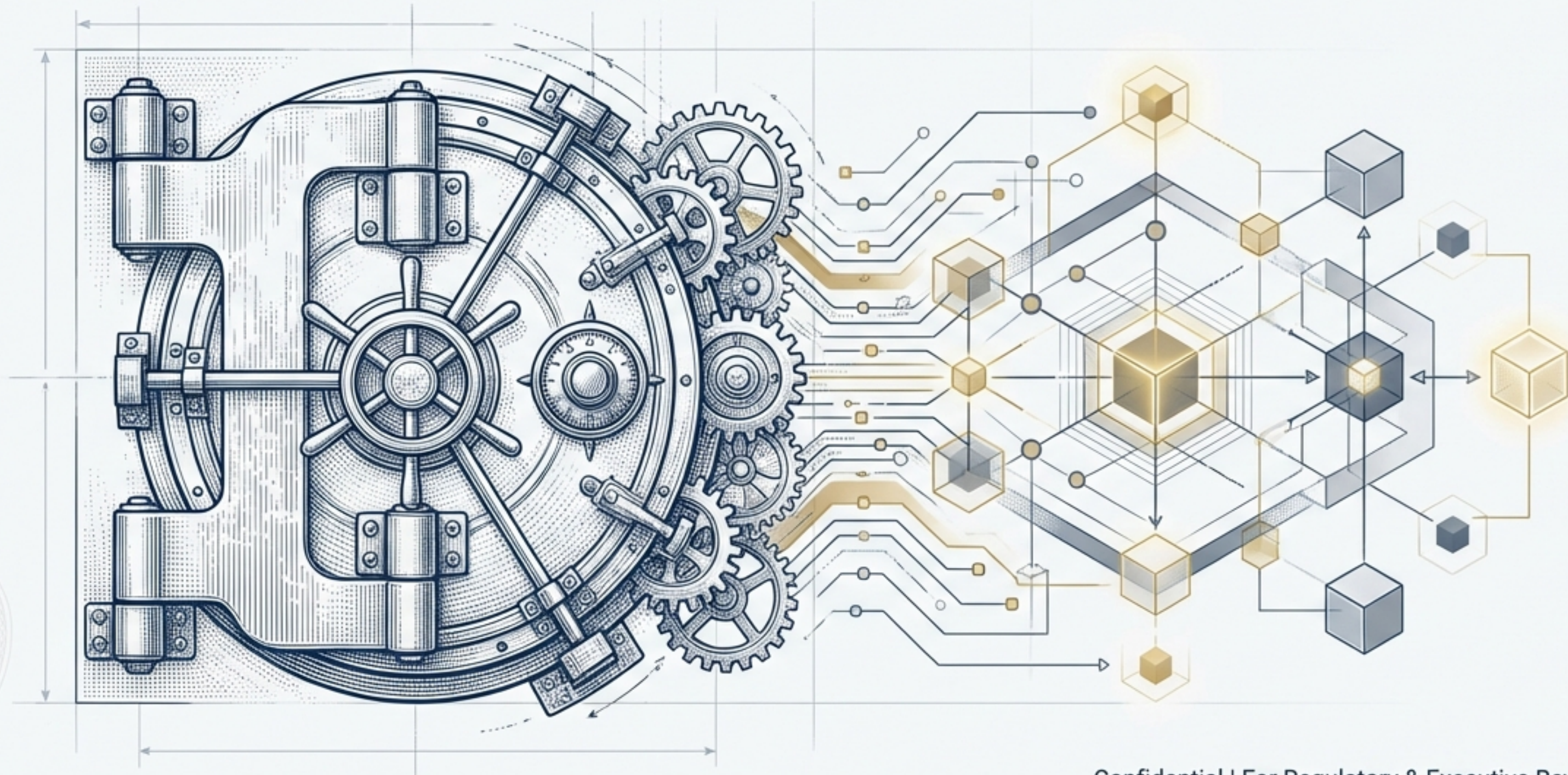


Basel III Compliance & Sovereign-Grade Recapitalization

Leveraging NVC Fund Holding Trust Assets for Non-Dilutive Capital Strengthening



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Executive Summary: The Strategic Solution Architecture



The Regulatory Challenge

- Banks face rigid capital mandates: **CET1 \geq 4.5%** and Total Capital **\geq 8%**.
- Compliance often requires “Capital Conservation Buffers” (+2.5%) and liquidity reserves (LCR/NSFR).
- Traditional solution: Dilutive equity issuance or limiting lending capacity.



The Asset Solution

- NVC Fund Holding Trust provides a **\$56.7 Trillion** asset base.
- Assets are sovereign-grade, unencumbered, and independently appraised.
- Structured specifically to create Basel-compliant capital instruments.

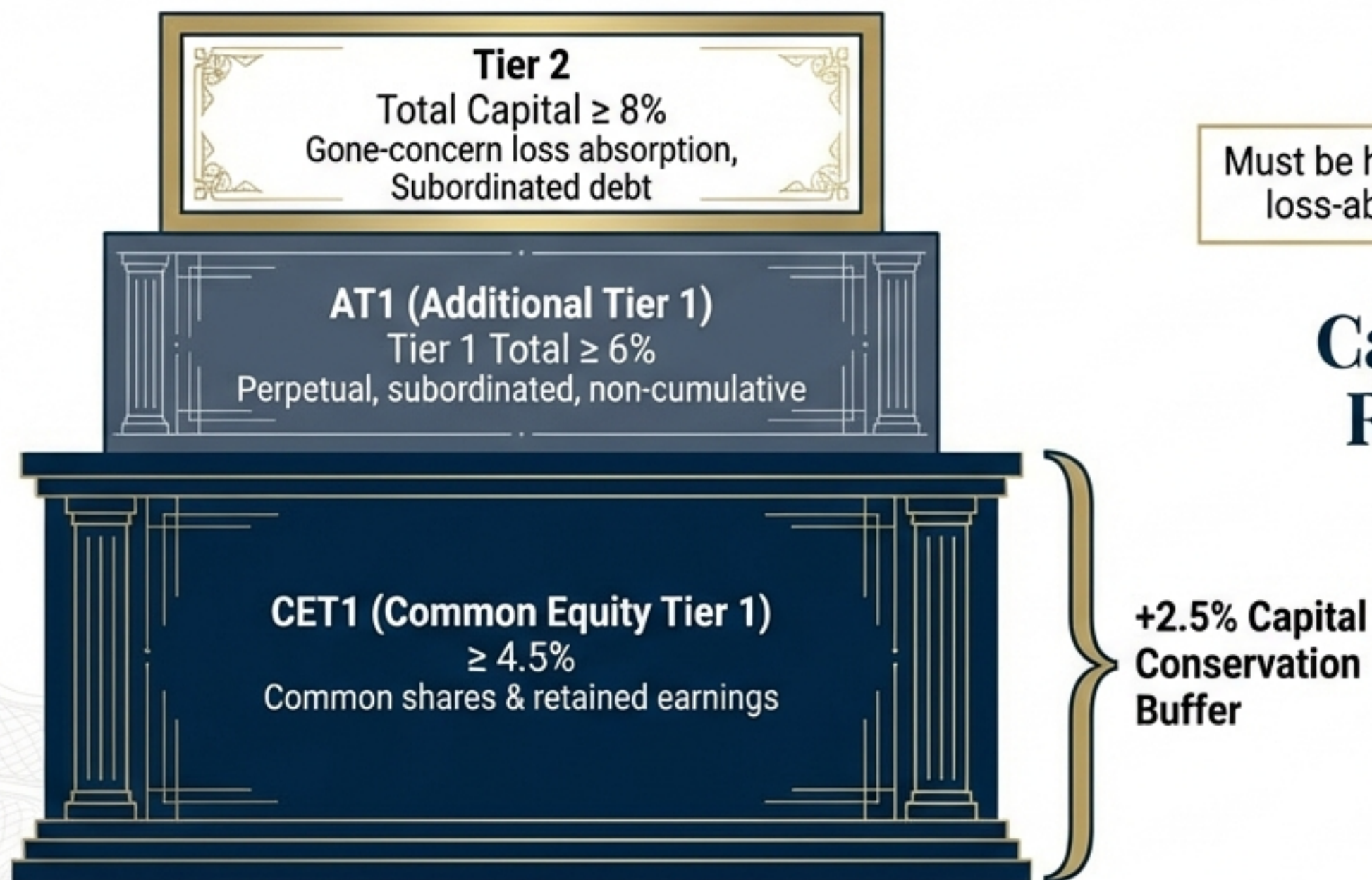


The Strategic Outcome

- **Immediate Recapitalization:** Instantly improves CET1, Tier 1, and Total Capital ratios.
- **Non-Dilutive:** No new shareholder equity required.
- **Liquidity:** Instant settlement and USD-pegged stability via NVCT Digital Treasury.

The Mandate: Deconstructing the the Basel III Capital Stack

Capital Hierarchy



The Governance Formula

Must be high-quality,
loss-absorbing.

Capital
Ratio =



Optimizable via
high-quality collateral.

The Asset Foundation: NVC Fund Holding Trust

A **\$56.7 Trillion** valuation backed by sovereign-grade, non-correlated hard assets.

Trust Indicator



Hard Assets:
Tangible,
non-correlated
value storage.

Trust Indicator



Independently Appraised:
Third-party valuation
confirms market worth.

Trust Indicator



Unencumbered:
Assets are fully
owned by the Trust
and free of liens.

Trust Indicator

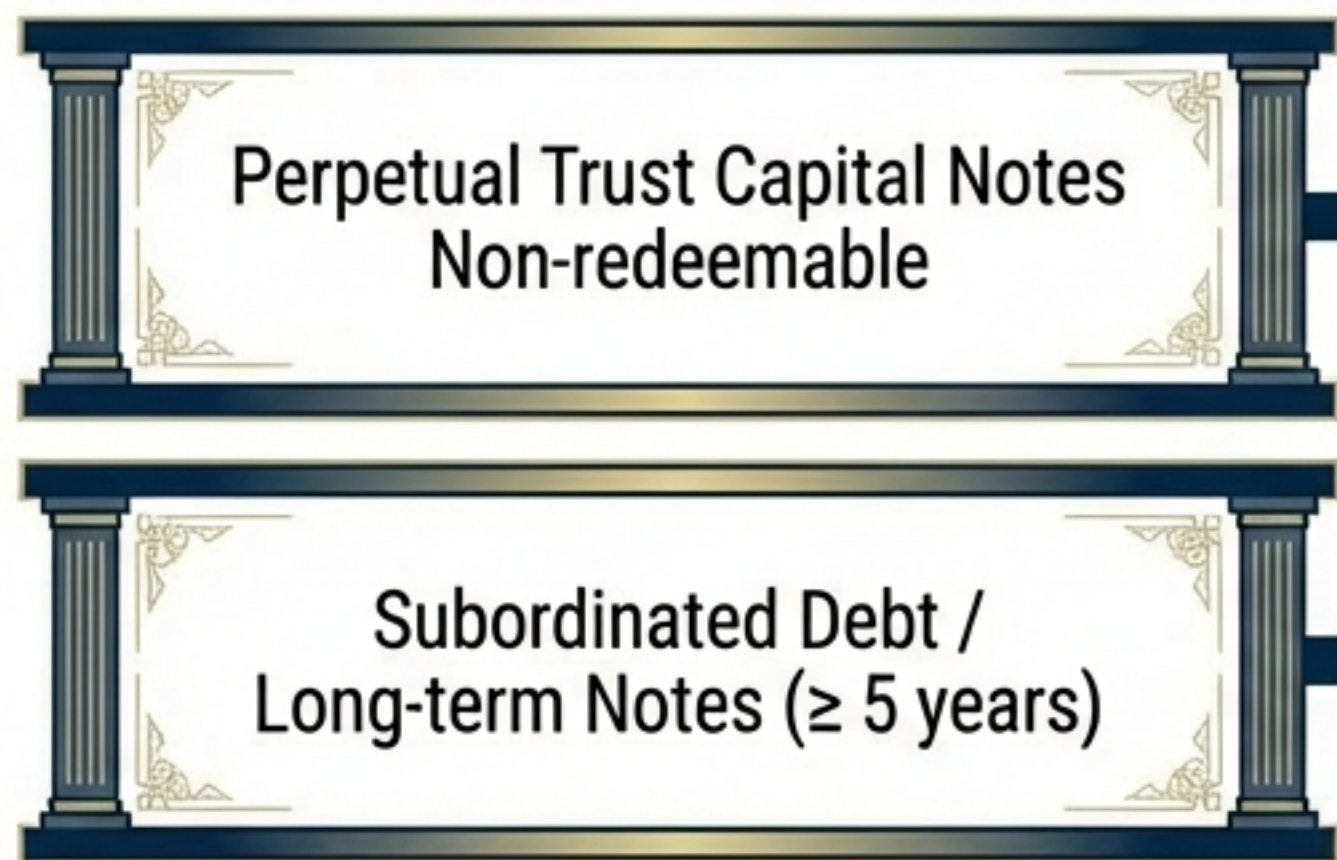


Sovereign-Grade:
Suitable for national-
level balance sheet
restructuring.

Legal Status: The Trust structure supports the issuance of specialized financial instruments, moving beyond passive holding to active capital enhancement.

Regulatory Mapping: Aligning NVC Assets with Basel III Tiers

NVC Fund Instruments

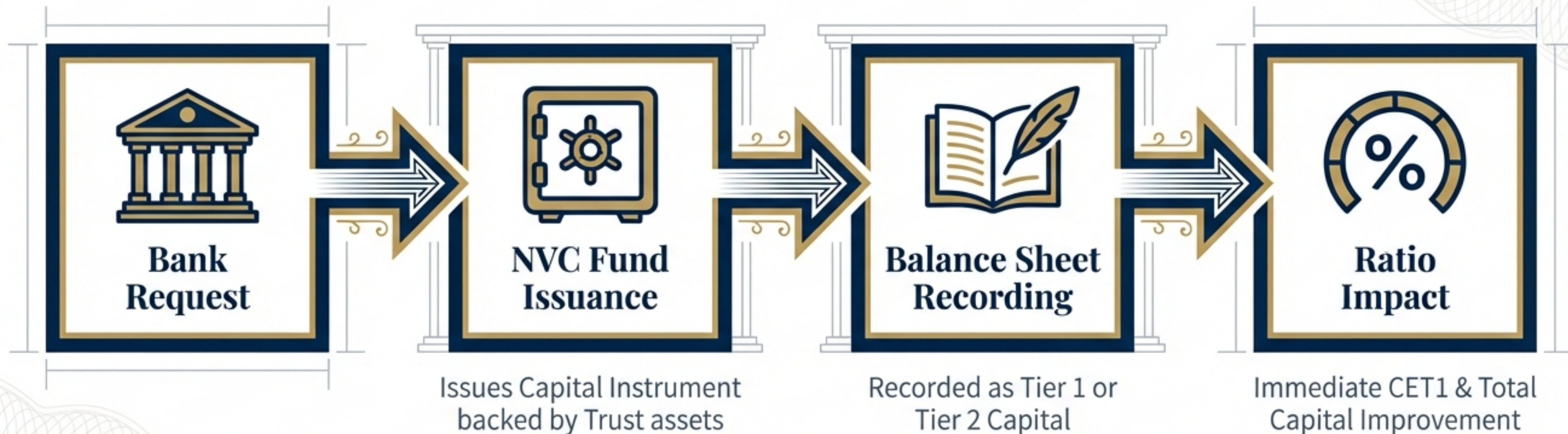


Basel III Qualification



These instruments are pre-structured to specifically satisfy the definitions found in the Basel III regulatory text.

Execution Mechanism I: Asset-Backed Capital Enhancement Facility (ACEF)



Non-Dilutive Event: No new equity shares are issued to the market. The capital strength is derived strictly from the asset-backed instrument.

Execution Mechanism II: NVCT Digital Treasury & Liquidity

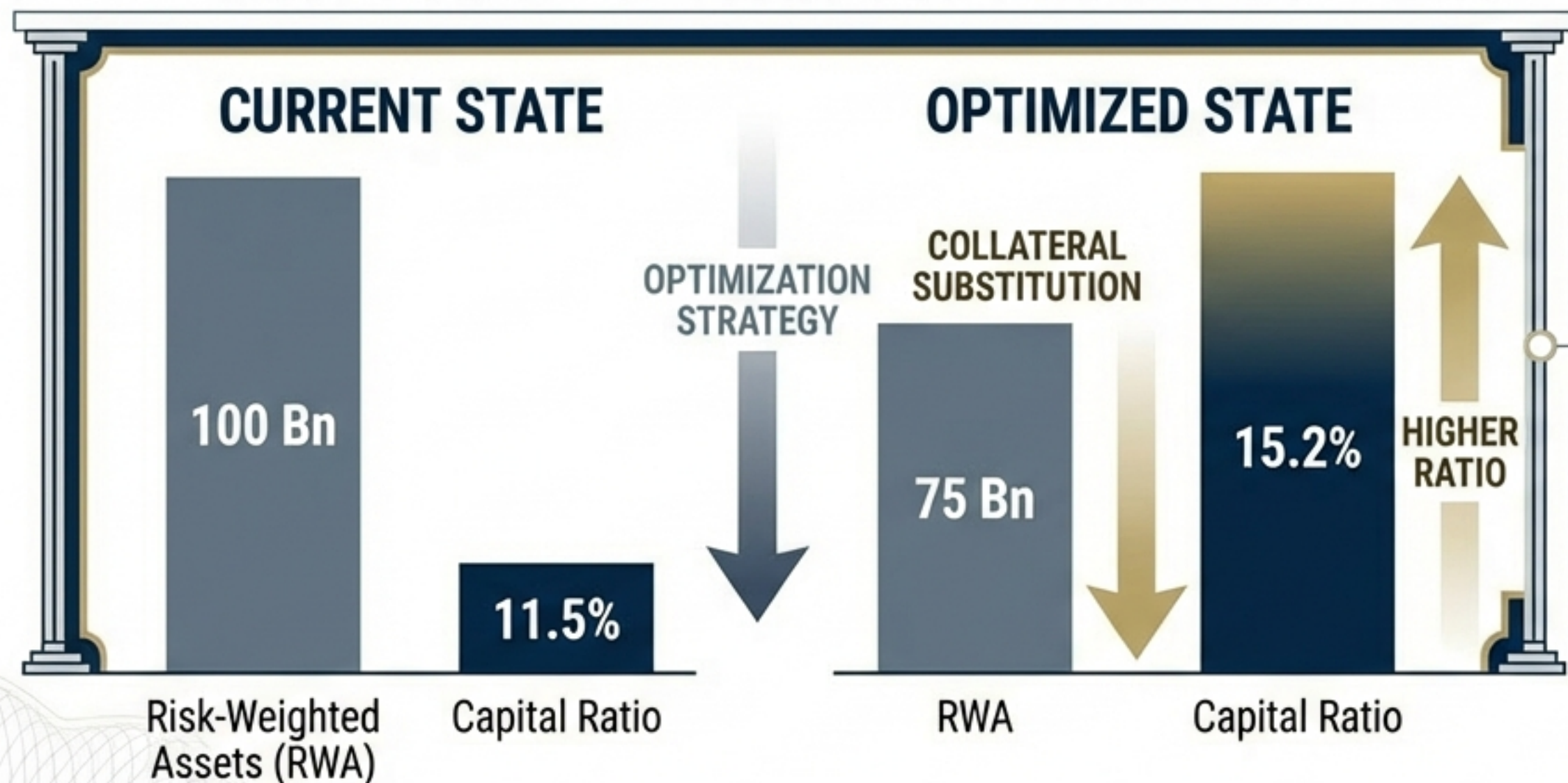


Solving for LCR (Liquidity Coverage Ratio) & NSFR (Net Stable Funding Ratio)

- **Instant Liquidity:** Capability to convert capital instruments into usable funds on demand.
- **Stability:** USD-pegged valuation prevents volatility.
- **Settlement:** Blockchain-verified transaction record for absolute transparency.

Banks can hold high-quality capital instruments for compliance, with the confidence of rapid convertibility for settlement needs.

RWA Optimization & Balance Sheet Strengthening



KEY MECHANISMS



The Denominator Effect: Replacing high-risk assets with NVC sovereign-grade assets reduces the RWA calculation.











Asset Quality: Replaces impaired assets to increase loss-absorbing capacity.



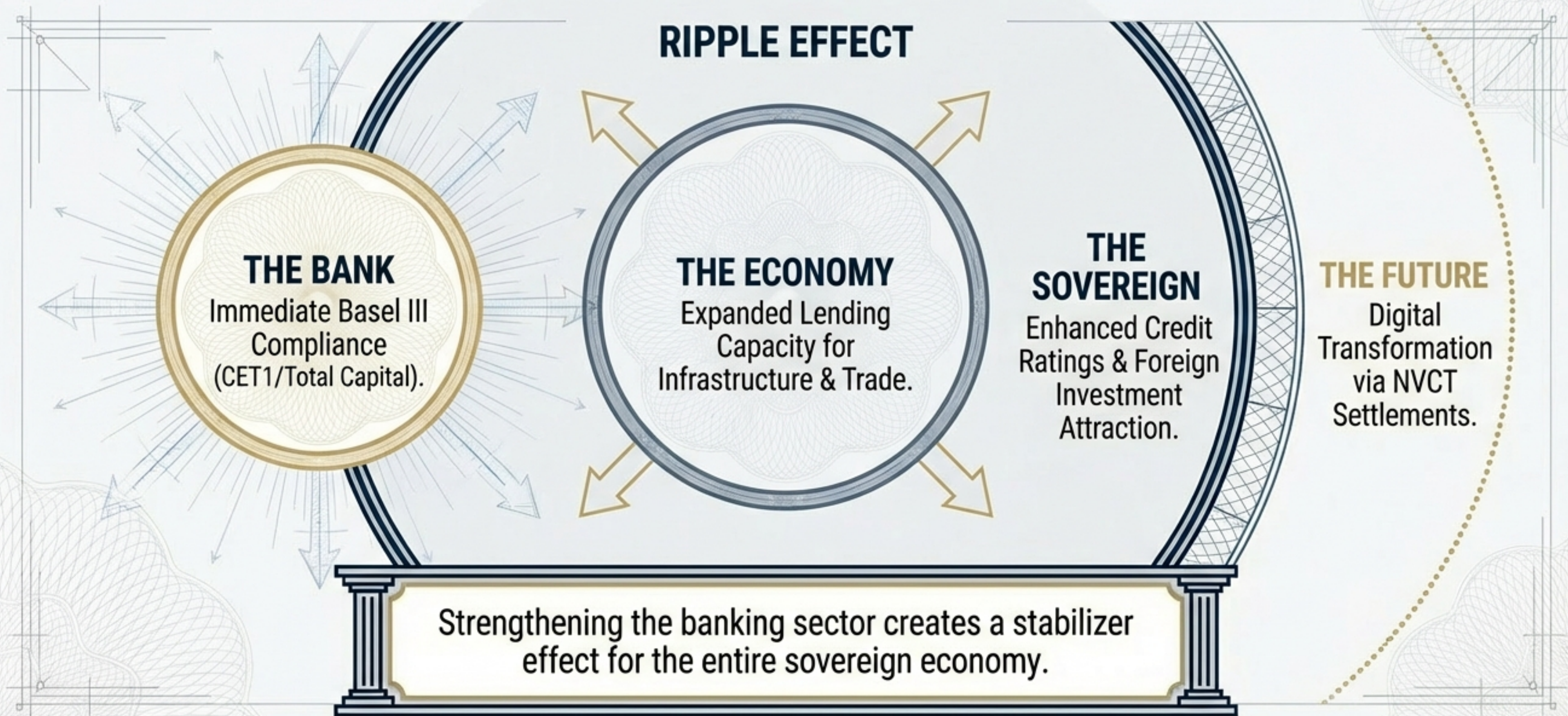
Result: The Capital Ratio increases naturally as the quality of the asset mix improves.

NVC sovereign-grade assets serve as superior collateral, lowering risk weights and strengthening the balance sheet without additional equity issuance.

Comparative Advantage: The NVC Pathway

Feature	Traditional Recapitalization	NVC Fund Recapitalization
Shareholder Impact	 Dilutes shareholders (New equity issuance)	 Non-Dilutive (Uses Trust-backed instruments)
Speed & Process	 Slow, heavy regulatory friction, market-dependent	 Immediate , pre-structured Basel-compliant instruments
Stability	 Limited by investor appetite and volatility	 Backed by \$56.7T independent asset base
Stability	 Limited by regulatory volatility	 Backed by \$56.7T independent asset base

Strategic Impact: From Bank Balance Sheets to National Stability



Summary for Regulators & Central Banks

- 🛡️ **Compliance:** Instruments are fully Basel-compliant as AT1 (Perpetual) and Tier 2 (Subordinated) capital.
- 🛡️ **Safety Net:** Provides 'Gone-concern' loss absorption capacity to protect depositors.
- 🛡️ **Sovereign Partner:** NVC Fund acts as a sovereign-grade capital partner, stabilizing the system without requiring taxpayer-funded bailouts.
- 🛡️ **Modernization:** Facilitates orderly transition to digital treasury operations via NVCT.

Stabilizing the Present, Funding the Future



NVC Fund Holding Trust Assets offer more than compliance; they offer a foundation for sustainable economic growth. By solving the capital constraint today, we unlock the development potential of tomorrow.

Engage for structural integration and asset allocation.