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Virtualisation of Fiat Money

A COST-LESS DISRUPTOR AND DISINTERMEDIATION
OF GLOBAL PAYMENT AND MONEY TRANSMISSION

Saxo Bank Event

22nd. October, 2014

Panellist Javier Tordable, senior vice president at German derivatives exchange Eurex Exchange, tentatively labelled bitcoin a "fad" before clarifying he doesn't think much of it as an alternative currency, but believes in it as a method of **storing and sharing data**.

"We are very interested in the technology behind it, the block chain," he said.

International Patent Pending Virtual Derivative

- Virtualising a derivative contract based on fiat money as the underlying asset.
 - 100% margin, no fixed delivery date
 - It can be made of 1 type of currency, e.g., AUD or a combination of 2 or more different types of currencies – almost infinite number of derivative permutations
- Making it into an electronic token that is
 - Fungible
 - Token value can be fractionised, e.g., 1.234567
 - Easily Transacted

Simplifying transactions

- Transactions are made through an **electronic wallet** like a mobile device, desktop client or a special electronic device
- Transactions are **borderless**
- Transactions do not require **payment gateways**
- Transactions are recorded on a **proven and robust public ledger**
- Transactions are **immutable and irreversible**
- System does not allow for **double spends**

Unique Features

- A basket of currencies will have a lower risk than a single fiat currency - has salvage value unless ALL fiat currencies collapse
- If well defined, can be used as a reserve instrument vs. monetary reserve
- Electronic wallet – Highly suitable for the unbanked and underbanked
- Highly liquid and stable Instrument - Potentially pervasive
- Low transaction charges – suitable for micropayments and small payments
- Records are kept in a fraud proof distributed ledger system
- Transactions are traceable addressing KYC and AML requirements
- Need no regulatory reforms – sold as a derivative

Paradigm Shift in Data Management

- Distributed and Decentralized Public Ledger Solution – No need for a central database
- Cryptography is proven and highly secure
- Guaranteed 100% uptime
- Substantially reduced costs of operations
- Required centralised solutions:
 - Price determination and quotation solution
 - An exchange



THANK YOU!

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