

## ASX ANNOUNCEMENT 8 FEBRUARY 2023

### JANUARY BITCOIN AND DIGITAL ASSET EXPOSURE

DigitalX Limited (ASX:DCC, OTCQB: DGGXF) (the **Company**) provides the following monthly update to shareholders on its funds under management and value of Bitcoin and digital asset holdings as at the **end of January 2023**.

The DigitalX Bitcoin Fund increased 31.4% over the month and the DigitalX Fund rose 23.0%, while the S&P Cryptocurrency Top 10 Equal Weight Index ("Index") increased 43.1%.

The positive price movement of digital assets in January was supported by a wider market rally in risk assets caused by a lower than expected inflation print in the US and an anticipated slowing pace of interest rate rises in 2023. The rally in digital assets was further fueled by short covering from heavily oversold conditions in the prior quarter.

The DigitalX Fund underperformed the Index this month due to its relatively defensive portfolio positioning through its lower exposure to higher volatility assets, cash holdings, and the appreciation of the Australian dollar. The defensive positioning was maintained in December and January due to the possibility of further contagion resulting from the possible bankruptcy of Digital Currency Group, a company with ~US\$50 billion of crypto assets under management. In prior months, the defensive positioning has helped the DigitalX Fund outperform the Index, while this month assets that were significantly impacted by the collapse of FTX helped the Index to recover from recent underperformance.

**DigitalX Chief Executive Officer, Lisa Wade said:**

*"We were pleased to see a rally across digital assets in January following a particularly challenging final quarter of 2022. The DigitalX Fund remains defensively positioned for future short term volatility while the Index rebounded from a particularly low base set in December.*

*The gap between digital assets and the broader financial market bottomed out at 57% in December 2022, but pleasingly we saw this close by 10% in January to 47%. We feel this is positive for the long term investment thesis of digital assets no matter how short term market volatility plays out.*

*In terms of 2023 and our investment thesis, we continue to believe in four core themes: real world asset tokenisation, greater stablecoin adoption, ZK rollups (rollups on zero knowledge proofs), and the rise of permissioned DeFi. With the rise of ChatGPT, we are also seeking opportunities in the nascent crypto artificial intelligence space and researching assets within the sector with an alignment to our 'safe pair of hands' investment approach."*

For information on the DigitalX digital asset funds please visit <https://digitalx.fund/>

## DIGITALX HOLDING (AS AT 31 JANUARY 2023)

|  | \$AUD   |
|--|---------|
| DigitalX Bitcoin and digital asset holdings <sup>1,2</sup> | \$14.3m |

## FUNDS UNDER MANAGEMENT (AS AT 31 JANUARY 2023)

|   | \$AUD   |
|---|---------|
| Total funds under management <sup>3</sup> | \$15.0m |

## HISTORICAL FUND PERFORMANCE<sup>4</sup> (AS AT 31 JANUARY 2023)

| Performance over time (net of fees) | Bitcoin Fund | Digital Asset Fund |
|-------------------------------------|--------------|--------------------|
| Month to date                       | 31.4%        | 23.0%              |
| Year to date (calendar)             | 31.4%        | 23.0%              |
| 3-Month                             | (0.0%)       | (13.3%)            |
| 6-Month                             | (6.0%)       | (14.5%)            |
| 12-Month                            | (41.4%)      | (50.4%)            |
| 2-Year                              | (29.2%)      | (11.6%)            |
| 3-Year                              | 116.3%       | 144.4%             |
| Since inception                     | 194.0%       | 42.8%              |

## MONTHLY PERFORMANCE COMPARISON (FOR THE MONTH OF JANUARY)

| Asset class                                  | Performance % |
|--|---------------|
| Bitcoin Fund                                 | 31.4%         |
| DigitalX Fund                                | 23.0%         |
| S&P Cryptocurrency Top 10 Equal Weight Index | 43.1%         |
| Gold <sup>5</sup>                            | 2.0%          |
| Equities (All Ords) <sup>6</sup>             | 6.4%          |

<sup>1</sup> Includes ~180.8 Bitcoin and ~143.6 Ethereum held as corporate treasury and DigitalX's unit holding in the funds at month end.

<sup>2</sup> Excludes cash at bank.

<sup>3</sup> All data based on unaudited Net Tangible Asset (NTA) calculations prepared by the fund administrator at 31 January 2023.

<sup>4</sup> Past performance is not indicative of future performance.

<sup>5</sup> Based on AUD price at 31 January 2023 per [https://www.perthmint.com/historical\\_metal\\_prices.aspx](https://www.perthmint.com/historical_metal_prices.aspx).

<sup>6</sup> Based on closing price of All Ords Price Index per <https://www2.asx.com.au/about/market-statistics/historical-market-statistics>.

-Ends-

*Authorised by the Board of Directors of DigitalX Limited.*

**For further information, please contact:**

**Investor Enquiries**

DigitalX Limited

Lisa Wade

Chief Executive Officer

E: [investors@digitalx.com](mailto:investors@digitalx.com)

**Media Enquiries**

GRA Partners

Luke Forrestal

Director, Financial Communications

T: +61 411 479 144

E: [Luke.forrestal@grapartners.com.au](mailto:Luke.forrestal@grapartners.com.au)

---

**About DigitalX**

DigitalX Limited (ASX: DCC) is a technology and investment company focused on growing the blockchain economy through its digital asset funds management business, digital fintech and regtech products, and blockchain ventures.

DigitalX's product team designs and develops blockchain technology applications for business and enterprise organisations.

Through its asset management division, DigitalX provides low-cost traditional asset management products for qualified investors looking to gain exposure to the growing alternative asset class of digital assets, including Bitcoin.

DigitalX is currently commercialising Drawbridge, the Company's first regtech solution which is supporting listed companies to better manage their compliance and corporate governance policies. With Drawbridge, companies can manage employee and director share trading approvals in order to safeguard their reputations.

[www.digitalx.com](http://www.digitalx.com) | <https://digitalx.fund/> | [www.opendrawbridge.io](http://www.opendrawbridge.io) | [www.sellmyshares.com.au](http://www.sellmyshares.com.au)

---