

# TXT Token Economic Model

---

## Comprehensive Framework for Variable-Yield Utility Token on XRP Ledger

---

---

**Document Date:** January 2026

**Status:** Current and Subject to Updates

**Compliance Framework:** GENIUS Act (Public Law No: 119-27, signed into law July 18, 2025)

---

### Disclaimer

---

All descriptions herein are for informational purposes only and do not constitute an offer to sell or a solicitation of an offer to buy securities, tokens, or any financial instruments. Participation involves significant risks (see Risk Disclosures section). Projections and statements regarding future performance, listings, growth, or returns are forward-looking and subject to material change (see Forward-Looking Statements section).

---

## 1. Anchor Asset: LXUSD Stablecoin – GENIUS Act Compliance

---

LXUSD functions as a payment stablecoin under the GENIUS Act definition: a digital asset redeemable at a fixed monetary value (1:1 peg to U.S. dollar or equivalent high-quality liquid assets) primarily for payments or settlements.

## Issuer Structure

Sponsored by Lexi Partners (via [lexipartners.com](https://lexipartners.com) and [lxusd.io](https://lxusd.io)), LXUSD is issued through permitted mechanisms aligned with GENIUS Act requirements. Issuance occurs via a permitted payment stablecoin issuer (PPSI) framework, which may include:

- Subsidiaries of insured depository institutions
- Federal-qualified nonbank issuers
- State-qualified issuers (limited to  $\leq$ \$10B issuance under state regimes)

## Reserve Requirements

- **100% backing** with high-quality liquid assets, including:
  - U.S. currency
  - Deposits at insured banks/credit unions
  - Short-dated U.S. Treasury bills
  - Approved RWAs (e.g., tokenized property/commodities as digital twins)
- Reserves are segregated, audited monthly, and publicly disclosed
- Composition and attestations provided by qualified firms (Quantstamp or equivalent)

## Redemption & Transparency

- Holders entitled to redeem at par (1:1) under GENIUS Act consumer protections
- Monthly public reports detail reserve composition
- Issuers prohibited from high-risk activities or deceptive marketing

## AML/BSA & Sanctions Compliance

- Full adherence to Bank Secrecy Act (BSA) obligations
- KYC/AML screening, AI-driven monitoring, blockchain analytics
- Digital identity verification and sanctions compliance (OFAC)
- No issuance to restricted persons/jurisdictions

## Minting & Acquisition

- Requires user KYC via lxusd.io
- Submissions of cash or RWAs create digital twins for backing
- OTC markets provide secondary access

## Non-Bank Status

LXUSD is a demonstration/testing tool, not a bank deposit; no FDIC insurance applies.

**This structure ensures LXUSD's stability serves as the foundational liquidity floor for TXT, compliant with GENIUS Act federal standards promoting innovation while mitigating illicit finance, consumer, and stability risks.**

---

## 2. TXT Token Economics – Core Structure

---

TXT is a variable-yield tokenized equity/utility token minted on the XRP Ledger, representing proportional economic interest in a diversified Tahitian investment fund and serving as a settlement/utility medium within the Polynesian economy.

### Token Supply & Minting

- Initial mint tied to \$1B LXUSD seed capitalization
- Variable supply adjusts via minting (capital inflows) and burns (from buybacks)
- No fixed cap; deflationary mechanics via revenue-linked burns

### Initial Valuation & Distribution

- **Pre-money valuation:** \$250 million
- **Post-money valuation (initial):** \$300 million
- **Tiered entry pricing** for early LXUSD purchasers: 2–10 per TXT

### Yield Mechanism

Variable yield derived from:

- Real economic outputs (Tahitian sector revenues):
  - Tourism bookings
  - Airline profits
  - Trade finance fees
  - Fuel/energy sales
  - Media revenues
- 30–50% French Overseas Territory tax credits
- Yields cycle into TXT reserves
- No prohibited interest/yield solely for holding (consistent with GENIUS Act restrictions on passive stablecoin rewards; activity-based incentives permitted)

## Token Utility

- **Settlement currency** for Tahitian commerce (hotels, flights, excursions, fuel, merchant processing, MCA)
- **Staking rewards:** Frequent flyer miles, villa/yacht credits, governance access
- **Tokenized equity exposure** to underlying assets (resorts, aviation, infrastructure)

## Deflationary & Reinvestment Flywheel

- 10–20% of free cash flow allocated to TXT buybacks and burns (increasing scarcity)
  - Remaining revenues reinvested into compounding Tahitian projects
  - **Economic loop:** LXUSD injection → asset deployment → revenue generation → TXT reserve enhancement → yield/scarcity appreciation
- 

## 3. Liquidity & Exchange Strategy

---

TXT/LXUSD trading pair provides primary liquidity; multi-venue access enhances accessibility while maintaining GENIUS Act/LXUSD compliance.

## Initial & Ongoing DEX Listings

- Launch on compliant decentralized exchanges (DEXs) supporting XRP Ledger tokens
  - Examples: Sologenic, XRPL DEX native, or cross-chain bridges to compliant venues
- Liquidity provision via automated market makers (AMMs) with LXUSD pairs
- Institutional-grade pools seeded from fund reserves
- **Compliance:** DEX integrations include on-chain AML screening, wallet-level KYC where required, and restrictions on restricted jurisdictions

## Future Primary & Centralized Exchange Listings

- Pathway to regulated centralized exchanges (CEXs) compliant with U.S. securities/digital asset laws
- Post-GENIUS Act clarity and potential CLARITY Act developments
- **Target venues:** Major U.S.-registered platforms (Coinbase, Kraken) or international equivalents with GENIUS Act-aligned stablecoin support
- **Timeline:** Subject to regulatory approvals, audits, and market readiness; prioritized for venues offering fiat on-ramps and institutional custody

## Universal Exchanges & Hybrid Products

- Alignment with emerging “universal exchanges” (e.g., Bitget’s UEX model) bridging TradFi/DeFi for  $24/7$  trading
- Potential future integrations: TXT as component in tokenized Tahitian asset baskets or yield-bearing products
- **Crypto Bonds/Stocks/ETFs:** TXT economics position it for inclusion in tokenized equity products or ETF wrappers
  - Examples: Pacific tourism/crypto hybrid ETFs, tokenized resort/aviation holdings
  - 2025–2026 trends show spot/multi-coin crypto ETFs expanding beyond BTC/ETH to top assets

- TXT's RWA-tied yield could enable hybrid vehicles compliant with SEC/CFTC frameworks
  - **Compliance Note:** Any tokenized securities or ETF representations require separate registration/exemptions; TXT remains utility/equity token, not a security per se unless classified otherwise
- 

## 4. Economic Impact & Projections (Forward-Looking)

---

- **Direct investment:** \$1B initial LXUSD + annual reinvestments
- **Job creation:** 10,000+ roles across Tahiti
- **Token market growth:** From 300M *post – moneylaunch* to potential 1B+ equity-equivalent market cap via compounding revenues, burns, and adoption
- **Broader positioning:** Tahiti as Pacific financial-tourism hub, leveraging XRP efficiency and GENIUS Act-enabled stablecoin interoperability

**This economic model prioritizes stability (via GENIUS-compliant LXUSD), real yield from productive assets, deflationary scarcity, and scalable liquidity across DEXs, primary exchanges, and emerging universal platforms.**

---

## Forward-Looking Statements

---

Statements regarding future listings, market cap, yields, adoption, regulatory developments (e.g., GENIUS Act implementation, ETF expansions), economic impact, or growth are forward-looking and based on current assumptions. Actual results may differ materially due to risks including:

- Regulatory changes
  - Market volatility
  - Operational issues
  - Geopolitical factors
  - Economic conditions in French Polynesia
-

## Risk Disclosures

---

Investment in TXT/LXUSD involves substantial risk of loss. Risks include (but not limited to):

- Peg instability (despite reserves)
- Regulatory shifts (GENIUS Act amendments)
- Blockchain risks (XRP Ledger)
- Illiquidity
- Tax implications
- No FDIC insurance
- Counterparty risks
- Total loss of principal

**Consult independent advisors; not suitable for all investors.**

---

## Additional Resources

---

For full details, refer to:

- [lxusd.io](https://lxusd.io) whitepapers and audits
  - Legal sections on GENIUS Act compliance
  - Regulatory filings and transparency reports
- 

**This framework is current as of January 2026 and subject to updates for ongoing GENIUS Act rulemaking (e.g., Treasury/FDIC proposals).**