



## 6116 Capital Partners

Crypto Hedge Funds + A Special purpose Yield engine + AI-Driven Alpha Platform

Exclusive Opportunity for Accredited Investors

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# Executive Summary

6116 Capital Partners represents a paradigm shift in crypto asset management, combining cutting-edge AI trading technology with strategic human oversight. Our approach targets inefficiencies in small-cap crypto markets that larger funds typically overlook.

We offer two funds to fit investors unique needs. The Alpha Fund is focused on up and coming and coming crypto projects and designed to be an aggressive small cap fund with a 2/20 fee a 2/20 fee structure. Our Income Fund leverages DeFi liquidity pools and uses a hedge system hedge system to isolate the yield. We've structured the Income Fund with 2% management management fees and a 25/75 profit-sharing model that ensures complete alignment with our alignment with our investors' interests.

Beyond the fund's direct returns, limited partners receive exclusive warrant exposure to exposure to 6116.ai, our fintech AI company poised for significant growth in the algorithmic algorithmic trading space.

# Market Opportunity



The cryptocurrency market presents unique arbitrage and alpha-generating opportunities that remain unexploited by traditional financial institutions. With a total market capitalization of \$2.29 trillion, even small inefficiencies translate to significant profit potential. (Investing.com 3/1/26)

Small-cap cryptocurrencies and DeFi protocols create particularly lucrative trading environments due to:

- Ability to create predictable and correlated structured yield income products
- Lower institutional participation creating pricing inefficiencies
- High volatility periods enabling strategic position-taking
- Cross-exchange arbitrage opportunities
- Yield farming and leveraged positions with superior risk-adjusted returns

Crypto hedge fund assets under management are \$136.1 billion as of Q2 2025, with 55% of all hedge funds holding crypto assets for institutional clients. All major banks (Morgan Stanley, Goldman Sachs, JPM provide for ETF and recently custody of crypto of crypto assets) Crypto is not a fad, it is the future of the modern financial system

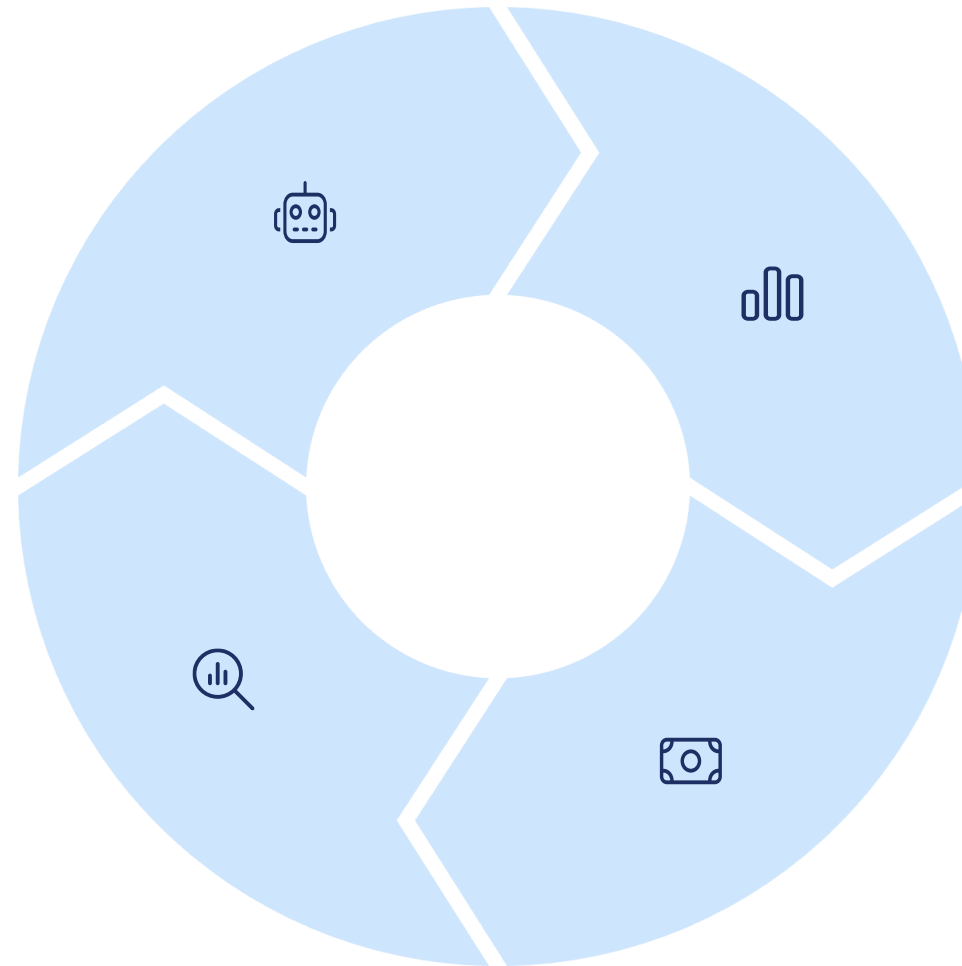
# Alpha Fund Strategy

## AI-Driven Trading

Proprietary algorithms execute high-frequency trades, capturing small price differentials across exchanges and trading pairs that would be impossible for human traders to identify and execute manually.

## Token Opportunities

Strategic investments in promising early-stage stage projects and protocols with significant significant growth potential, leveraging the the team's extensive network in the crypto ecosystem.



## Sentiment Tracking

Using our custom built sentiment tracking system we monitor on chain and off chain data to identify asymmetric opportunities across the crypto landscape. 6116.ai Talpha and Xalpha products provide unique alpha generation

## Leveraged Positions

Carefully managed long positions in high-conviction assets, using leverage strategically while maintaining strict risk controls and dynamic position sizing.

**Target IRR: +25 to +60% from fund performance alone. 10% warrants in 6116.ai on first \$1MM in investment provides for valuation multiplier outcomes.**

**This is a higher volatility offering with market corrections exceeding 25% in 4 year market cycles**

# Income Fund Strategy

## Structured Liquidity Deployment

Capital is deployed into carefully selected DeFi liquidity pools designed to generate consistent protocol-based yield. We focus on pools with deep liquidity, durable incentives, and strong protocol fundamentals to prioritize sustainability over speculation.

## Yield Isolation & Delta Neutral Strategy

The objective is not token appreciation — it is yield extraction. By maintaining a delta-neutral or pseudo-delta-neutral posture, we target consistent consistent income generation while reducing exposure to broad market drawdowns.



## Proprietary Auto-Hedge System

Every position is paired with a dynamic hedge designed to neutralize directional market exposure. Our system continuously monitors price movement and adjusts hedges in real time to isolate yield while mitigating downside volatility.

## Risk-Controlled Capital Management

Position sizing, hedge ratios, liquidity depth, and counterparty exposure are actively managed. Capital is allocated across multiple pools and protocols to minimize single-point risk while optimizing risk-adjusted return.

**Target IRR: 18% to 24%+ from fund performance alone, 10% warrants in 6116.ai on first \$1MM in investment provides for valuation multiplier outcomes. Market neutrality strategy Minimizes market downswings and volatility**

# Yield Bridge An SPV offering

## Structured Liquidity Deployment

Capital is deployed into Defi governance protocols as a permanent long-term shareholder of the asset and recipient of dividend income tied to protocol profitability Above market returns provided as illiquidity premium.

## Consistent Yield and structure

Above market returns thru dollar based (USDC) (USDC) dividends and structured liquidity paid weekly paid weekly thru a convention called an epoch. These epoch. These epochs have historically averaged 4x averaged 4x more than traditional yield generating generating vehicles.



## Weekly liquidity

Every position earns a weekly reward and dividend based on shareholder percentage. This weekly liquidity net of fees is accrued for monthly and/or quarterly distribution to LP's

## Risk-Controlled Capital Management

Position sizing, protocol liquidity, ownership and reliability of consistent shareholder returns are highly scrutinized to minimize shareholder exposure while ensuring maximum weekly liquidity in dollar based securities.

Target IRR: 30% in fund performance alone, 20% warrants in 6116.ai on first \$1MM in investment provides for valuation multiplier outcomes.

# The 6116.ai Advantage

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## Our Proprietary AI Platform

At the core of our investment strategy lies 6116.ai, our proprietary AI platform that gives us a decisive edge in the crypto markets. This technology enables us to:

- Execute thousands of trades per day with millisecond precision
- Identify arbitrage opportunities across dozens of exchanges simultaneously
- Analyze market sentiment and on-chain data to predict price movements
- Adapt strategies in real-time based on changing market conditions

Our AI trading agents have demonstrated consistent profitability through extensive backtesting and live trading, outperforming manual strategies manual strategies by a significant margin.

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## Future Development & LP Benefits

Future development roadmap includes monetized public APIs, creating additional revenue streams beyond fund performance. LPs receive 7-year warrants valued at a \$10–12M pre-money valuation.

# Warrant Participation Structure

## Equity Allocation

LPs receive the following warrants incentives on the first \$1MM in each of the following:

Alpha: 10% warrants at FMV on 1<sup>st</sup> \$1MM

Defi: 10% warrants at FMV on 1<sup>st</sup> \$1MM

SPV: 20% warrants at FMV on 1<sup>st</sup> \$1MM if invested in one or both funds and 6116.ai

## Warrant compounding

Investors who are three sided investors in 6116.ai, and one of both hedge funds earn the right to 20% warrants coverage in the SPV, Yield Bridge.

## Favorable Terms

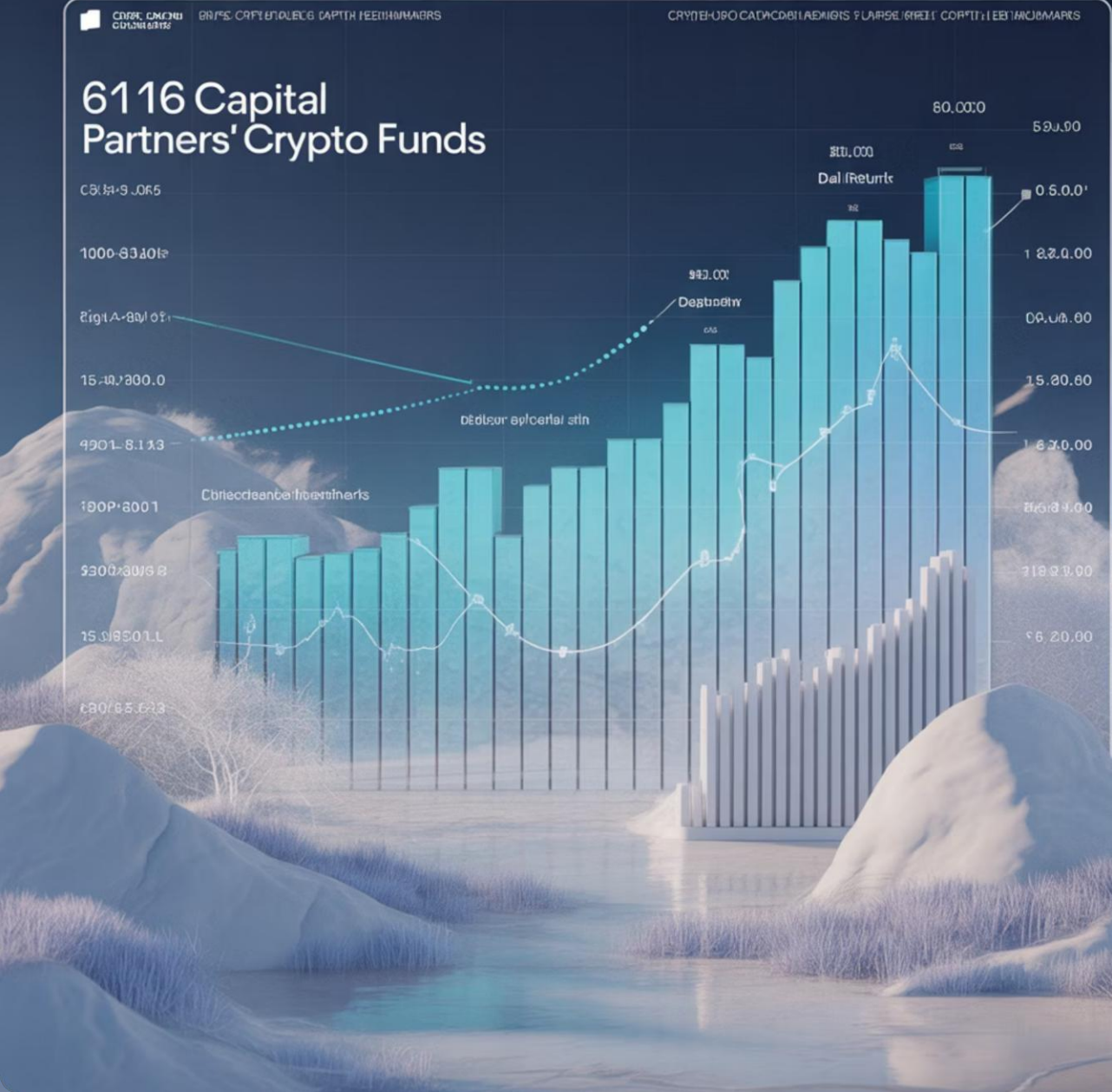
Warrant strike price set at \$10M pre-money money valuation, significantly below projected projected future valuations for similar AI fintech platforms. 7-year exercise term provides ample time for value creation.

The warrant structure can potentially generate an additional 4X-10X IRR on top of the fund's direct performance, creating a uniquely compelling total return profile compared to traditional hedge fund investments.

# IRR Comparison: Outperforming Industry Standards

The chart demonstrates 6116 Capital Partners' projected performance advantage compared to industry benchmarks. While traditional crypto funds deliver respectable returns, our dual-return structure creates a compelling advantage:

- Top quartile crypto funds typically deliver 15-18% IRR
- Median funds achieve 8-12% IRR
- 6116 Capital Partners targets higher returns on both funds from fund performance alone
- With warrant participation, total IRR potential exceeds 40% - 95%



# Fund Terms

## Structure

Delaware Limited Partnership (LP) with with Regulation D offering, accessible accessible exclusively to accredited accredited investors. This structure structure provides optimal tax efficiency and governance.

## Fee Structure

- Alpha fund: 2/20
- Income fund: 2/25
- SPV: Subject to subscriber terms



# World-Class Leadership Team



Matt Montellione, CIO

Matt Montellione has been an entrepreneur his entire life, building his first company from just \$200 into a multimillion dollar business without outside investors or debt.

Since discovering crypto in 2017, Matt has spent the last eight years expanding both his portfolio and expertise. He became an early investor in several notable projects and now advises companies on crypto strategy and adoption.

As a veteran trader, Matt specializes in crypto trading systems, alpha generation, and DeFi yield optimization. Through Blockchain Boardroom, he teaches business owners and leaders how to integrate crypto systems that maximize wealth and create long-term financial leverage.



Steven Smith, CAO/COO

36-year veteran of innovative startups in the SaaS space, including a successful public company exit in 2022. Extensive Extensive operational experience scaling technology companies companies from inception to exit.

Steve is now a successful Vistage Chair mentoring business owners and leaders while helping them scale their businesses in a variety of market segments.

Expert in corporate governance, compliance, and operational operational efficiency. Harvard Business School, MBA.





Suren Machiraju, CTO

Suren Machiraju is a technology executive with over 30 years of years of experience building enterprise software solutions across across financial and consumer sectors.



After selling his company, Commercia, to Microsoft in 2000, he 2000, he spent two decades at Microsoft developing high-high-performance, low-latency applications deployed across Asia, across Asia, ANZ, and the U.S. He holds architect certifications certifications from Azure, AWS, and MuleSoft, has authored authored Hardening Azure Applications, and owns 20+ patents in patents in electronic document exchange.



More recently, Suren has been building decentralized apps on the Solana and Ethereum networks. He holds a degree in Mechanical Engineering from the prestigious Birla Institute of Technology and Science (BITS), Pilani, has volunteered with the Gates Foundation, and currently serves on the Laguna Beach City Committee, supporting civic innovation and community infrastructure.

# CIO Track Record of Strategic Long Term performance and select returns in current fund

 **Bitcoin**  
Bought at \$3,000 after the 2017 crash, understanding crypto's boom-bust cycles.  
 **Result: 40x ROI over 8 years**

 **BNB**  
Bought at \$19 (July 2020), spotted Binance's infrastructure dominance before the crowd.  
 **Result: 35x ROI in just 10 months**

 **XRP**  
XRP – Bought at \$0.17 (September 2020) Accumulated during regulatory uncertainty before its resurgence.  
 **Result: 21x ROI in under 5 years**

 **Ethereum**  
Bought at \$142 (March 2019), saw its long-term value ahead of DeFi and NFT explosion.  
 **Result: 25x ROI to date**



# Notable Recent Trades



## Virtuals Genesis Launchpad

Gained **55x ROI** in just 1 month.

Spotted early momentum in a niche launchpad narrative and acted fast.

**\$500 → \$27,500** (30 Days)



## ADM

Delivered **11.25x ROI** as market cap grew to \$9M in 2.5 months.

Trusted intel revealed the founder raised \$25M and had a strong resume (Coinbase, Barclays).

Entered early.

Bought at **\$800K Market Cap** (May 6, 2025)



## TIBBIR & Vader

Both delivered **10x+ returns** within 90 days.

Took advantage of market fear during the tariff scare to accumulate undervalued AI tokens.

Bought During **April 2025 AI Dip**



# Legal & Risk Disclosures

## Market & Operational Risks

Cryptocurrency investments involve significant volatility, regulatory uncertainty, potential illiquidity, and technical risks inherent to blockchain technologies. Past performance is not indicative of future results.

## Warrant Considerations

Warrants in 6116.ai are speculative, non-transferable, and dependent on a future liquidity event that may never occur. Valuation is uncertain and subject to multiple factors beyond the control of fund of fund management.

## Management Experience

While the team brings extensive experience in trading, technology, and operations, the founders have not previously operated a regulated hedge fund structure. New operational processes are being implemented with appropriate oversight.

⊗ This presentation is for informational purposes only and does not constitute an offer to sell or solicitation of an offer to buy any securities. Investment involves risk, including the possible loss of principal. Prospective investors should carefully read the Private Placement Memorandum and consult with their financial and legal advisors.

# Next Steps

## Initial Consultation

Schedule a 1:1 call with our GP team to discuss your investment investment objectives and how 6116 Capital Partners aligns with with your portfolio strategy. We'll address any questions about our about our investment approach and technology.

## Accreditation Verification

Submit required documentation to verify your status as an accredited accredited investor, as defined by SEC regulations. This process is process is streamlined through our secure digital portal.

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## Due Diligence

Request our Private Placement Memorandum and supporting documentation. Our team will provide comprehensive materials detailing the fund structure, strategy, risk factors, and historical performance data.

## Warrant Review

Examine the specific terms of the 6116.ai warrant agreement, agreement, including vesting schedules, exercise provisions, and and valuation mechanisms. Our legal team is available to clarify any clarify any aspects.

# Contact Us

We welcome the opportunity to discuss how 6116 Capital Partners can enhance your investment portfolio with our innovative approach to crypto asset management.

Our team is available to provide additional information, schedule in-depth in-depth presentations, and answer any questions about our investment investment strategy, technology platform, or fund structure.

Connect With Our Team

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