



Redefining Financial Infrastructure

Future-Proof **Settlement** for Commodities

Today's **settlement** infrastructure is disconnected, expensive and risky.

So we're redefining it.



We connect cash and commodities settlement networks, reducing risk and unlocking working capital




We enable the trustworthy settlement of any asset class – including traditional and tokenized gold – at any time



We exist to help future-proof your settlement strategy





Paxos is bringing safer, future-proof **settlement** to commodities

Accreditations and Credentials

New York Limited Purpose Trust
Charter (New York Department of
Financial Services)

Access to Federal Reserve National
Settlement System and SWIFT

Full Depository Trust Clearing
Corporation participant

Regulated Precious Metals Dealer


Received SEC No-Action Relief for
pilot to settle US securities

Registered with FinCEN

State-Level Money Transmitter
Licenses

Paxos is the leading regulated blockchain infrastructure platform. Its products are the foundation for a new financial system that can operate faster and more efficiently. Today, trillions of dollars are locked in inefficient, outdated financial plumbing that is inaccessible to millions of people. Paxos is replatforming the financial system to enable assets to instantaneously move anywhere in the world, at any time, in a trustworthy way.

Paxos uses technology to tokenize, custody, trade and settle assets. It builds enterprise blockchain solutions for institutions like PayPal, Interactive Brokers, Mastercard, Mercado Libre, Bank of America, Societe Generale, Koch and Stone X. Paxos is a top-funded fintech company with more than \$540 million raised from leading investors including Oak HC/FT, Declaration Partners, Founders Fund, Mithril Capital and PayPal Ventures. With offices in New York, London and Singapore, Paxos takes a global approach to modernizing the financial system.



We offer the first safe
settlement hub in
commodities, removing
counterparty risk

Settlement Hub for Precious Metals



Settle with Confidence

The first safe settlement hub in commodities. We remove counterparty risk for all counterparties – even those off the Paxos network – from a single interface.

By connecting the Loco London clearing and the cash-based correspondent banking network, Paxos creates a single platform where safe and simultaneous settlement occurs for metals – including gold, silver, platinum and palladium – and cash.

“We’re pleased to settle trades using Paxos’ technology and believe it will reap meaningful benefits to our processes, mitigating various risks whilst increasing efficiency.”

Barry Canham

Global Head of Precious Metals, StoneX



Single hub for all counterparties

Achieve safer settlement with real-time visibility into settlement statuses and account balances for all counterparties in precious metals, moving away from Cash vs. PM settlement process.

Reduce your risk

Remove counterparty settlement risk by holding Cash and PM in your own account until settlement. Settle intraday to eliminate time zone problems.

Automate real-time settlements

Eliminate manual entry and paper workflow for on- and off-network settlements from a single interface with full STP with data translation.

Net cash and metals
payments across multiple
counterparties for the
first time

Multilateral Payment Netting

Net Cash and Metals Payments

Scale your business with the first precious metals settlement solution offering netting of both cash and precious metals. Get increased operational efficiency, full transparency and control, and unlock working capital.



90%

Reduction in required transfer instructions*



90%

Reduction in manual entry time for transfers*



70%

Overall operational cost saving including Paxos fees*



\$100M+

Reduction in gross notional/day*



90%

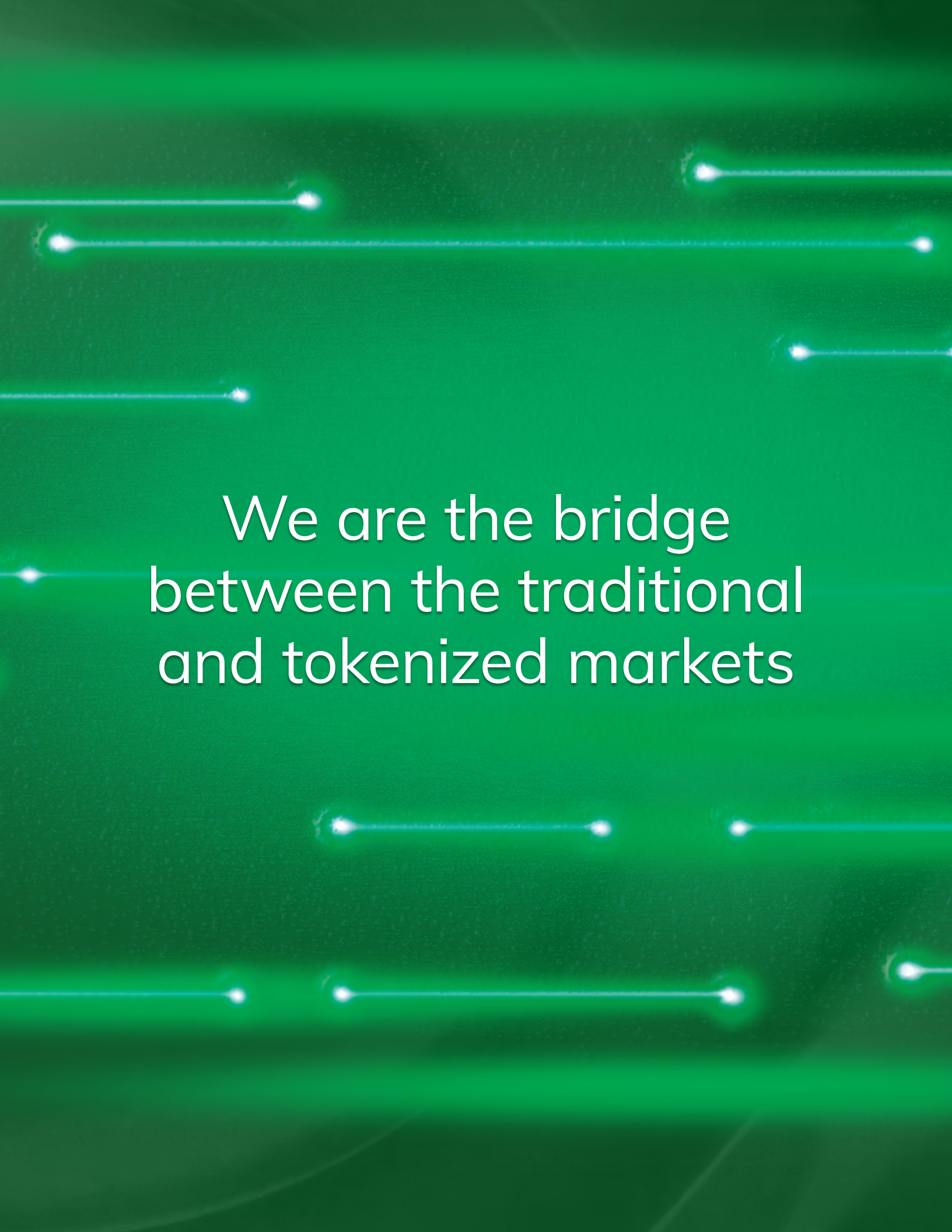
Reduction in gross notional/day*




100%

Confidence in safe settlement

* Savings shown are indicative based on having 30 counterparties and settling an average of 3 metals and USD per day with each counterparty

The background is a solid green color with several horizontal white light streaks and dots, creating a sense of motion or data flow. The streaks are of varying lengths and positions, some starting from the left edge and others from the right. The dots are small, bright white circles, some of which are at the ends of the streaks.

We are the bridge
between the traditional
and tokenized markets



Tokenized Asset Settlement

Future-Proof Your Settlement

Our technology extends to tokenized assets (including PAXG, the industry's only regulated tokenized gold product) so you can future-proof your settlement.

Reduce risk

Move and transfer ownership of underlying assets instantly, 24/7.

Increased gold use cases


Bolster the use of gold for collateral and simplify cross-border settlement.

Increase market accessibility

Bring gold to any investor, retail and institutional alike, since tokenized assets enable fractional ownership of physical inventory.

Reduce your carbon footprint

Tokenized assets are environmentally friendly and support ESG goals.



We also tokenize
metals on the blockchain,
offering the safest way
to own gold

Pax Gold (PAXG)



Physical Gold, with the Benefits of Blockchain

Pax Gold (PAXG) is a digital asset in which one token is backed by one fine troy ounce of gold, stored in LBMA vaults in London. PAXG offers investors a cost-effective way to own investment-grade physical gold with all the benefits of the blockchain.

2020–2021

Retail demand for physical gold has increased 3X.

– World Gold Council



PAXG market cap has increased 5X.

Cost-efficient

Paxos charges zero custody fees (vs. 5-25 bps per annum for LBMA 400t oz bars) with a low minimum purchase amount.

Secure and regulated

The allocated gold that backs PAXG is custodied in LBMA vaults and audited monthly.

Own allocated physical gold

ETFs merely grant exposure to the price of gold; they come with counterparty risk and do not entitle shareholders to any physical gold. PAXG holders can see the serial number, value and physical characteristics of their vaulted gold at any time.

No settlement risk

Purchasing PAXG is free from settlement and credit risk, with near instantaneous settlement in addition to T+2 (versus only T+2 for Gold ETFs and LBMA bars).

To start bringing safer **settlement** to your commodities business, email **commodities@paxos.com** today

About Paxos

Paxos is the first regulated blockchain infrastructure platform whose mission is to replatform the financial system to enable assets to instantaneously move anywhere in the world, at any time, in a trustworthy way. Using technology to tokenize, custody, trade and settle assets, Paxos builds enterprise blockchain solutions for institutions like PayPal, Mercado Libre, Bank of America, Societe Generale and IBKR. As a top-funded fintech company with more than \$540 million raised from leading investors including Bank of America, Oak HC/FT, Founders Fund, Declaration Partners, Mithril Capital and PayPal Ventures, Paxos is powering transparent, trusted and transformative financial solutions.

Contact Us

Explore products, careers and more at [Paxos.com](https://paxos.com)
Contact us at commodities@paxos.com

