



W H I T E P A P E R

Crypto Loans Backed by Your Assets

Don't sell your assets, **borrow against it**





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Introduction



Collateral Network, is the world's first challenger lender offering more innovative, flexible, and accessible loan products, making it easy for borrowers around the world to unlock cash from their physical assets on the blockchain.

Asset backed lending is estimated to be a \$4.5 trillion market globally and is forecast to grow to approximately \$6.9 trillion over the next five years.

By opening the first challenger lender to cryptocurrency users, we will give the opportunity for cryptocurrency investors to become their own banks and provide fractional loans to borrowers for an agreed fixed rate of interest.

Borrowers will be able to use their physical assets to release cash without needing to sell their assets or jump through multiple hoops and red tape. All borrowers will be provided with the opportunity to benefit from the growth of the assets they own whilst unlocking liquidity.



Collateral Network is revolutionizing the financial world, opening up long-term wealth generation to anyone by increasing access to financial opportunities and giving users greater control over their assets. Anyone can easily ensure loans against their physical assets, no matter where they are located.

This means that people now have the power to use their assets to secure loans and create wealth on their terms. With Collateral Network, people can achieve their goals and dreams as it is making loans more accessible and exciting than ever before.

Fractionalize

The Collateral Network platform will ensure each asset is minted into a tangible T-NFT. Each NFT can then be fractionalized, allowing users to lend against alternative assets such as property, cars, luxury watches, fine art, gold and many more.

Borrow

Unlike a traditional loan which takes your income and credit history into account, borrowers will be able to use their physical assets to release cash without needing to sell or borrow against future income.

Trade

Users will be able to invest in and trade their asset-backed NFT's loans using our specialized marketplace.

Assets You Can Borrow Against



Real Estate



NFTs



Luxury Watches



Gold Bars



Fine Wines



Fine Art



Diamonds



Rare Whisky



Cars



Collectables

With our innovative blockchain platform, borrowers can now easily access cash by using their physical assets such as real estate, luxury watches, fine wines, diamonds, cars, NFTs, gold, rare whisky, collectibles, and fine art as collateral without having to sell their assets.

Our team of experts can value a variety of collectibles, including coins, stamps, rare books (first editions), automobilia, medals, and more, to help you get the highest loan value possible.

Borrowing against these assets means using them as collateral to obtain a loan, with the understanding that if the loan isn't repaid, the lender can seize the assets.



Many don't realize that their assets can make the most flexible, convenient, and immediate funding options available at moments when cash needs are unexpected and urgent. Here are some reasons why Collateral Network is set to revolutionize this space.

- ✓ **Fast turnaround** - Collateral loans are a reliable, fast, and easy way to access cash with no credit checks, credit history, or financial disclosures. Receive USDT, USDC, BTC or other forms of digital currencies from your assets within 24hrs.
- ✓ **Tangible** - Unlike a traditional loan that takes your credit score into account, a COLT loan is an asset-backed loan in which your physical assets act as collateral for your line of credit. The NFT that investors lend funds against is backed 1-to-1 by a real-world physical asset.
- ✓ **Privacy** - Privacy is at a premium in the world we live in. At Collateral Network, we understand that there are some decisions that should be yours alone – such as whether you need a quick loan to cover short-term cashflow issues. Unlock the value hidden in your assets without leaving a footprint on your credit profile.
- ✓ **Transparent** - All contractual information is stored in the metadata of the NFT and is stored on the public blockchain, which cannot be altered or changed. Transparent fee structure, transparent terms welcome to the future of lending.
- ✓ **Low Cost** - Borrowers can borrow against their assets at competitive rates with flexible terms, and investors can provide liquidity to these loans and generate a passive income.



The business of lending money through an agreement secured by collateral is known as asset-based lending. Assets, such as inventory, accounts receivable, equipment, or other property, are owned by the borrower. Asset-based lending is gaining massive traction among users, as low costs and easy loan availability are driving the market growth.

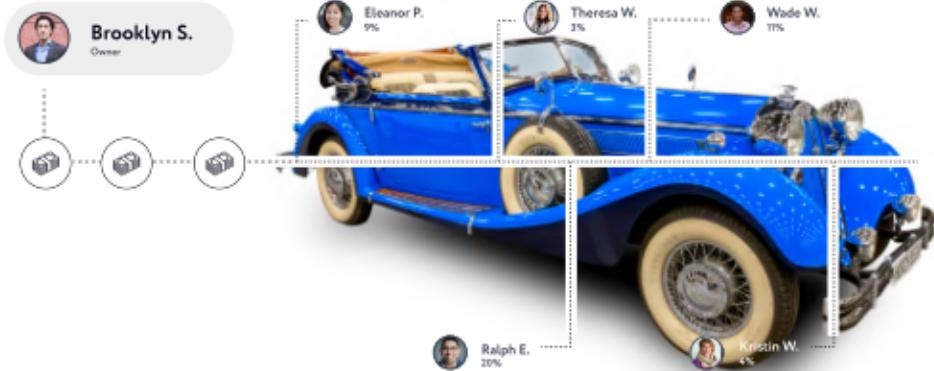
- Asset-Based Lending is an essential component of Private Credit. Much like leveraged lending is to corporates, Asset-Backed Lending is the lifeblood of millions of businesses and consumers globally, financing day-to-day operations and lives through diverse credit types.
- Asset-Based Lending is estimated to be a \$4.5 trillion market globally and is forecast to grow to approximately \$6.9 trillion over the next five years.
- By pursuing new and mispriced lending opportunities, Asset-Based Lending can offer attractive portfolio diversification through exposure to large, diversified pools of hard and financial assets.
- While the economic and social risks linked to COVID-19 today are high, we view Asset-Based Lending as a large, diverse asset class that has been tested over a long history, and as the environment normalizes, has the potential to offer investment exposure in interesting and often proprietary investments.



The Collateral Network marketplace connects borrowers and investors. The platform has been built on the Ethereum blockchain and will have multi-chain capabilities. We allow users to find and own some of the best asset based NFT options the market has to offer in a matter of minutes.

With no impact on the borrower's credit score, no cost to apply, and no obligation to move forward, it's an ideal solution to release some cash and take advantage of assets sitting at your home.

Users can buy fractional NFTs of assets similar to buying shares in the stock market. The platform enables users to borrow against their holdings and has decentralised functionality enabling users to store the NFTs on their Collateral wallet or on any third-party ERC-20 compatible wallet.





- ✓ **Marketplace** - Platform that connects borrowers and investors and allows users to trade and collect asset backed fractionalised NFTs on the Collateral Networks. Users can diversify their portfolios by purchasing fractions of alternative assets instead of allocating 100% of their capital to a single asset.
- ✓ **Auctions** - Token holders gain access to Collateral private auctions of distressed assets; these auctions will be physical and digital auctions in the metaverse and will provide investors with the opportunity to purchase assets below market value.
- ✓ **Crowdlending** - Investors can provide fractional loans to borrowers for an agreed fixed rate of interest against NFTs which are backed by the physical assets.

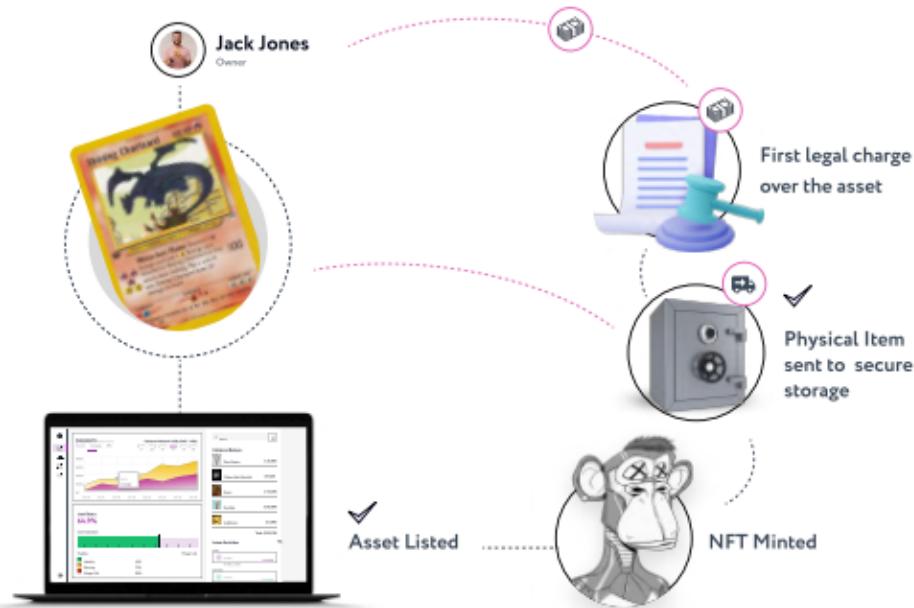


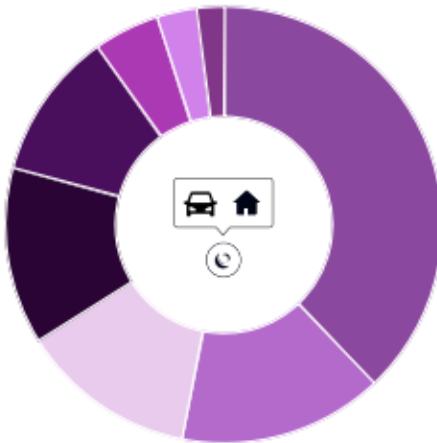


Upon the purchase of an asset listed on the Collateral platform, a NFT ("non-fungible token") is minted, representing the physical item.

The physical item is then sent to one of Collateral Networks secure and insured storage facilities or a first charge is held over the asset, and the NFT is sent to the buyer's wallet.

At any time, the owner of the NFT can transfer it to another wallet or sell it on Collateral's marketplace. The NFT is a liquid, tradable and redeemable asset, represented by an on-chain NFT.





Details

Presale	38.0 %
Listings & Staking	15.0 %
Marketing	13.0 %
Team	12.0 %
Reserve Treasury	12.0 %
Burn Event	5.0 %
Legal & Advisory	3.0 %
Partnerships	2.0 %

Token Details

Name: **Collateral Network**

Symbol: **COLT**

Initial Price: **\$0.01**

Total Supply: **1,400,000,000**

Presale Supply: **532,000,000**

The Collateral Network token \$COLT is designed to power the collateral ecosystem, holders of \$COLT will benefit from a number of rewards and utilities. The more \$COLT you hold the more features you unlock.



Discounts

Users will receive discounts on a tier-based system depending on how many tokens they hold. These discounts will apply to trading fees (For Investors) and borrowing fees (For Borrowers). The discounts will range from 20% to 80%.



Governance

Even though the collateral network will be run by our team of experts, each token will come with governance in the form of voting rights. Holders will be able to vote on a range of topics to do with the ecosystem which include up and coming listings, acceptable asset classes, currencies accepted etc.



Staking

Token holders who think long-term and decide to stake \$COLT will be able to earn passive income. The passive income will depend on how much \$COLT you stake and how long you wish to stake \$COLT. The Annual Percentage Rate (APR) will range from 5.5% to 14.8% per annum.



During the presale the price of the collateral Network token will increase at each stage. Please see below a schedule of our planned price increases.

STAGE	PRICE	\$COLT ALLOCATION
Beta	\$0.01	80,000,000
Stage 1	\$0.0140	120,000,000
Stage 2	\$0.0168	130,000,000
Stage 3	\$0.0201	75,000,000
Stage 4	\$0.0241	32,000,000
Stage 5	\$0.0277	33,000,000
Stage 6	\$0.0343	27,000,000
Stage 7	\$0.0397	16,000,000
Stage 8	\$0.0428	9,000,000
Stage 9	\$0.0458	6,000,000
Stage 10	\$0.0511	4,000,000

Roadmap

Our roadmap details the development goals of the Collateral Network project.

Stage 1

- Create smart contract
- Presale website launch
- Presale live
- Complete first audit
- Social community development
- COLT token audit
- Phase 1 marketing campaign

1

Stage 2

- Phase 2 marketing campaign goes live
- PR machine live
- Influencer marketing launches
- Beta development of network
- AMA - Let's talk COLT
- Launch on Uniswap
- Coin market cap listing
- Coingecko listing

2

Stage 3

- Initial CEX Listing
- Private investor club launch
- Onboard brand ambassador
- Further CEX listings

3

Stage 4

- Accepting applications to fractionalize your assets
- Round table NFT launch
- Multi-chain integration
- Tier-1 CEX listing
- Collateral asset event
- Community events for token holders
- Collateral NFT exchange launch

4



Frequently asked questions about the Collateral Network.

Below is a list of our most frequently asked questions. If you have more questions, please feel free to contact our live support team or head over to our telegram group.

① **What is the collateral Network?**

Collateral Network is a next-generation crowdlending platform that enables anyone from around the world to borrow against real-world assets using blockchain technology.

② **How does it work?**

Assets are sourced, authenticated, and stored in secure bonded warehouse facilities. We then mint NFTs that are linked to the physical assets and then fractionalize them, making it easy for users to provide liquidity in exchange for a fixed interest rate.

③ **Will my loan be private?**

At Collateral, we respect your privacy and believe financial decisions should be yours alone. That's why we offer asset-backed loans without performing credit checks, reporting repayment failures, or affecting affordability calculations. Using Collateral to unlock the value of your assets, you can trust that your financial information is safe and secure.

④ **How will the assets be secured?**

We will take a first legal charge (Lean) over all assets listed on our marketplace. In addition, these assets will be stored in our secure security facility.



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What happens if a borrower defaults?

As we have procession of the physical asset and a full legal charge, we will list the asset on our private auction size to recoup our lenders funds

Presale Questions

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When do I receive my tokens?

When the presale concludes you will be able to claim your tokens on the website by connecting the wallet you used to make the purchase and clicking the 'claim' button.

?

How long is the presale?

The presale is spread over 10 stages after the Beta sale, once the final stage is complete we plan to launch 5 days later.

?

Are my tokens vested?

Yes, presale holders will get their tokens vested for a period of 3 months.

?

Is there any tax added to the token?

No, unlike other crypto projects we do not add a buy or sell tax to your token. You will receive 33.3% of your tokens each month from the claim section.



① **What is the minimum purchase amount?**

The minimum amount you can purchase is \$50 which is the equivalent to 5000 COLT tokens.

② **Can I receive my tokens in my CEX wallet?**

No, you will need to use a DeFi wallet to receive your \$COLT tokens.

③ **What is the maximum amount I can purchase?**

There is no maximum purchase amount.

④ **What network is COLT deployed on?**

The \$COLT token will be deployed on the Ethereum network.



The contents of this whitepaper are for information purposes only. This whitepaper defines CollateralNetwork.io's plans to build the world's first crypto based challenger lender. The whitepaper is intended to encourage discussion as a means of further refining our approach to how people lend and borrow money in the future.

Forward-looking information is subject to known and unknown risks and other factors that may have an impact on actual results. There can be no assurance that this information will prove to be accurate as future events can differ from the anticipated ones, which will ultimately influence actual results. Collateralnetwork.io does not undertake to update any of the forward-looking information except for the one that is required under applicable security laws.

Collateralnetwork.io has not independently verified the information contained in this whitepaper which has been taken from external sources. Collateralnetwork.io and its associates shall have no liabilities for representations, both expressed or implied, and for all other written or oral communications transmitted to the reader. This material may also contain typographical errors and inaccuracies. Collateralnetwork.io shall not be responsible for any of these errors or omissions and does not guarantee the accuracy and completeness of the information contained herein.



Below is a non-exhaustive list of the primary risk factors that the Company considers to be significant in relation to the token's trading and/or use. These risk considerations should be taken into consideration alongside all other information provided in the Whitepaper and participants are recommended to check with their professional advisers (including their financial, accounting, legal, tax, or technical advisers or experts).

1

The risk of losing access to COLT Tokens due to the loss of private key(s), a custodial error, or a participation error is as follows:

A wallet is required for the acquisition, storage, and disposal of COLT Tokens. The participant acknowledges that he is responsible for establishing the Wallet with a third-party provider to retain COLT Tokens and for taking acceptable security measures to protect the wallet. As a result, if the requisite private key(s) associated with the Wallet holding COLT Tokens are lost, the COLT Tokens and any other cryptocurrencies and/or tokens will be lost as well. Additionally, any third party that has access to such private key(s), including through the Participant's Wallet's login credentials, may be able to misappropriate the Participant's COLT Token. Any errors or malfunctions caused by or relating to the Wallet used by the Participant to receive and hold COLT Tokens, including the Participant's own failure to properly maintain or use such Wallet, or caused by the Participant's choice of third-party provider for the Wallet, may also result in the loss of COLT Tokens.



2

Hacking risk and security flaws:

Denial of service attacks, Sybil attacks, spoofing, smurfing, virus attacks and any other similar events that could have an influence on COLT Tokens and the services the Company may offer from time to time may be attempted by hackers or groups of hackers.

3

The risk of security flaw in the Smart Contract, the Website, or the source code of the COLT Tokens, or in any associated software and/or infrastructure:

There is a possibility that the Smart Contract, the Website, or the COLT Tokens may have inadvertent flaws or vulnerabilities in the source code, preventing users from using or losing COLT Tokens. Updates and modifications may have unwanted or unforeseen consequences for COLT Tokens.

4

Risk of not listing or low/no liquidity:

Exchanges may be subject to unclear governmental control, and the Company makes no representations or warranties about exchange service providers. Users, including the participant, may be subject to fraud and failure in connection with those exchanges. There is no guarantee that an active secondary market for COLT Tokens will develop or continue to develop.



5

Risk of uninsured losses:

Unlike bank accounts or accounts with financial organisations, COLT Tokens are not covered unless the participant buys private insurance particularly for that purpose. There is no public insurer for the loss of COLT Tokens.

6

Internet transmission risks:

There are threats connected with the use of COLT Tokens, including the failure of hardware, software, and Internet connections, as well as other technologies on which COLT Tokens rely. These failures may cause communication breakdowns, mistakes, distortions, or delays when utilising COLT Tokens or the CollateralNetwork.io Website.

7

Risk of price fluctuation:

The quotation of the COLT Token can fluctuate presenting a challenge to model and estimate the future market behaviour even for seasoned cryptocurrency traders. Native cryptocurrencies associated with the internal working of the networks to which the COLT Token is deployed are also subject to fluctuations that directly and indirectly could impact the token's value in the market. The Participant must comprehensively acknowledge price fluctuation risks of the cryptocurrency market and -



that still cryptocurrencies are traditionally subject to these significant price fluctuations that are beyond the control of the Company and driven mostly by exterior or market forces. The Participant also recognises their COLT Token value can go down as well as up and they could lose some or all their investment.

8

Other risks:

The Participant acknowledges and accepts the inherent risks connected with COLT Tokens, including, but not limited to, risks associated with money laundering, fraud, exploitation for criminal purposes and any other unanticipated dangers. If any of the risks described in the terms are unacceptable to the Participant and the Participant is unable to comprehend them, the Participant should refrain from acquiring, holding, or using COLT Tokens.

**BY AGREEING TO THESE TERMS AND CONDITIONS AND
PARTICIPATING IN THE COLLATERAL NETWORK PRESALE, YOU
ARE WAIVING YOUR RIGHTS. YOU AGREE TO HAVE NO
RECOURSE, CLAIM, ACTION, JUDGMENT, OR REMEDY AGAINST
COLLATERAL NETWORK.**

**WE STRONGLY URGE YOU NOT TO PURCHASE ANY COLLATERAL
NETWORKS (COLT) TOKEN IF YOU ARE UNCERTAIN ABOUT
ANYTHING IN THIS WHITE PAPER OR IF YOU ARE NOT
PREPARED TO LOSE THE MONEY YOU SPENT PURCHASING
COLLATERAL NETWORKS (COLT) TOKENS.**