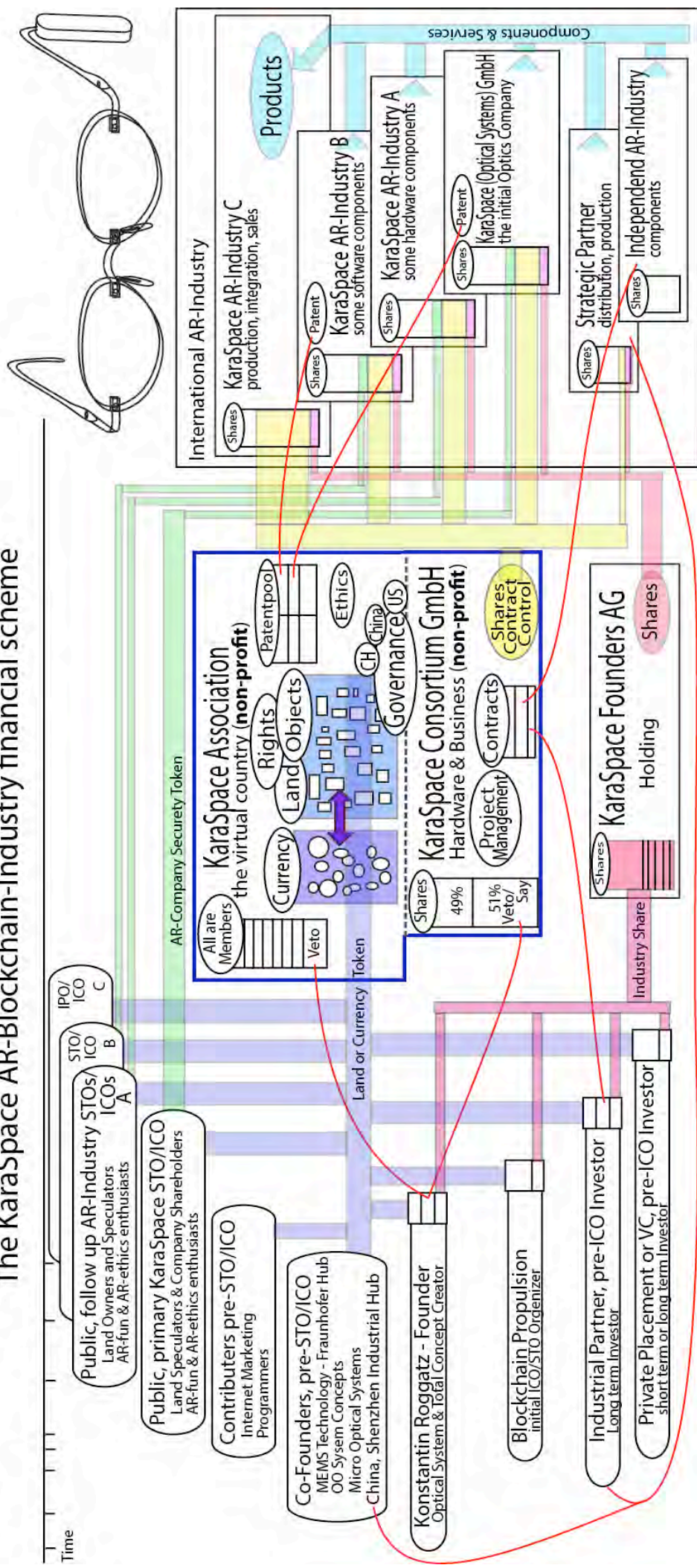


# Invitation of Private Placement Capital for Preparation of the KaraSpace STO/ICO series, for the democratized mainstream AR-Glass-Industry

The KaraSpace AR-Blockchain-Industry financial scheme



The democratization of mainstream AR-glass development with centralized project management and finance, in the form of a virtual country NGO. Enabled by patented optical system for frameless AR-Glasses and the blockchain tokenization of the evolving virtual assets. Social legitimization by democracy, independence and open source blockchain trust.

Total capital requirement min: CHF 600.000,-- max: CHF 2.000.000,-- Minimum individual investment: CHF 100.000,--

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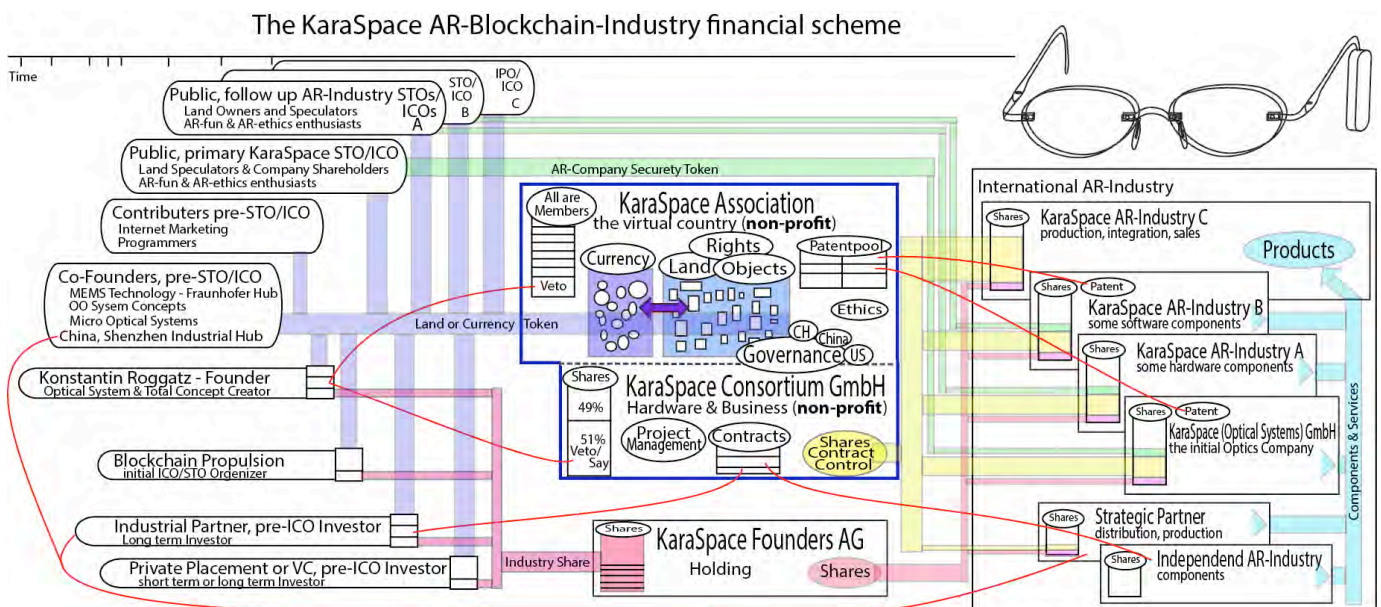
**Total capital requirement min: CHF 600.000,- max: CHF 2.000.000,-**

**Minimum individual investment: CHF100.000,-**

**Time to return of initial investment: maximum 1 year if desired**

**Industry: Mainstream AR-glasses with blockchain system for a virtual country**

**Special features: highly scalable, patent protected, Chinese & international network, professional Fraunhofer Institute development, very visual product, humanistic democratic dimension.**



In cooperation with „Blockchain Propulsion“, „KaraSpace“, „Kanton Schwyz“, „Municipal Government of Hengshui China“, „Fraunhofer-Institute“, the „Shenzhen EMAX Technology“ Company and many others, the founder Konstantin Roggatz initiates the creation of the virtual country called „KaraSpace“, physically located in the former independent district of Gersau, in the Kanton of Schwyz in Switzerland. This virtual country will spread all over the world as a layer on top of the real world.

For a wealth of extra information about this complex AR blockchain business, please explore our website:

<http://karaspace.com>.

The founder believes that no individual, nor any company shall be in the possession of all the virtual land and other assets that are evolving from truly mainstream AR glasses, which are destined to become the next mobile computing platform. Only a democratic and free entity will be legitimate to hold these immense values and use them in the interest of all



people, to develop the AR glasses, while preserving ethics and the social fabric of all societies. That is why KaraSpace is incorporated as a non-profit Swiss association functioning as a world wide NGO (non government organization).

KaraSpace further claims to be the future top virtual layer on top of reality, because it has the patents and the know-how of the key „integral fiber optical design“ for frameless AR glasses, which is the only technology available today that will very soon enable mainstream AR glasses. Whoever owns this hardware decides on the software that runs on it.

Another natural prerequisite for mainstream AR glasses is absolute trust in privacy, when wearing these glasses. KaraSpace is committed to open source and blockchain-trust, to guarantee this privacy and has a business model not requiring the sale of private data. The big players are bound to closed proprietary systems and the sale of private big data. They are therefore not able to perform the necessary paradigm shift towards blockchain trust.

The founders and inventors understand that mainstream AR is too big, even for companies like Apple. It is therefor the intent to foster a whole decentralized AR industry by providing centralized project management, IP and patent alliance management, financing and financial control for all the important companies in the AR space and to integrate them into the KaraSpace project.

At the center of all is the virtual KaraSpace country. Following good business practice, it is embodied as the non-profit KaraSpace Association governed by the people and the linked non-profit KaraSpace Consortium GmbH for fast and limited liability business transactions by highly skilled executives.

On a higher level, the People give orders to build AR glasses in their interest of high ethics and low price tags. For this, they organize the AR-Thrive-Torrent-Consortium to find the necessary companies and talents and order them to develop the necessary components and services for the KaraSpace products. There is not only a final AR product but a whole pipeline of intermediate KaraSpace products to provide early turnovers and to get the customers accustomed to KaraSpace. These products are always about minimalistic spectacles targeting the same mainstream market and finally providing uncompromised AR spectacles to replace all smartphones.

The companies in the industry get funded and can deliver the components and services while earn their reasonable profit as agreed by the consortium contract.

To finance the consortium and the product development, the KaraSpace Association has a wealth of virtual assets that have the potential to reach values of hundreds of billions in real use value. This potential is precisely secured by the investment into the AR hardware and software.

It seems all depends on the patented KaraSpace integral fiber optical design to be able to build frameless spectacles with production methods that exist today. This design is complex and difficult for normal people to judge. But be assured that it works out fine, and it is only the question of time whether KaraSpace will replace Smartphones in 5, 10 or 15 years.

The assessment of the optical technology is already performed internally in form of a distributed proof of concept. This means that all the individual technical concepts are already



proven and work out fine, but are distributed in labs all over the world and they are not combined for the use of AR. The Chinese local government as our lead investor for China operations has reassessed this complex distributed proof of concept with the help of optical and AR experts in the Shenzhen University and decided to spend many millions to bring together all these proofs in a single lab in China, to show it to investors and manufactures and to spark the development of AR glasses. Thus, China gains a significant advantage over western investors. But the joint venture between KaraSpace, the Chinese government and the Shenzhen VR Company also proofs a successful assessment. It facilitates western investors in their decision to follow this investment. Of course we invite any investor to go through the complexity of our optical system in depth with us. And with some experience in optics, MEMS, mathematics and computer science there is always a way to get the big picture. It will then become clear that our incredible technical claims are actually very straightforward and realistic.

The KaraSpace financial scheme is designed to provide many billions of capital over the next years which are needed to develop the AR-Industry in a fair and financially controlled manner. It uses the financing advantages of the new blockchain industry to bridge the long period of financial engagement.

The token economy of KaraSpace works with a combination of many different kind of tokens, but they are easy to understand because they follow the logic of the assets of a normal country. We use crypto currencies as a vehicle to exchange assets in the KaraSpace. We have tokens of assets like licenses or objects and distributed ledgers for virtual land cadastral records. Also, we have security tokens to represent shares of a company in the AR related industry. KaraSpace will provide platforms for the trading and rental of land and other assets. The security tokens and crypto currency will be tradable on external independent platforms. For every batch of issued currency, there will be a bigger batch of land available on the auction or for sale to back the currency. The land will be ready to use for everybody on a similar platform like "Second Life" (now Sansar) but with the connection to the real world like "Street View". So KaraSpace will work on normal computers or with the latest AR or VR headsets long before the final mainstream AR glasses are developed.

We believe that the currency and the land are ideal for the KaraSpace citizen and directly reflect the success of the evolving popularity of KaraSpace. But we also understand that the current token clients are also looking for security tokens representing a real profit share of a company.

For this reason we organize our token sale by providing a package of currency tokens together with security tokens from a particular AR company. The currency can then be used to purchase and speculate on land or other assets. We call this token sale then STO/ICO. (Security Token Offering with additional Currency Token for initial Land that is being put on auction)

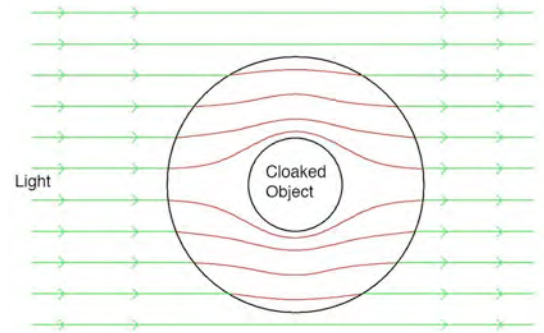
For the first KaraSpace STO/ICO, we sell shares of the German KaraSpace (Optical MEMS System) GmbH, which is key to the KaraSpace project. It will develop and patent optical and MEMS technology together with the Fraunhofer Institute at the Technology Hub in Itzehoe. These shares are bundled with a large batch of KaraSpace crypto-currency, for which a premium batch of virtual land will be placed on auction. We target a token sale of 20-50 million CHF



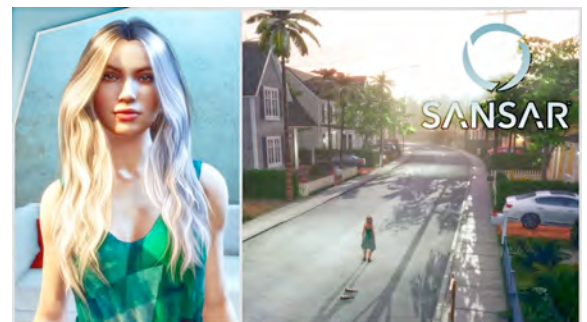
depending on the marketing budget. For the token buyers there will be allocated a company share of 15% of the specified company for the security tokens, as well as 50 million KaraSpace crypto currency tokens. The KaraSpace use right (virtual land) of 50 million square meter of selected Land around the world will also be available on an auction.

It is hard to say, which sort of tokens will be more popular.

The second follow-up KaraSpace STO/ICO sale will offer shares of the KaraSpace Transformational Optics AG, which is also key to mainstream AR glasses. Transformational optics enable the hiding of small optical MEMS chips inside the spectacles glasses, allowing the construction of frameless AR glasses. The company will join forces with the IOF Fraunhofer Institute in Jena (the leaders in optical developments) and a major optical glass manufacturer like Essilor to perform production research in Europe and China. For a targeted STO/ICO token sale of 100 million CHF, 20% of the company shares are allocated to the STO and 100 million currency tokens are distributed to the ICO for the token buyers to spend on land or other assets. Again respective amounts of land will be put on auction.



The KaraSpace AR industry STO/ICO pipeline will be filled with many exciting international partners for the AR industry, all promising to play an important role in the enormous future AR business. But for many strategic partnerships, there need to be official tenders and negotiations like for all the developers of virtual reality worlds similar to “Second Life” and the successor “Sansar”. There will even be moderate competition within the consortium network to speed up the efforts. We will often see the situation that technology companies gain incredible value just by joining the AR consortium. The STO/ICO sales will benefit from the previous marketing efforts, the brand building and the administrative experience.



The pipeline will include companies for hardware or software development, production, financial services, marketing and the integration of the components to different strains of products and markets.

Through the sophisticated consortium agreement, which every partner must agree on by contract, the KaraSpace AR industry forms a collaborative body, more powerful than just loose independent companies.



With the strategic consents with the Schwyz ministry of economics and its moral support, the very heart of KaraSpace will be located in the historic district of Gersau. They share the original values of Switzerland like security, privacy, democracy, neutrality and the sense for freedom, and both

want to make these virtues a premium export product, that will reach far into every corners of the world through the virtual KaraSpace layer. The story and beauty of

Gersau will be exposed to the world, showing the best side of Kanton Schwyz. With the AR industry, Schwyz will gain the next generation of blockchain industry, after having missed the first technological wave in Zug. But this gift will not be without large future effort for the state, to adjust society to the wind of technological change, just as crypto currencies demanded before.

Mainstream Augmented Reality glasses will mix the real world with the rich virtual objects that obtain real object properties and value by the underlying blockchain. The borders of different jurisdictions and cultures around the world will blend seamlessly into each other. This will generate seemingly unsolvable legal situations. But the cluelessness of the local lawyers and judges will not stop the wind of change.

International diplomacy, natural simplicity and the cooperation of the Swiss government will help to establish workable solutions for the shared future legal space.

Maybe the historical status of Gersau facilitates the Kanton Schwyz to establish special jurisdictional conditions to make a worldwide AR space work well. It would be a big strategic advantage since it turned out to be difficult to work out in the Californian jurisdiction, as the cases with "Second Life" showed.



To put full performance into the KaraSpace Association, the founder and CEO will move with the whole family to the new heart of KaraSpace in the Kanton of Schwyz and Gersau. Mr. Roggatz makes a good Swiss citizen with German as first language and speaking fluently English, Italian, French and some Chinese. He was educated in Hamburg, the Silicon Valley and Hong Kong and has

long experience in international business, optical and computer engineering, software development, international marketing and the leading of German and Chinese companies.

In the initial state we will rent an apartment in the following property, which is also representative enough as the residence for the companies.

<https://k-immobilien.ch/listings/3-5-zimmer-maisonettewohnung-direkt-am-see>

In future the whole village of Gersau will be the campus of KaraSpace with different flats as living and working places.



After successful STO/ICO sales and established organization, we plan to rent a central office building in Gersau like the following:

<https://www.comparis.ch/immobilien/marktplatz/details/show/19440867>

For meetings and business activities in the greater Zürich area, we use the facilities of the “Wunderraum” co-working space in Pfäffikon, which is also perfectly representative for the international KaraSpace business.

<https://wunder-raum.ch>



Chinese speaking investors, industrial partners and engineers can be accommodated in the Chinese managed hotel “Schwert” in Gersau and the guests can even be picked up from there with a motorboat for a tour on the lake and to Luzern.

<http://schwert-gersau.ch>

To trigger the AR industry in Schwyz, we need investors to finance the preparation of the first STO/ICO as the basis for all further development. We believe that we offer an absolute premium investment in many respects:

- The initial investment amount can be returned from the STO/ICO income within an estimated one year if desired.
- This pre-STO/ICO investment obtains shares of the KaraSpace Founders AG, which will automatically obtain real shares of all the AR industry companies that are granting shares to the KaraSpace Consortium over time. This Holding will only be accessible for the very first investors and very important strategic partners. This is a long-term investment, only seeing dividends in many years ahead.
- The pre-STO/ICO investors also get a premium batch of KaraSpace currency to convert to land token for speculation or to any other crypto currency. This is a short and medium term investment for the investor to bridge the long project duration.
- Pre-STO/ICO investors with an industry interest like for example the spectacles company Fielmann in Hamburg, can additionally negotiate business contracts to secure their involvement in the future AR business.

Considering the extreme scalability of the business, the return can be highly rewarding.

But as with many blockchain projects, the social and humanistic intents are even more flattering than the financial benefits. The KaraSpace Association and Consortium, forming together a non-profit, charitable NGO, would even assure tax benefits if the funds were given as a pure donation.

- For the Swiss and Schwyz nationalistic sentiment, the investment secures a beautiful and exiting modern industry, suiting exactly the Swiss values and catching up with the missed blockchain business in Zug.
- For the computer enthusiast, the investment promises to be able to enjoy the fascination of a full-blown AR glass society, still within the own life span.

But the ultimate reason to finance and engage in KaraSpace may be the same as for the inventors and founders themselves, being more the concern about the negative effects of mainstream AR glasses when done in the wrong way.

- If the AR glasses are implemented without blockchain trust, but with closed proprietary operating systems as planned by all big corporations, it would lead to massive power misuse, total control and manipulation.

It would be a tragedy for humanity, ultimately losing the freedom of thought for our children and the generations ahead.

- If the AR glass development would be financed by classical financial markets, the gigantic gains through the miraculous creation of land and the advertisements would be explored exclusively for the few insatiable investors, anonymously released from the responsibility for ethics and culture. Millions of users would be left with a profit extraction tool, instead of a tool of empowerment, as experienced in the case after the Facebook IPO.



The KaraSpace Founders AG allocates a share of 15% to the pre-STO/ICO investors, leaving space for important future strategic partners. The name will be changed so that the Founders AG will be less visible to the public. There will be a contract between the Founders AG and the Consortium GmbH, to organize for the Founders AG, a slice of 10% of the share the Consortium GmbH is obtaining. So if the Consortium has a share of 25% of an Industry, the Founders AG has 2,5%.

Additionally the pre-STO/ICO investors obtain KaraSpace currency in the ratio 1:1 to the invested amount and to the current price of the crypto currency. This currency should be used to obtain land, which is destined to perform the increase in value.

The democracy is initially managed by Konstantin Roggatz through a veto right in the Association and the majority of shares in the Consortium. He will first fill the post of the CEO and later be a supervisor. He holds the remaining shares of the Founders AG and grants more shares to strategic investors and partners if necessary.

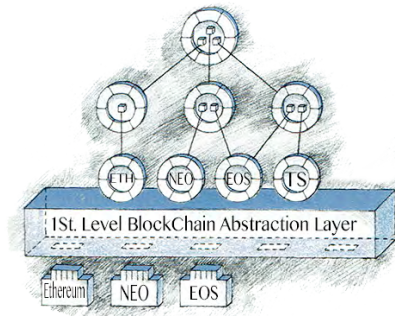
The co-founders and contributors get KaraSpace currency in the ratio 1:1, for their working or contribution price, to the current token price.

We herewith invite private placement, VC or strategic industry investors, to join the KaraSpace Founders AG with a respective investment. We invite you to shape and negotiate this strategy with us, in order to build an exciting and rewarding business.

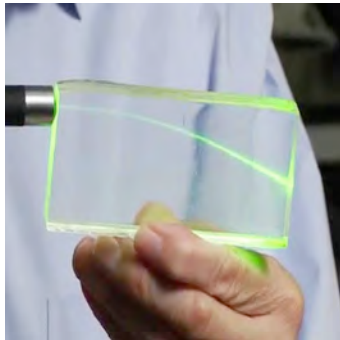
In a second strategic paper we will outline the technological projects and the work needed, for the establishment of the KaraSpace Association and the token sales ahead. A first budget estimate will be drawn and other plans will be prepared, as requested by prospect investors.



The basic strategy is to construct the initial tokens for the KaraSpace currency, the land and the company shares on standard platforms like Ethereum, NEO or EOS and use standard interfaces to access them. The development effort in the pre-STO/ICO stat will therefore be reasonably small. Only after the STO/ICO financing, the own 3D AR-Application development system will be provided with a blockchain abstraction layer for easy object oriented access.



KaraSpace will make all the different blockchains available for linking them to objects in the operating system and the virtual reality. But it will also develop its own smart contract blockchain, making use of the future infrastructure of millions of AR servers at the users site. It will focus on very high transaction rates, and the ability to conform to different international IT regulations like for China, India, Russia or the United States, to stay technologically and monetarily independent.



Regarding the proof of concept in the pre-STO/ICO stat, we act as follows:

Since the final STO/ICO investors will anyways only have the chance to see a video documentation of the proof of concept for the KaraSpace integral fiber optical design, it is not necessary to wait for the actual physical compilation of the technologies in the Chinese laboratory, which will also still take some time to complete. We must rather spend extra time and money to travel to all the respective labs, scientists and companies around the world, to produce a video

documentation of the individual proofs of concept with interviews and assessments. Then compile the individual concepts to construct the AR glass design as already done in the videos on the website.

The proof of concept in the Chinese lab will then be used for the bigger STO/ICO rounds ahead.

We hope you can see the enormous potential, paired with a very manageable risk and we hope to hear from you soon.

These pages are not an investment offer and the content and the company strategy can be changed any time. As a business venture, the company can also suffer a complete loss. Any Investment must therefore only be a speculative part of a total investment strategy. It is not suitable for pensions.

Please contact Konstantin Roggatz for any further questions at:

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