

Public Escrow Statement: TexasSwap Capital Fund & Utility Token Disclaimer
Executed & Notarized Agreement for Public Reference by Adam S. Hamid

TexasSwap is a decentralized swapping platform and a proud subsidiary of **Translucent Portals Inc.**, a Texas-based C-Corporation established in 2017. It operates using a utility token called **TXUE**, which allows users to swap, trade, and access services across the platform. **TXUE is a utility token—not a security**—and does not represent ownership in TexasSwap, its technology, or its profits. **TXUE holders are empowered users of the TexasSwap ecosystem, not shareholders.** The value of **TXUE** may rise or fall based on market demand and trading activity. In due time, when private or public offerings in **Translucent Portals Inc.** are made available, they will be presented transparently to the public through appropriate channels.

In implicit partnership with the **Government of Texas**, TexasSwap established two distinct fund vehicles: (1) **TexasSwap Capital Fund, LP**, where the Government is the **exclusive limited partner**, and (2) **TexasSwap Capital Management Fund, LLC**, which is responsible for managing and investing the funds. When capital gains taxes are collected using TexasSwap's proprietary **AIRSP** system, those taxes are deposited into escrow, then fully transferred into the fund structure to be strategically invested. The Government may not withdraw its original principal; it may only receive returns derived from profits, which may vary between **7% and over 200% annually**, depending on market conditions.

To clarify how **AIRSP** works: it automatically calculates capital gains taxes based on each member's **KYC status and reported income level**, then executes tax compliance directly through smart contracts. For example, if a member earns less than \$60,000 per year and purchases **Wrapped Ethereum i.e., WETH** at \$2,000, and the token's value rises to \$3,000 within six months, **AIRSP** recognizes a \$1,000 unrealized gain. It then automatically sells a calculated portion of the **WETH**, converts that portion into **USDC**, and sends it to escrow for capital gains tax settlement. In this case, a 15% tax on the gain is applied—equaling \$150 annually. Since **AIRSP** settles taxes biannually, only \$75 is collected per cycle, with no manual action required by the user.

All capital gains taxes collected through AIRSP are transferred in full into the fund structure. A 15% to 20% capital gain tax rate reflects each participant's income tax earnings. TexasSwap Capital Management Fund charges a **2.5% annual management fee**, and only earns additional compensation if investment performance exceeds a **3% hurdle rate**. Profits above that threshold are split **70% to the Government of Texas** and **30% retained by the management fund**, ensuring transparency, public benefit, and long-term sustainability.

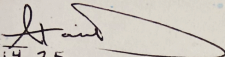
It is essential for all members and observers to understand that **TXUE is a utility token** used to power functions within the TexasSwap platform. It does **not grant ownership, does not distribute dividends, and does not entitle holders to any profits** from the capital tax funds or Translucent Portals Inc. Participation in the **TXUE** ecosystem is based on usage—not investment. **TexasSwap (the decentralized exchange), TXUE (the utility token), and the TexasSwap Capital Funds** are three separate components, each with its own purpose and structure.

Executed and Agreed to by Statement of Record:

Adam S. Hamid

Founder & Strategic Director, TexasSwap

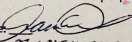
On Behalf of TexasSwap Ecosystem and TexasSwap Capital Management Fund, LLC

Signature: 
Date: 7 / 14 / 25

NOTARY ACKNOWLEDGEMENT

State of Texas
County of Collin

On this 14 day of July, 25, before me, a Notary Public, personally appeared Adam S. Hamld, who proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to this instrument, and acknowledged that he executed it for the purposes stated herein.

Notary Public Signature: 
Commission Expiration: 17 NOVEMBER 2026
[Affix Notary Seal Here]

