

Sustainability of the "The Code" System:

Numerical Distribution and Financial Analysis

Introduction

This document details how the 15 USDT paid for each NFT in the "The Code" system is distributed among the 20% remuneration reserve, the 8% referral bonus (when applicable), and the 70% guarantee used in staking for PoSA (Proof-of-Staked Authority). It includes two scenarios: with automatic repurchase (staking) and without automatic repurchase, where the investor receives the full payment of 18 USDT per paid NFT.

The analysis also addresses the sustainability of the system based on the 3 X 1 model and additional revenue sources. The objective is to demonstrate how "The Code" balances payments and revenue generation to offer a viable financial model.

Distribution of the 15 USDT per NFT

Each NFT acquired for 15 USDT is allocated as follows:

Remuneration Reserve of 20%: The promised remuneration is 20% on the 15 USDT, i.e., 3 USDT per NFT. This amount is paid when 3 new NFTs enter the system, following the "3 X 1" model. For each NFT purchased, 1/3 of the remuneration value (1 USDT) is reserved, accumulating to the total payment of 3 USDT per cycle.

Value per NFT: 1 USDT

- 2. **Referral Bonus of 8%:** If the purchase was made through a referral, the referrer immediately receives 8% of the 15 USDT as a bonus, encouraging network growth.
- Value per NFT: 1.2 USDT (applicable only with referral)
- 3. **70% Guarantee:** 70% of the amount paid for the NFT is reserved as a guarantee and used in staking for PoSA on the Binance Smart Chain (BSC), generating additional rewards.

• Value per NFT: 10.5 USDT

Table of Distribution of 15 USDT per NFT

The table below summarizes the allocation of 15 USDT per NFT in two scenarios: with and without referral.

Component	With Referral (USDT)	Without Referral (USDT)	Description
Remuneration Reserve	1.0	1.0	1/3 of the 20% remuneration (3 USDT per cycle)
Referral Bonus	1.2	0.0	8% paid to the referrer (when applicable)
Guarantee (Stake PoSA)	10.5	10.5	70% reserved for security and staking
Total Distributed	12.7	11.5	Sum of allocated values
Remaining Amount	2.3	3.5	Remaining value per NFT

Payment Scenarios

1) With Automatic Repurchase (Staking Activated)

- **Operation:** For every 3 NFTs purchased (45 USDT), 1 NFT is paid with 18 USDT. Of these, 15 USDT are reinvested in a new NFT, and 3 USDT are paid to the investor as profit.
- Cycle Calculation (with referral):

o **Entry:** 45 USDT

Remuneration reserve: 3 USDT (3 × 1)

o Referral bonus: 3.6 USDT (3 × 1.2)

Guarantee (stake): 31.5 USDT (3 × 10.5)

Payment to investor: 3 USDT

Repurchase: 15 USDT (reinserted into the system)

 \circ **Surplus:** 6.9 USDT (45 – (12.7 × 3))

• Cycle Calculation (without referral):

o **Entry:** 45 USDT

o Remuneration reserve: 3 USDT (3 × 1)

Referral bonus: 0 USDT

Guarantee (stake): 31.5 USDT (3 × 10.5)

Payment to investor: 3 USDT

Repurchase: 15 USDT (reinserted into the system)

 \circ **Surplus:** 10.5 USDT (45 – (11.5 × 3))

2) Without Automatic Repurchase (Full Payment)

- Operation: For every 3 NFTs purchased (45 USDT), 1 NFT is fully paid with 18 USDT, without reinvestment. The investor receives the 18 USDT directly, ending the cycle for that NFT.
- Cycle Calculation (with referral):

o **Entry:** 45 USDT

o Remuneration reserve: 3 USDT (3 × 1)

 \circ Referral bonus: 3.6 USDT (3 × 1.2)

Guarantee (stake): 31.5 USDT (3 × 10.5)

Payment to investor: 18 USDT

o Release of remuneration reserve for 1 NFT that was fully paid: 1 USDT

Release of guarantee for 1 NFT that was fully paid: 10.5 USDT

o **Surplus:** 0.4 USDT (45 - 3 - 3.6 - 31.5 - 18 + 1 +10.5)

 Note: Without staking, the guarantee of 10.5 USDT for the paid NFT is not reused, impacting the surplus.

Cycle Calculation (without referral):

o **Entry:** 45 USDT

Remuneration reserve: 3 USDT (3 × 1)

Referral bonus: 0 USDT

Guarantee (stake): 31.5 USDT (3 × 10.5)

o Payment to investor: 18 USDT

o Release of remuneration reserve for 1 NFT that was fully paid: 1 USDT

Release of guarantee for 1 NFT that was fully paid: 10.5 USDT

o **Surplus:** 4 USDT (45 - 3 - 31.5 - 18 + 1 +10.5)

 Note: Without staking, the guarantee of 10.5 USDT for the paid NFT is not reused, impacting the surplus.

Note: These calculations do not consider additional revenue sources as they are variable.

Additional Revenue Sources

1. Staking Rewards (PoSA):

 The 31.5 USDT staked per cycle generates rewards on BSC, which vary according to transaction volume and network participation.

2. Transaction Fees:

 Each NFT purchase generates fees on BSC, part of which can be allocated to the system.

Conclusion

The "The Code" system efficiently distributes the 15 USDT paid for each NFT:

- 1 USDT for the 20% remuneration, paid in cycles of 3 NFTs.
- 1.2 USDT (when applicable) as a referral bonus, encouraging growth.
- 10.5 USDT as a staked guarantee, generating additional revenue via PoSA.

Sustainability is ensured by:

- A precise reserve to meet promised payments.
- Staking rewards and fees that complement revenues.
- A significant surplus that strengthens the system in the long run.

TRUST THE CODE

[&]quot;The Code" is structured to balance financial commitments with revenue generation, making it a viable model.