



Reserve Accounts Report – Hot USD Tokens (HUSD)
April 30, 2021

Stable Universal Limited

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Independent Accountant's Report

To Hot USD ("HUSD") Token Holders
Stable Universal Limited
Las Vegas, Nevada

We have examined the Reserve Accounts Report for Stable Universal Limited, a company located in the British Virgin Islands (hereafter, "the Company"), as of April 30, 2021 at 5:00 pm Eastern Time ("ET"). The Company's management is responsible for the Reserve Accounts Report in accordance with the measurement and disclosure criteria presented in the accompanying Notes to the Reserve Accounts Report. Our responsibility is to express an opinion on the Reserve Accounts Report as of April 30, 2021 at 5:00 pm ET based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the Reserve Accounts Report as of April 30, 2021 at 5:00 pm ET is in accordance with the criteria in the accompanying Notes to the Reserve Accounts Report, in all material respects. An examination involves performing procedures to obtain evidence about the Reserve Accounts Report as of April 30, 2021 at 5:00 pm ET and the accompanying Notes to the Reserve Accounts Report. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of risks of material misstatement of the Reserve Accounts Report as of April 30, 2021 at 5:00 pm ET, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We did not perform any procedures regarding the operating effectiveness of the Company's internal controls. Accordingly, we do not express an opinion thereon.

The information in the accompanying Reserve Accounts Report relates to the HUSD token, which is a cryptographic digital asset residing on the Ethereum blockchain at the smart contract address 0xdf574c24545e5ffecb9a659c229253d4111d87e1.

In our opinion, the Reserve Accounts Report of Stable Universal Limited as of April 30, 2021 at 5:00 pm ET is presented in accordance with the measurement and disclosure criteria in the accompanying Notes to the Reserve Accounts Report in all material respects.

A handwritten signature in black ink that reads "Eide Bailly LLP".

Denver, Colorado
May 28, 2021

US Dollars and PAX tokens held in Reserve Account(s)	<u>\$ 812,081,519</u>
HUSD tokens issued and outstanding	<u>812,081,519</u>

Notes to the Reserve Accounts Report

1. As of 5:00 pm Eastern Time (“ET”) on April 30, 2021, the Company’s HUSD issued and outstanding (total circulating token supply) as denoted under the HUSD smart contract address (0xdf574c24545e5ffecb9a659c229253d4111d87e1 at 18 decimals) is 812,081,519 as reported by the EtherScan API and publicly available to view on the Ethereum public blockchain.
2. The Reserve Accounts refers to the custody accounts held and managed by Paxos Trust Company, LLC (“Paxos”), a trust company located in the United States for the benefit of the Company and HUSD token holders. In February 2021, Paxos engaged Huobi Trust Company (“HTC”) to sub-custody a portion of the funds collateralizing HUSD. The amounts held on behalf of the Company by Paxos and HTC in US Dollars and PAX tokens is at least equal to or greater than \$812,081,519 at 5:00 pm ET on April 30, 2021. This does not contemplate the impact of outstanding checks/wires, deposits in transit or other reconciling items.
3. The total HUSD token supply, for which each HUSD is assigned a redemption value of \$1 US by the Company, does not exceed the balance of the Reserve Accounts reported above.
4. Paxos and HTC are not entitled to any funds at any time and no amounts deposited into the Reserve Account(s) shall become the property of Paxos or HTC, or any other entity, or be subject to any debts, liens, or encumbrances of any kind.
5. There are no liens, claims, or security interests in any funds within the Trust Account(s).

To the best of the knowledge and belief of the undersigned, the information contained in the Reserve Accounts Report as of April 30, 2021 at 5:00 pm ET is accurate and complete.



Frank Zhang
Chief Executive Officer
Stable Universal Limited
May 28, 2021