

IDK Foundation Ltd.

Date: May 5, 2022

To: IDK Stablecoin Community

Subject: Updates on Reserved Assets

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It has been three years since the establishment of the IDK Foundation and the first issuance of the IDK stablecoin. IDK is now being used by crypto traders and investors worldwide. It is circulated on both the Ethereum and Stellar blockchain networks and is available in a growing number of crypto platforms and wallets.

As technological innovation continues to evolve in the blockchain space, the IDK Foundation recognizes the need to make appropriate adjustments to improve the governance and management of the foundation's reserved assets.

The single reserved asset of the IDK Foundation has been the Indonesian rupiah (IDR) since the very beginning. As IDK continues to grow as a settlement stablecoin across many crypto assets, market demand for IDK purchases come not only in Indonesian rupiah but also in other international currencies, including the US dollar and Bitcoin. In order to preserve liquidity provision in a global marketplace, it becomes necessary for the IDK Foundation to store additional reserve assets to maintain IDK's flexibility and competitiveness.

Starting in May 2022, the IDK Foundation will diversify portions of its reserve to USD stablecoins and Bitcoin. Each unit of IDK will continue to be fully backed by the equivalent value in IDR, maintaining the 1 IDK:1000 IDR peg. To ensure transparency, the foundation will publish audit reports on a quarterly basis as it is presently constituted.

With the additional reserve assets, IDK holders will continue to enjoy higher interest rates from the global crypto markets than traditional bank deposits. More digital gateways and access points will be introduced to allow a greater number of people to use IDK as a proxy for the Indonesian rupiah on the blockchain.