

the proposal is:

The creation of token issuance based on pecan nut production with the purpose of:

- Provide cash flow to producers
- Generate a market or system of global pecan nut auction
- Facilitate the access or purchase of nuts to all those interested in the industry in a reliable and fair way.

For the Pecan nut grower, access to cash resources for the culmination of the harvest, maintenance of the orchard and personal expenses is of vital importance until the effective commercialization of its nut production is achieved, we will give an example

John is a small nut producer and hardly reaches the end of the harvest with his own resources, so many times he has had to sell his production almost immediately and many of these occasions at low prices or lower prices than those they average seasonally, Don Ricardo is a diversified entrepreneur and one of his businesses is pecan nut production, he also wants to find the best price for his production.

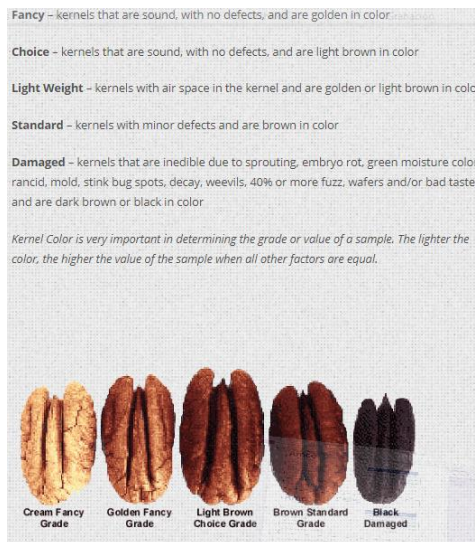
John and Don Ricardo each on their own go to the services of Kryptonite (this is just a name as an example) "The Finances of the Future in their Hands" go to this business to deposit their nut in exchange for an advance of the value of their lot (financial pledge) while they achieve the final commercialization of their production this would be done with the issuance of tokens called PECOINS.

Producers such as John and Don Ricardo carry their nut, which is received by Kryptonite for safekeeping, upon receipt of the lot the following must be done:

- Lot weight and photo, it might be possible even real-time monitoring or daily photos of the lot status in Kryptonita facilities, available for consultation of either the potential buyer or the pecoin holder



- Moisture
- Sampling of percentage of meat yield for informational purposes only
- Number of nuts per lb or kg in the sample
- Weight and photo of nuts with Shell in the sample
- Weight and Photo of types of kernel contained in the sample:

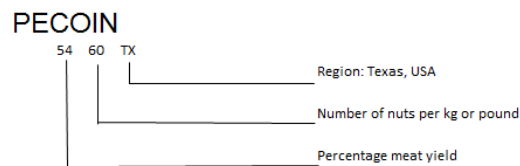
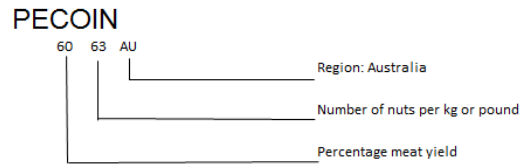
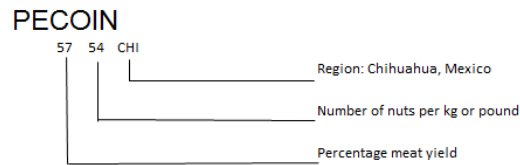


- Weight and photo damaged nuts in the sample

All this information would be registered in the token. And it could be consulted by those interested in acquiring it. via access to the blockchain through an app or platform.

The "Pecoin" would be issued with the market value of the nut corresponding to the market price at the time of issuance.

And example of Pecoin and its nomenclature could be like this:



Each pecoin would be backed by a certain amount of pecan nut, for example 1 ton, if a producer has 5 tons, he can issue 5 pecoins

When issuing the token, a smart contract would be created that would determine that the issuer (producer) paid the advance payment to kryptonite, that the nut will be delivered to the owner of the Pecoin at the time it is exhibited for redemption, the smart contract would contemplate situations such as following:

When issuing the pecoin the producer would receive a percentage of the value of his lot in the market, via financial pledge if he wishes, through smart contract the producer would be obliged to pay the advance plus commissions, interest if applicable and charge for storage expenses, the pecoin can be traded on tokens platform worldwide, or in the traditional and industrial pecan nut market

What implications would it have?

It occurs to me that when the pecoin is issued, it automatically enters into the sales process in the token market platform or in a specific market for tokens of this type on the platform, there a potential customer, say a Chinese pecan nut merchant could have access and see the characteristics of the lot covered by the pecoin, if he finds it of interest he will make an offer of money for the pecoin, the pecoin producer or holder will receive the offer in his application, if he decides for the sale he will transfer the property to the buyer , automatically the payment will be requested to complete the transaction and the payment made by the pecoin will be deducted commissions and advance owed to kryptonite and to the producer's wallet the difference will be entered.

John may decide better to try to market his nut with Mario the usual buyer with whom he has negotiated for years, try to make the sale as every year, Mario is suspicious in nature and will ask John for permission to sample and evaluate his quality nut, but now there will be different situations John will already have a clear idea of the quality of his lot and also how he is receiving offers for his pecoin in his application, Mario will have to be competitive when making his best offer, if Mario manages to convince John will be able to transfer his Pecoin directly to Mario through the application vs. payment in money, debits that are taken with kryptonite are automatically discounted and the difference enters John's wallet

But John or Mario is not confident that they will pay the pecoin through the app and opt for the traditional bank payment, because here to be able to withdraw the lot from the kryptonite facilities they must settle debts with it, and make a procedure for the redemption of pecoin and termination of the smart contract.

It turns out that the one who was interested in selling his pecoin when receiving an offer in his app was Don Ricardo, transferring his pecoin to a buyer in China, the latter made the payment in his native currency and for his part Don Ricardo received his payment in currency national (any currency in the contract could be agreed) obviously at the time of the operation the charges that Don Ricardo owed with Kryptonite are automatically made. The Chinese buyer who now owns the pecoin will make the claim or redemption of the pecoin, will have to go or send personnel of his trust to the facilities of Kryptonite to exchange the pecoin for the desired nut lot.

These are some situations that could arise, it is only the outline of the idea and it will be necessary to develop it more extensively and to include all the necessary legal aspects