

Bitcoin-Backed Loan

Borrower Term Sheet

This term sheet outlines the key commercial and collateral terms regarding the issuance of Blockrise Bitcoin-backed loans. The document provides potential borrowers with a clear overview of the loan structure, the requirement for Bitcoin collateral, the return, and the process in case of default. The purpose of this document is to offer transparency about the right and obligations of all parties involved. This term sheet might be subject to change.

1. Involved parties

Item	Definition
Borrower	Legal entity that takes a loan and pledges Bitcoin as collateral;
Lender	Natural person or legal entity that provides the loan;
Platform	Blockrise's Custody Platform

2. Loan terms

Item	Definition
Instrument	Bitcoin-backed loan;
Currency	EUR;
Loan amount	€20.000 - €10.000.000, with €10.000 increments;
Interest rate	8% interest p.a.;
Loan duration	12 months;
Interest payment	At the end of the term;
Origination fee	1,5% of the loan amount;
Liquidation fee	1% of the liquidation value;
Custody fee	0,25% p.a. over the BTC collateral;
Early repayment fee	Equal to the interest for the entire loan duration.
Loan roll-over	Roll-over option available.

The Netherlands



Item

3. Custody of the collateral

item	Definition
Type of collateral	Bitcoin (BTC);
Placed collateral	Bitcoin held in lending wallet;
Maximum initial Loan-to-Value (LTV)	Up to 50% LTV;
Margin call LTV	75% LTV (with 24-hour grace period);
Liquidation LTV	85% LTV (with immediate liquidation);
Control over collateral	Borrower lending wallet with power of attorney by Blockrise;
Transaction costs	The borrower bears these costs.

4. Rights & obligations of the borrower

Repayment	At the end of the term, the full amount (loan amount + origination fee + interest);
Transparency	Blockrise provides a dashboard with real-time data;
LTV level	Borrower is responsible for maintaining collateral LTV and making top-ups when necessary;
Loan issuance	Loans are issued once per month;
Early repayment	Borrower may repay the loan amount early; terms apply
Collateral release	Collateral is released upon full repayment;
Settlement in case of default	Blockrise releases the collateral after deducting costs.

Definition

Definition

5. Default & Liquidation

Liquidation LTV	As soon as the LTV exceeds the liquidation threshold, partial liquidation takes place;
Default at end of term	Missed payments result in partial liquidation;
Liquidation procedure	In case of default, the collateral is partially sold down to an LTV of 60%;
Price oracle	Hourly median from three exchanges.