



WHITEPAPER

HPR - Hydroswiss WASTE PULPER RECYCLING LONG-TERM RENTAL PROJECT

**PLEASE READ THE WHITE PAPER DOCUMENT AND ESPECIALLY THE SECTIONS ENTITLED "RISK FACTORS"
AND "LEGAL DISCLAIMER" CAREFULLY.**

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LIST OF ABBREVIATIONS

AGRM	Agreement signed by the Customer
AML	Anti Money Laundering
BP	Official Business Plan referred at this project signed by Team Leaders
CO2	Carbon dioxide
FIAT	Currency issued by a government (for ex: Swiss Franc, Euro, US dollar)
FINMA	Swiss Financial Market Supervisory Authority
HPR	Hydroswiss Pulper Recycling Long Term Rental Project (this project)
HST	Hydroswiss Security Token
IoT	Internet of Things
ITO	Initial Token Offering
P2P	Peer-to-peer
Pulp	Pulp is a wood-based raw material for making paper
Pulper	Machine that produces pulp from cellulose fibers
ROI	Return on Investment
STO	Security Token Offering
USP	Unique Selling Proposition
WAP	Waste residual of the waste paper mill process
WPRT	Waste Pulper Recycling Technology

IMPORTANT INFORMATION

This white paper has been made available by Hydroswiss AG for information purposes only. This white paper constitutes neither an offer for the purchase of securities in any jurisdiction nor an invitation to invest or investment advice.

The purchase of HST tokens is subject exclusively to the Token Sale Terms.

This white paper describes the current vision of Hydroswiss AG. Although Hydroswiss AG will try to realize this vision, it must be noted that the realization is dependent on a number of factors and is subject to a number of risks. It is quite possible that the realization of the vision is impossible or that only a part of it can be realized. The statements in this white paper are based on the current assumptions and expectations of Hydroswiss AG, the occurrence of which is uncertain. The blockchain technology, the cryptographic tokens and other technologies used by Hydroswiss AG are still in their infancy and are in competition with other technologies. It is possible that the technologies used by Hydroswiss AG will not be successful on the market and will disappear again, which could have a negative effect on the business operation of Hydroswiss AG.

Hydroswiss AG is not obliged to inform parties interested in the HPR project and token holders about technological changes. The vision of Hydroswiss AG is quite an ambitious undertaking that may possibly not succeed.

Due to the retroactive effect of regulatory measures and guidelines, Hydroswiss AG can give no warranties or guarantees regarding the legality of the HST tokens. Under some circumstances and in certain jurisdictions, Hydroswiss AG is forbidden to sell HST tokens.

The offering of the HST Tokens has not been registered, qualified, or approved under any securities, futures, financial instruments, capital markets, or exchange control legislation, regulation, or ordinance of any jurisdiction.

The offer to sell and solicitation to purchase HST Tokens is directed solely to qualified institutional investors, qualified professional investors, and those other sophisticated persons to whom offers and solicitation may be made without any licensing, registration, qualification, or approval under applicable law (collectively, "Qualified Persons"). These Materials do not constitute an offer, solicitation, distribution or marketing to any non-qualified person, and is not an offering to the retail public in any jurisdiction where such offering is unlawful. You should disregard this information sheet if you are a non-qualified person.

HST tokens are not refundable and are not intended for speculative investments. Hydroswiss AG gives no warranties or guarantees regarding the performance or the future value of HST tokens. It is possible that after their issue, HST tokens have no value and will also never achieve one. HST tokens represent neither rights to the equity capital of Hydroswiss AG nor other rights which are not explicitly stated in the Terms of Token Sale. This white paper can be updated or changed. The latest version is always applicable. Hydroswiss AG is not obliged to provide information about changes. The latest version of the white paper is available on the website <https://www.hydroswiss.io>. Although Hydroswiss AG makes every effort to ensure that all the information given in the white paper is correct and up-to-date, this cannot be relied upon and the obtention of a third opinion is absolutely essential.

This white paper constitutes no agreement with Hydroswiss AG and can contain inaccuracies and typing errors. Hydroswiss AG, its supervisory board, its senior management and employees accept no liability and give no guarantees or warranties whatsoever for the accuracy, reliability, completeness or currency of the information given in the white paper. Trust in the contents of this white paper takes place at the user's own risk.

Opinions, predictions, assumptions, statements or the like regarding future events or which are forward-looking, constitute only subjective views, beliefs, outlooks, estimations or intentions of Hydroswiss, should not be relied on, are subject to change due to a variety of factors, including fluctuating market conditions and economic factors, and involve inherent risks and uncertainties, both general and specific, many of which cannot be predicted or quantified and are beyond the control of Hydroswiss.

Insofar as is permitted by law, any and all liability of Hydroswiss AG, its supervisory board, its senior management and employees is excluded, irrespective of whether delictual, contractual or other liability is concerned and whether direct, indirect consequential, special, punitive or similar damages are involved. Persons intending to buy tokens should obtain advice from independent experts before they finally decide to buy them.

ABOUT HYDROSWISS

We believe the world would be a better place if everyone did their part to save the environment. We are also positive there is a better way to do it, a more valuable and profitable way. That is why we develop innovative recycling technologies that allow turning waste into resources.

Our HPR “Hydroswiss Pulper Recycling” Long-Term Rental Project, focuses on a very interesting environmental issue, which is the disposal of Waste Pulper WAP (waste paper mill process) and offers the solution to turn this problem into a resource. With HPR technology it is possible to recycle over 90% of WAP and transform it into secondary raw materials ready to be reused or sold. This means HPR turns costs into profits for paper mills and saves lots of ton of CO2 for the environment.

Hydroswiss AG Switzerland

Hydroswiss AG was established in 2011 as a “spin-off” of SUPSI University of Applied Sciences in Lugano in an innovative decentralized wastewater treatment plant suitable for small villages. In the following years, the board was changed, and the academic management delegated the project to us, a group of industrial entrepreneurs with huge experience in several fields of environmental saving. We then added to the wastewater treatment technology other innovative technologies, such as Reverse Osmosis, Silicon Carbide Membranes, and Waste Recycling. In January 2019 the headquarter of Hydroswiss AG moved the canton of Zug in order to optimize taxation and be closer to Zürich, the financial and industrial hub of Switzerland.

Hydroswiss Ltd Malta

Hydroswiss Ltd was established in 2019 for legal and trustee reasons for the Security Token Offering (STO).

Philosophy

The philosophy of Hydroswiss is to build a pioneering waste pulper recycling solution capable of creating value while protecting the environment.

Since there are no environment-friendly solutions to address this issue, Hydroswiss has great potential to become the leading solution in waste recycling. A huge competitive advantage that would allow it to generate high profits and offer stakeholders a short-term return on investment.

Thanks to the extensive experience in various fields of environmental saving, the Hydroswiss team is the right one to achieve this goal.

Team

Our team has in-depth know-how in the fields of recycling, waste management, industrial plant development. We combine our pioneering spirit and entrepreneurial professionalism to integrate enthusiastic innovations and measurable results into our customers’ business processes.

Corrado Paitoni, CEO



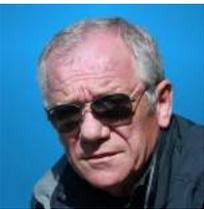
Corrado Paitoni is part of the Board from the beginning, he has over thirty-year experience in the design of fully automated high-tech plants applied to the environmental protection issue. Wastewater treatment, waste recycling, waste energy, are his main fields, with several plants designed and installed worldwide.

Lorenzo Fantinato, Process Engineer



Lorenzo Fantinato is an environmental process engineer with expertise in design and construction of water / wastewater treatment plants and energy saving solutions. Consultant on environmental, health and safety in industrial hygiene, chemical, biological and physical risks assessments. He is responsible for the design and process supervision in every phase of the HPR project.

Vyaceslav Tarba, Security Engineer



Vyaceslav Tarba is a Russian engineer with extensive experience in security issues applied to the industrial plants process. He has held many tasks for the Russian government in various industrial applications. He has been collaborating for a long time with Hydroswiss supporting several applications and finding the best solutions in security fields.

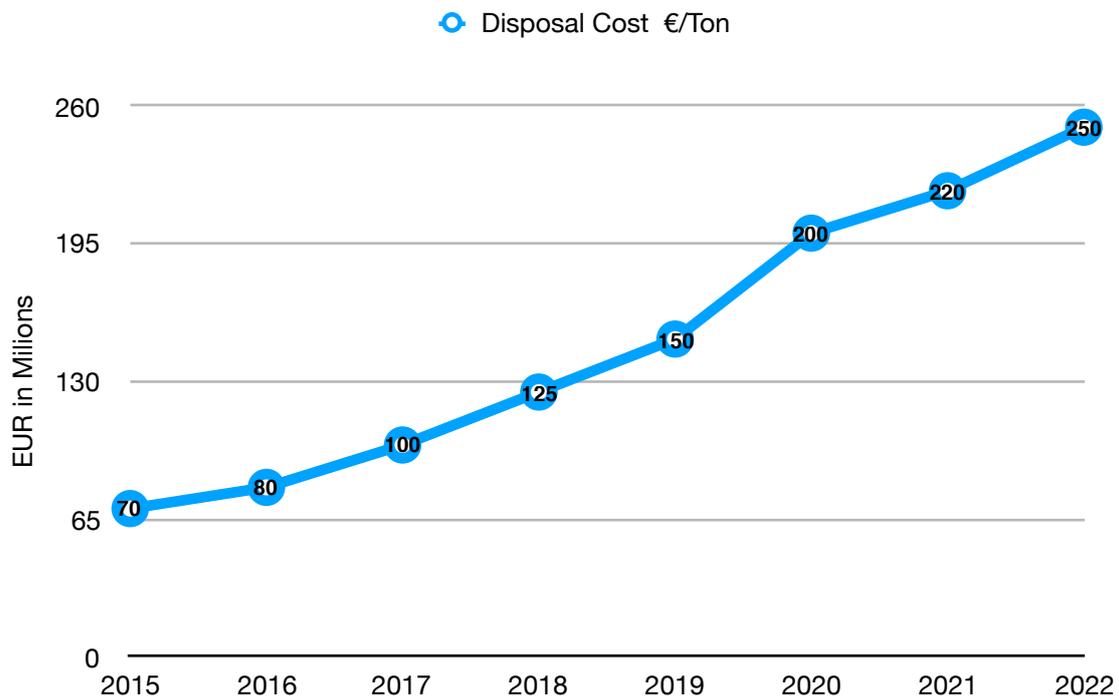
THE PROBLEM

The residual waste after the paper mill process is called **waste pulper (WAP)**.

The WAP is composed of an average of 90% of recyclable material (water, paper fiber, iron, plastic, and others).

Unfortunately, until now, the WAP is disposed in landfills or incinerators with high costs for paper mills and an even higher costs for the environment.

Sorting the materials of which the WAP is composed is really difficult and at the moment there is not an automatic and easy way to do so.



The problem in a glance:

- The disposal costs increases day by day.
- The current disposal cost is € 80 to € 200 per ton (average price of the main operators in the Italian market).
- A very big problem for the paper mill expenses budget.
- A very big problem for the environment like the CO₂ emission.

THE MARKET

The European potential market consists of over 600 paper mills that process waste paper.

To have a better view of the market we can consider the amount of paper recycling data provided by the *European Paper Recycling Council* (www.paperforrecycling.eu):

European paper consumption is over 80'000'000 (eighty million) tons yearly. If we consider that the level of recycling is 71% (74% by 2020), the amount of waste paper processed is then 59'200'000 (fifty nine point two million) tons yearly.

80'000'000 tons yearly <i>EU paper consumption</i>	x	level of recycling at 71 % <i>(74% by 2020)</i>	=	59.2 millions tons <i>waste paper processed</i>
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When calculating that 10% of the waste paper processed is WAP, this traduces:

5.9 millions tons of WAP treated yearly

If we consider an average disposal price of € 130 per ton of waste pulper, we have an annual European disposal cost of:

€ 769'600'000 for paper mills

This is the potential market of the HPR project in Europe.

The cost of disposal waste is increasing day by day. Many operators foresee that the disposal cost will increase to more than € 200 per ton in a very short period.

THE PROJECT

The HPR project includes the **manufacture of 41 recycling plants** within 5 years for rent to paper mills.

The 41 plants will be able to treat and recycle, about 762'300 tons WAP / year.

From a problem to an opportunity

Our "Hydroswiss Pulper Recycling Long - Term Rental Project" (HPR) offers the solution to turn the problem of the disposal of the WAP into a resource using a patent pending Swiss innovative recycling technology.

With HPR technology it is possible to recycle over 90% of WAP and transform it into secondary raw materials ready to be reused or sold.

Our "Waste Pulper Recycling Technology" (WPRT) is a huge market opportunity for Hydroswiss AG to help paper mills save money, as the cost of waste disposal increases permanently. It also provides our children a greener world turning waste into re-usable resources.

The solution is fitted locally into the paper mills, so it is possible to define it as a "customized home service". Every customer can obtain the maximum benefit with HPR solution.

The HPR project includes making 41 plants from 30 to 70 tons per day of WAP treatment using the formula of Full-Time and Service Rental Solution.

No investment is required from the customer. The customer pays monthly through the disposal saving cost.

HPR project technical data

The average composition of the WAP is:

- 50% water
- 20% paper
- 20% plastic
- 10% of inorganic materials such as metals, gravel and other

The HPR project provides on-site WAP recycling to locally exploit the water and the paper it contains; in this way the paper mill receives a huge advantage from the recycling process.

The HPR project includes making three size of plants: 30, 50 and 70 tons of WAP Waste Pulper to treat per day.

The average disposal costs for paper mills

The cost of WAP disposal considered in our project is € 130 per ton. A cost-effective paper mill works usually 330 days a year, so the average disposal costs are:

- 30 tons / day are 9'900 tons per year € 1'287'000 / year
- 50 tons / day are 16'500 tons per year € 2'145'000 / year
- 70 tons / day are 23'100 tons per year € 3'003'000 / year

Our business model is based on the above values.

There are options that can be added at the standard offer, such as:

- Iron Wire Rod Recycling
- Plastic separation
- Wastewater treatment

The above options are not considered in the business plan numbers.

ADVANTAGES FOR PAPER MILLS

To better understand the paper mills benefit using the HPR solution, we show a real situation in which we can analyze the balance sheet of a paper mill.

A paper mill that chooses to use the HPR solution not only gets economic advantages, but also makes a responsible choice to protect our environment.

The impact on the paper mills EBIT is described in the following balance sheet.

Economic data in euro			
	30 t/d	50 t/d	70 t/d
Costs			
Disposal Costs (€130/ton)	+1'287'000	+2'145'000	+3'003'000
HPS Plant Renting	+630'000	+890'000	+1'270'000
Energy costs	+200'000	+240'000	+280'000
Total costs	+2'117'000	+3'275'000	+4'553'000
Saving			
Water disposal (50%)	-643'500	-1'072'500	-1'501'500
Paper Fiber disposal (20%)	-257'400	-429'000	-600'600
Paper Fiber recovering (20%)	-299'300	-498'900	-698'500
Plastic disposal (20%)	-257'400	-429'000	-600'600
Total saving	-1'457'600	-2'429'400	-3'401'200
Yearly net profit for the paper mill	+627'600	+1'299'400	+1'851'200

Further advantages should be considered as the HPR project also reduces truck trips and not only brings economic advantages but also several profits in the circular economy philosophy.



Enhanced Cash flow and EBIT



Circular economy



Less accidents



+90% recycling



100% plastic disposal



Independent management



Internal transport and stockage reduced



Less landfill truck trips

A GREEN CHOICE

The only solution to avoid the landfill destination is to allocate the WAP to the incineration.

From the environmental point of view, the incinerator destination must be the last solution due to the energy balance of the matters.

When we transform the WAP energy into thermal energy and then in electrical energy, the maximum efficiency of the system cannot exceed 35%. This means that 65% of the energy within the original materials will be lost in the treatment cycle.

Furthermore, the risk of creating dioxin is too high!

Instead, with the HPR project, we can recycle over 90% of the single element and give it a new life, recovering over 90% of the energy inside..

The choice to recycle instead of incinerate produces enormous advantages for the environment and for the final customer.

By reducing CO₂ emission, we save our environment

The following calculation is based on the standard value for single element.

HPR project includes making 41 plants in 5 years and these plants are able to treat 762'300 tons of WAP every year, this means that HPR could save:

- **381'150 tons of waste water** **as 26'120 tons of CO₂ saved**
(1 kg CO₂ / 14.59 m³ of water)
- **152'460 tons of plastic** **as 234'026 tons of CO₂ saved**
(1.535 kg CO₂ /kg of plastic)
- **152'460 tons of paper** **as 542'147 tons of CO₂ saved**
(3.556 kg CO₂ /kg paper)
- **31'762 truck trips** **as 10'214 tons of CO₂ saved**
(100 km / trip as 3,172,200 km) (3.22 kg CO₂ /km)

**HPR project could save up to
812'507 Tons of CO₂ every year!**

The above value is comparable with the emissions of over 265'000 medium cars every year
(considering average emission of 200 g/km CO₂ and 15'000 km driven per year).

COMPETITORS

The HPR project is based on an innovative solution that assembles well-known technologies with cutting-edge machines designed by Hydroswiss.

Until today there are no direct competitors that use the same recycling philosophy of the HPR project.

It is possible to find some companies that treat the pulper in order to be sent to the incinerator and produce thermal and electrical energy.

This way does not bring interesting advantages for the paper mills that must continue to dispose the waste pulper.

The main competitors are:

- ANDRITZ, Austria, www.andritz.com
- LINDNER, Austria, www.lindner.com
- ADELMANN Umwelt, German, www.adelmann.de

Recycling vs Incinerating



The use of incineration for disposal recyclable material has become an old and unfriendly environmental solution.

The German law after banning the use of landfills, has prohibited the use of incinerators for all those wastes that can be recycled.

BUSINESS PLAN

The management of this project did a deep research and wide consideration during the BP realization. All the effort made was focused on obtaining the maximum ROI Return of investment for the Investors.

The Investor who decides to buy a Token accepts without conditions the values reported in the official BP. The management guarantees that during the execution of this HPR project, all activities and all decisions will be adopted and referred to the numbers exposed in the official BP.

Only the Shareholders' meeting could change these values if needed.

The HPR Project includes the renting of 41 (forty one) plants in five years:

- 5 plants of 30 Ton/d Total 49'500 tons WAP
- 18 plants of 50 Ton/d Total 297'000 tons WAP
- 18 plants of 70 Ton/d Total 415'800 tons WAP

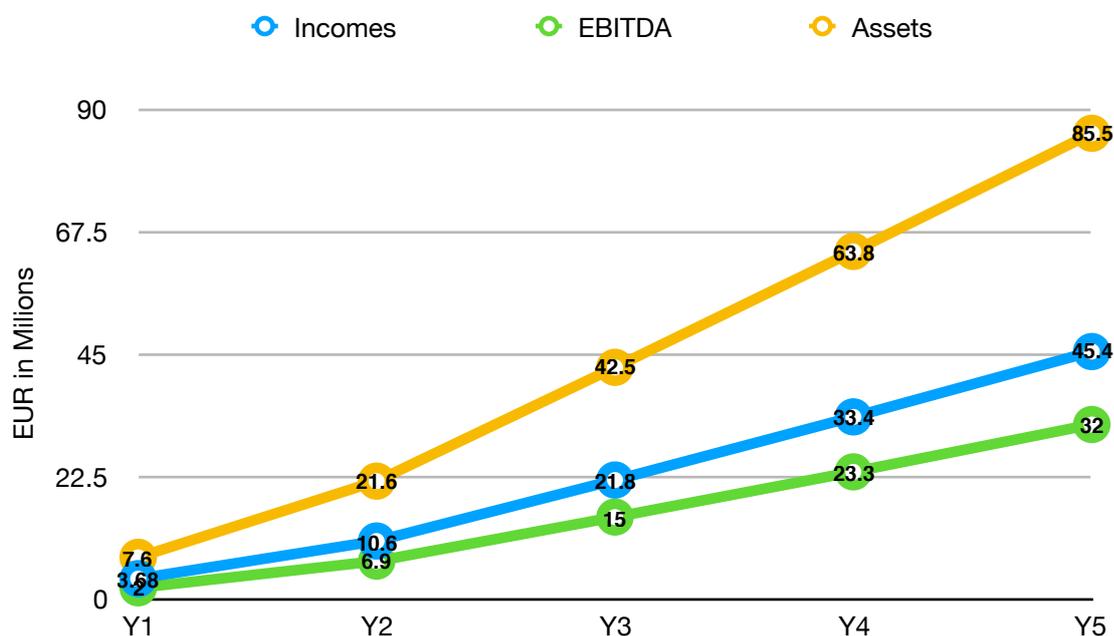
The project plans to treat about 762'300 tons per year of WAP waste pulper recycled.

If we consider the potential market at 5.92 million tons WAP per year produced by the HPR project, we will reach 12.9% of the potential market.

The number of implants is calculated on today's production capacity of our selected suppliers.

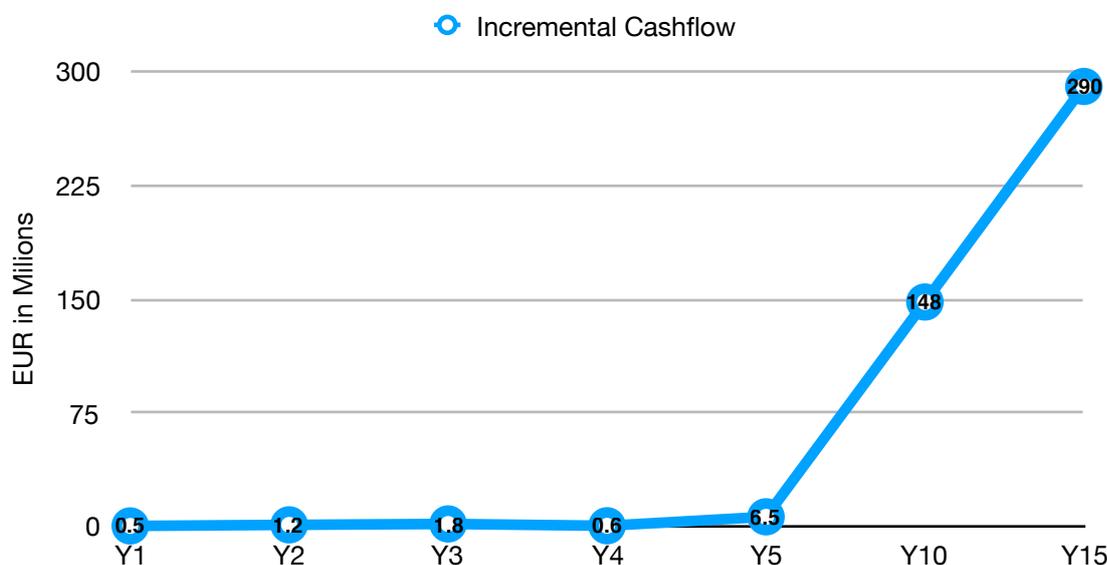
In case the market grows faster than HPR project sales forecast, we will be able to increase the production capacity to expand the number of plants to rent.

Incomes, EBITDA and Assets



The above data (BP) consider the price of the disposal cost at €130 per ton during 5 years, but the trend of disposal cost is increasing above €150 per ton in the next years.

Cash Flow in the first five years, tenth and and fifteenth year



HPR Description of the Business Plan

All BP details are described in the Excel file available to the investor. The BP has been drawn with conservative values to assure the investor a high level of guarantee and lower risk.

The conservative numbers are:

- The number of rented plants is defined at 41, it is about 12% of the market. Furthermore, the BP does not include new renting after the fifth year, but it is very unlikely that this will happen, even in the worst prediction.
- We estimate at €130 per Ton the disposal cost for paper mills, able to support HPR cost with high benefit. The forecast is over €150 per Ton, so it is easy to assume that HPR incomes will increase proportionally.

Incomes

The BP contemplates 41 rented plants in 5 years and in three size of 30, 50 and 70 tons of waste pulper recycling per day.

The incomes arise only from the plant renting.

The rental cost includes the value of all maintenance, necessary to use the plant to its maximum performance.

In total we plan to rent 5 plants of 30 tons, 18 plants of 50 tons and 18 plants of 70 tons (the values are the quantity of pulper recycled per day).

The yearly incomes for the above plants are considered at 630'000, 890'000 and 1'270'000 Euros respectively, for 30, 50 and 70 tons size.

The estimated inflation is 2% per year.

Costs

The main advantage of this project is that over 70% of the costs are variable costs or proportionally at the incomes. This reduces at the minimum the risk of the business. The cost of management is defined at full incomes, these costs will be related to the growth of income.

The main cost is the purchase of the plants and maintenance services. The management selected only reliable and professional suppliers to provide plants parts and qualified maintenance..

Management

The management is skilled in environmental plants projecting and maintenance with more than twenty years' experience. Outsourcing is part of this project to keep the fixed costs of production and maintenance at a low level.

Plant purchasing

In order to keep the cost of the infrastructure low, the management decided to build the plants using the outsourcing methodology. The risk of outsourcing is to transform the selected suppliers into a potential competitor. To avoid this risk the management decided to divide the construction of the plants in different suppliers so that no one will know the whole project but only a part of it.

Plant maintenance

The maintenance of the plants is a critical point because maintenance is a very strategic issue to customer loyalty. For this reason, the management defined a very closed team to carry out this service. In any case, the running operations are carried out by internal skilled people of the Company, in this way we are able to manage any requests from the customer side.

HST - Security Token

To finance the HPR Project, Hydroswiss LTD Malta has decided to issue a Security Token called Hydroswiss Token (ticker: HST) linked 1:1 with its class B (non voting) shares.

What is a Security Token (also called Equity Token or Asset Token)

One of the most promising applications of Ethereum-based smart contracts is the potential for startups to issue stock—or Security Tokens—through Security Coin Offerings. This will benefit startups since the barrier to entry into the financial markets will be much lower than in the past. It will make stock trading more accessible to the average investor and allow shareholders to take a more active role in corporate governance since voting can be conducted transparently through the blockchain.

Due to the current lack of regulatory guidance, few startups have attempted to conduct Security Token sales. However, Delaware recently passed a bill that allows companies to maintain a list of shareholder names on a blockchain rather than conventional methods, which will enable blockchain-based stock trading. Consequently, it is likely only a matter of time before Security Tokens take a central role in the crypto finance industry.

Blockchain

A blockchain is a database that is consensually shared and synchronized across network spread across multiple sites, institutions or geographies. It allows transactions to have public "witnesses," thereby making a cyberattack more difficult. The participant at each node of the network can access the recordings shared across that network and can own an identical copy of it. Further, any changes or additions made to the ledger are reflected and copied to all participants in a matter of seconds or minutes.

Why a Security Token?

Traditional financial transactions can be quite expensive because of all the fees associated with the middlemen involved (like bankers, custodians, sellers, etc...). Security Tokens remove the need for middlemen which reduces fees and increases the execution time. By removing these middlemen, securities allow for faster execution time for successful issuance of Security Tokens. Because of this increased speed, the Security Tokens are bound to become attractive investments.

Beside the costs, there are other big advantages.

First, investment transactions today are extremely localized. For example, Chinese investors can hardly invest in private Swiss companies and vice-versa. By using Security Tokens, creators can market their deals to anyone on the internet. This exposure to free market helps in increasing asset valuation. Also, this increased exposure leads to a bigger number of investors.

Secondly, Security Tokens are a more liquid asset making the secondary trading on Security Tokens simple through licensed Security Token trading platforms and being extremely easy for investors to liquidate their tokens.

Who Can Invest?

The Investor is a natural person or legal entity that decided to buy HST Security Token, after reading and understanding all the conditions and risks involved in the investment.

The Investor accepts all the conditions described in this document and declares to understand all the risks linked at this financial operation.

HST Security Token

To finance this project Hydroswiss LTD has decided to issue the HST (Hydroswiss Security Token). In details the following Tokens:

Description	HST Tokens	HST unit price (CHF)	Capital Raised (CHF)
Private Placement	1'000	4'250	4'250'000
Up to Soft Cap	6'000	5'000	30'000'000
Total Soft Cap	7'000	-	34'250'000
Up to Hard Cap	13'000	6'000	78'000'000
Bounty / Bonus	1'000	-	-
Total Hard Cap	21'000	-	112'250'000

Hydroswiss AG Switzerland Initial Share Capital

The initial share capital of Hydroswiss AG is composed by 23'255 (twenty three thousand two hundred fifty five) shares with nominal value of 10 CHF, 100% deposited.

Hydroswiss Ltd Malta Initial Share Capital

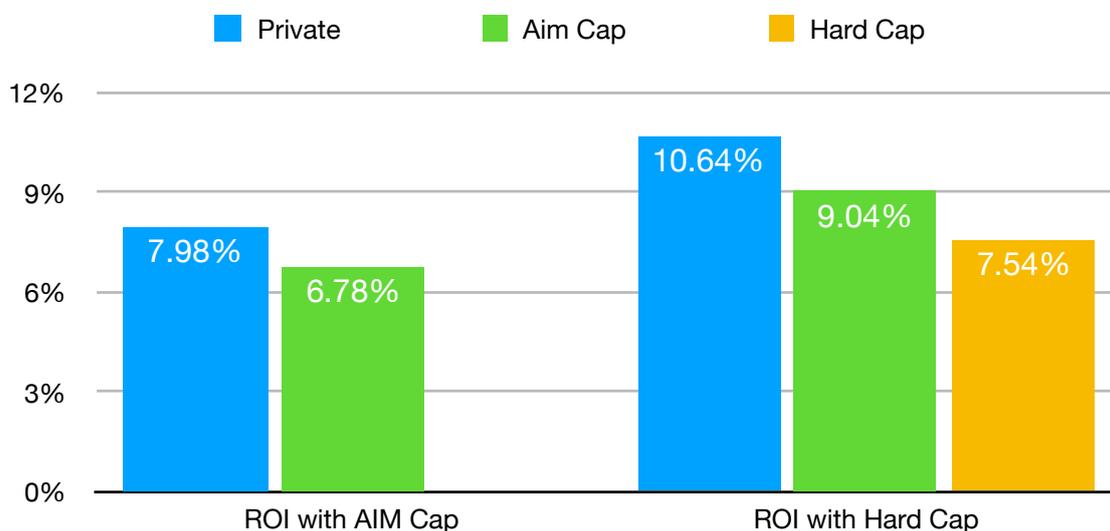
The initial Share Capital of Hydroswiss Ltd Malta is 1'200 EUR as 1'200 ordinary shares of 1.0 EUR/each, and 1'000 B class shares (non voting shares) intended for tokenization.

During the initial sale of the first 1'000 tokens, the share capital will be increased by 20'000 newly issued class B shares, receiving a total of 21'000 class B shares.

After reaching the hard cap of the Security Token Offering, the capital of Hydroswiss AG Switzerland will be increased by 21'000 class B shares (non voting shares) in order to transfer them to Hydroswiss Ltd Malta with the token / share ratio of 1:1 (1 class B share for each Token issued).

The capital raised through the sale of tokens will be used in exchange for Hydroswiss AG Switzerland B class shares.

Hydroswiss Security Token holders will enjoy the benefit of receiving 50% of the net profit related to the HPR project producing the following ROI after 5 years:



Payment Accepted

CHF, EUR, USD and cryptocurrency (BTC, ETH, LTC, BCH, DAI, XLM, XMR).

Funds Escrow

All payments received for the token regarding the token emission will be held in escrow in a secure multi-signature address, and will only be released from the account with 2 out of 3 signatures.

Minimum (MIN) and Maximum (MAX) Investment

The Minimum Investment (MIN) is: 1 (one) HST

The investor can subscribe the MIN or multiple of MIN.

The investor can subscribe one or more time the MIN at a different time.

There is no a maximum (MAX) investment for a single investor, up to the value of Hard Cap.

Loyalty bonus

To promote investor loyalty in the HPR project, Hydroswiss guarantees to distribute an additional 5% (five percent) of free shares to any Investor that holds them for more than 12 months.

Surplus Fund Management

There are no surpluses because the project includes the use in five years of all the funds collected. There is the possibility of collecting money faster than the time required to build the planned WAP treatment plants. In this case, the funds will only be used for the scope of this project.

The company guarantees that the capital collected by STO will be used only for this HPR project, and furthermore, the company guarantees that no operation of speculation will be done.

Security Token Benefits

The owners of HSTs have the following rights and benefit:

- They have the right to receive the standard dividends of the company's profits calculated as a percentage of the capital shares held.
- They have the right to sell the HST Token on the dedicated platform without right of the first refusal.

Know Your Customer (KYC) and Anti Money Laundering (AML)

The KYC process is the only way that Hydroswiss Ltd can verify the source of the funds collected during the sale of tokens and we do so by verifying the identity and residence of each buyer. This procedure is required by most of the financial regulators, banks, and public bodies involved.

Official Business Plan (BP)

The Official BP is signed from all Team Leaders of this project and is attached to this white paper document and also it is shown within the official company website. A copy of the official signed BP is filed at the law firm.

ROADMAP

The realization of the HPR project contemplates the following road map:

	AGREEMENT SIGNED	PLANT INSTALLED
APR'19	1st Plant	
AUG'19	2nd, 3rd Plants	
DEC'19	4th, 5th Plants	1st Plant
APR'20	6th, 7th, 8th Plants	2nd Plant
AUG'20	9th, 10th, 11th, 12th Plants	3rd Plant
DEC'20	13th, 14th, 15th, 16th Plants	4th, 5th Plants
APR'21	17th, 18th, 19th Plants	6th, 7th Plants
AUG'21	20th, 21st, 22nd, 23rd Plants	8th, 9th Plants
DEC'21	24th, 25th, 26th Plants	10th, 11th, 12th Plants
APR'22	27th, 28th, 29th Plants	13th, 14th, 15th Plants
AUG'22	30th, 31st, 32nd, 33rd Plants	16th, 17th, 18th, 19th Plants
DEC'22	34th, 35th, 36th, Plants	20th, 21st, 22nd, Plants
APR'23	37th, 38th, 39th Plants	23rd, 24th, 25th Plants
AUG'23	40th, 41st Plants	26th, 27th, 28th Plants
DEC'23		29th, 30th, 31st Plants
APR'24		32nd, 33rd, 34th Plants
AUG'24		35th, 36th, 37th Plants
DEC'24		38th, 39th, 40th, 41st Plants

The sizes of the plants are not considered in this schema.

INFORMATION REQUIREMENTS FOR THE STO

Based on FINMA Guideline document.

Name of the project:	HPR Hydroswiss Pulper Recycling Long-Term Rental Project
Company name:	Hydroswiss AG
Project description:	HPR “HYDROSWISS Pulper Recycling” Long-Term Rental Project, focuses on a very interesting environmental issue, which is the disposal of Waste Pulper WAP (waste paper mill process) and offers the solution to turn this problem into a resource. With HPR technology it is possible to recycle over 90% of WAP and transform it into secondary raw materials ready to be reused or sold. This mean HPR turns costs into profits for paper mills and saves lots of ton of CO2 for the environment.
Goals:	Allocate 41 plants within 5 years with 10-15 years full rent agreement
Project plan:	The project plan to reach a turnover of €45,000,000 in the first 5 years of activity.
Token issuer:	Hydroswiss LTD, 152/No.8, triq in naxxar, San Gwann, SGN9030, Malta
Token seller:	Hydroswiss LTD, 152/No.8, triq in naxxar, San Gwann, SGN9030, Malta

Names of the project operators including domicile of the company

Companies:	Hydroswiss AG / Hydroswiss LTD
Address(es):	Bösch 80A - CH-6331 Hünenberg - Switzerland 152/No.8, triq in naxxar, San Gwann, SGN9030 Malta
Email address(es):	sto@hydroswiss.io
Website(s):	www.hydrodwiss.io

Details of all persons involved (incl. addresses and/or domicile of the company), in particular:

Founder, Mr. Corrado Paitoni, Via Vers Mulins, 15, CH-7513 Silvaplana, Switzerland

Which market participants (investors) does the STO target?

Europe, South America and Asia.

Are there any restrictions regarding investors?

At the moment USA and all other countries, where STO is not regulated, are not able to buy HST Tokens.

Information about the technologies to be used:

The HST Token will run on the Ethereum network as a Smart Contract.

With which cryptocurrencies (or legal tender) will the STO be financed and how?

The project will be financed by the emission of Security Token and the investors can pay by cryptocurrencies and Fiat money as described in this White paper.

How much money (in CHF) is the STO intended to raise?

The project intends to sell up to 21'000 (twenty thousand) Security Tokens with a total value of raised money of 112'250'000 CHF.

Have the funds already been allocated to a specific project?

Yes, they have been. All funds raised are allocated solely to the HPR project.

How will surplus funds be handled?

There are no surpluses because the project includes the use in five years of all the funds collected. There is the possibility of collecting money faster than the time required to build the planned WAP treatment plants, in this case, the money will be used only for the scope of this project.

The company guarantees that the capital collected by STO will be used only for this HPR project, and furthermore the company guarantees that no operation of speculation will be done.

Will a token be created in the course of the STO? If yes: In which steps will the token be created (technical standards, e.g. ERC20, technology used, etc.)?

Yes, the Token will be created just after the Private placement will be successfully closed using Ethereum ERC-20 token technology.

At which point, by whom and in which manner will the token be transferred to the investors?

The token will be transferred to the investors after the successful completion of the KYC / AML procedure using a digital transaction on the Ethereum Network.

Which functionalities are planned for the token? (detailed description)

The Token gives the right to receive the standard dividends of the company's profits calculated as a percentage of the capital shares held. It also has the right to sell / trade the HST Token on the dedicated platform without right of the first refusal.

At which point will the functionalities planned apply?

Immediately after you receive the Token in your digital wallet.

Which rights does the investor acquire?

HST Security Tokens do grant the rights to any dividend payments from the Company. There is no return of capital from the Company or any other similar corporate rights connected to the HST Tokens.

How are they documented (please provide and refer to specific participation and issuing conditions).

See the White paper document at the section “HST - Security Token”.

The company adopted the KYC protocol to know the identity of investors?

Yes, it does.

How can the token be transferred (please provide information about compatible wallets, technical standard)?

The Token can be securely stored in every Ethereum ERC-20 digital wallet that support tokens.

Is the token already functional at the time of transfer? If yes, to what extent?

No, it isn't.

How and where can the token be acquired or sold after the issue (are there any secondary market platforms)?

After the tokenization it is intended for the HST tokens to be traded on trustworthy centralized or decentralized platforms (such as Binance and Etherdelta). The trading of the tokens is an important factor for the appreciation in value of the tokens. To date, however, there are no contracts or assurances of such crypto-trading platforms relating to the listing of the HST Tokens. Hydroswiss AG, however, will not spend an inappropriate sum of money for a listing on a crypto-trading platform that could jeopardize the implementation of HPR Project.

Will it be possible to use the tokens to buy goods or services or make payments to third parties?

No, it will not be.

Are there plans for the project operator / issuer to buy back tokens?

The buy back token is not expected. In any case, if the investor is not satisfied with his investment, he can always contact the company at sto@hydroswiss.io, where the management will try to find the best possible solution.

PRIVACY POLICY AND DISCLAIMER

Risk factors

An acquisition of HST Tokens involves a high degree of risk. Each potential purchaser of HST Tokens should carefully consider the following information about these risks before he decides to buy HST Tokens. If any of the following risks actually occurs, the value of HST Tokens could be materially adversely affected.

Risks and uncertainties described below in this White paper may not be the only one's token holders face. Additional risks and uncertainties may also materially adversely affect value of HST Tokens.

Blockchain Delay Risk

On the most blockchains used for cryptocurrencies' transactions (e.g., Ethereum, Bitcoin blockchains), timing of block production is determined by proof of work so block production can occur at random times. For example, the cryptocurrency sent as a payment for the HST Token in the final seconds of the HST Token may not get included into that period. The respective blockchain may not include the purchaser's transaction at the time the purchaser expects and the payment for the HST Token may reach the intended wallet address not in the same day the purchaser sends the cryptocurrency.

Blockchain Congestion Risk

The most blockchains used for cryptocurrencies' transactions (e.g., Ethereum, Bitcoin blockchains) are prone to periodic congestion during which transactions can be delayed or lost. Individuals may also intentionally spam the network in an attempt to gain an advantage in purchasing cryptographic tokens. That may result in a situation where block producers may not include the purchaser's transaction when the purchaser wants or the purchaser's transaction may not be included at all.

Risk of Software Weaknesses

The HST Token smart contract concept is based on and the HST Token Fund are still in a development stage and unproven. There are no representations and warranties that the process for creating the HST Tokens will be uninterrupted or error-free. There is an inherent risk that the software could contain weaknesses, vulnerabilities or bugs causing the complete loss of the cryptocurrency and/or the HST Tokens.

Risk of New Technology

The HST Tokens and all of the matters set forth in this White paper are new and have been tested. However, there is no guarantee that all the goals set forth in this White paper will be finally achieved and successful.

Regulatory Risk

Blockchain technology allows new forms of interaction and it is possible that certain jurisdictions will apply existing regulations on, or introduce new regulations addressing, blockchain technology based applications, which may be contrary to the smart contract of HST Token and which may, inter alia, result in substantial modifications to our smart contract and/or the HST Token, including its termination and the loss of the HST Token for the purchase.

Additionally, regulation of proposed activities of the Company, including without limitation the provision of cryptocurrencies received during the offering to HST Token Fund, is currently uncertain.

It is not known what regulatory framework the European Central Bank and national banking supervisory bodies will impose on cryptocurrencies and the Company. It may occur that HST Token and/or the Company on any day in the future may fail to comply with any such (new) regulatory framework so that it may not continue to carry out its proposed business activities as set out in this White paper.

Corporate Participation Rights

HST Tokens do not grant the rights to any dividend payments from the Company. Instead there is no return of capital from the Company or any other similar corporate rights connected to the HST Tokens.

Business Model Risk

The Company's business model through the offering and issue of HST Tokens is the realization of the HPR project. The risk of the Investors is equal to the normal risk that the common enterprise could have during the dispatching of normal jobs on the market. Furthermore, there is no guarantee that an investment in HST Token will lead to an increase of the value of HST Tokens.

Investors must be aware that a partial or total loss of capital of the investment in HST Tokens cannot be excluded.

Tax Risk

Holders of HST Tokens may be required to pay taxes associated with the purchase and sale of HST Tokens and profits made upon exiting an investment made in HST Token, where either in their country of residence or any other country they have personal or professional ties to. It will be the sole responsibility of HST Token holders to comply with the respective tax they are subject to, bearing in mind that many jurisdictions may currently not have any regulations relating to cryptocurrencies and profits relating therefrom.

Further Risks

There are a number of further risks and uncertainties relating to the Company, its business model, the HST Tokens not set forth above in this section which may arise, and which a prospective purchaser of HST Tokens should consider and carefully evaluate prior to making the decision to invest in HST Tokens.

Legal Notice

This White paper does not constitute or form part of any opinion on and shall not be construed as any advice to sell, or any solicitation of any offer by the Company, a company registered under the laws of the Switzerland Confederation or Malta, to purchase any tokens (HST Tokens) nor shall it or any part of it, nor the fact of its presentation, form the basis of, or be relied upon in connection with, any contract or investment decision.

The Company will deploy the proceeds of sale of the HST Tokens to make investments and fund operations as outlined in this White paper.

In addition, the offering material constitutes an offer only if a name and identification number appear in the appropriate space provided on the cover page and constitute an offer only to the person whose name appears in those spaces.

You are not eligible and you are not to purchase any HST Tokens in the Security Token Offering (STO) (as referred to in this White paper) if you are a citizen, resident (tax or otherwise) or green card holder of the United States of America, or a citizen or resident in any other country or territory where transactions with digital tokens are prohibited or in any manner restricted by applicable laws or regulations, or will become or be so prohibited or restricted at any time after this Agreement becomes effective.

We do not accept participation from the Restricted Persons and reserve the right to refuse or cancel the HST Tokens purchase requests at any time at our sole discretion when the information provided by the purchasers within the KYC procedure is not sufficient, inaccurate or misleading, or the purchaser is deemed to be a Restricted Person.

No regulatory authority has examined or approved of any of the information set out in this White paper. No such action has been or will be taken under the laws, regulatory requirements or rules of any jurisdiction. The publication, distribution or dissemination of this White paper does not imply that the applicable laws, regulatory requirements or rules have been complied with.

There are risks and uncertainties associated with the Company and its business and operations, the HST Tokens, the STO and the underlying assets, as described above.

This White paper, any part thereof and any copy thereof must not be taken or transmitted to any country where distribution or dissemination of this White Paper is prohibited or restricted. No part of this White paper is to be reproduced, distributed or disseminated without including this section and the previous section Risk Factors.

This White paper, statements made by the Company in press releases and social media platforms accessible by the public may contain some forward-looking statements which do not relate to historical facts (developments, figures, etc) and events. These forward-looking statements are based on analysis, assumptions or forecasts of future events and figures which are not finally predictable or foreseeable. Such forward-looking-statements are therefore subject to risks, uncertainties and other factors which may cause actual future results, performance or achievements of the Company, its affiliates, the HST Tokens to be materially different from that expected, expressed or implied by the forward-looking statements herein.

No undue reliance shall be placed on such statements.

Nothing set forth in this White paper shall be understood or interpreted as advice (business, financial, legal and/or tax) provided by us relating to the Company, its affiliates, the HST Tokens and should therefore not be relied upon as advice. You should consult with your own advisors prior to making an investment in HST Tokens.

Please note, that we are under no obligation to update this White paper, the Company's website and/or any information given in connection with this Security Token Offering. The White paper may, however, be subject to change. Any update provided by the Company will be made voluntarily and in its sole discretion.

We make no guarantee that HST Token and the operation of Hydroswiss AG will be a success. Therefore, there is also no guarantee that the value of HST Tokens will rise. Apart from any situations outlined in the legal system, we exclude any and all implied warranties. Therefore, we make no representations and warranties whatsoever and disclaim all liability to the maximum extent.

The English language White paper is the primary official source of information about the project.

The information contained in English language White paper may from time to time be translated into other languages. In the course of such translation some of the information contained in the English language White paper may be lost, corrupted or misrepresented. The accuracy of such alternative communications cannot be guaranteed. In the event of any conflicts or inconsistencies between such translations and the official English language White paper, the provisions of the English language original document shall prevail.

CONTACTS

For any information you need about this project, please visit the web section <https://www.hydroswiss.io> or mail at sto@hydroswiss.io.