# **5.3 Copyright Licenses**

## 1. Preliminary Actions

- A. Selection of Copyright Material: Identify and select the copyright material eligible for tokenization (e.g., art, book, music, movies, software, etc).
- B. Legal Due Diligence: Ensure all copyrights are legally owned or licensed and free of disputes.
- C. Compliance with Copyright Laws: Adhere to international and local copyright laws and regulations.
- D. Understanding Copyright Markets: Familiarize with market dynamics for the specific type of copyright material.

Responsibility: Copyright Owner

## 2. Creation of Tokenization Whitepaper

Develop a comprehensive whitepaper detailing the tokenization project, including details about the copyrighted material, token structure, rights and obligations of token holders, risk factors, and legal considerations.

Responsibility: Team HYFI

#### 3. Establishment of Legal Structure

- A. Legal Entity Formation: Set up a legal entity (like a trust or company) to manage the copyright assets.
- B. Legal Relationship with Token Holders: Define the relationship between this entity and the token holders, including rights to royalties and usage.

Responsibility: Copyright Owner

## 4. AMA (Ask Me Anything) Session with Core Team

Conduct an interactive session for potential investors to inquire about the project.

Responsibility: Team HYFI and Copyright Owner

#### 5. Tokenization Process

- A. Token Development: Create tokens representing fractional ownership or rights in the copyright material on suitable blockchains like HYFI, Ethereum, Binance, or Polygon.
- B. Token Quantity and Valuation: Determine the total number of tokens and their individual value.

- C. Smart Contract Implementation: Deploy smart contracts to manage ownership, royalty distribution, and usage rights.
- D. Distribution Strategy: Plan the distribution of tokens, including private sales, public offerings, and allocations for different investor categories.
- E. Listing on Marketplaces: List tokens on the HYFI Asset Marketplace and digital asset exchanges.

Responsibility: Team HYFI (Costs covered by Copyright Owner)

## 6. Marketing and Promotion

Develop and implement a marketing strategy using various channels to attract investors.

Responsibility: Team HYFI (Costs covered by Copyright Owner)

#### 7. Token Sale Launch

Facilitate the token sale, adhering to the planned distribution strategy.

Responsibility: Team HYFI

## 8. Post-Sale Management and Reporting

Handle post-sale token management and provide regular updates to token holders regarding earnings and copyright status.

Responsibility: Team HYFI (Training provided to Copyright Owner's team)

#### 9. Secondary Market Facilitation

Assist in trading tokens on secondary markets to enhance liquidity.

Responsibility: Team HYFI (Training provided to Copyright Owner's team)

## 10. Ongoing Compliance and Management

- A. Continued Legal and Regulatory Compliance: Ensure ongoing adherence to copyright and intellectual property laws.
- B. Management of Copyright Assets: Oversee the management and enforcement of copyright rights, and distribute royalties or earnings to token holders.

Responsibility: Copyright Owner