



# Plan for the Introduction of the Palau Digital Dollar & Palau Development Token

**Note:**

- This proposal does not involve the sale of tokens in Japan by any Japanese business operator.
- The operating entity for the business in Palau is not the local entity established during 2024–2025. Token issuance will be conducted by Auring Ltd. (VBI).
- The proposed dividend-based or profit-distribution business model may change depending on the licenses and regulatory approvals obtained in the future.

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**We are planning two tokens:**  
**"Stable Token" and**  
**"Future Investment Token"**

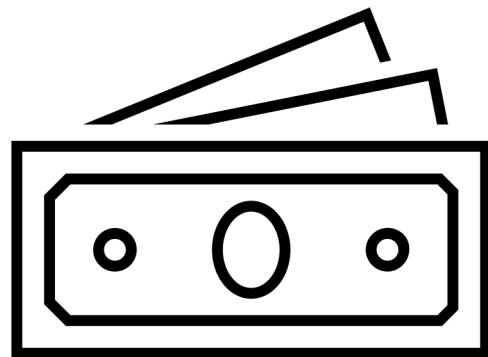
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# Should Stablecoin Reserves be Used for Investment Purposes?

**Let's separate them**

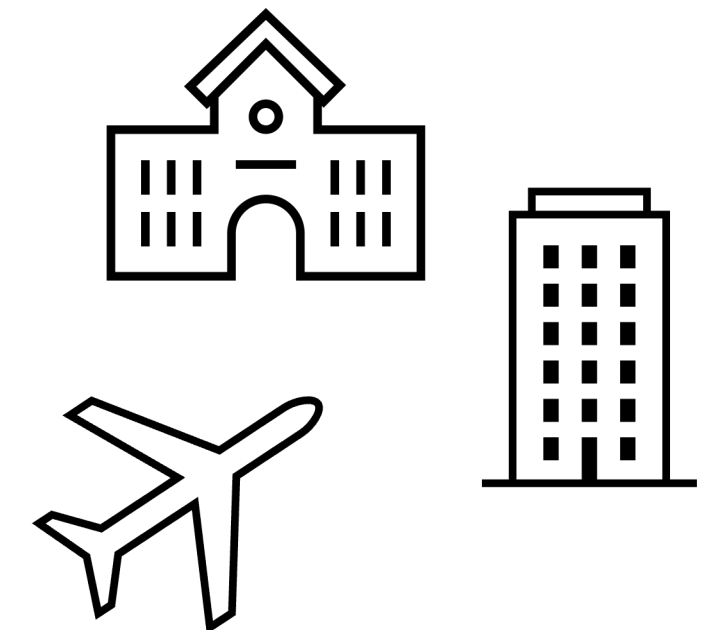
## Digital Dollar

For digital currency (stablecoins), and the backing funds will not be invested or used for any investment purposes



## Development Token

For operations, investment ventures, and distribution of business profits



## Should We Invest Stablecoin's funds?

How about splitting into investment tokens and stablecoins?

# Palau Digital Dollar (PWD) and Palau Development Token (PWDT)



Stable Token (PWD)

## Palau Digital Dollar

### Dollar-based Digital Currency

Palau has historically used the US dollar as its currency, and will issue a digital currency that is fully secured by the US dollar and can be securely converted into it.

### ERC-20 Tokens

The blockchain is based on Ethereum and can be used with over 50 different wallets, allowing anyone to easily send and receive money whilst validating international transactions.

### Together with Palau's E-residency Card

By obtaining an electronic residence certificate, you can register at virtual currency exchanges in and outside Palau, and you will be able to convert PWD into cash. In the future, it is planned to allow payments by credit card and withdrawals by debit card.



Token for Development (PWDT)

## Palau Development Token

### Token for Palau Development Support

During the PWD presale, a portion of the funds will be issued as PWDT. These will be used to manage and return profits to PWDT holders from PWD-related projects and Palau development projects.

### Distribution of Business Profits from Palau Development

Profits from Palau development projects will be distributed as dividends. Key projects, including hotel operations, affordable housing, and SDG-focused businesses led by Palau Sambas, will be managed, and profits from these ventures will be regularly distributed in PWD.

### Distribution of Sales Fees and Profits from PWD

PWDT holders will not only receive profits from Palau development projects as dividends but also a portion of PWD sales fees, which are expected to grow significantly, and profits from cryptocurrency exchanges based on PWD.

# Funding for PWD & PWDT

Palau Digital Dollar (PWD)

# Unlimited

**We will issue the same amount as the funds 100% backed by the bank.** PWD is not issued through ICO fundraising but will be issued through exchanges, sales platforms, and as dividends for PWDT.

Palau Development Token (PWDT)

# \$ 500M

Including the PDW issuing company, construction costs of Sheraton Palau Hotel, investments for diabetes solutions, and SDGs-related project expenses.

# PWD & PWDT

Palau Digital Dollar &  
Palau Development Token

## The purpose of technology

is not to complicate life, but to simplify it.

## The purpose of innovation

is not to seek profit, but to create value that lasts.

## The purpose of our project

is not just to raise funds, but to empower communities, reshape industries, and leave a lasting impact on the future of fintech.

By leveraging blockchain and the potential of decentralized systems, we aim to break barriers, create trust, and inspire progress.

Together, we're not just building a currency,  
**we're building a future where everyone has a stake.**

# Palau Development Token (PWDT)

As a venture capital function, we invest in businesses that are needed in Palau and globally. Below are the 3 main areas of focus.

## Palau Digital Dollar (PWD): A Fully Cash-Backed Stablecoin

The era of stablecoins without full backing will eventually end, and the market knows this. PWD, a 100% cash-backed stablecoin, represents the dawn of a new era.

## Essential SDG-Focused Projects in Palau

We invest in high-demand projects like the Sheraton Palau Hotel for high-end tourism, and other ventures aligned with SDG goals that are crucial for Palau and the world.

## A Future Where Diabetes is Fully Cured

With 21% of Palau's population suffering from diabetes and 80% facing obesity, curing diabetes and its complications would position Palau as a global leader in health. This involves not just developing a cure but also comprehensive projects including better nutrition for the betterment of Palau and the entire world.



\*This proposal is NOT intended for sale by Japanese vendors within Japan.



# Plan for the Introduction of Palau Digital Dollar & Palau Development Token

# Executive Summary

## Background

The islands of Palau are known as one of the world's most attractive diving destinations, offering abundant marine life and beautiful underwater environments for everyone from beginners to experienced divers. This alone has helped Palau achieve the second-highest per capita income among island nations in the region after Guam. With its strategic location, approximately four hours from Tokyo and two hours from Guam, Palau is expected to continue growing in the years ahead.

However, not all of these figures are entirely positive. Palau has a population of approximately 20,000 people, concentrated on only 12 of its roughly 300 islands. The ratio of visitors to residents on some islands exceeds 10:1, creating growing concerns over wastewater treatment, insufficient infrastructure, and environmental sustainability.

Despite the popularity of marine recreation, modern accommodation facilities remain limited. The country still relies heavily on two hotels built by Japanese companies in the 1980s, and although new hotel development has begun, the shortage of high-quality accommodations continues. In addition, as Palau has become increasingly Americanized, diabetes has emerged as a major social issue. At the same time, it is not realistic to expect immediate changes in people's lifestyles and daily habits.

In light of this situation, this initiative plans to develop a business centered on attracting high-end tourism to Palau. At the same time, we aim to implement in Palau a model project for the social application of research

directed toward the complete cure of diabetes. Through these efforts, we hope to help address some of the gaps and challenges that currently limit Palau's further development.

These two projects will require direct investment from outside Palau, with expected costs in the range of several million US dollars. To fund these initiatives, we plan to utilize fintech, an area actively promoted by the current President of Palau, by implementing a stablecoin project designed to support the financing of these businesses.

Mr. Fumihisa Kojima is a blockchain specialist with experience operating more than ten Bitcoin mining facilities around the world. In Japan, he is recognized as a leading expert who has organized educational seminars and study sessions for institutions including the Financial Services Agency and law enforcement authorities.

His father, Professor Hideto Kojima, a professor at a national university in Japan, is a world-renowned researcher who has identified the underlying cause of diabetes and developed a method aimed at achieving its complete cure.

# Executive Summary



## Strategic Objectives

- Build a world-class hospitality platform focused on advanced and academic medical services.
- Strengthen Palau's brand through medical and educational tourism targeted at the top 0.1% of high-income earners.
- Contribute to the international community by addressing the diabetes problem in the Pacific region through a model project for social implementation.
- Transforming Palau into a Next-Generation Financial Hub through Fintech.

## Short-term Effects

- Creation of several hundred new jobs
- Increased awareness of education and higher education
- Increase in per capita tourist spending
- Economic stimulation through both public and private sectors

This initiative aims to improve Palau's national brand in the long term by advancing projects in line with the SDGs while leveraging the country's natural environment and beautiful marine resources.



# **Business Plan**



TRUSTED

# Best Payment Systems in the World



## Palau Digital Dollar (PWD)

Transforming the Republic of Palau into a “New Global Hub” for Fintech World

### Project for:

- ✓ **Dollar-based Digital Currency**
- ✓ Simple ERC-20 Tokens
- ✓ Multi Chains (Polygon Chain & More)
- ✓ Together with Palau’s Electronic Residence Card (RNS.ID)

# Token Design for Palau Digital Dollar

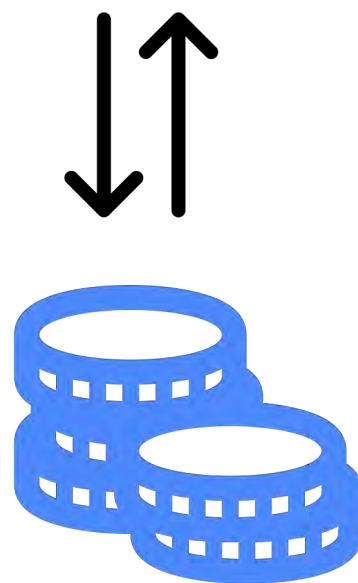
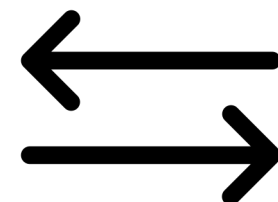
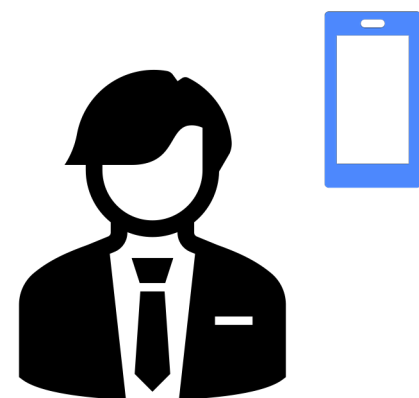


## 1 Palau Digital Dollar (PWD) = 1 USD

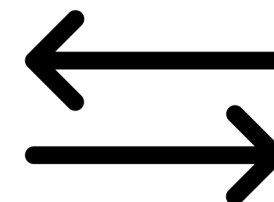
Functions primarily as a digital currency for prepaid payment methods.  
A "stablecoin" 100% backed by U.S. dollars in a bank account.  
The backing funds are not invested or managed in any way.



**"Maintaining equivalence with cash."**



**Palau Digital Dollar**



**Wallet  
(ERC-20)**

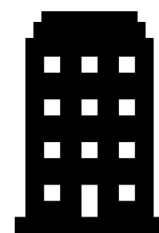
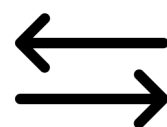
# Economic Zone of Palau Digital Dollar



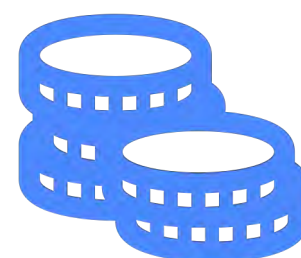
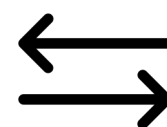
**Palau Digital Dollar (PWD) can be used just like regular cash.**



**Bank Balance (Deposits)**



**Palau Digital Dollar Issuing Company**



**Palau Digital Dollar**

**Maintaining Equivalence with Cash**



**Payment Instrument**



**Online Shopping**



**Cryptocurrency Exchange**



**Contactless Payment**



**International Remittances**



**Transportation / Hotels**

\*It can be used as a QR code payment system, covering everything from everyday transactions to international money transfers.

# | Token Design for Palau Digital Dollar



## **Issuance as a Simple ERC-20**

A main token that can be used with basic ERC-20 compatible wallets.



## **Token Issuance on the Polygon Chain & More (Multi chains)**

Utilized as a daily-use token on Ethereum's sidechain.

\*However, with potential future updates to Ethereum reducing transaction fees, this token will not be treated as the main token but rather issued for daily use.



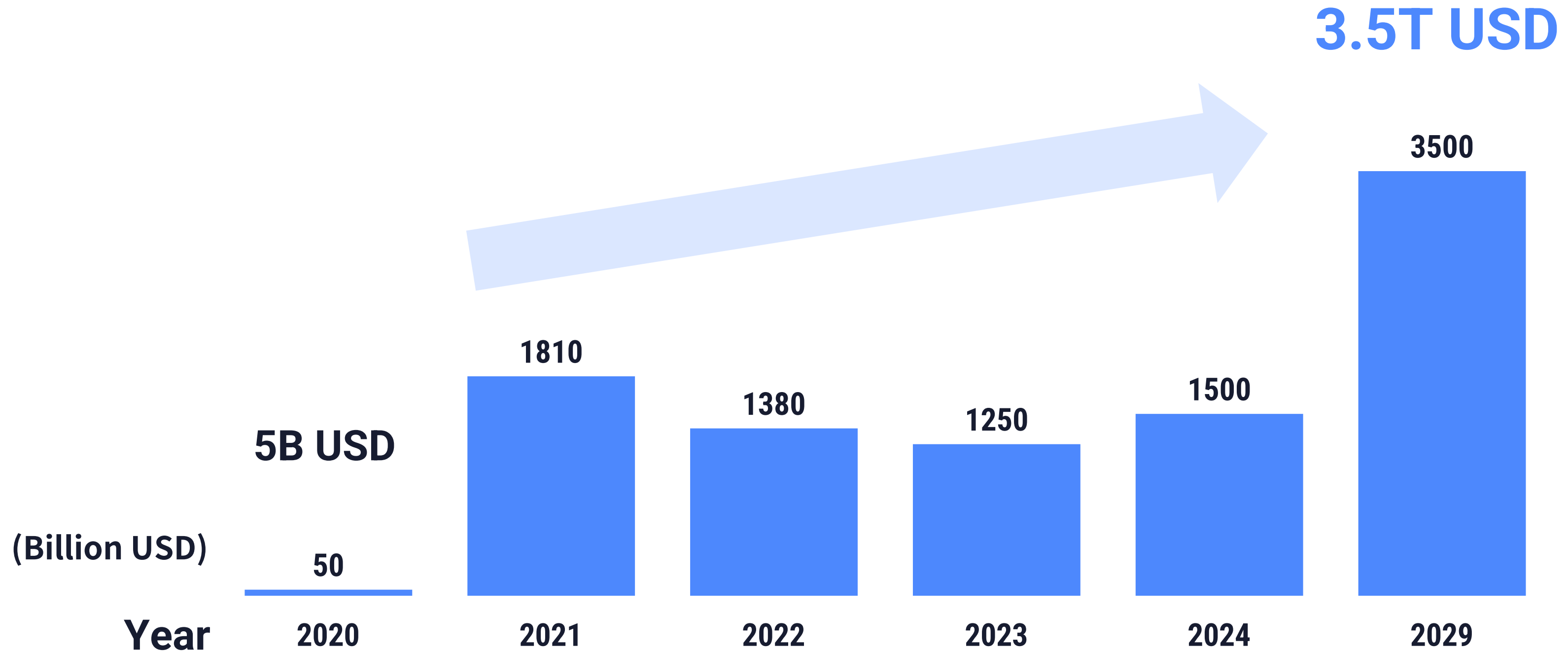
## **Managing Issuance and Circulation Volumes**

As a premise, many stable tokens are operated by utilizing 'backing funds,' but the Palau Digital Dollar will not be used for any such operations. Instead, a separate token will be issued for operational purposes.

Additionally, the circulation amount will always be pegged to the value of the backing funds.

# Yearly Market Data of Stable Coin

The market is predicted to reach about \$3.5 trillion by 2029.



# E-Residency (Electronic Residency)

RNS.ID Palau Digital Residency Program

\*BBC news coverage: [https://www.youtube.com/watch?v=YOuLaKqO\\_pU](https://www.youtube.com/watch?v=YOuLaKqO_pU)



- ✓ ID usable for registering with cryptocurrency exchanges inside and outside Palau
- ✓ Possible to open bank accounts in the future\*
- ✓ Possible to use an address in Palau in the future\*
- ✓ 0% income tax on income earned within Palau
- ✓ 180-day stay permit for each entry into Palau
- ✓ Local prices at hotels and other accommodations in Palau

\*Expected to be usable in the future (currently, a work permit is required to open a bank account)

\*For more details, visit the official Palau government website: [https://rns.id/?rc\\_by=Bb9lfAEC](https://rns.id/?rc_by=Bb9lfAEC)

# Wide compatibility with **ERC-20** standards



## **ERC-20: Ethereum-based token**

**Over 50 types of ERC-20 token wallets exist  
(Usable with wallets that support custom tokens)**

**Most of them support QR code payments**

Token recipients do not need to prepare a smartphone (QRcode only)  
(Transaction confirmation is possible on PC/smartphone)

\*Compare Ethereum wallets at the following URL:  
<https://ethereum.org/en/wallets/find-wallet/>

# Effortless Payments with QR Codes

“Easy” + “Fast” + “Secure”

= PWD QR code Payment

- Payment for hotel stays
- Payments at restaurants and shops
- Entrance fees at tourist attractions



## What is QR Code Payment?

A system where customers can complete payments easily by scanning a QR code with their smartphone.

## Simplicity in Use:

Pay at hotels and stores with just one QR code. Transactions are quick, eliminating waiting time at the register.

## Benefits of Using PWD:

**Instant Transactions:** With PWD cryptocurrency, payments are processed instantly across borders.

**Stable Value:** PWD is a stablecoin, meaning it's tied to a fiat currency, reducing the risk of price fluctuations.

**Security:** Transactions are protected by the high security of blockchain technology.

For SDGs

# Building Palau's Future



## Palau Development Token (PWDT)

"Revolutionizing Palauan Growth with Development Tokens"

### Project for:

- ✓ **Development Funds Across Palau (like VC)**
- ✓ Dividends Paid in Digital Palau Dollar (PWD)
- ✓ Palau Local-Based Projects Driving Economic Cycle related to SDGs
- ✓ Web3.0 Solutions with High-end Tourism
- ✓ Bringing a Cure for Diabetes to the World

\*SDGs: Sustainable Development Goals - <https://sdgs.un.org/goals>

**WE CAN**  
**Make**  
**The Republic**  
**of Palau**

- ✓ Global hub for **the Pacific**
- ✓ **High-End Travel Destination**  
featuring blockchain technology
- ✓ **Diabetes Cure “Model Country”**

# PWDT: Venture Capital Role



**Palau Development Token (PWDT) invests in growing industries in Palau, and all business profits are returned in Palau Digital Dollar (PWD).**

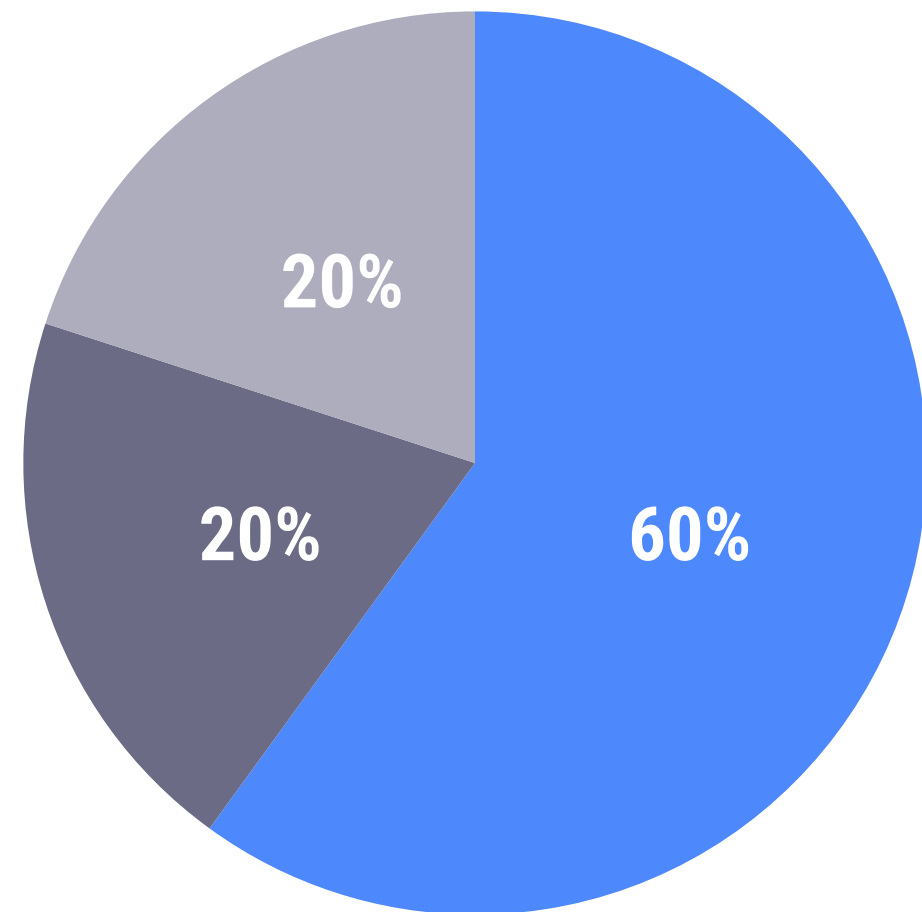


## Profit returns to stakeholders in PWD

\*Since PWDT is a dividend type token (a kind of security token), it will primarily be sold to Palau residents or those holding E-residency (digital residency).

# Benefits for Palau Development Token (PWDT) Owners

Distribution of operational profits from Palau Sambas Development Inc.



- PWDT Stakeholders
- Shareholders & Governments
- Backup Funds

## Dividend Ratio (Profit Distribution)

- ✓ 60% for Palau Development Token (PWDT) Stakeholders
- ✓ 20% for Shareholders and Governments
- ✓ 20% for Backup Funds

**Dividends are scheduled twice a year, in April and October.**

# Transforming Palau into a New Global Hub

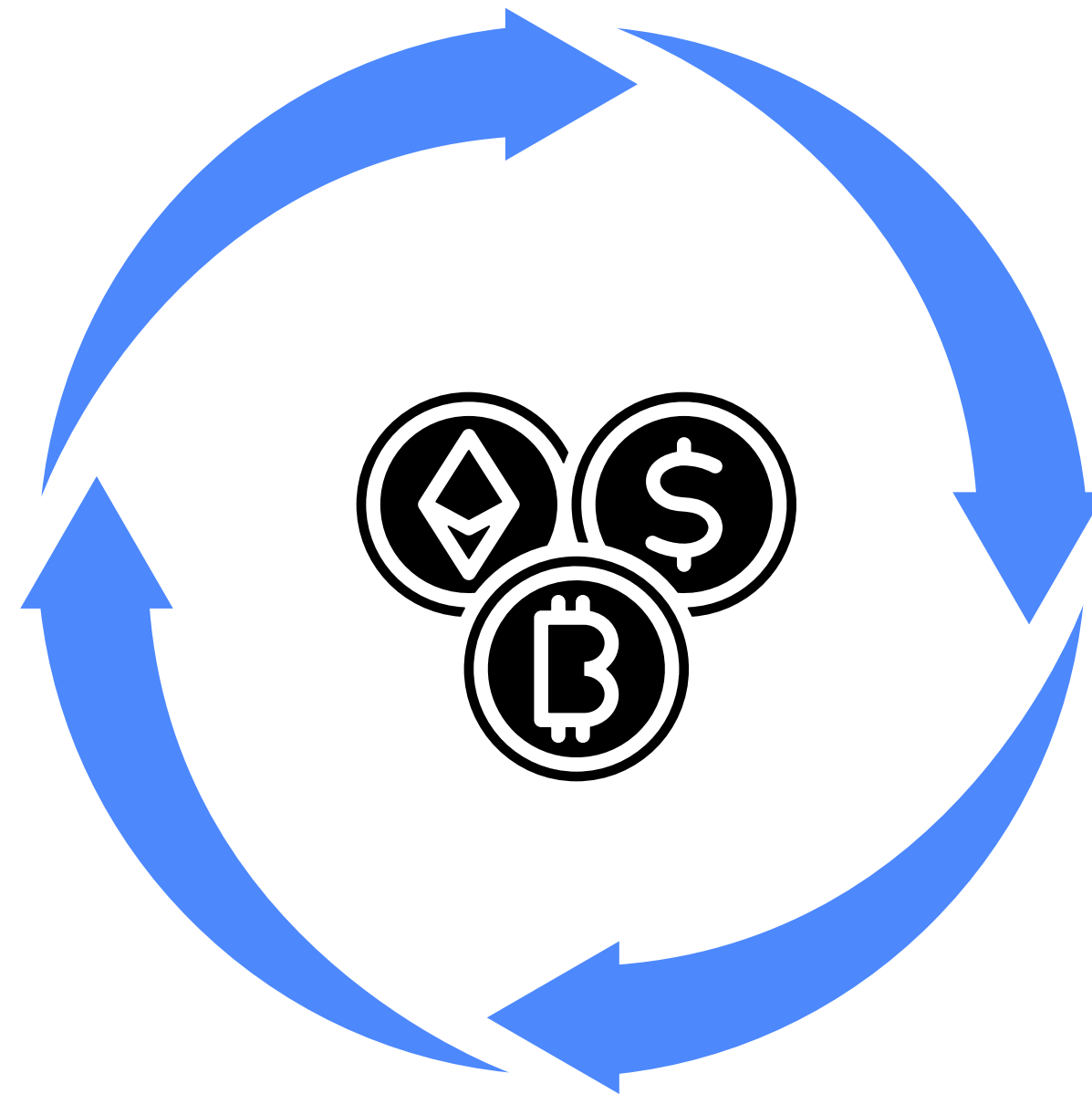
A development business aimed at making Palau a global hub by issuing a prepaid payment method for worldwide transactions, as an alternative to Central Bank Digital Currency (CBDC).

## Removing Barriers for Global Connectivity

To connect Palau's ecosystem with the world, we must remove the barriers separating internal and external markets. Web3 technology promotes seamless collaboration across borders.

## Positioning Palau as an Innovation Hub

Like Japan, Hawaii, and Guam, Palau, as an island nation, holds unique potential. As borders in business and finance are disappearing, Palau has the opportunity to actively attract investors.



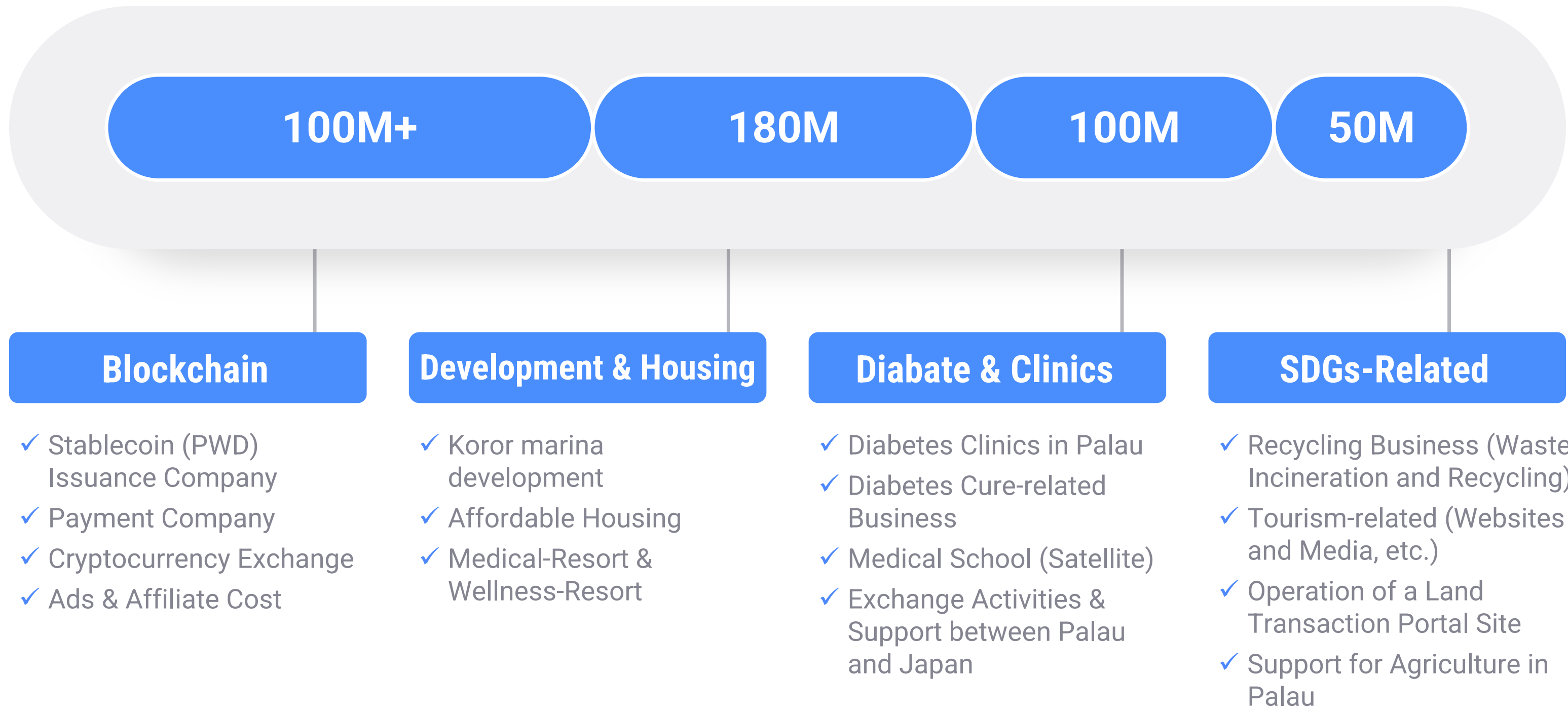
## Opportunities in Globalization

While the pace of globalization varies by region, slower adaptation creates opportunities. Even small innovations can have a major impact on the world.

## Innovation: Facing the Unknown

Governments and companies must teach not only science but also how to manage risks. For Palau to become a global player in fintech, fostering a culture that embraces calculated risks and explores new frontiers is essential.

# We are raising PWDT for \$500M



# Affiliate Programs for Presales & ICO

Affiliate Program for PWDT Tokens



## The pre-sale and ICO are conducted in ETH

The referral commission is set at a uniform 5%, and it will be awarded as a bonus in PWDT. For those who prefer to receive the reward in ETH, a separate contract will be required.

## Referral ID

A unique ID can be generated on the ICO portal site.

## Not a Multi-level Marketing (MLM) Business

The affiliate program applies only to first-level agents.



# Appendix



# Stablecoin (PWD) Issuance Company

Empowering the Future of Finance with Stability



## Payment Company

Seamless Transactions, Anytime, Anywhere



## Cryptocurrency Exchange

Your Gateway to the Global Crypto Market



**Blockchain**



# Stablecoin (PWD) Issuance Company

The company issuing the stablecoin (PWD) aims to capture over 50% of the global stablecoin market share, providing a reliable prepaid payment method. The Palau Digital Dollar (PWD) is expected to evolve and be known simply as the "Digital Dollar."



**The world's first stable digital currency based on a "non-operational" principle**

**Over 50 types of ERC-20 token wallets exist  
(Usable with wallets that support custom tokens)**

**The stablecoin market is expected to reach \$2.8 trillion in 5 years and grow even larger in 8 years.**

# Exchange and Redemption

Since the demand for both cryptocurrencies and cash will not disappear, profits can continue to be made regardless of which direction the market moves.

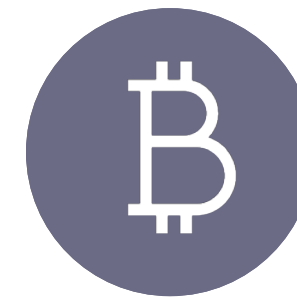


**Cash**

There is expected to be ongoing demand for cashing out Palau Digital Dollar by businesses and users who receive it.



**Palau Digital Dollar (PWD)  
Issuing Company**



**Palau Digital Dollar**

The demand for converting cash into digital currency remains very high, whether for actual payment services or exchanging it for other cryptocurrencies.

\$5B

2020

## Stablecoin Market Trends Over the **Past 5 Years**

**Market Growth:** In 2020, stablecoins made up around 2% of the global crypto market, growing rapidly during the DeFi boom of 2020-2021. By 2022, the total market cap had peaked at around \$180 billion, but the collapse of Terra's UST in mid-2022 triggered a market contraction, bringing the market cap down to \$138 billion in early 2023.

**Reasons for Growth:** The initial rise was driven by the growing use of stablecoins in decentralized finance (DeFi), along with a demand for stable digital assets amid the volatility of other cryptocurrencies like Bitcoin. Stablecoins also gained traction as a preferred medium for crypto trading pairs.

\$3.5T

2028

## Next 5 Years Forecast

**Market Expansion:** The stablecoin market is expected to grow significantly, with estimates projecting it to reach around \$3.5 trillion by 2028. This expansion is largely attributed to increasing integration with consumer platforms, like PayPal's new stablecoin, and broader use cases, including cross-border payments and remittances.

**Integration with Financial Platforms:** Companies like PayPal are launching their own stablecoins, driving broader adoption.

**Global Adoption:** Many countries, including Japan and Singapore, are piloting stablecoin projects, which will enhance trust and usage.

**Institutional Adoption:** Stablecoins are becoming a preferred medium for institutional investors to park funds between crypto trades and hedge against volatility.

# Payment Company

A payment service that allows businesses to simply place a QR code in their store, with cash deposited into their bank account as early as the next day. You can verify whether the payment was successfully completed through a computer or smartphone browser, without the need for any special devices.



**Payment service available for hotels, restaurants, online stores\*, and shops**

**No currency fluctuation risk with stablecoin payments**

**Future support for cryptocurrency payments**

**Just print the QR code—no special devices needed**

\*The online payment service is scheduled to be offered after the launch of the store-based service.

# Cryptocurrency Exchange

The current President of Palau aims to transform the country into a "second Singapore" by focusing on next-generation finance, such as cryptocurrencies, rather than traditional finance. As a key project, they plan to establish a cryptocurrency exchange.



## **Role as a Palau Digital Dollar (PWD) Exchange**

**Exchange global cryptocurrencies like BTC & ETH for the PWD**

**PWD will be used as a stable reserve asset, replacing USD or USDT on various cryptocurrency exchanges**

**KYC and registration possible through e-Residency (electronic residency)**

# Marina development

Koror as a Maritime City



# Affordable Housing

Building Communities, Creating Living.



# Medical-Resort & Wellness-Resort

A Retreat Where Health and Relaxation  
Come Together.



**Development  
& Housing**



# Marina Development

Transforming Koror into a Marine City – A Forward-Looking Marina Development Plan



## Overview

The Koror State Government is planning a comprehensive marina development project with the goal of establishing a world-class marine hub.

This initiative will include the construction of state-of-the-art mooring facilities, ensuring that private yachts, tour boats, and various other vessels can dock safely and affordably.

# SDGs-Friendly Affordable Housing in Palau

We are constructing sustainable, long-lasting housing in Palau for local residents and hotel workers. Utilizing traditional Japanese techniques, these homes are designed to adapt to the environment and contribute to the Sustainable Development Goals (SDGs).



- **Target Audience**  
Local residents and hotel workers
- **Traditional Techniques**  
Durable homes built using proven Japanese construction methods
- **Environmentally Adapted**  
Sustainable designs that respect the local environment
- **Contribution to SDGs**  
Supporting sustainable communities and regional economic growth

# Medical & Wellness Resort

The need for a complete cure for diabetes is global, not just in Palau. The treatment for diabetes and its complications takes about 1.5 months, during which blood sugar levels must be stabilized for pancreatic recovery. This requires following a medically supervised diet.



## Medical Tourism & Retreats

A complete cure for diabetes can be achieved without surgery, using oral medication and blood sugar management. We aim to establish Palau as a destination for **“health and healing retreats,”** merging wellness with a resort experience.

## Global Diabetes Cure Model

In addition to curing diabetes, we will promote preventive measures through medication, diet, and lifestyle improvements, positioning Palau as a model for island nations worldwide.

## Diabetes Clinics in Palau

Leading the way to Life Free From Diabetes



## Diabetes Cure-related Business

A Future Where Diabetes is Fully Cured

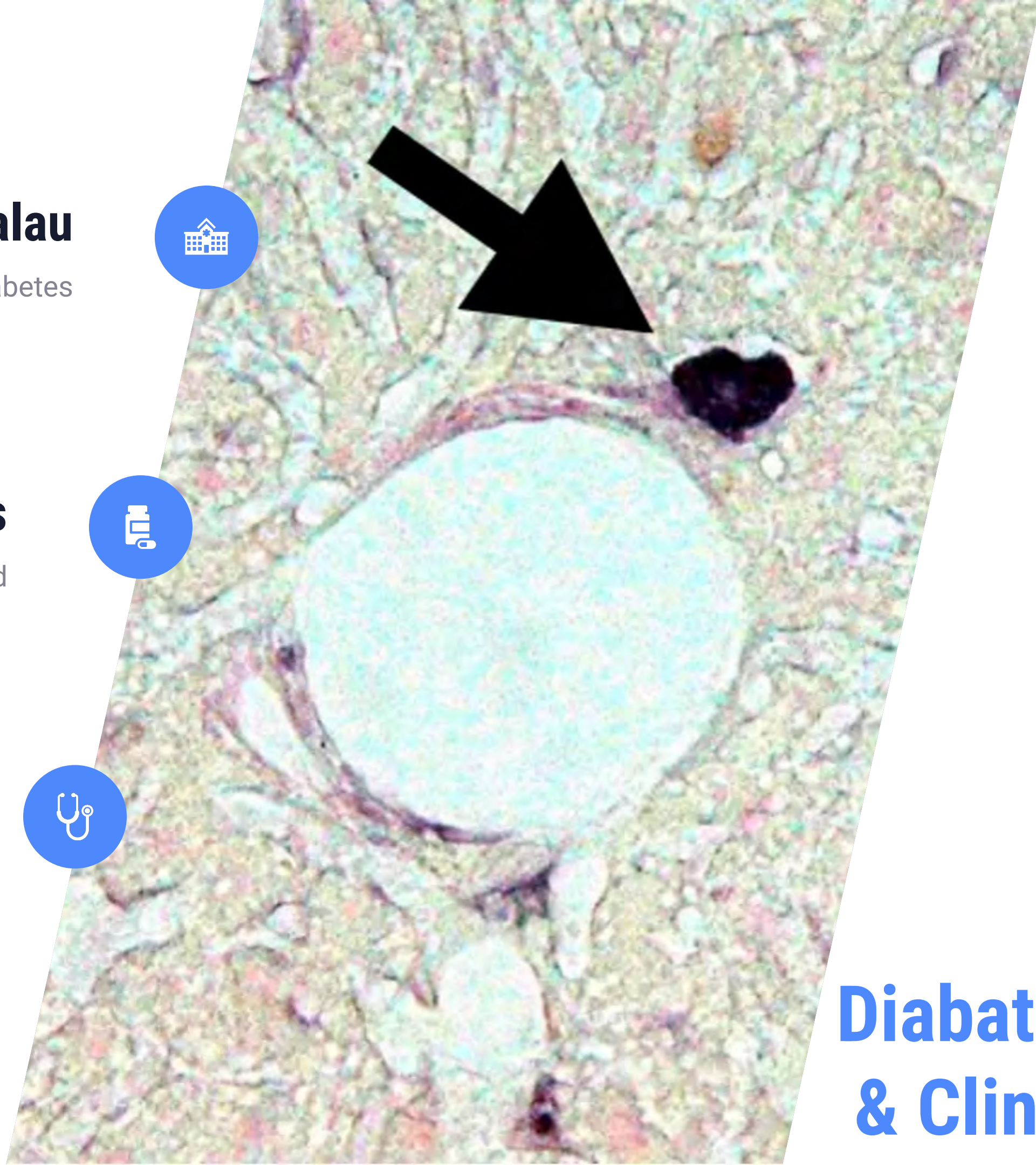


## Medical School (Satellite)

Training the Next Generation of Healthcare Leaders



**Diabetes Cure  
& Clinics**



# Diabetes Clinics in Palau

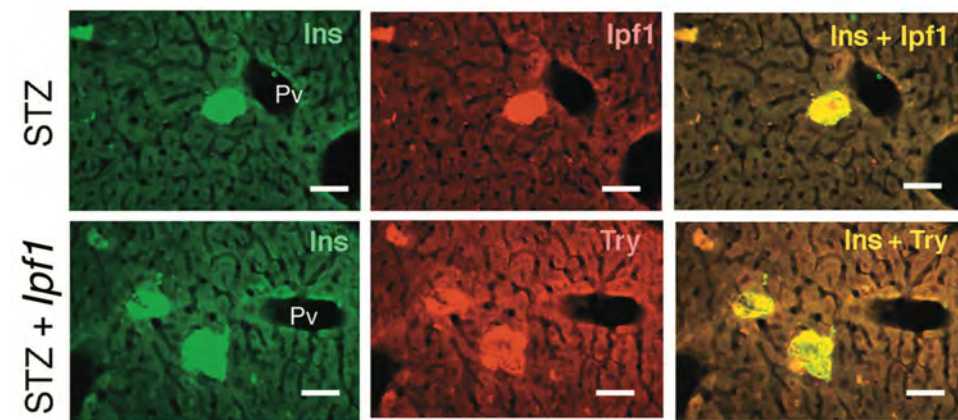
A project aiming to cure diabetes in Palau, where about one in three people are either diabetic or prediabetic. The goal is to completely cure diabetes for all and promote economic growth through medical tourism.



- Aiming to eliminate diabetes in Palau by curing the disease
- Using Palau as a model country, with plans to expand to other nations in the future
- Offering treatment that combines the latest diabetes cure drugs with rehabilitation programs
- Implementing prevention programs, including diet and exercise guidance
- Collaborating with the Palau government, local medical institutions, and university researchers

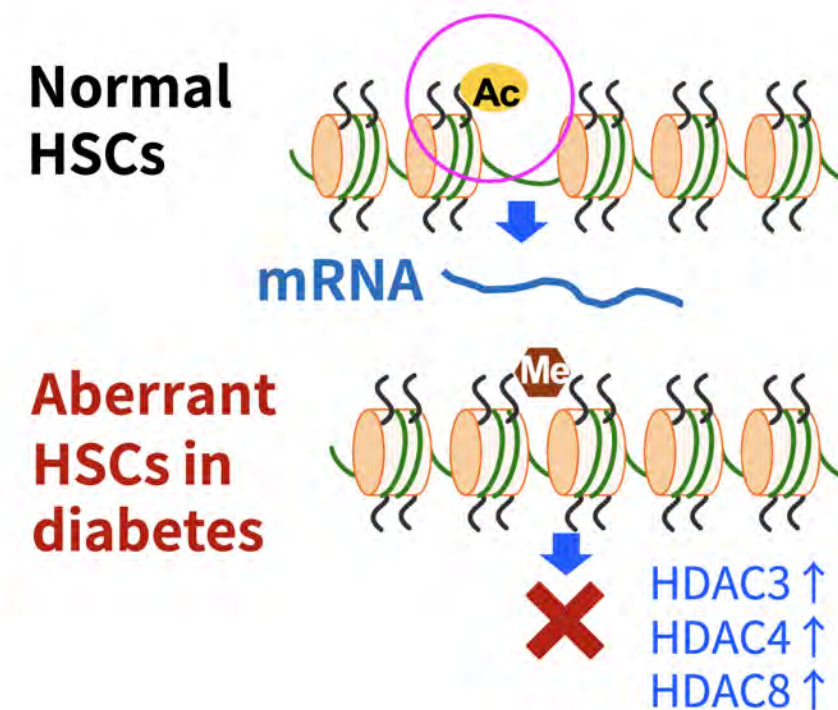
# Diabetes Cure-related Business

Diabetes is considered incurable once developed. Current treatments focus on blood sugar control, with no cure available yet. Even specialists recognize that no definitive cure exists for diabetes at present.



## Global Diabetes Statistics

Over 537 million people worldwide are living with diabetes. 1 in 10 adults and 1 in 5 seniors have diabetes. Diabetes accounts for over 10% of global healthcare costs, burdening the medical economy with nearly 135 trillion yen annually.



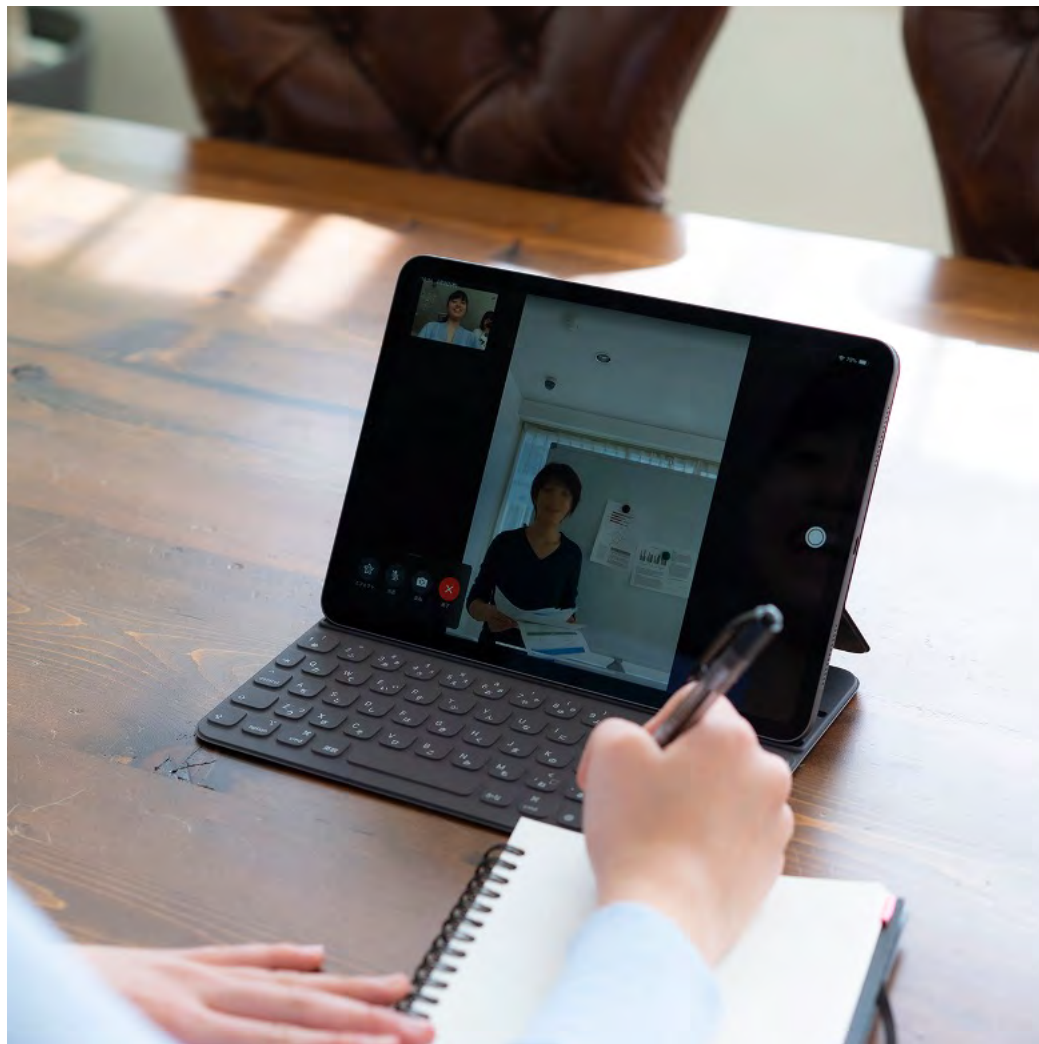
## Breakthrough in Research

Our research has demonstrated the complete remission of diabetes in mice through the oral or intravenous administration of insulin and HDAC inhibitors. The underlying cause is not the pancreas, but abnormalities in hematopoietic stem cells in the bone marrow.

**This breakthrough suggests the potential for a curative oral medication for diabetes.**

# Medical School (Satellite)

Currently, Palau has only a few nursing students at its college, and there are no medical students, leading to a lack of locally trained doctors. Our initiative aims to address this issue.



- Utilize satellite distance learning in collaboration with Japanese universities
- Select students will participate in practical training and internships in Japan
- Train high-quality medical professionals through hands-on education
- Significantly improve the standard of local healthcare
- Educate doctors familiar with medical conditions specific to island nations (e.g., diabetes)

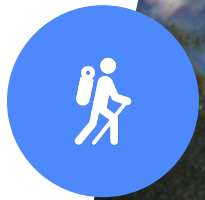
# Recycling Business (Waste Incineration and Recycling)

Turning Waste into Sustainable Resources



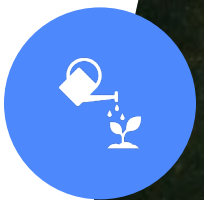
# Tourism-related (Websites and Media, etc.)

Connecting the World to Palau's Wonders



# Support for Agriculture in Palau

Nurturing Growth for a Sustainable Future



**SDGs-Related**



# Recycling Business (Circular Economy and Recycling)

The world's first national circular economy initiative, is being planned by the Koror State Government – the world's first attempt at implementing a resource-circulating society on a national scale.



- The Koror State Government is planning the world's first attempt to implement a resource-circulating society on a national scale.
- Since 2004, 70-80% of the facilities have been completed, including a container collection facility, pyrolysis plant, compost manufacturing facility, and Belau Eco Glass Center.
- Once the proposed intermediate treatment facility is implemented, it will enable the operation of a resource-circulating society on a national scale.
- The project will cost between \$6 and \$7 million to operate, and once fully operational, it is expected to generate annual revenue of approximately \$2 million. The impact on Palau's GDP is expected to be 10-20% (around \$23 million in the future).

# Tourism-related (Websites and Media, etc.)

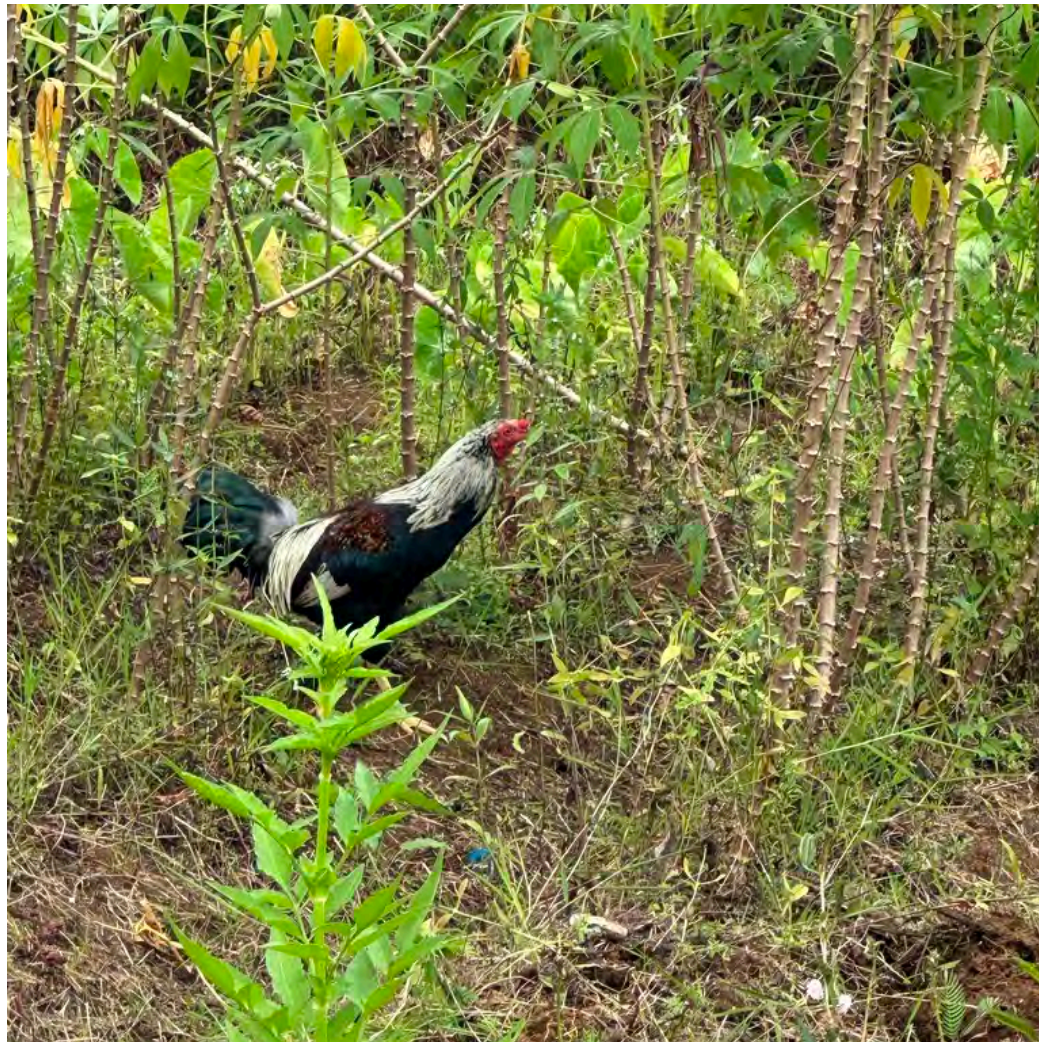
We aim to enhance Palau's tourism promotion by building curation and portal sites, leveraging photo and video social media platforms. This approach will synergize with current business activities in Palau, boosting both tourism visibility and economic growth.



- Development of a curation site and portal site focused on Palau's tourism offerings.
- Utilization of social media (photos and videos) to showcase Palau's natural beauty and unique attractions.
- Integration with existing business ventures in Palau to create mutual benefits and economic growth.
- Increasing engagement with potential tourists by sharing user-generated content on popular social media platforms.
- Aiming for long-term sustainability by highlighting eco-tourism and cultural heritage through digital promotion efforts.

# Support for Agriculture in Palau

The main agricultural products are taro, cassava, bananas, coconuts, and various vegetables. Agriculture is primarily centered around small, family-run farms, and due to limited land availability, production volume is low, resulting in a reliance on imports.



## Food Self-Sufficiency

- Over 80% of food is imported.
- Low self-sufficiency, especially for rice, meat, and processed foods
- Need for modernizing agriculture and promoting local food

## Support Initiatives

- Boost local food production
- Modern farming techniques for better yield
- Promoting healthy, and traditional foods
- Collaborating with global agricultural organizations



Japan-Palau Friendship Bridge (Airai States)

All information contained in this document is based on plans as of the present time and may be subject to change in the future.

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