

# SuiX

## A Decentralized Index Utility for the Sui Ecosystem

---

Whitepaper

Version 1.0

*SuiX is not a fund. This document does not constitute an offer to sell or a solicitation to buy any securities or financial instruments. The SUIX token does not represent ownership, equity, or entitlement to dividends or profits. Participation in the SuiX vault involves risk. Please read the full Legal Disclaimer in Section 13.*

---

# Table of Contents

---

1. Executive Summary
2. Vault Structure Overview
3. Deposit and Withdrawal Flow
4. Rebalancing Engine
5. Liquidity Pools and Arbitrage
6. Revenue Model
7. Smart Contract Architecture
8. Vault Token Weighting Methodology
9. Tokenomics and Supply Design
10. Security Considerations and Protocol Limitations
11. Roadmap and Future Vision
12. Appendix
13. Legal Disclaimer
14. Frequently Asked Questions

# 1. Executive Summary

---

SuiX is a decentralized, autonomous index utility designed to provide passive, diversified exposure to the top 5 tokens on the Sui blockchain. By leveraging smart contracts and real-time market data, SuiX dynamically adjusts its portfolio through automated rebalancing every 12 hours, ensuring alignment with the evolving Sui ecosystem.

Users deposit SUI to receive SUIX tokens — a vault-issued token representing proportional ownership of the underlying basket at current Net Asset Value (NAV). The rebalancing engine monitors price data and token rankings, executing trades only when drift thresholds are met. This minimizes unnecessary trading activity while keeping portfolio accuracy tight.

The vault operates without centralized control or speculative trading decisions. It follows transparent, rules-based logic using trusted APIs and 7K Protocol's MetaAG aggregator to route trades across Sui's DEX ecosystem. Deposit and withdrawal flows are fully on-chain and publicly auditable.

With optional liquidity pool integration and natural arbitrage mechanics, SuiX encourages ecosystem participation while maintaining a clear NAV anchor. It is not a yield farm, not a speculative gamble — it is a decentralized infrastructure layer built for builders, degens, and long-term believers in the Sui ecosystem.

SuiX is not a fund. It does not offer returns, dividends, or profit-sharing. It is a passive index utility with fully transparent holdings, backed 1:1 by on-chain assets. All fees are publicly routed to a designated operations wallet for infrastructure and ongoing development.

SuiX is already live on Sui mainnet with a complete operational stack: smart contract, rebalancing engine, NAV calculator, analytics dashboard, and frontend — all running autonomously. The long-term vision is a full suite of index products: SuiX 10, SuiX 25, SuiX Meme, and sector-specific vaults, positioning SuiX as the foundational passive index layer for the Sui ecosystem.

## 2. Vault Structure Overview

---

The SuiX Vault is the core on-chain mechanism enabling decentralized, tokenized exposure to the top 5 tokens on the Sui blockchain. It functions as a Move smart contract that holds a dynamic, weighted portfolio of Sui-based tokens and issues a single representative token — SUIX — to users who deposit SUI.

### Key Components

- **Vault Contract:** The Move smart contract responsible for receiving deposits, issuing SUIX tokens, holding the tokenized basket, and enforcing authorization rules.

- **SUIX Token:** A vault-issued fungible token representing proportional ownership of the underlying top 5 tokens, based on current NAV.
- **Asset Basket:** A portfolio of 5 tokens automatically selected based on real-time market cap data and weighted according to the capped market cap model.
- **Operations Wallet:** A designated wallet receiving deposit and withdrawal fees to fund infrastructure and development.
- **Bot Wallet:** A separate wallet authorized by the vault contract specifically for rebalancing operations — it cannot initiate withdrawals or access user funds directly.

## Vault Behavior

- **Deposits:** Users deposit SUI to receive SUIX. The contract mints SUIX at current NAV and holds the deposited SUI in the vault. On the next scheduled rebalancing cycle, if the vault's composition is out of proportion, the engine will rebalance the new SUI into the basket automatically.
- **Withdrawals:** Users burn SUIX to initiate a withdrawal. The contract burns tokens immediately, the backend liquidates the proportional basket, then the contract releases SUI to the user.
- **Automated Rebalancing:** The backend engine runs every 12 hours, executing token swaps via 7K Protocol's MetaAG aggregator when drift thresholds are exceeded.
- **Transparency:** Vault holdings, token weights, rebalancing history, and NAV are fully on-chain and visible in real-time at [sui-x.com/analytics](https://sui-x.com/analytics).

## Key Advantages

- **No Manual Trading:** Users do not need to track or manage individual tokens — the vault handles all weighting and reallocation automatically.
- **Hybrid Architecture:** On-chain custody and authorization are handled by the smart contract. Scheduling, price data, and trade routing are handled by the backend — each layer doing what it does best.
- **Liquidity Flexibility:** Users can enter and exit through the vault directly, or through DEX liquidity pools and arbitrage mechanics if secondary market liquidity exists.
- **Security:** All asset custody is on-chain. The bot wallet is restricted to rebalancing operations only and cannot move user funds unilaterally.

SuiX's vault structure provides passive, rules-based index exposure — a decentralized alternative to traditional ETF structures, built natively for Web3.

## 3. Deposit and Withdrawal Flow

---

The deposit and withdrawal flow is the core interaction mechanism for SuiX users. It governs how users enter and exit positions in the index vault using SUI.

## Deposit Flow

- **1. User Deposit:** The user connects their Sui wallet at [sui-x.com/app](https://sui-x.com/app) and initiates a deposit transaction.
- **2. Pending Deposit Created:** The smart contract deducts the 0.5% fee and creates a PendingDeposit record for the net amount.
- **3. SUIX Minted at NAV:** The vault calculates the current Net Asset Value and mints SUIX tokens proportional to the deposited amount. The SUI is held in the vault.
- **4. Token Issuance:** SUIX tokens are sent to the user's wallet. They can be held, redeemed, or traded in a secondary liquidity pool if one exists.
- **5. Next Rebalancing Cycle:** At the next scheduled rebalancing event (7 AM or 7 PM EST), if the vault's composition has drifted out of proportion, the engine automatically rebalances the basket to include the new SUI. No action is required from the user.

**Example:** Depositing 100 SUI when NAV = 1.02 SUI per SUIX: a 0.5 SUI fee is deducted, leaving 99.5 SUI held in the vault. The user receives approximately 97.5 SUIX tokens. On the next rebalancing cycle the engine trades the SUI into the correct basket proportions.

## Withdrawal Flow

- **1. Burn Request:** The user initiates a withdrawal by specifying how many SUIX tokens to redeem. The contract burns those tokens immediately on-chain.
- **2. Proportional Liquidation:** The backend calculates the user's proportional share of the basket and liquidates those holdings via 7K Protocol, converting them back to SUI.
- **3. NAV Sync and Fee:** Based on the current NAV, the vault deducts the 0.5% withdrawal fee and releases the remaining SUI to the user's wallet.
- **4. Fee Routing:** The withdrawal fee is automatically routed to the operations wallet.

**Example:** Redeeming 100 SUIX when NAV = 1.05 SUI per SUIX returns approximately 104.5 SUI after the 0.5% fee. The user captures the full NAV appreciation minus the exit cost.

## Technical Notes

- All operations execute via on-chain smart contract calls — no off-chain custody at any point.
- NAV is updated continuously using real-time price data from DexScreener.

- The two-step deposit/withdrawal design decouples user interaction from backend execution, ensuring safety if the backend is temporarily unavailable.
- Fees are adjustable via admin function and will scale toward 0.75–1.0% as TVL grows.
- All transactions are transparent and publicly verifiable on SuiScan.

## 4. Rebalancing Engine

---

The rebalancing engine is the autonomous component of SuiX responsible for maintaining correct portfolio weights across the top 5 Sui ecosystem tokens. It ensures the vault stays aligned with real-time market capitalization rankings while minimizing unnecessary trading activity and gas costs.

### Core Functions

- **1. Data Aggregation:** The token tracker monitors the Sui ecosystem using CoinGecko to determine the current top 5 tokens by market cap, updated on a scheduled interval.
- **2. Weight Calculation:** Target weights are calculated using the capped market cap model — proportional to market cap with a 40% maximum per token.
- **3. Deviation Detection:** Every 12 hours (7 AM and 7 PM EST), the engine checks for significant deviation between current vault allocations and target weights.
- **4. Trade Execution:** If any token drifts beyond the  $\pm 3\%$  threshold, or if the top 5 composition has changed, the engine triggers trades via 7K Protocol to restore correct weights.
- **5. Lock Management:** The rebalancer acquires an exclusive lock at cycle start, preventing any overlap with deposit or withdrawal processing.

### Technical Highlights

- **Frequency:** Fixed 12-hour schedule, clock-aligned to 7 AM and 7 PM EST.
- **Infrastructure:** Node.js backend running via PM2 on a dedicated Ubuntu server.
- **Trade Routing:** 7K Protocol MetaAG aggregator routes across Cetus, Turbos, FlowX, and other Sui DEXes for best execution.
- **Triggers:** Trades execute only when deviation thresholds are met, preventing over-trading and unnecessary fee accumulation.
- **Fault Tolerance:** The engine excludes failing DEX providers on MoveAbort errors and retries through remaining routes, preventing a single DEX failure from blocking a full rebalance.
- **Transparency:** All rebalancing events, trade logs, and portfolio weights are recorded in the analytics database and visible on the dashboard at [sui-x.com/analytics](https://sui-x.com/analytics).

## Future Adaptability

- Can be upgraded to support new ranking methods such as liquidity-weighted or volume-weighted portfolios.
- Rebalancing frequency and drift thresholds are configurable without contract upgrades.
- Architecture is designed to scale to SuiX 10, SuiX 25, and sector-specific vaults using the same engine.

The rebalancing engine is the brain of SuiX — keeping the vault passive, adaptive, and automatically aligned with the most relevant tokens in the Sui ecosystem.

## 5. Liquidity Pools and Arbitrage

---

Liquidity pools and arbitrage opportunities provide a decentralized pathway for users to trade SUIX tokens outside of the direct deposit/withdrawal mechanism, while maintaining alignment with the underlying asset value of the vault.

### Liquidity Pools

SUIX tokens can be paired with SUI or USDC on decentralized exchanges such as Cetus or Turbos. These pools allow on-chain trading of SUIX tokens without interacting with the vault contract directly.

- **Community-Driven:** Pools can be created and funded by the project team or any community member. The protocol does not require a liquidity pool to function — it is an additive layer.
- **Price Discovery:** As users trade SUIX on DEXes, the market determines a real-time token price based on supply and demand dynamics.
- **Optional Mechanism:** Trading on DEXes is not required for minting or redeeming SUIX — it adds flexibility for holders who want to enter or exit positions without waiting for vault processing.

### Arbitrage Opportunities

Arbitrageurs play a key role in keeping any DEX price of SUIX aligned with its Net Asset Value, which is backed 1:1 by the vault's on-chain assets.

- **Premium Scenario:** If SUIX is trading above NAV on a DEX, users can deposit SUI into the vault at a lower effective cost, receive SUIX, and sell it into the pool for a profit. This selling pressure naturally brings the market price back toward NAV.
- **Discount Scenario:** If SUIX is trading below NAV, users can buy discounted SUIX from the DEX and redeem it through the vault for the full underlying value minus the 0.5% withdrawal fee. This buying pressure restores the peg.

- **Balance Restoration:** These arbitrage actions are self-correcting — they align market incentives with protocol mechanics without any centralized intervention required.

## Benefits of the LP and Arbitrage Design

- **Market Liquidity:** Adds tradability to SUIX, enabling users to enter and exit without always relying on the vault's two-step flow.
- **Protocol Awareness:** Incentivizes community members to engage with SuiX through liquidity provisioning and arbitrage, deepening ecosystem participation.
- **Scalability:** Offloads some trading activity to the DEX layer, reducing pressure on vault infrastructure as TVL grows.
- **NAV Integrity:** The arbitrage mechanism provides natural market-driven enforcement of NAV accuracy — strengthening user trust over time.

**Note:** No SuiX liquidity pools currently exist. This section describes mechanics that become available if and when community members or the team bootstrap secondary market liquidity. SUIX purchased on a DEX may trade above or below NAV.

This dual-path system — direct vault entry/exit and open-market trading — strengthens the SuiX ecosystem, aligning incentives between traders, long-term holders, and infrastructure providers.

## 6. Revenue Model

The SuiX revenue model is designed to ensure sustainable maintenance of the protocol's infrastructure while aligning incentives for long-term development. Revenue is generated through deposit and withdrawal fees, transparently routed to a designated operations wallet.

### 1. Deposit and Withdrawal Fees

- **Deposit Fee:** 0.5% is applied whenever users deposit SUI into the vault.
- **Withdrawal Fee:** 0.5% is applied whenever users redeem SUIX tokens for SUI.
- **Routing:** Both fees are automatically directed to the operations wallet to fund server infrastructure, data feeds, ongoing development, and eventual security audits.

These fees provide a low-friction way to fund operations without impacting the token's underlying asset value or requiring recurring subscriptions. The contract includes an admin function to scale fees toward 0.75–1.0% as TVL grows — well within industry norms for comparable passive index products.

### 2. No Rebalancing Fee

SuiX charges no fee for rebalancing operations. Gas and execution costs are absorbed by the protocol as part of normal operations. This keeps the fee model simple and transparent — users pay only at entry and exit.

### 3. Optional Liquidity Pool Bootstrap

- Founders or early contributors may provide SUIX/SUI liquidity and receive LP tokens in return.
- LP providers benefit from swap fees and SUIX price movements in open markets.
- No SUIX tokens are pre-minted or airdropped — any LP exposure comes from legitimately deposited, vault-backed tokens.

### Revenue Summary

Source	Fee	Recipient	Notes
Deposit Fee	0.5%	Operations Wallet	On every deposit
Withdrawal Fee	0.5%	Operations Wallet	On every withdrawal
Rebalancing Fee	None	N/A	Absorbed by protocol
LP Trading Fees	Variable	LP Token Holders	If community LP exists

The SuiX revenue model strikes a balance between sustainability, fairness, and transparency — funding infrastructure with minimal friction while keeping the protocol independent of external funding or VC capital.

## 7. Smart Contract Architecture

The smart contract architecture behind SuiX is the foundation of its trustless, decentralized design. Written in Move and deployed on Sui mainnet, the architecture is modular and fully transparent — supporting deposits, withdrawals, and rebalancing with clear separation of custody and execution.

### Core Modules

- **Vault Module:** Holds all on-chain assets making up the top 5 SUI token index. Maintains internal accounting of vault holdings and token balances via on-chain tables.
- **Token Module (SUIX):** A fungible token representing proportional ownership of the vault. Minted upon deposit completion, burned upon withdrawal initiation.

- **Deposit / Withdrawal Interface:** Two-step flows that create pending states, enabling safe decoupling of user transactions from backend execution.
- **Rebalancing Controller:** Triggered by the authorized bot wallet. Executes token withdrawals and deposits to move assets in and out of the vault for trade execution.
- **Fee Router:** Collects deposit and withdrawal fees and forwards them to the operations wallet. Fully auditable on-chain.

## Security Principles

- **Non-Custodial:** No off-chain component holds user funds. All assets remain in the vault contract at all times.
- **Authorization Tiers:** Admin wallet controls fee rates and parameter changes. Bot wallet handles rebalancing only. Neither can unilaterally drain user funds.
- **Contract Stability:** Once the core deposit and withdrawal logic has been audited and confirmed stable, those functions can be frozen so that no admin — including the founding team — can alter the fundamental rules users rely on.
- **Open Verification:** All contract events are emitted on-chain and auditable via SuiScan by any user at any time.

## Interoperability

- Compatible with DEXes via 7K Protocol MetaAG aggregator, routing across Cetus, Turbos, FlowX, and others.
- Frontend at sui-x.com connects to the vault via standard Sui wallet integration.
- Designed with Sui Move standards for future composability and cross-project integration.

The SuiX smart contract architecture emphasizes security, modularity, and automation — supporting a self-sustaining and transparent ecosystem for vault-based index exposure.

# 8. Vault Token Weighting Methodology

---

The SuiX Vault uses a dynamic weighting strategy based on the top 5 tokens on the Sui blockchain by market capitalization. This approach provides balanced exposure to the most valuable and active projects in the ecosystem.

## Capped Market Cap Weighting

To ensure no single token dominates the vault's composition, SuiX applies a Capped Market Cap Weighting model. Each token is weighted proportionally to its market capitalization, but capped at a maximum of 40% of the total vault allocation.

- Reflects true ecosystem value based on real market caps rather than arbitrary fixed weights.
- Prevents overweighting by any one asset, even if SUI or another token dominates the market cap landscape.
- Rebalanced every 12 hours by the engine to stay current with changing token values and rankings.

## SUI Token Inclusion

The native SUI token may be included in the vault if it ranks among the top 5 tokens by market cap. Like all tokens, it is subject to the 40% cap to ensure fair distribution across the basket.

## Token Selection Rules

- Tokens ranked by circulating market cap using CoinGecko data.
- Stablecoins and wrapped assets excluded from selection.
- A  $\pm 3\%$  drift tolerance is applied — rebalancing only triggers when allocations move beyond this threshold.
- If a token exits the top 5, the vault exits that position and rotates into the new entrant during the next cycle.

## Vault Example Token Allocation

The table below provides a sample breakdown of how the SuiX vault might allocate across the top 5 tokens using a capped market cap weighting model. Weights are normalized after the 40% cap is applied. Actual holdings vary with market conditions and are always visible live on the dashboard.

#	Token	Market Cap (Illustrative)	Target Weight
1	<b>SUI</b>	\$X billion	~40% (cap applied)
2	<b>DEEP</b>	\$Y million	~22%
3	<b>WAL</b>	\$Z million	~18%
4	<b>CETUS</b>	\$W million	~12%
5	<b>MMT / other</b>	\$V million	~8%

# 9. Tokenomics and Supply Design

---

SuiX adopts an on-demand minting model that links token supply directly to vault activity. Unlike traditional tokens with fixed supply caps or pre-minted allocations, SUIX supply is elastic — representing the real-time net asset value of the vault.

## Token Supply Design

- **Elastic Supply:** SUIX tokens are minted and burned based on user activity. New tokens are created when users deposit SUI; they are burned when users initiate withdrawals.
- **No Pre-Minting:** There are no pre-minted tokens for founders, team members, or investors. Every SUIX in circulation is backed by assets held in the vault contract.
- **NAV-Linked:** Total SUIX supply reflects total vault value divided by current NAV per token, recalculated continuously using live price data.

## Founder and Maintenance Incentives

- **Operations Wallet:** All deposit and withdrawal fees are routed to the operations wallet, funding server infrastructure, data feeds, and protocol development.
- **No Team Allocation:** SuiX avoids pre-allocation to any team wallet to maintain decentralization and avoid classification as a security.

## Fee Summary

Event	Fee	Destination
Deposit	0.5%	Operations Wallet
Withdrawal	0.5%	Operations Wallet
Rebalance	None	N/A

## Anti-Dilution and Security Features

- **Fully Collateralized:** Each SUIX token is backed 1:1 by vault assets at the time of minting.
- **No Hidden Inflation:** Tokens can only be minted with new deposits — there is no central supply expansion mechanism.
- **Open Access:** Anyone can deposit or withdraw based on vault rules, supporting fairness and transparency.

This tokenomics model ensures fairness, transparency, and direct linkage between vault value and circulating supply — creating a strong foundation for long-term trust and scalability.

## 10. Security Considerations and Protocol Limitations

---

Security is paramount in SuiX's architecture, as the protocol manages user-deposited funds and executes on-chain swaps. This section outlines key design considerations, known limitations, and planned improvements.

### Core Security Principles

- **On-Chain Transparency:** All deposits, withdrawals, and rebalancing actions execute via smart contracts. Vault asset balances are verifiable on-chain at any time via SuiScan.
- **Authorization Separation:** The admin wallet controls fee rates and parameter changes. The bot wallet is restricted to rebalancing operations only. Neither can unilaterally move user funds outside of the defined deposit/withdrawal flows.
- **No Centralized Custody:** User deposits are routed directly into vault contract logic. No off-chain keys control user funds.
- **Minimal External Dependencies:** Primary reliance is on 7K Protocol for DEX aggregation and CoinGecko/DexScreener for price data. The rebalancing bot acts as a trigger layer only and cannot access or withdraw funds unilaterally.

### Protocol Limitations

- **Bot Dependency:** If the backend is offline, rebalancing pauses. The vault continues holding its last known allocation and no user funds are at risk.
- **Index Volatility:** Extreme price movement in Sui ecosystem tokens may cause temporary imbalance between scheduled rebalancing cycles.
- **DEX Liquidity Constraints:** Large vault trades may experience slippage on lower-liquidity tokens. MetaAG aggregator mitigates this through multi-DEX routing.
- **Price Feed Reliance:** NAV calculation and token ranking rely on CoinGecko and DexScreener. Data outages may delay rebalancing decisions.
- **Audit Status:** The contract has not yet undergone a formal third-party security audit. This is a priority item for the next phase of development.
- **Regulatory Uncertainty:** SuiX avoids securities-like characteristics by design — no yield, no governance, no profit-sharing. However, future regulatory developments may introduce new classification considerations.

SuiX is built to be minimal, trustless, and robust — but no protocol is immune to trade-offs. Understanding these risks is critical to long-term sustainability and responsible growth. Planned mitigations for each of the above are outlined in the Phase 2 Hardening section of the Roadmap.

# 11. Roadmap and Future Vision

---

SuiX is designed to evolve as a foundational piece of index infrastructure on the Sui blockchain. This roadmap outlines phased development from the current live state through long-term ecosystem expansion.

## Phase 1: Live on Mainnet (Current)

- Move smart contract deployed and operational on Sui mainnet.
- Autonomous 12-hour rebalancing engine running via PM2.
- Full analytics dashboard with NAV history, allocation history, TVL, and rebalancing logs at [sui-x.com/analytics](https://sui-x.com/analytics).
- Wallet connect integration for deposits and withdrawals at [sui-x.com/app](https://sui-x.com/app).
- Integrations with 7K Protocol, CoinGecko, DexScreener, and Sui RPC fully operational.

## Phase 2: Hardening

- Formal third-party smart contract security audit.
- On-chain deposit expiry system.
- USDC deposit and withdrawal support.

## Phase 3: Product Expansion

- SuiX 10 — top 10 Sui ecosystem tokens.
- SuiX 25 — top 25 Sui ecosystem tokens.
- SuiX Meme — meme token specific vault.
- SuiX Sector Vaults — DeFi, gaming, and infrastructure specific indexes.
- Open APIs for third-party dashboards and ecosystem tooling.

## Future Vision

The ultimate vision for SuiX is to serve as the foundational passive index layer for the Sui ecosystem. It aims to remove guesswork from portfolio construction while preserving decentralization and security. By combining autonomous execution with transparent smart contract logic, SuiX is designed to scale — from a single five-token vault to a full suite of index products covering every corner of the Sui ecosystem. The longer arc points toward multi-chain: the same passive index model applied across Solana, Ethereum, and beyond. Not a single product, but infrastructure — the Vanguard model, built for

the onchain world.

## 12. Appendix

---

### Glossary of Terms

- **SuiX:** The project name and passive index utility platform.
- **SUIX:** The fungible vault token representing proportional ownership of the basket at current NAV.
- **NAV (Net Asset Value):** Total vault assets in SUI equivalent divided by total SUIX supply.
- **Rebalancing:** The process of adjusting vault holdings to realign with current target weights.
- **MetaAG:** 7K Protocol's DEX aggregator used for trade routing and execution.
- **Drift:** The difference between a token's current vault allocation and its target weight.
- **Operations Wallet:** The designated wallet receiving protocol fees for infrastructure funding.
- **Bot Wallet:** The authorized wallet used by the backend for rebalancing operations only.
- **DEX (Decentralized Exchange):** Platforms such as Cetus, Turbos, and FlowX where on-chain token swaps occur.
- **Elastic Supply:** A model where token supply expands and contracts dynamically based on user activity.

### Technical Clarifications

- SUIX tokens are not pre-minted — they are created on-demand when SUI is deposited via the frontend.
- No part of the vault logic allows for arbitrary withdrawals or administrative override of user funds.
- The rebalancing bot does not hold funds — it calls scoped smart contract functions authorized for rebalancing only.
- Liquidity pools on DEXes are optional and external to the vault system. SUIX purchased on a DEX may trade above or below NAV.

### Technical Stack

- **Blockchain:** Sui mainnet, Move smart contracts.
- **Trading:** 7K Protocol SDK (@7kprotocol/sdk-ts v4.0.0), MetaAG aggregator.
- **Price Data:** CoinGecko (market cap rankings), DexScreener (NAV calculations).
- **Backend:** Node.js, PM2 process manager, Ubuntu server.

- **Frontend:** Next.js 15, deployed via Vercel at sui-x.com.
- **Database:** Supabase PostgreSQL for analytics, events, and NAV history.

## 13. Legal Disclaimer

---

This document is provided for informational purposes only and does not constitute legal, financial, or investment advice. The SuiX protocol and its related components, including but not limited to the vault contracts, rebalancing engine, and deposit/withdrawal mechanisms, are experimental and subject to ongoing development.

Nothing contained in this document constitutes a solicitation, recommendation, endorsement, or offer by the SuiX team or its affiliates to buy or sell any securities or other financial instruments in any jurisdiction.

The SUIX token is not designed to be an investment vehicle and does not entitle holders to dividends, voting rights, ownership claims, or revenue sharing. Token supply is elastic and determined entirely by user participation in the vault. The token is intended for use within the SuiX vault system to provide diversified exposure to a basket of Sui ecosystem tokens.

Users interact with the protocol entirely at their own risk. While security best practices have been observed during development, SuiX is offered as-is, without warranties or guarantees of any kind. The smart contract has not yet undergone a formal third-party security audit. Users should exercise caution and perform their own due diligence before engaging with the vault or its components.

SuiX does not engage in active fund management, does not guarantee returns, and does not operate under any licensed investment advisory capacity. Participation in the SuiX vault may have tax, regulatory, or legal implications depending on the user's jurisdiction.

This document may be updated or modified at any time without notice. Readers are encouraged to consult professional advisors regarding the legal status of the SuiX protocol in their jurisdiction.

By interacting with the protocol, users acknowledge and accept these risks and responsibilities.

## 14. Frequently Asked Questions

---

### What is SuiX?

SuiX is a passive index utility on the Sui blockchain. It automatically tracks and holds the top 5 Sui ecosystem tokens by market cap, rebalancing every 12 hours via smart contract and autonomous backend infrastructure. Think of it as a diversified basket that manages itself.

## How do I get SUIX tokens?

Connect your Sui wallet at [sui-x.com/app](https://sui-x.com/app) and deposit SUI. The system processes your deposit and mints SUIX tokens proportional to your share of the vault at current NAV. No manual token selection required.

## Can I buy SUIX on a DEX?

Possibly. If a community member or the team adds SUIX to a liquidity pool, it can be traded on a decentralized exchange like Cetus or Turbos. Note that prices on DEXes may vary from actual NAV — see Section 5 for how the arbitrage mechanism works.

## What tokens are currently in the vault?

The vault holds the top 5 Sui ecosystem tokens by market cap. Current holdings are always visible live on the dashboard at [sui-x.com/analytics](https://sui-x.com/analytics). Recent compositions have included tokens like SUI, WAL, DEEP, CETUS, and others as rankings shift.

## How often does rebalancing happen?

The rebalancer checks every 12 hours at 7 AM and 7 PM EST. Trades only execute if allocations drift more than  $\pm 3\%$  from target weights, or if the top 5 composition has changed.

## What are the fees?

0.5% on deposit, 0.5% on withdrawal. No management fees, no performance fees, no rebalancing fees. You only pay when you move in or out.

## Can I lose money?

Yes. SuiX is not risk-free. Token prices can decline, and rebalancing incurs trading costs. The vault tracks the top Sui tokens but does not guarantee returns. You could lose some or all of your deposited SUI.

## Is the protocol decentralized?

Core asset custody is non-custodial and governed entirely by smart contracts. The rebalancing engine is currently operated by the founding team. Decentralizing the operator is a long-term goal as the protocol matures.

## What happens if the bot goes offline?

The vault continues holding its current allocation. No rebalancing occurs and no user funds are at risk. Deposits and withdrawals are paused pending system restoration.

## Is SuiX a security?

SuiX is designed as a utility with no governance rights, no dividends, and no profit-sharing. It functions as a rules-based wrapper for a basket of ecosystem tokens. Legal interpretations vary by jurisdiction — consult your own advisors.

## Where can I verify vault holdings?

All vault assets are held in the SuiX contract on Sui mainnet and are verifiable on SuiScan at any time. The analytics dashboard at [sui-x.com/analytics](https://sui-x.com/analytics) displays live holdings updated in real-time.

## What risks should I be aware of?

Vault imbalances during market volatility, DEX slippage on lower-liquidity tokens, smart contract risk prior to formal audit, backend infrastructure dependency, and regulatory uncertainty are the key risks. Review Section 10 and the Legal Disclaimer before participating.