

White Paper

Crypto Island

Autonomous self sufficient island



CryptoIsland Team <info@cryptoisland.foundation>

July 14, 2017, v0.9

Contents

1	Abstract	2
2	Economy	2
2.1	Currency	2
2.2	Token holder benefits	3
2.3	Initial funding	3
2.4	Business plan	3
3	Governance	4
3.1	Legal	4
3.2	Voting	4
3.3	Security	4
4	Island specifications	4
4.1	Location	4
4.1.1	Canada	5
4.1.2	Central America	5
4.2	Size	5
5	Vision	5

1 Abstract

A self sufficient, collectively owned autonomous island would enable the cryptocurrency community to participate in a circular-economy experiment. Cryptocurrency obtained through crowdsale could be sufficient for initial funding of the island. Crypto Island would have its own currency and a sustainable economy.

We propose a token sale where a crowd-sourced effort would secure initial investment for the Crypto Island experiment. Participants will obtain tokens that represent a proportionate share of Crypto Island ownership. Cryptographic tokens would serve as the Island's official currency. Location, size and specifics of the island would depend on the amount of cryptocurrency raised during the token sale crowdfunding effort.

2 Economy

Should the crowdfunding campaign meets or exceeds specified goals (see section 2.3), the Island will have it's own, closed, circular economy where only cryptocurrency will be accepted and traded. Crypto Island will use proceeds from selling goods and services to buy back XIT tokens from cryptocurrency exchanges and burn them. This buyback strategy effectively results in taking tokens out of supply and by doing that, the value of XIT increases. Besides that, Island's profits will be spent for maintaining the island and acquiring other islands and properties around the globe.

2.1 Currency

The Island will issue it's own currency, an Ethereum-based ERC20 token named XIT - short for Crypto Island Token. Crypto Island XIT will be accepted as a payment option on the Island alongside other major cryptocurrency. Supply of XIT will be limited to the amount issued at the token sale. After the event of a successful token sale, Crypto Island will list XIT on cryptocurrency exchanges, therefore enabling trading of XIT in the free market.

2.2 Token holder benefits

The amount of XIT held represents a proportionate ownership share of the Island. The proceeds of the Island sale in a potential event of liquidation will be distributed to respected holders of XIT. Tokens therefore have an intrinsic value backed by land. XIT token holders will enjoy the benefit of voting rights, directly impacting major decisions regarding Island's governance (see section 3). The Island will conduct business in line with both investor interests for profits and Island's vision. Profits from business operations will be used for XIT buybacks and business expansion.

2.3 Initial funding

A token sale will be organized to secure funding for the initial investment of purchasing an island and setting up island's infrastructure. Participants will be able to contribute funds in any of the top five largest cryptocurrencies by market capitalization: Bitcoin (BTC), Ethereum (ETH), Ripple (XRP), Litecoin (LTC), Ethereum Classic (ETC).

XIT cost at the token sale will be fixed at a price of 100 XIT per 1 USD. The token sale will last for 30 days. Total amount collected in USD will be calculated at the end of the token sale. The minimum amount for the token sale crowd funding effort to be considered successful is \$500.000,00 (five hundred thousand dollars). Should the sale be successful, tokens will be distributed to participants no later than 30 days after the sale ends. In the event of an unsuccessful campaign, funds will be returned to participants.

10% of funds raised and tokens issued will be distributed to the team, spent for marketing and for bounty rewards. 90% of funds raised and tokens issued will be spent for operations such as island acquisition, travel costs and infrastructure costs.

2.4 Business plan

Crypto Island will lend event space for rent, where only cryptocurrency will be accepted as a payment method. Event space on the Island will be an exclusive location for high profile crypto meetups and conferences. The Island will lend accommodation to tourists, focusing on being a retreat for the cryptocurrency elite.

Besides regular income, the value of XIT will appreciate with the constant

growth of real estate prices in the region.

3 Governance

3.1 Legal

A legal entity named Crypto Island foundation will be established, acting as a real world entity representing the interests of XIT holders while following Island's vision (see section 5). Crypto Island foundation will be established after the successful token sale in a jurisdiction chosen based on the opinion of Crypto Island's professional legal advisers.

3.2 Voting

XIT holders will utilize blockchain technologies to anonymously vote on major decisions, directly impacting the governance of the Island. The number of tokens held will represent proportionate voting rights.

3.3 Security

Regarding island's security, a risk assessment will be conducted and Crypto Island team will invest in security according to a reasonable threat model.

4 Island specifications

4.1 Location

The location of the island will depend on the amount of funds raised. In case we raise more than \$1.500.000,00 (one and a half million dollars), an island will be bought in Central America. In case we raise less, an island will be bought in Canada.

4.1.1 Canada

Home to a vast selection of private islands as well as a large percentage of island buyers, North America undoubtedly has the busiest island market in the world. Canada offers beautiful islands in "cottage country" areas proximate to cities like Toronto, Vancouver and Halifax, and similar to the United States, prices can range anywhere from \$10m down to \$100K. ease of purchase and familiar ownership and development laws also contribute to North America's steady popularity. Canada offers international investors unrestricted freehold property rights.

4.1.2 Central America

The Caribbean is often the first place that comes to mind when one thinks of owning a private island. Close proximity to the United States, a booming tourism industry and a thriving expat culture also make Caribbean islands prime for development into boutique resorts, cruise ship docking points, or luxury residential communities. Full Caribbean islands available for purchase outside of the Bahamas are seldom seen, although countries like the US Virgin Islands, Grenada, and the Turks and Caicos may each have one or two islands on the market each year, at prices starting at \$1m or less. Foreign island ownership in the Caribbean is primarily available on a freehold basis, although a small handful of Bahamian islands are purchasable only under long-term leases.

4.2 Size

The size of the island will largely depend on the amount of funds raised and the chosen location. A large island in Canada costs as much as a small island in Belize, although an island in Belize is preferred due to climate. Approximate Island location will be selected through voting (see section 3.2). The exact island will be selected after the token sale with the help of professional real estate advisers.

5 Vision

Establishing a self sufficient, collectively owned autonomous island will enable the cryptocurrency community to participate in a circular-economy ex-

periment while strengthening the position of cryptocurrency with real world implications. Crypto Island will not only be a retreat for crypto elite, but will serve as the world's go-to meeting place for most prominent cryptocurrency gatherings, leaving a mark in history books. Should the Island be a successful and profitable experiment with a thriving ecosystem, a world-wide expansion will follow with the goal of establishing new cryptocurrency hubs, crypto experiments and crypto start up accelerators.

If the day comes that a cryptocurrency funds an island acquisition, we would have truly turned a corner.

References

[1] Private Islands Inc. BuyingAnIsland_Overview.pdf, 2014

<http://www.privateislandsinc.com>

[2] Vladi Private Islands GmbH, Vladi Private Islands, 2017

<http://www.vladi-private-islands.de>