

Agro Fixed Yield Stablecoin Fund Fee Structure

Prepared by Agro

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*This document describes the fee structure for the Agro Fixed Yield Stablecoin Fund.
For any inquiries, please contact support@agroearn.com*

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1 Overview

The Agro Fixed Yield Stablecoin Fund operates on a transparent, zero-fee model for our investors. Rather than charging traditional management or performance fees, our business model is built on the spread between the yields generated from underlying protocols and the fixed rate offered to our clients.

Key Feature

Unlike traditional investment funds, Agro does not charge any direct fees to fund participants. Our revenue is derived solely from the spread between market yields and the fixed rate we offer.

2 Zero Direct Fee Approach

The Agro Fixed Yield Stablecoin Fund operates without any traditional fee structure:

- **No Management Fee:** We do not charge any annual percentage fee for managing your funds.
- **No Performance Fee:** We do not take a percentage of your profits as an incentive fee.
- **No Entry/Exit Fees:** There are no costs for depositing or withdrawing your funds from the Agro Fixed Yield Stablecoin Fund.
- **No Hidden Fees:** There are no additional operational or administrative fees charged to investors.

3 How We Generate Revenue

Our business model is built on spread-based revenue:

1. We deploy capital to various vetted, overcollateralized lending protocols in the DeFi ecosystem
2. We offer clients a competitive fixed yield (currently 5.75% APY)
3. We retain any excess yield generated above this fixed rate to cover our operational costs and provide a profit margin

This model aligns our incentives with our clients. To remain profitable, we must:

- Consistently identify the highest-yielding opportunities across the DeFi landscape

- Efficiently manage capital allocation to maximize returns
- Maintain rigorous risk management to protect principal

4 Costs Covered by Agro

As part of our service, Agro bears all operational costs associated with managing the fund, including:

- Gas fees for all on-chain transactions
- Smart contract deployment and maintenance costs
- Security audits and monitoring
- Protocol research and integration
- Technical infrastructure
- Customer support

5 Yield Spread Illustration

Example

For illustration purposes:

- If the Agro Fixed Yield Stablecoin Fund generates an average 7.25% APY across all deployed assets in a given period
- And we are offering a fixed 5.75% APY to our clients
- The 1.50% difference (spread) is retained by Agro to cover operational costs and provide a profit margin

Component	Rate	Description
Gross Yield	7.25%	Average yield across all protocol deployments
Client Fixed Rate	5.75%	Guaranteed yield paid to clients
Agro Spread	1.50%	Revenue retained by Agro

6 Transparency Commitment

We maintain complete transparency about our yield sources and allocation strategy. The current allocation across protocols and performance metrics are regularly updated on our dashboard, allowing you to verify that your funds are deployed to trusted, high-quality DeFi protocols.

Our transparency practices include:

- Regular reporting of fund allocation across protocols
- Real-time yield data for supported protocols
- Clear documentation of risk management practices
- Regular updates on market conditions affecting yields

7 Rate Change Policy

The fixed yield rate offered by the Agro Fixed Yield Stablecoin Fund may be adjusted in response to broad market conditions:

- Rate changes will be announced at least 7 days in advance
- Existing deposits will continue to earn at their original rate until the end of the current earning period
- We commit to remaining competitive with comparable risk investments in both traditional and decentralized finance

Rate adjustments are made to reflect:

- Changes in prevailing DeFi yields
- Federal Reserve interest rate policy shifts
- Adjustments in market risk premiums
- Changes in protocol security assessments

8 Comparative Fee Analysis

The table below compares our zero-fee model with traditional financial products and other DeFi offerings:

Fee Type	Agro Fund	Traditional Fund	DeFi Protocol	Bank Savings
Management Fee	0%	0.5-2.0%	0%	0%
Performance Fee	0%	10-20%	0%	0%
Entry Fee	0%	0-5%	0%	0%
Exit Fee	0%	0-5%	0%	0%
Gas Costs	Covered	N/A	User Pays	N/A

9 Additional Information

For any questions regarding our fee structure or business model, please contact us at support@agroearn.com.

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