

To early investors
in the KaraSpace Business

*Re. KaraSpace Technology & Business case videos
Short Business plan, ICO & Prototype Spending, Track Record & Roadmap*

We have updated our Web Page: <http://www.karaspace.com> and show comprehensive videos about the complex business case and our technology. This functions as Business Plan! Please watch at least the pitch video first. Here is the direct address for the most compressed version: <http://videos.karaspace.com/PitchICOEnglishLow1.mov>

Our technology and the business case is so extraordinary, that the proceeding is different from classical start up's. The Company qualifies perfectly for the revolutionary ICO, Initial Coin Offer, fund raising method, as it completely embraces the Block Chain Technology.

This makes things much easier, as we can offer a very quick and secure exit scenario for early investors. We expect to raise some ware between 50 and 100 million US\$ from the first ICO, if properly promoted in the media. For early investors it is also an extraordinary opportunity to learn how to benefit from this new disruptive ICO phenomena, and to actively participate at the process.

The main intermediate goal of our business is, to change the present academic and distributed proof of concept of our technology, to a set of prototypes, that can actually be touched and regard as proof also by non scientific investors. This final proof is estimated to cost between 40 and 80 million US\$.

Once this prototype is ready, the KaraSpace Technology is the absolute key to the gigantic main stream Augmented Reality market for all big players. This will replacing all Smartphones in the coming decades. No other technology is known up to now, that can fulfill all requirements for main stream AR-Glasses except KaraSpace. So the result would be a multi Billion \$ IPO or Industry Trade Sale.

As a deeply involved optical and computer engineer, the existing proof is clear already, but it is incomprehensible for others.

To achieve this path, we first have to finance the ICO. To prepare it properly, it will cost 1.5 to 2 Million US\$, which we need to raise now from early investors.

Luckily we are able to pay back the investment within 1 year, and even paying an extraordinary bonus of 100% or more. The ICO experiences are also now so mature, that we can almost guarantee the success.

If we can not find an early investor, we must perform a much smaller pre-ICO to collect the funds for the actual big one.

If we have early investors, we also understand, that they may also want to participate at the big final IPO or trade sale, that may come in 3 or more years.

If early investors want to place more then 2 million US\$ like for example 20 million, we can offer early discount token sales with longer holding periods, or even real shares of the company.

Although the new ICO funding, makes it not absolutely necessary to have VCs keep part of the equity. But for traditional financing reasons, we welcome you to keep holding part of the equity, but that also means higher risk and more due diligence work.

Please contact us for any further information and negotiations.

The Expenses, prior to the big ICO are estimated to be 1.5 to 2 million US\$:

Establishment of legal entity in Switzerland.	
Registering the Foundation Capital	100.000
Lawyer charges	5.000
Accounting costs	3.000
Office rent and furnishing	30.000
Head Office Germany	
Office rent and furnishing	30.000
Accounting cost	2.000
Building an All Star Team 4 months	
Swiss administration 3 person	120.000
German optical team 5 person	200.000
American software team 5 person	200.000
International advisors 3 person	120.000
Lower ranking staff 10 person	160.000
Making video on the academic, distributed proof of concept	
External video creation	80.000
Extra CGI	40.000
Internal costs	10.000
Official approved token sales catalog	
Creation external work	20.000
Publishing	20.000
Rounding up the patent script	
Updating with patent lawyer	10.000
Internationalization	20.000
Translations	20.000
Programming the Ethereum coin	
External services	8.000
Coin auditing	10.000
Internet platform and documentation	
Website customization for ICO	15.000
Documentation	5.000
White paper	
External writer	5.000
Internationalization	
Translations	25.000
Public Relation	
Social media	60.000
Classical	40.000
Advertisements and Publications	
Magazine articles	50.000
News paper	40.000
Project management	
Legal advice	8.000
Traveling costs	20.000
External costs ICOBox etc.	200.000

The expenses for the creation of a set of prototypes and demonstrators within 1 to 2 year are estimated to be between 50 and 80 million US\$:

Maintaining the offices in Switzerland and Germany		
Equipment lease	120.000	2.639.000 per year
Lawyer charges	5.000	
Accounting costs	8.000	
Office rent and furnishing	180.000	
Maintaining the all star team		
Swiss administration 3 person	360.000	
German optical team 5 person	600.000	
American software team 5 person	600.000	
International advisors 3 person	360.000	
Lower ranking staff 10 person	360.000	
Public relation		
Social media	6.000	
Classical	4.000	
Investor Relation		
Social media	10.000	
Classical	6.000	
Patenting		
Patent lawyer	10.000	
Internationalization	10.000	
Hardware prototypes		50.000.000
Graded index 3d micro printing		
Graded index layer production		
Cloaking Pirce Printing		
DMD customization		
Laser source development		
Laser source switching system		
Wafer level optics design		
Optical fiber hardware tuning		
Switching stripe development		
Advanced optical system development		
Fiber projector core setup		
Advanced hologram mathematics		
Advanced hologram processing		
Piezo micro robotics assembly line		
Soft occlusion LCD system		
Eye tracking camera system		
Environment camera system		
Integrated product design		
System on a Chip design		
Holographic processing unit		
Calibration processing unit		
Other hardware systems		
Software Prototype		20.000.000
Hardware control loops		
Transmission Matrix calculation		

- Smalltalk Solidity Compiler
- Smalltalk Blockchain Library
- Smalltalk Multi Language system
- Smalltalk dynamic binding disabled
- Smalltalk Maya Data structure
- Smalltalk 3D Object development env.
- Smalltalk constitutional Code
- Smalltalk Source Blockchain storage
- Smalltalk 3D User interface
- Smalltalk 3D Code Develop environment
- Smalltalk private Database structure
- Open source Unix core Integration
- Privacy definition logic and user interface
- Object space Render engine integration
- Application Sandbox Interface
- Smalltalk Application Interface
- Neuron Network Subsystem Interface
- Neuron Network Subsystem
- Personal Server Ethereum Integration
- Other Software subsystems

Next financial Round Marketing

Due diligence	20.000
Consulting	10.000
Public relation	20.000

The costs for the creation and marketing of the final main stream consumer product is estimated to be between 3 and 10 billion US\$. But this costs are shared by many different parties, and may be contributed by very big corporations like Apple or Samsung.