

fSecure- Flowmark Flagship 1 Month Allocation Vault**1. Investment Highlights****(1) Curated access to short-duration trade receivables**

Focused allocation to senior and senior-mezzanine tranches of trade finance and supply-chain finance portfolios, targeting 8-10% p.a. net through self-liquidating assets backed by real commercial trade flows with 30-180 day tenors

(2) Structural protections designed for capital preservation

Every pool is underpinned by over-collateralisation ($\geq 105\%$ required, sample transactions at $\sim 125\%$ coverage), invoice-level data, strict eligibility filters and controlled collection accounts, aiming to keep expected loss low and transparent

(3) Rare tokenised entry into liquid institutional private credit

Trade receivables and SCF assets are typically accessible only to banks, large corporates and specialist funds; this vault provides on-chain, fractional access to a traditionally opaque and relationship-driven asset class

(4) High carry with real-economy collateral

Gross coupons on underlying facilities are in the low-teens, reflecting the credit spread and liquidity premium on short-dated, off-index private credit, with returns driven by obligor payment discipline rather than public market sentiment

(5) Institutional governance, monthly liquidity

Credit underwriting, legal structuring, servicing and collections remain off-chain with professional managers and independent account banks; investors benefit from monthly dealing, automated NAV updates and operational simplicity through the tokenised vault wrapper

2. Strategy Overview

Monthly-dealing credit allocation vault investing into CREDIT+, a diversified portfolio of short-duration trade receivables and supply-chain finance assets via SPV structures, targeting stable cash yields with limited mark-to-market volatility.

3. Investment Objective & Role in Portfolio

(1) Objective: Generate high single-digit net income with low duration and low correlation to traditional public markets.

(2) Role: Income-oriented private credit sleeve within a broader real-world-asset allocation, complementing rates and public credit.

4. Target Allocation (Look-through)

(1) 90–100% CREDIT+: senior and senior-mezzanine tranches of diversified trade receivables and supply-chain finance portfolios, structured with over-collateralization and strict eligibility criteria (e.g. Epoch Receivables - Backed Note).

(2) CASH+ / AMCASH+: tokenised USD money market funds serving as an liquidity and margin buffer.

5. Liquidity & Lock-up

- (1) Subscriptions: Accepted throughout the month and deployed into underlying structures at month-end dealing dates.
- (2) Lock-up: Capital is effectively locked from deployment at month-end until the next monthly dealing date.
- (3) Redemptions: Redemption notices typically must be submitted around T-10 business days before month-end; settlement is targeted within 5 – 10 business days after month-end NAV strike, subject to collections.
- (4) Exceptional liquidity: Early redemptions are generally not available except in exceptional circumstances; in stress scenarios, redemptions may be delayed or gated in line with documentation.

6. Expected Return & Risk Profile

- (1) Target net yield (per annum): 8 – 10% over a full cycle.
- (2) Underlying facilities typically pay low-teens gross coupons; net investor returns reflect structural protections, platform and servicing fees, expected loss assumptions and cash drag.

7. Target Users

- (1) Investors who can tolerate 1 month lock-ups.
- (2) Institutional and family office investors looking for private credit income.
- (3) Sophisticated DeFi treasuries seeking real-economy credit exposure.

8. Standardised Terms

<i>Field</i>	<i>Description</i>
Structure	Monthly on-chain credit allocation vault backed by CREDIT+ trade receivables and supply-chain finance portfolios.
Dealing frequency	Monthly subscriptions and redemptions.
Base currency	USD.
Target net yield (p.a.)	8–10%.
Target allocation	90–100% CREDIT+ (receivables and supply-chain finance pools). Interim allocation into CASH+/AMCASH+ as liquidity sleeves.
Look-through duration	Short (typically 30–180 days asset tenor).
Use of leverage	None at vault level; underlying facilities may include structural leverage within conservative limits.
Minimum subscription	USD 10,000.
Eligibility	Onchain investors.

9. Key Risks

- (1) Capital risk: Credit losses and structural issues in receivables pools may erode capital.
- (2) Credit and concentration risk: Exposure to individual buyers, sectors and geographies can drive performance; concentration must be managed carefully.
- (3) Legal and enforceability risk: Assignment of receivables, security interests and cross-border enforcement may not function as expected, especially in emerging markets.
- (4) Servicing and operational risk: Dependence on originators, servicers, SPVs and account banks for collections and reporting creates operational risk.
- (5) Liquidity risk: Cashflows are driven by collections; in stress, redemptions can be delayed, staggered or partially filled.
- (6) Regulatory and structuring risk: Changes in trade finance, securitisation or cross-border capital flow rules may impact structures and economics.

Important information

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Any investment in the described vaults or underlying funds involves significant risks, including the possible loss of all or a substantial portion of the amount invested. The value of investments and the income from them may fall as well as rise, may be affected by changes in exchange rates, interest rates, credit spreads, market liquidity, regulation and other factors, and investors may not recover the amount originally invested. Investments in private credit, trade finance, insurance-linked securities and infrastructure entail additional risks, including but not limited to illiquidity, valuation uncertainty, legal and structural risk, and counterparty and operational risks. Investments employing leverage are subject to heightened volatility and risk of loss.

Past performance is not indicative and no guarantee of future results. Target returns, volatility and yield levels are objectives only and are not forecasts, projections or guarantees. There can be no assurance that targets will be achieved or that losses will be avoided. Simulated, modelled or back-tested performance, if any, is shown for illustrative purposes only and is subject to numerous assumptions and limitations.

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Appendix:

1. CREDIT+ Factsheet
2. CREDIT+ KID
3. CASH+ Factsheet
4. CASH+ KID
5. AMCASH+ Factsheet
6. AMCASH+ KID

For further due diligence:

1. CREDIT+: Issuing Documents for Epoch Receivables-Backed Note
2. CASH+ <https://www.cmschina.com.hk/en/AM/FundProduct?view=CMMF>
3. AMCASH+:
<https://www.chinaamc.com.hk/product/chinaamc-usd-digital-money-market-fund/>