GARA Whitepaper

Contents

1.1 Date of notification
2024-08-13

1.2 Statement in accordance with Article 6(3) of Regulation (EU) 2023/1114
This crypto-asset white paper has not been approved by any competent authority in any Member State of the European Union. The offeror of the crypto-asset and the person seeking admission to trading bear sole responsibility for the content of this crypto-asset white paper.

1.3 Compliance statement in accordance with Article 6(6) of Regulation (EU) 2023/1114
This crypto-asset white paper complies with Title II of Regulation (EU) 2023/1114 and, to the best knowledge of the management body, the information provided in this crypto-asset white paper is fair, clear and not misleading, and this crypto-asset white paper contains no omission likely to affect its import.

1.4 Statement in accordance with Article 6(5)(a), (b) and (c) of Regulation (EU) 2023/1114
The crypto-asset referred to in this white paper may lose its value in part or in full, may not always be transferable, and may not be liquid.

1.5 Statement in accordance with Article 6(5)(d) of Regulation (EU) 2023/1114
True.

1.6 Statement in accordance with Article 6(5)(e) and (f) of Regulation (EU) 2023/1114
The crypto-asset referred to in this white paper is not covered by the investor compensation schemes under Directive 97/9/EC of the European Parliament and of the Council. The crypto-asset referred to in this white paper is not covered by the deposit guarantee schemes under Directive 2014/49/EU of the European Parliament and of the Council.

Summary

1.7 Warning in accordance with Article 6(7), second subparagraph, of Regulation (EU) 2023/1114
This summary should be read as an introduction to this crypto-asset white paper. A potential holder should base any decision to purchase this crypto-asset on the content of the crypto-asset white

paper as a whole and not on this summary alone. The public offer of this crypto-asset does not constitute an offer or solicitation to purchase financial instruments, and any such offer or solicitation may be made only by means of a prospectus or other offering documents in accordance with the applicable national law. This crypto-asset white paper does not constitute a prospectus within the meaning of Regulation (EU) 2017/1129 of the European Parliament and of the Council, nor any other offering document under Union or national law.

1.8 Characteristics of the crypto-asset

The Coingarage token, referred to as GARA, is a token used to develop the Coingarage ecosystem. The main purpose of the GARA token is to provide users with a token they can use to pay fees for the exchange's services and products, whereby they may receive a discount on those fees for using the token.

1.9 Key information about the public offer or admission to trading

The total number of GARA tokens is 900,000,000.

- 2024-08-21 to 2024-12-31: presale price EUR 0.086
- 2025-01-01 to 2025-02-24: price EUR 0.10
- From 2025-02-25: the price increases by EUR 0.010 per week, reaching EUR 0.15 as of 2025-07-04
- On the day the presale target of EUR 2,322,490 is reached (E.3: Funding target), the price increases by EUR 0.0086 per week for two months
- Listing price: EUR 0.31

Token allocation

Share	Amount	Description
11%	99,000,000	Staking rewards
6%	54,000,000	Company: Coingarage s.r.o.
3%	27,000,000	Parent company: Coingarage Finance s.r.o.*
1%	9,000,000	Parent company: Richford holding a.s.*
2%	18,000,000	Coingarage launchpad – presale
11%	99,000,000	Founding team (locked / vesting)
11%	99,000,000	Designated for burning
10%	90,000,000	Marketing, rewards and airdrops
10%	90,000,000	Angel investors
15%	135,000,000	Reserved for public presale – offered for purchase (unsold tokens will be burned)
10%	90,000,000	GARA in OTC form after admission to trading on the issuer's trading platform
10%	90,000,000	Liquidity

**Tokens of the parent companies may be sold to the Company at the current presale price or at the market price.*

Part A – Information about the offeror or the person seeking admission to trading

A.1: Name
Coingarage s.r.o.

A.2: Legal form
Limited liability company

A.3: Registered office
Revoluční 1082/8, Nové Město (Prague 1), 110 00 Prague

A.4: Head office
Nerudova 18/39, Hradec Králové, 500 02 Czech Republic

A.5: Date of registration
2021-07-16

A.6: Legal entity identifier (LEI)
9845001C964870D2BQ49

A.7: Contact telephone number
+420 778 116 516

A.8: Email address
support@coingarage.io

A.9: Response time (in days)
2

A.10: Parent companies
Coingarage finance s.r.o. Richford holding a.s.

A.11: Members of the management body
Ota Janda, Chief Executive Officer (CEO) Na Zahrádkách 228, Hradec Králové 503 41

A.12: Business activity
Operation of a cryptocurrency exchange, Europe, Czech Republic

A.13: Business activity of the parent companies
Coingarage finance s.r.o. – brokerage of trade Richford holding a.s. – fund management

A.14: Newly established entity
Yes

A.15: Financial situation since registration

The offeror is a newly established start-up whose financial situation in recent years reflects an early growth and investment phase. In 2024 the company reported a loss of CZK 6,951,000. This loss corresponds to the typical development of start-ups in their early stages, where higher costs associated with business development and growth investments are incurred while revenues have not yet reached the level needed to cover all costs.

The company is financed through its parent company, which provides the necessary capital resources. As at the date of preparation of this document, the liability towards the parent company amounts to approximately CZK 8,000,000. This financing enables the company to continue growing and to achieve planned milestones, such as reaching the break-even point, which is set at 30,000 users.

The company already generates a turnover of almost USD 1,000,000 per month, which indicates a positive revenue growth trend. This development represents a positive signal for future financial stability and profitability once the break-even point is reached.

The assessment of the financial situation includes not only financial results but also an analysis of non-financial indicators relevant to the company's business. In this case, the key indicator is the number of users, which has a direct impact on revenue and the long-term sustainability of the business. Historical financial data show that the company is in a growth phase characterised by high initial investments and corresponding losses, which is common for start-ups. What is decisive, however, is the positive revenue trend, which suggests future profitability will be achieved provided that the growth of the user base continues in line with expectations.

Link to financial statements: https://or.justice.cz/ias/ui/vypis-sl-firma?subjektId=1128127

Part B – Information about the issuer, if different from the offeror or the person seeking admission to trading

B.1: Issuer different from the offeror or the person seeking admission to trading
No

Part C – Information about the operator of the trading platform where it draws up the crypto-asset white paper, and information about other persons drawing up the white paper pursuant to Article 6(1), second subparagraph, of Regulation (EU) 2023/1114

C.1: Name
Coingarage s.r.o.

C.2: Legal form
Limited liability company

C.3: Registered office
Revoluční 1082/8, Nové Město (Prague 1), 110 00 Prague

C.4: Head office
Nerudova 18/39, Hradec Králové, 500 02 Czech Republic

C.5: Date of registration
2021-07-16

C.6: Legal entity identifier of the trading platform operator (LEI)
9845001C964870D2BQ49

C.7: Other identifier required under applicable national law
None

C.8: Parent companies
Coingarage finance s.r.o. Richford holding a.s.

C.9: Reason for drawing up the crypto-asset white paper by the trading platform
The issuer, offeror and trading platform operator are one and the same person

C.10: Members of the management body
Ota Janda, Chief Executive Officer (CEO) Na Zahrádkách 228, Hradec Králové 503 41

C.11: Business activity of the trading platform operator
Operation of a cryptocurrency exchange, Czech Republic, Europe

C.12: Business activity of the parent companies
Coingarage finance s.r.o. – brokerage of trade Richford holding a.s. – fund management

Part D – Information about the crypto-asset project

D.1: Name of the crypto-asset project
Coingarage token

D.2: Name of the crypto-asset
Coingarage token

D.3: Abbreviation
GARA

D.4: Description of the crypto-asset project
The Coingarage token (GARA) project focuses on the use of the crypto-asset as a means of payment for various fees on the Coingarage exchange. Users can use the GARA token to pay listing fees, withdrawal fees and purchase fees, including transactions carried out by payment card. In the future, the functionality of the GARA token is expected to be extended to payment for trading bot services and other applications, thereby increasing its utility value and demand within the Coingarage ecosystem.

D.5: Details of all natural or legal persons involved in the implementation of the crypto-asset project
Finrock Global Ltd., London EC1V 2NX, United Kingdom, 04424474455 (adviser)

D.6: Utility token classification
YES

D.7: Key features of the goods/services for utility token projects
The Garage coin (GARA) project focuses on the use of the crypto-asset as a means of payment for various fees on the Coingarage exchange, in particular maker and taker fees, listing fees, withdrawal fees, debit card purchase fees, the gas required for various services and applications, the staking programme and rewards.

D.8: Roadmap for the token

2021

- Q3 – Establishment of the company and formation of the team

2023

- Q1 – Successful launch of the Coingarage platform including FIAT/crypto payment gateways. Creation of the GARA token
- Q2 – Launch of mobile applications
- Q4 – Listing of more than 100 cryptocurrencies on the Coingarage exchange

2024

- Q1 – Launch of the automated trading bot on the EZZY Trader platform
- Q2 – Introduction of the referral programme
- Q3 – Launch of the GARA staking programme with an annual yield of up to 31%
- Q4 – Start of the first round of the GARA token presale
- Q4 – Launch of the bitcoin savings plan

2025

- Q1 – First GARA airdrop
- Q1 – Listing on CoinMarketCap
- Q2 – Distribution of rewards from the first GARA airdrop
- Q2 – Introduction of the GARA token listing plan
- Q2 – Second GARA airdrop
- Q3 – First burning of GARA tokens (3% of total supply)

2026

- Q1 – Use of the GARA token in the trading bot and payment of trading fees at a discount
- Q1 – Burning of GARA tokens collected from fees
- Q1 – Crypto payment card and cashback in GARA tokens
- Q1 – Second burning of GARA tokens (3%)
- Q2 – Third burning of GARA tokens (5%)
- Q3 – Web3 features and gamification within the exchange
- Q4 – Binance community vote for listing the GARA token on the Binance exchange

D.9: Allocation of resources
Funds already allocated to the project: EUR 1,000,000

D.10: Planned use of the funds or crypto-assets raised
60% of the funds raised will be used to build the Coingarage platform in accordance with the business plan, in particular for the further development of the platform, the implementation of new tools, features and services, and the costs associated with operating the exchange. 30% of the funds will be used for marketing. Promotion will be carried out continuously in order to increase awareness of the Coingarage platform and attract a sufficient number of investors and users. 10% of the funds will be kept as a reserve for emergencies.

Part E – Information about the public offer of crypto-assets or their admission to trading

E.1: Public offer or admission to trading
OTPC, ATTR

E.2: Reasons for the public offer or admission to trading
The reason for the public offer is to raise funds for the development of the Coingarage platform.

E.3: Funding target
EUR 2,322,490

E.4: Minimum subscription target
EUR 1,150,000

E.5: Maximum subscription target
EUR 26,000,000

E.6: Acceptance of oversubscription
NO

E.7: Issue price
2024-08-21 to 2024-12-31 – presale price EUR 0.086 2025-01-01 to 2025-02-24 – price EUR 0.10 From 2025-02-25 – price increases by EUR 0.010 per week Until 2025-07-04 – price set at EUR 0.15 On the day the presale target of EUR 2,322,490 is reached (E.3: Funding target), the price increases by EUR 0.0086 per week for two months. Listing price: EUR 0.31.

E.8: Official currency or any other crypto-asset determining the issue price
EUR (euro)

E.9: Subscription fee
0

E.10: Method of determining the offer price
The offer price is determined on the basis of the total number of tokens and the funding required for the project.

E.11: Total number of crypto-assets offered / traded
246,000,000

E.12: Target holders
ALL

E.13: Holder restrictions
N/A

E.14: Refund notice
Purchasers participating in the public offer of crypto-assets are entitled to a refund if the minimum subscription target is not reached by the end of the public offer, if they exercise the right of withdrawal under Article 13 of Regulation (EU) 2023/1114, or if the offer is cancelled.

E.15: Refund mechanism
All payments received from a retail holder, including any fees, will be refunded promptly, and no later than 14 days from the day on which the offeror or the crypto-asset service provider placing the crypto-assets on behalf of that person is informed of the retail holder's decision to withdraw from the contract for the purchase of the crypto-assets. The refund will be made using the same means of payment used in the original transaction, unless the retail holder expressly agrees to a different method of refund and provided that the retail holder does not incur any additional fees or costs as a result of the refund.

E.16: Refund period
14 days

E.17: Offer phases
Phase 1 135,000,000 GARA in the initial public offer 18,000,000 GARA through the Coingarage launchpad Phase 2 90,000,000 GARA through OTC after admission to trading

E.18: Early purchase discount
The discount starts at 72% in the first presale round and gradually decreases to 28% at the end of the presale.

E.19: Time-limited offer
2024-08-21 to 2024-12-31 – presale price EUR 0.086 2025-01-01 to 2025-02-24 – price EUR 0.10 From 2025-02-25 – price increases by EUR 0.010 per week Until 2025-07-04 – price set at EUR 0.15

E.20: Start of the subscription period
2024-08-21

E.21: End of the subscription period
On the day the presale target of EUR 2,322,490 is reached plus three months

E.22: Safeguarding of the funds / crypto-assets offered
Crypto-assets will be held in custody with a crypto-asset service provider that ensures the custody and administration of crypto-assets on behalf of customers. Fiat funds will be held in a bank account.

E.23: Payment methods for purchasing crypto-assets
Customers can purchase crypto-assets through decentralised wallets directly on the issuer's website using POL, ETH, BNB and USDC, or they can purchase them directly on the issuer's platform after successful registration and KYC verification using EUR.

E.24: Value transfer methods for refunds
The refund will be made using the same means of payment used in the original transaction (see E.23), unless the retail holder expressly agrees to a different method of refund and provided that the retail holder does not incur any additional fees or costs as a result of the refund.

E.25: Right of withdrawal

Purchasers participating in the public offer of crypto-assets may withdraw from the contract if the minimum subscription target is not reached by the end of the public offer, if they exercise the right of withdrawal under Article 13 of Regulation (EU) 2023/1114, or if the offer is cancelled. Retail holders have the right to withdraw from the contract for the purchase of crypto-assets without incurring any fees or costs and without giving reasons. The withdrawal period is 14 calendar days from the day the contract is concluded. The right of withdrawal does not apply where the crypto-assets were admitted to trading before their purchase by the retail holder. The right of withdrawal cannot be exercised after the end of the subscription period (see E.21).

E.26: Transfer of purchased crypto-assets

The transfer of purchased crypto-assets to the holder takes place immediately in the case of a purchase through a decentralised wallet. In the case of a purchase through the issuer's trading platform, the crypto-assets will be credited to the holder's account on the platform immediately. The holder has the right to withdraw the crypto-assets to their wallet at any time using the withdrawal function. The withdrawal will be carried out within 24 hours of placing the order.

E.27: Transfer schedule

On the day the presale target of EUR 2,322,490 is reached

E.28: Technical requirements for the purchaser

The purchaser must have an activated wallet supporting the Polygon blockchain or an active and verified account on the issuer's trading platform.

E.29: Name of the crypto-asset service provider (CASP)

MetaMask, Phantom, ConnectWallet, Coingarage

E.30: CASP identifier

9845001C964870D2BQ49

E.31: Placement form

NTAV

E.32: Name of the trading platforms

Coingarage

E.33: Market identifier code (MIC) of the trading platform

GARA

E.34: Access to the trading platform

The user registers free of charge via the coingarage.io website and must successfully complete the KYC process. At the same time, they must meet the requirements of the applicable AML regulations, in particular regarding the origin of the funds with which they intend to purchase the crypto-asset.

E.35: Costs associated with participation

There are no specific costs associated with investors' access to the trading platform. Network fees are incurred when purchasing crypto-assets through a decentralised wallet. The purchase of crypto-assets through the issuer's trading platform is subject to the fee schedule published on the platform.

E.36: Cost of the offer

Total costs: EUR 500,000, mainly marketing and operating costs.

E.37: Conflicts of interest

Representatives of the company and its employees are excluded from the public offer.

E.38: Governing law

Law of the Czech Republic. Directly applicable legislation of the European Union.

E.39: Competent court
The competent court of the Czech Republic in accordance with the applicable law of the Czech Republic.

Part F – Information about the crypto-assets

F.1: Type of crypto-asset
A crypto-asset other than asset-referenced tokens and e-money tokens.

F.2: Functionality of the crypto-asset
The Coingarage token (GARA) project focuses on the use of the cryptocurrency as a means of payment for various fees on the Coingarage exchange, in particular maker and taker fees, listing fees, withdrawal fees, payment card purchase fees, the gas required for various services and applications, the staking programme and rewards.

F.3: Planned application of functionalities

2024

- Q3 – Launch of the GARA staking programme

2025

- Q3–Q4 – Application of GARA for fee payment (depending on the date the presale target is reached)
- Q3 – Launch of the blockchain academy – payments in GARA
- Q3 – Use of GARA as gas for trading applications
- Q4 – Crypto payment card and cashback in GARA

Description of the characteristics of the crypto-asset, including the data necessary for the inclusion of the crypto-asset white paper in the register referred to in Article 109 of Regulation (EU) 2023/1114, as laid down in accordance with paragraph 8 of that Article.

F.4: Type of white paper
OTHR

F.5: Type of submission
NEWT

F.6: Characteristics of the crypto-asset
The Coingarage token (GARA) is a utility token used as a means of payment for various fees within the Coingarage ecosystem.

F.7: Trade name or trademark
Coingarage token

F.8: Issuer's website
www.coingarage.io

F.9: Start date of the public offer or admission to trading
2024-08-22

F.10: Date of publication
2024-08-22

F.11: Any other services provided by the issuer
Operation of a trading platform for crypto-assets in accordance with the law of the Czech Republic during the MiCA transitional period.

F.12: Trading platform operator identifier
GARA

F.13: Language(s) of the white paper
ENG

F.14: Newly established entity
YES

F.15: Digital token identifier used to uniquely identify the crypto-asset or each of the several crypto-assets to which the white paper relates, if available
RQWW6J6K0

F.16: Fungible group digital token identifier, if available
RQWW6J6K0

F.17: Voluntary data flag
NO

F.18: Personal data flag
YES

F.19: LEI eligibility
YES

F.20: Home Member State
Czech Republic

Part G – Information about the rights and obligations attached to the crypto-assets

G.1: Crypto-assets retained by the issuer
468,000,000

G.2: Utility token classification
YES

G.3: Key features of the goods/services for utility tokens
The Coingarage token (GARA) project focuses on the use of the cryptocurrency as a means of payment for various fees on the Coingarage exchange, in particular maker and taker fees, listing fees, withdrawal fees, payment card purchase fees, the gas required for various services and applications, the staking programme and rewards.

G.4: Redemption of the utility token
The GARA token may be used to pay maker and taker fees, listing fees, withdrawal fees, payment card purchase fees, the gas required for various services and applications, the staking programme and rewards.

G.5: Non-trading request
YES

G.6: Supply adjustment mechanisms
NO

G.7: Token value protection mechanisms
YES

G.8: Description of the token value protection mechanisms
Team tokens are subject to vesting. The trading platform will burn 25% of the GARA tokens collected through fees each month. The company reserves the option to burn its own token reserves if needed.

G.9: Compensation schemes
NO

G.10: Governing law
Law of the Czech Republic. Directly applicable legislation of the European Union.

G.11: Competent court
The competent court of the Czech Republic in accordance with the applicable law of the Czech Republic.

Part H – Information about the underlying technology

H.1: Protocols and technical standards
Polygon

H.2: Technology used
Polygon, formerly known as Matic Network, is a blockchain platform designed to improve the scalability and efficiency of transactions on the Ethereum network. It operates on a multi-layer architecture that uses Ethereum as the base layer and adds its own layer for transaction processing. Polygon uses the Proof of Stake (PoS) consensus mechanism, where validators stake MATIC tokens to secure the network and validate transactions, for which they receive rewards. Thanks to the use of Plasma technology and compatibility with the Ethereum Virtual Machine (EVM), Polygon enables fast and low-cost transactions and smooth interoperability with Ethereum. This combination makes Polygon a popular choice for developers of decentralised applications (dApps) who want to leverage the security of Ethereum with greater scalability.

H.3: Consensus mechanism
Proof of Stake consensus mechanism.

H.4: Use of distributed ledger technology (DLT)
NO

H.5: Audit
NO

Part I – Information about the risks

I.1: Risks related to the offer

Financial risks – development and marketing costs: Issuing a new token requires significant investment in development, security audits, marketing and other areas. In the event of the project failing, substantial financial losses may occur.

Legal and regulatory risks – regulatory uncertainty: The legal framework for cryptocurrencies varies from country to country and may change. Non-compliance with legal requirements may lead to fines, litigation or a ban on activities.

Compliance requirements: The issuer must ensure compliance with all legal obligations, including KYC (Know Your Customer) and AML (Anti-Money Laundering) measures.

I.2: Risks related to the crypto-assets

Volatility: The value of a newly issued token can be highly volatile, which may lead to losses for both the issuer and investors.

Liquidity: Ensuring sufficient market liquidity is crucial. A lack of liquidity may result in users being unable to buy or sell the token at a fair price.

I.3: Risks related to the implementation of the project

Insufficient adoption: If the token does not gain sufficient adoption among users or merchants, its value and utility may be limited.

Competitive pressure: The cryptocurrency market is highly competitive. New projects may be quickly overshadowed by established solutions, which may threaten their long-term viability.

I.4: Risks related to the technology

Smart contract vulnerabilities: If the token uses smart contracts, they may contain programming errors that could lead to attacks, loss of funds or system failure.

Scalability and performance: If the platform is unable to handle a high volume of users or transactions, outages or slowdowns may occur, which could negatively affect confidence in the token.

Risk of hacking attacks: The technology is exposed to the risk of hacking attacks, which may exploit its vulnerabilities to gain unauthorised access to or manipulate data.

Part J – Information about the sustainability indicators in relation to adverse impacts on the climate and the environment

J.1: Adverse impacts on the climate and other environmental impacts

Our token, built on the Polygon blockchain, takes into account the possible adverse impacts on the climate and the environment associated with the use of blockchain technologies. In accordance with the regulatory technical standards that set out the content, methodology and presentation of sustainability indicators, we strive for a transparent approach to assessing environmental impacts. This includes monitoring and minimising the ecological footprint of the token's operation, in particular energy consumption and other environmental indicators. By using the low-energy infrastructure of the Polygon network and implementing sustainable practices to reduce carbon emissions, the token is designed to meet environmental objectives while being fully compliant with the relevant legislation. Through this approach, the project contributes to sustainability and responsible development in the field of blockchain technologies.