

PROBLEMS

A - Gold-backed tokens

Gold-backed cryptocurrencies are often considered stable and reliable, as they are grounded in fundamental value and have limited potential for speculative value. Zambesi Gold (ZGD) has found an innovative solution to the challenge of maintaining stability by introducing a mechanism that increases the gold-backing while simultaneously reducing the token supply.

The unique structure of Zambesi Gold is strengthened by the strategic partnerships taken by commercial companies. These strategies are designed to minimize costs and maximize profits, resulting in higher volumes of gold streaming into the vault.

The synergy between the perpetual growth of gold-backing and the reduction in token supply establishes a dynamic and value-driven ecosystem, setting Zambesi Gold apart from other gold-backed cryptocurrencies.

B - Substantive support/Commercial backing

Mining companies often encounter significant challenges such as high overhead costs, financial indebtedness, fluctuations in commodity prices, and non-compliance with regulations. Zambesi's business model stands out by seamlessly combining ownership, participation, and effective management to foster the ability to guide and influence operational profitability. Gold-backed cryptocurrencies, on the other hand, face difficulties in establishing and sustaining commercial value, sometimes grappling with fraudulent activities within the industry. An inadequate or average business plan exacerbates the risks, leading to reduced interest and productivity. Addressing these challenges requires a focus on operational efficiency, risk mitigation, transparent business models, and, for cryptocurrencies, a clear value proposition. Robust business planning remains a crucial element for mining companies and gold-backed cryptocurrencies to navigate the complexities of their respective industries successfully.





SOLUTIONS

A – Gold-backed tokens

ZambesiGold (ZGD) addresses this challenge innovatively by introducing a mechanism where the gold-backing consistently increases while simultaneously reducing the token supply.

B - Substantive support/Commercial backing

Achieving cost efficiency hinges on a return to fundamental principles, prioritizing the core aspects that drive success. This involves ensuring that each asset actively contributes to overall business profitability, rather than subsidising other elements. A key strategy involves leveraging innovative and disruptive finance methods to minimize debt costs effectively.

Central to this approach is the Gold Custodian Trust, serving as the custodian of the vault where physical bullion is securely stored. Token holders, in turn, serve as beneficiaries of this custodian trust. This structural design provides token holders with an assurance that the gold reserves will consistently grow in both quantity and value, devoid of any encumbrances or jeopardies.

It is important to note that the amount of gold being added to the vault on a monthly basis is consistently increasing, indicating a dedication to ongoing expansion. It is also crucial to mention that no gold will be held back or taken out of circulation unless an equal number of tokens are simultaneously removed and permanently eliminated through burning. This thorough approach guarantees the stability and appreciation of the gold reserves, protecting the interests of those who hold the tokens.

