

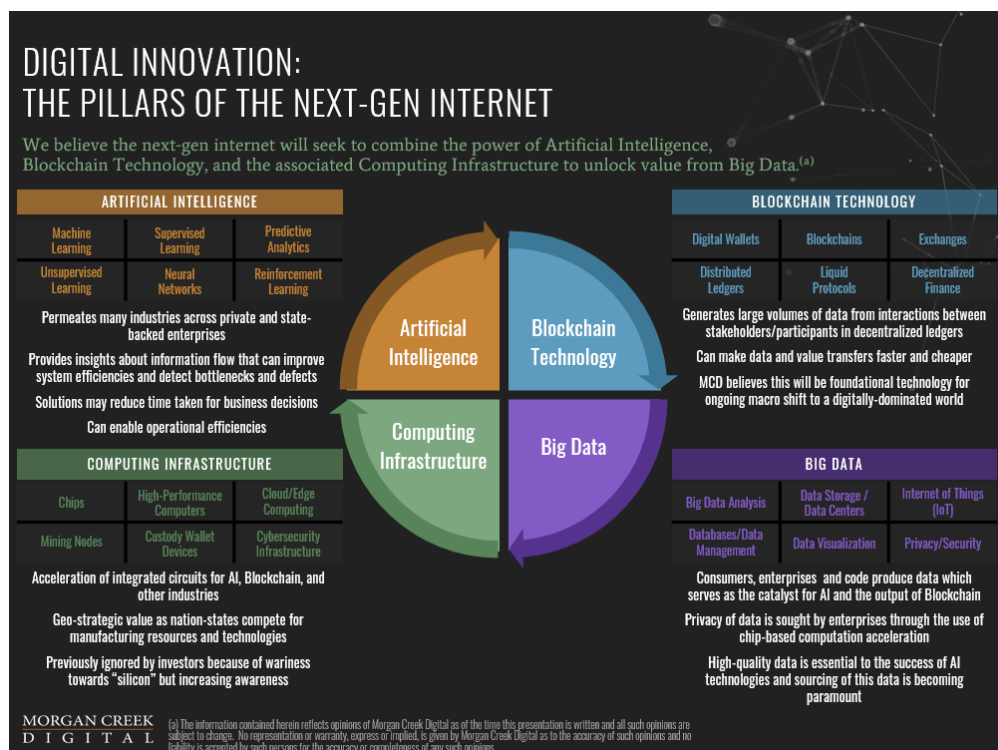
MORGAN CREEK DIGITAL

ALTERNATIVE THINKING ABOUT INVESTMENTS

Welcome to Morgan Creek Digital's digital asset update. It is comprised of a thought piece from our team. We hope you find this content interesting. Please let us know if you have any comments or questions or if you would like to speak to a member of the [Morgan Creek Digital team](#).

We are pleased to announce the \$52 million first close of our fourth Digital Venture Capital Fund, Morgan Creek Digital Fund IV, LP. We are excited to partner with the two anchor investors who have helped seed the previous three Morgan Creek Digital vehicles.

Morgan Creek Digital's core investment thesis revolves around the concept of Digital Innovation, which refers to the development of new digital technologies, products, and services that transform industries and improve the way we live and work. In particular, we believe the next-gen internet will seek to combine the power of **Artificial Intelligence**, **Blockchain Technology**, and the associated **Computing Infrastructure** to unlock value from **Big Data**. These four pillars have become important components of modern business, and as such, we believe that investing in companies that develop and leverage these technologies may generate significant opportunities in the future.



Since 2018, the Morgan Creek Digital (MCD) team has invested ~\$390 million in ~70 investments across 3 funds and 6 special purpose vehicles (SPVs). The team already has a potential pipeline of interesting early-stage opportunities for potential Q4-2023 allocation:

- **Company 1:** a company developing a product portfolio for Zero Trust Computing solutions including Fully Homomorphic Encryption (FHE), Multi-Party Computation (MPC), Zero Knowledge Proofs (ZKP), and Verified Computation (VC).
 - o ABCD pillar(s): Artificial Intelligence, Computing Infrastructure, Big Data
 - o Valuation: \$21 million post-money.
- **Company 2:** a Brazil-based crypto brokerage firm with a focus on serving crypto-native individuals and institutions.
 - o ABCD pillar(s): Blockchain Technology
 - o Valuation: \$32 million post-money.
- **Company 3:** a company developing analog machine learning inferencing engines for edge smart sensors and smart devices.
 - o ABCD pillar(s): Artificial Intelligence, Computing Infrastructure
 - o Valuation: \$30 million cap.
- **Company 4:** an onboarding solution for Web2 and Web3 users that combines payment onramp and zero-knowledge identification solutions.
 - o ABCD pillar(s): Blockchain Technology
 - o Valuation: \$12 million post-money.
- **Company 5:** a governance platform offering AI model testing and validation solutions, as well as insurance for generative AI models.
 - o ABCD pillar(s): Artificial Intelligence
 - o Valuation: \$20 million post-money.

MCD is led by General Partners, Mark Yusko, Dr. Sachin Jaitly and Xavier Segura. This team brings experience as entrepreneurs, executives, and investors in technology companies, with a focus on Digital Innovation. MCD seeks to back a diverse group of founders through an inclusive strategy.

We plan to host a second close before year-end and then subsequent closings in 2024. If you are interested in investing, please reach out to IR@morgancreekcap.com and let us know if you have time in the coming weeks to schedule a call or meeting to review in more detail.

[Click Here to listen to the latest episode of Digital Currents](#)



Important Disclosures

The above information reflects the opinions of Morgan Creek Digital as of the time this is written and all such opinions are subject to change. No representation or warranty, express or implied, is given by Morgan Creek Digital as to the accuracy of such opinions, and no liability is accepted by such persons for the accuracy or completeness of any such opinions.

No Warranty

Neither Morgan Creek Capital Management, LLC nor Morgan Creek Digital warrants the accuracy, adequacy, completeness, timeliness, or availability of any information provided by non-Morgan Creek sources.

This information is neither an offer to sell nor a solicitation of an offer to buy interests in any investment fund managed by Morgan Creek Capital Management, LLC or its affiliates, nor shall there be any sale of securities in any state or jurisdiction in which such offer or solicitation or sale would be unlawful prior to registration or qualification under the laws of such state or jurisdiction. Alternative investments involve specific risks that may be greater than those associated with traditional investments.

Forward-Looking Statements

This presentation contains certain statements that may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical fact, included herein are "forward-looking statements." Included among "forward-looking statements" are, among other things, statements about our future outlook on opportunities based upon current market conditions. Although the company believes that the expectations reflected in these forward-looking statements are reasonable, they do reflect all assumptions, risks and uncertainties, and these expectations may prove to be incorrect. Actual results could differ materially from those anticipated in these forward-looking statements as a result of a variety of factors. One should not place undue reliance on these forward-looking statements, which speak only as of the date of this discussion. Other than as required by law, the company does not assume a duty to update these forward-looking statements. Past performance is no guarantee of future results. The illustrations are not intended to predict the performance of any specific investment or security.

General

This is neither an offer to sell nor a solicitation of an offer to buy interests in any investment fund managed by Morgan Creek Capital Management, LLC or its affiliates, nor shall there be any sale of securities in any state or jurisdiction in which such offer or solicitation or sale would be unlawful prior to registration or qualification under the laws of such state or jurisdiction. Any such offering can be made only at the time a qualified offeree receives a Confidential Private Offering Memorandum and other operative documents which contain significant details with

respect to risks and should be carefully read. Neither the Securities and Exchange Commission nor any State securities administrator has passed on or endorsed the merits of any such offerings of these securities, nor is it intended that they will. This document is for informational purposes only and should not be distributed.

Risk Summary

Interests in the Morgan Creek Digital Fund IV, LP ("Fund") are speculative and involve a significant degree of risk. Cryptocurrencies and related businesses have limited performance histories, can be extremely volatile, and are not subject to many of the regulatory oversights over which other investable assets are subject. An investment in the Fund is suitable only for sophisticated investors and requires the financial ability and willingness to accept the high risks and limited liquidity inherent in the Units.

There can be no assurance that the Fund will be successful or that losses will not be incurred by the Fund. Each investor in the Fund must have the ability to bear the risk of loss of their entire investment and must be prepared to bear such risks for an extended period of time. Investors are strongly urged to consult with their professional advisors and to carefully review the risk prior to investing.

Performance Disclosures

There can be no assurance that the investment objectives of any fund managed by Morgan Creek Capital Management, LLC will be achieved. Past performance is not indicative of the performance that any fund managed by Morgan Creek will achieve in the future. Although Morgan Creek Capital Management, LLC has been presented with co-investment opportunities in the past, there can be no assurance that Morgan Creek will be presented with similar opportunities in the future. Further, there can be no assurance that co-investment opportunities will be available in the future.

Morgan Creek Capital Management | 301 W. Barbee Chapel Road, Suite 200, Chapel Hill, NC
27517

[Unsubscribe ljacob@morgancreecap.com](mailto:ljacob@morgancreecap.com)

[Constant Contact Data Notice](#)

Sent by mcdigital@morgancreecap.com