

## Overview

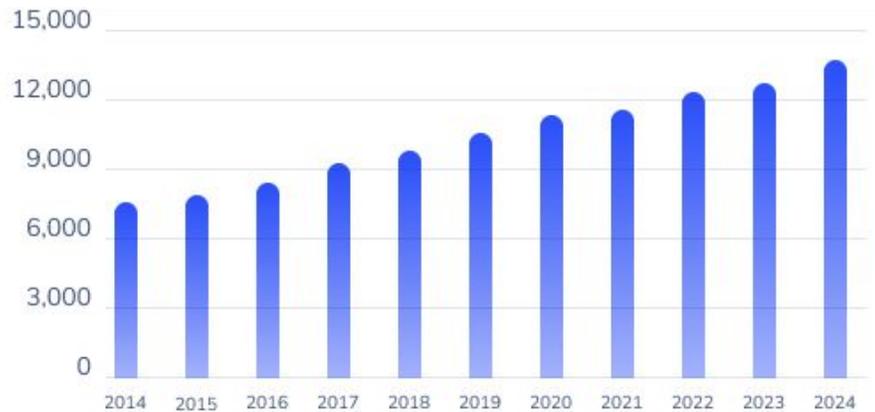


The second installment of Wave's Kentucky Whiskey Digital Fund is designed to buy freshly made whiskey barrels from Wilderness Trail Distillery, store for aging at the distillery, and then sell into the secondary market once the barrels have increased in value due to aging.

## WKW21 - Investment Thesis

- Whiskey appreciates in value while aging
- Throughout the 2007–2009 crisis, US whiskey sales remained robust. Only one period where whiskey sales decreased over the previous year (-1.4%)
- Despite declines in 2020 due to Coronavirus, the whiskey category is projected to grow revenue every year through 2025.

Global Whiskey Forecast to 2024 (Sales in millions USD)



Sundale Research - State of the Industry: Whiskey in the U.S.

## Fund Advantages



### Asset Backed

Fund owns the underlying asset and Wave Financial has ability to liquidate to generate cash flows in advantageous circumstances



### Security

Barrels are kept at distillers' warehouses for aging and are monitored regularly by Wave, and insured



### Access

Investors gain access to a favorable asset class without needing to assume high upfront cost or continuous maintenance payments.



### Liquidity

Tokenization allows for 24/7 trading; Wave will work towards listing the tokens on digital security exchanges, although no particular listing or liquidity can be assured.

# Wave Kentucky Whiskey 2021 Digital Fund



Wave Kentucky Whiskey Digital Fund provides exposure to an asset class that can appreciate significantly during its aging process, typically 3-5x over 5 years.

## 2020 WKW Fund Performance

Our pricing models indicate that the 1000 barrels we purchased in August 2020 currently have a market value of \$1037.5). The barrels purchased in November and January are now worth \$925 and \$850 in the market.

From a fund perspective, the 2021 Q1 NAV is +9.2%. Audited financials available upon request.

Past performance is not indicative of future results.

Recent Kentucky Bourbon Barrel Sales Prices\*  
Estimated Barrel Value



\*Prices captured from external consultant in Louisville, Kentucky and reflect a range. Provided for illustrative purposes only.

## Terms

**Fund** Wave Kentucky Whiskey 2021 Digital Fund LLC (US master entity with Cayman feeder)<sup>1</sup> (WKW21 Fund Tokens are expected to be issued after fund formation)

**Portfolio** Up to 25,000 barrels of newly filled Kentucky Whiskey, sourced from the Wilderness Trail Distillery<sup>2</sup>

**Investment Manager** Wave Financial LLC

**Fees** 5% upfront acquisition fee, 1% p.a. management fee, 15% performance fee on sold barrels after operating costs

**Fundraise Timeline** First close - July 30; Second close - September 31; Final close - December 31

**Investment Minimum** \$100,000 USD

Service Providers:



## Leadership Team



**David Siemer**  
CEO

[david@wavegp.com](mailto:david@wavegp.com)

- Co-Founder of Wavemaker, a global venture fund managing \$325M in AUM across 300 companies
- Founder of Siemer & Associates tech-focused investment bank



**Ben Tsai**  
President, Portfolio Manager

[ben@wavegp.com](mailto:ben@wavegp.com)

- Former SPM and Head of Alternative Investments Asia for AllianceBernstein
- Former CEO of Merrill Lynch Singapore Commodities (Bank of America)



**Marc Dottore**  
ADVISOR

Founder, Dueling Grounds Distillery

- Currently produces and markets his own boutique high-end brand, Linkumpinch Bourbon, as well as advises in the Bourbon industry