2,484,798	12,200	5,576,077	
	47%		8%				45%			(1,154,153)

(*) SOV originating from the Watcher and other liquidity related activities only. SOV held by the Treasury reported separately.

(**) USD stablecoins; (***) Accounts Receivable

04 SOV

Pragmatic and Non-Programmatic Distributions

Source	2021	2022	2023 YTD	Claimed/ Withdrawn	Supplied	% (Total)
Programmatic Distributions	2,231,272	3,189,584	2,545,916	7,966,772	9,188,092	60%
Non-Programmatic Distributions	872,904	2,087,735	2,679,551	5,640,190	5,780,376	40%
Total	3,104,177	5,277,319	5,225,467	13,606,962	14,958,468	100%

Programmatic Distributions

Type	2021	2022	2023 YTD	Claimed/ Withdrawn	Supplied	% (Total)
Liquidity Mining	2,176,942	2,841,556	1,876,431	6,894,929	7,676,092	84%
Staking	54,330	348,028	645,428	1,047,786	1,462,000	16%
Zero SP Subsidies	-	-	24,057	24,057	50,000	0%
Total	2,231,272	3,189,584	2,545,916	7,966,772	9,188,092	100%

Non-Programmatic Distributions

Type	2021	2022	2023 YTD	Claimed/ Withdrawn	Supplied	% (Total)
Contributor Bonus	65,602	101,448	1,890,000	2,057,050	2,057,050	36%
Contributor Comp	319,206	950,162	451,096	1,702,210	1,702,210	30%
Strategic Round	436,805	716,536	0	1,153,342	1,293,528	22%
Bug Bounty	3,480	24,503	337,955	365,938	365,938	6%
Development Bounty	34,473	283,161	0	317,634	317,634	6%
Adoption Bounty	13,339	11,925	500	25,764	25,764	0%
Total	872,904	2,087,735	2,679,551	5,621,937	5,762,124	100%

06 Summary & QA



Q&A



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