

Form ADV, Part 3 - Client Relationship Summary

Item 1 - Introduction

Medici is an investment adviser registered with the Securities and Exchange Commission offering advisory accounts and services. As of March 2023, Medici remains in pre-launch mode and does not currently support any users. Brokerage, investment advisory services and fees differ, and it is important that you understand the differences. This document gives you a summary of the types of services and fees we offer. Please visit www.investor.gov/CRS for free, simple tools to research firms and financial professionals, as well as educational materials about broker-dealers, investment advisers, and investing.

Item 2 - Relationships and Services

Questions to ask us: **Given my financial situation, should I choose an investment advisory service? Why or why not?** How will you choose investments for me? What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?

What investment services and advice can you provide me? Our firm provides investment advisory services relating to crypto currencies, with a focus on stable coin liquidity pools. Medici's investment advisory personnel oversee the technical systems and investment algorithms that help us select assets, but do not perform individual reviews of client accounts. Our firm has discretionary management on any capital staked (invested) to our protocol. We do not have a minimum account size.

Please also see our Form ADV Part 2A Appendix of Form ADV ("[Brochure](#)").

Item 3 - Fees, Costs, Conflicts, and Standard of Conduct

Questions to ask us: Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, versus invested for me? How might your conflicts of interest affect me, and how will you address them?

What fees will I pay? Medici uses a simple Assets Under Management (AUM) fee which is a percentage based on the capital you have held with Medici. Our fee is calculated & taken in arrears weekly. Any discount in the Medici Fee is calculated on a per-account basis with respect to the individual Medici User included. The Medici Fee covers all the charges for using Medici's service. But if you stake or un-stake your money in Medici's protocol, you will have to pay Transaction Fees, also known as "Gas Fees." These fees are not charged by Medici, but by miners and validators who process transactions on a blockchain network. Gas fees are not unique to Medici and apply to every outgoing transaction made on blockchain networks.

For the wrap fee program, you will not typically pay additional transaction fees (such as the Gas fees Medici incurs through investing & rebalancing your assets) and thus our advisory fee is higher than if you paid transaction fees separately. You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. In some rare market conditions, fees & costs could theoretically outpace your returns. Please make sure you understand what fees and costs you are paying. Please also see our [Brochure](#) for additional details.

What are your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have? When we act as your investment adviser, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you. For example: We benefit from the services we provide to you because of the advisory fee we receive from you. This compensation may vary and we are incentivized to charge the maximum fee to you.

How do your financial professionals make money? Primarily, we and our financial professionals receive compensation from advisory services we provide to you because of the advisory fees we receive from you. This compensation may vary based on different factors, such as those listed above. Because we manage your portfolio in a wrap fee program, we have an incentive to limit trading in your account and to favor asset types that do not have a transaction fee in order to minimize trading expenses that we would have to normally pay out of our management fee. Please also see our [Brochure](#) for additional details.

Item 4: Disciplinary History

Questions to ask us: As a financial professional, do you have any disciplinary history? No, we do not have any legal or disciplinary events. Visit <https://www.investor.gov/> for a free, simple search tool to research us and our financial professionals.

Item 5: Additional Information

Questions to ask us: Who is my primary contact person? | Is he or she a representative of an investment adviser or a broker-dealer? | Who can I talk to if I have concerns about how this person is treating me? For additional information on our advisory services, see our [Brochure](#) available at <https://adviserinfo.sec.gov/firm/summary/315941> and any individual brochure supplement your representative provides. If you have any questions, need additional information, or want another copy of this Client Relationship Summary, then please contact us at info@medici.co or visit our website @ www.medici.ai.

Exhibit A – Material Changes to Client Relationship Summary

March 2023: Our focus as a firm has changed from a more traditional robo-advisor to an advisor specifically focused on Crypto assets and Stable Coins.

March 2023: Our fee structure has changed from a subscription model to an AUM-based model, calculated and taken in arrears weekly.

March 2022: We more explicitly defined our fee rebate process with our external service providers and partners.