



Token Sale Mechanics

OCTOBER 24, 2017

Aion: The third-generation blockchain network

TOKEN DISTRIBUTION OVERVIEW

TOKEN SALE PHASES

1. **Private Sale: A discounted, private sale of tokens**
2. **Public Pre-Sale: A limited, public, pre-sale of tokens**
3. **Public Sales: Two public sale of tokens**

Note : Any mention of caps in this paper are determined as a function of the block (on the Ethereum blockchain) in which those amounts are reached. As a result, there may be small variances in the actual numbers vs. stated numbers.

1 : PRIVATE SALE

The first sale of AION token sales was completed among accredited and institutional investors close to the founding team. Backers of this sale also have the option to contribute to the Token Release Schedule on the same basis as backers in the Public Pre Sale.

2: PUBLIC PRE-SALE

The second sale will be a limited token generation, or presale, event in accordance with the bonus contribution rates set forth below. Public pre-sale will only accept Ether (ETH) as payment.

After the presale prior to Public Sales, Private and Pre-Sale backers will have an option to contribute to a Token Release Schedule (TRS) contract - [\(see section below\)](#)

The contribution rate for the Public Pre-Sale will be calculated based on the following five predefined time tranches:

Tranche 1 : All valid contributions made between the initial Ethereum contribution (T0) and all contributions made until end of first tranche (T1) will be considered “Tranche 1” and receive 1 AION / \$0.75 USD of value contributed.

Tranche 2 : All valid contributions made between the initial Ethereum contribution (T1) and all contributions made until end of first tranche (T2) will be considered “Tranche 2” and receive 1 AION / \$0.80 USD of value contributed.

Tranche 3 : All valid contributions made between the initial Ethereum contribution (T2) and all contributions made until end of first tranche (T3) will be considered “Tranche 3” and receive 1 AION / \$0.85 USD of value contributed.

Tranche 4 : All valid contributions made between the initial Ethereum contribution (T3) and all contributions made until end of first tranche (T4) will be considered “Tranche 4” and receive 1 AION / \$0.90 USD of value contributed.

Tranche 5 : All valid contributions made between the initial Ethereum contribution (T4) and all contributions made until end of first tranche (T5) will be considered “Tranche 5” and receive 1 AION / \$0.95 USD of value contributed.

Valid contributions made after the final contribution credited as Tranche 5 (over T5) shall receive a rate of 1 AION / \$1.00 USD.

Financial Cap and Closing Period

Public Pre-Sale has a soft cap at \$15MM USD in total contributions. Upon hitting the soft cap, an additional four hour sales period will be initiated that will close the pre-sale. The soft cap can be initiated in any Tranche. After the soft cap is triggered, any valid contributions made will be received at a rate of 1 AION per \$1.00 USD. After the four hour closing period, the receiving contract will be marked “finished,” and contributions will be rejected from that time on by calling throw.

Based on the implied hard cap in the public pre-sale, a maximum of 40 million tokens may be created for this sale.

Minting

After Public Pre-Sale closes, tokens will be created in an amount equal to five times (5x) the total number of tokens sold during the Private and Pre-Sale events, total of 465,934,586.66.

TRS Contract

The Token Release Schedule (TRS) contract will be available after Public Pre-Sale ends and will close before the first Public Sale begins. This provides the capability for contributors to send their tokens to the TRS contract prior to the first Public Sale.

PUBLIC SALE

The public sale will take place in two phases; both with a token cap and a simple pricing structure. This structure clarifies our goals, aligns with our technical milestones and better serves the community, while still achieving the goal of adequately funding the Aion project.

The first phase will be capped at 10M tokens and have a simple pricing structure, occurring in late 2017*. The first phase will also serve to kick-off the TRS schedule and begin the release of contributions. The second phase will take place in 2018, after the completion of a major Aion milestone release. This second phase will also be capped at 10M tokens. Our objective is to tie this second phase more closely to the delivery of our technical vision. We believe that aligning with the release of Aion’s technical milestones will result in increased value for token holders, as well as demonstrate the capabilities of the technology, while building a collaborative community of developers and enterprises. These milestones deliver the foundational technical components the network is built upon. In addition, over the next year, along with continuous open source code releases, a number of research and technical papers will be published that further explore our ideas and showcase our progress.

TOKEN RELEASE SCHEDULE (TRS) CONTRACTS

The TRS serves as a mechanism to reward early community members. All tokens will either be sold in token sales or distributed through the TRS contracts. The Backers TRS will distribute its first allocation (25% of total, including bonus) upon the close of the first public sale.

Aion Foundation, Founding Organization and Partners TRS Contract

As part of the Aion team’s commitment to the long-term success of the Aion network project, AION tokens allocated to the Founding Organizations and Partners, and to the Aion Foundation*** (founders) will be distributed on a three-year inclusive Token Release Schedule contract. Meaning that 2.78% of the founding tokens will be released each month for the following 36 months following the public sale.*

TIME PERIOD	0	1	...	...	36
PERCENTAGE	0%	2.78%	...	...	2.78%

The founding TRS contract will receive 50% of the total of any redistributed tokens. This results in an equal redistribution of tokens between the founders and the community of Backers.

Backers TRS Option

To align, grow, and maintain the Aion community, backers in the Private sale, and Public Pre-sale will have the option to contribute to the Token Release Schedule (TRS) contract as described above. The community will receive 50% of the total of any redistributed tokens. Backers will have the option of contributing to a 1-year TRS contract to share in this token redistribution. The TRS contract will be open for contributions upon launch of Public Pre-Sale, and remain open until the first Public Sale.

Backer TRS: 1-year

This contract is a 1 year token release schedule with a 25% immediate release, and subsequent 6.25% monthly release for 12 months.*

TIME PERIOD	0	1	...	...	12
PERCENTAGE	25%	6.25%	...	...	6.25%

** Time periods are a function of block numbers. As block times vary these estimated time intervals will vary as well.*

OTHER TOKEN SALE DETAILS

Contributions

The AION token generation event will be accepting Ethereum (ETH) contributions. Other tokens will need to be converted to ETH. A link will be provided on the Aion website to the Shapeshift exchange to facilitate transfer.

Founding Token Allocation

Tokens will be directly allocated to founding company owned accounts, and not to individuals.

More Information

Visit the [Aion network website](#) and sign up for our newsletter and social channels for updated information as soon as it becomes available.

SALE STRUCTURE

Private Sale SAFT (Simple Agreement for Future Tokens) details

Tokens Issued	30,000,000 AION
Funds Raised	USD \$15,000,000

Public Pre-Sale

Tokens Issued	9,560,414 AION
Funds Raised	USD \$8,010,994

First Public Sale

Fundraised	TBA
Token Cap	10,000,000 AION
Start Date	Late 2017

Second Public Sale

Fundraised	TBA
Token Cap	10,000,000 AION
Start Date	2018

TOKEN STRUCTURE AND DISTRIBUTION

At the launch of the first public sale, AION tokens will be issued based on the following allocation:

10%	Private Sale and Public Pre-Sale ***
50%	Public Sale ***
20%	Founding Organization and Partners
20%	Aion Foundation ****
100%	Total

Tokens for public sale will be created at five times the tokens sold in private and pre-sale

*** AION tokens remaining, after the public sale close are redistributed proportionally back to token holders who contributed to the Token Release Schedule contract.

**** Or any other legal structure deemed appropriate for the ongoing management, development, and stewardship of the portion allocated to the Aion Foundation, two percent will be reserved for Aion advisors.