Lithcoin (LTCO) Token Vesting & Release Schedule

Version 1.1 | December 2025

1. Executive Summary

This document outlines the transparent allocation and release schedule for Lithcoin (LTCO) tokens. The vesting structure is designed to ensure ecosystem stability, prevent market manipulation, and align long-term interests of all participants.

Total Supply: 120,000,000 LTCO (fixed, non-inflationary)

Key Principles:

- Gradual token releases prevent sudden supply shocks
- Milestone-based releases tied to ecosystem (not arbitrary ca;endar dates)
- Transparent unlock schedules build trust with users and partners
- Operational funds are allocated for documented ecosystem development
- No individual enrichment or profit distribution to founders

Important Note on Timeline

"Month 0" is defined as the launch month when initial liquidity is added to the primary DEX. All subsequent release dates are relative to this Month 0. This flexible structure allows the project to launch when funding is secured, without requiring constant document revisions.

Example:

- If funding secured in January 2026 → Month 0 = January 2026
- If funding secured in April 2026 → Month 0 = April 2026
- All "Month +X" dates adjust automatically

2. Token Allocation Overview

Category	Tokens	% of Supply	Purpose
Circulating Supply	36,000,000	30%	Public trading, liquidity, ecosystem access
Protocol Operations & Development	42,000,000	35%	Employee compensation, infrastructure, audits, operational costs
Community Usage Rewards	30,000,000	25%	Rewards for active transactions within mini-apps and liquidity providers
Ecosystem Reserve	12,000,000	10%	Emergency stability fund, future partnerships
TOTAL	**120,000,000**	**100%**	

3. Pre-Launch Development Phase (Completed)

Before the official ecosystem launch, a small allocation was released for technical validation:

Details

- **Tokens Released:** 360,000 LTCO (0.3% of total supply)
- **Purpose:**
  - Smart contract functionality testing on Polygon mainnet
  - Wallet integration validation (send, receive, transaction signing)

- ○ Developer SDK beta testing with McJohnson Guide mini-app
- ○ Technical infrastructure verification (IPFS, blockchain interaction)

Status

- NOT a public token sale or investment round
- Holders: 13 development/testing wallets
- Liquidity: $112 (minimal bootstrap for technical testing only)
- Marketing: Zero marketing conducted—purely technical validation phase
- Trading: Not promoted or marketed for trading purposes

What This Demonstrates

✅ Working smart contract deployed and verified
✅ Functional wallet integration with blockchain
✅ Proven technical infrastructure
✅ Developer interest and early SDK adoption
✅ Product is real and operational (not vaporware)

Official "Month 0" public launch will occur upon securing ecosystem funding and adding substantial liquidity ($15K-$30K).

4. Detailed Vesting Schedules

4.1 Circulating Supply (36M LTCO - 30%)

Status: Gradual release based on milestones
Current Circulation: 360,000 LTCO (pre-launch testing, 1% of allocation)

Release Schedule:

Milestone	Tokens Released	Cumulative	Trigger
	360,000	360,000	Pre-launch testing
Month 0	3,640,000	4,000,000	Initial liquidity pool creation + public wallet launch
Month +3	4,000,000	8,000,000	first DEX listing

Month +6	6,000,000	14,000,000	5+ mini-app integrations live
Month +9	7,000,000	21,000,000	First CEX listing
Month 12-36	15,000,000	36,000,000	Gradual linear vesting

Purpose: Ensure sufficient liquidity for ecosystem participants while preventing sudden inflation that could destabilize markets.

Liquidity Enhancement Plans:

- Additional liquidity will be added through ecosystem partnerships
- No rigid timeline commitment (subject to available resources)
- All liquidity additions will be transparently announced

4.2 Protocol Operations & Development (42M LTCO - 35%)

Purpose: Fund ongoing development, employee salaries, infrastructure costs, security audits, and operational expenses.

Vesting Period: 48 months (4 years)
Cliff: 6 months from Month 0
Monthly Unlock: 875,000 LTCO after cliff

Release Schedule:

Period	Tokens Released	Cumulative	Use Case
Months 0-6	0 (cliff)	0	No releases during initial bootstrap
Months 7-12	5,250,000	5,250,000	Core team salaries, server/hosting costs, initial infrastructure
Months 13-24	10,500,000	15,750,000	Expanded team hiring, professional security audits, scaling
Months 25-36	10,500,000	26,250,000	Infrastructure scaling, strategic partnerships. Cross-chain dev
Months 37-48	10,500,000	36,750,000	Advanced features, multi-chain expansion, ongoing development

Months 49-54	5,250,000	42,000,000	Final unlock, ongoing maintenance and operations

Transparency Commitments:

- Quarterly reports on fund usage
- Documented expenses (salaries, audits, infrastructure, marketing)
- No personal enrichment—all funds used for ecosystem development
- Open financial tracking (Wallet addresses publicly disclosed)

Smart Contract Control:

- Tokens locked in time-release smart contract
- No manual overrides or early releases
- On-chain verification available at all times

4.3 Community Usage Rewards (30M LTCO - 25%)

Purpose: Reward users who **actively transact** and provide liquidity within the ecosystem, not passive holders.

Vesting Period: 36 months (3 years)
 Distribution Method: Activity-based (not staking or holding)

Reward Criteria:

✅ **Eligible Activities:**

- Completing transactions within mini-apps
- Referring new users to the McJohnson Wallet
- Developer integrations and contributions
- Providing liquidity to DEX pools
- Active usage of ecosystem features

❌ **NOT Rewarded:**

- Simply holding LTCO tokens passively
- No staking or "passive income" model
- Speculation without usage

Release Schedule:

Period	Tokens Released	Cumulative	Distribution Method
Months 1-3	1,000,000	1,000,000	Early adopter rewards + initial liquidity provider incentives
Months 4-12	6,000,000	7,000,000	Mini-app transaction rewards, referral bonuses
Months 13-24	10,000,000	17,000,000	Developer bounties, integration rewards, user activity
Months 25-36	13,000,000	30,000,000	Ongoing usage-based distribution, community incentives

Distribution Mechanics:

- Users earn rewards by completing eligible actions
- No passive income—rewards require active participation
- Transparent point system (detailed documentation to be published Month 1)

Smart Contract Implementation:

- Automated reward distribution based on on-chain activity
- No manual discretion—algorithm-driven
- Community governance may adjust criteria post-DAO launch (Month 18+)

3.4 Ecosystem Reserve (12M LTCO - 10%)

Purpose: Emergency stability fund, strategic partnerships, unexpected opportunities, market stabilization.

Vesting Period: 60 months (5 years)
 Unlock: As needed, subject to community governance (post-DAO)

Release Schedule:

Period	Tokens Available	Cumulative	Trigger
Months 0-24	0	0	Fully locked, no access during initial growth phase

Months 25-36	3,000,000	3,000,000	Available for strategic partnerships, exchange listings
Months 37-48	4,000,000	7,000,000	Market stabilization during volatility if needed
Months 49-60	5,000,000	12,000,000	Final unlock, full community-controlled DAO governance

Authorized Use Cases

- Emergency liquidity provision during extreme market volatility
- Strategic exchange listings requiring listing fees
- Cross-chain bridge liquidity (Ethereum, BSC, etc.)
- Protocol upgrades requiring capital investment
- Unexpected partnership opportunities

Governance Structure

- **Pre-DAO (Months 0-18):** Requires approval from core development team with transparent public announcement
- **Post-DAO (Months 18+):** Requires community vote via DAO governance mechanism
- **All usage transparently reported** within 48 hours of deployment

5. Current Status (December 2025)

On-Chain Metrics

- **Tokens in Circulation:** 360,000 LTCO (pre-launch testing)
- **Active Holders:** 13
- **Liquidity Pool:** $112 (Polygon DEX, bootstrap testing)
- **Locked Tokens:** 119,640,000 LTCO (99.7% of supply)

Verification:

- Contract Address: `0xE278e264eA19A6Fe78ad2667041561aA90f42E71`
- **Blockchain:** Polygon PoS (Chain ID: 137)
- View on PolygonScan: https://polygonscan.com/token/0xE278e264eA19A6Fe78ad2667041561aA90f42E71

6. Vesting Rationale

6.1 Why Vesting Matters

Prevents Pump-and-Dump Schemes
Gradual releases ensure founders and early participants cannot dump tokens and exit.

Aligns Incentives with Ecosystem Success
Long vesting periods (4-5 years) ensure team commitment to long-term ecosystem health rather than short-term token price manipulation.

Maintains Market Stability
Predictable token supply prevents sudden inflation shocks or panic selling events that harm retail holders.

Builds Investor and User Confidence
Transparent schedules allow partners, users, and exchanges to plan accordingly and trust the project's long-term commitment.

6.2 Comparison to Industry Standards

Project	Team Vesting	LTCO
Ethereum	No vesting (2014)	48 months ✅
Uniswap	4 years	48 months ✅
Polygon	2-4 years	48 months ✅
Solana	9 months - 7 years	48 months ✅

LTCO meets or exceeds current industry best practices for token vesting.

7. Monitoring & Transparency

7.1 Public Reporting

Quarterly Reports will include:

- Total tokens unlocked and distributed each quarter
- Remaining locked balances by category

- Detailed usage of Protocol Operations funds (salaries, infrastructure, marketing)
- Community reward distribution metrics and top recipients
- Any ecosystem reserve usage with justification

On-Chain Verification:

- All vesting contracts will be publicly auditable
- Token movements can be tracked via PolygonScan
- No hidden allocations or secret unlocks, or off-chain deals

7.2 Community Oversight

Pre-DAO (Months 0-18):

- Core team publishes reports
- Community can request clarifications via official channels
- Open Q&A sessions with founder quarterly

Post-DAO (Months 18+):

- Community votes on all ecosystem reserve fund usage
- Proposal system for protocol changes and upgrades
- Full transparency enforced by smart contracts and DAO mechanisms
- Community-elected oversight committee

8. Legal & Compliance

8.1 Not a Security

LTCO is a **utility token**, NOT a security token under the Howey Test:

✅ **No profit promises:** Tokens facilitate transactions, not investment returns
✅ **No common enterprise:** Users control their own wallets independently
✅ **Active participation required:** Rewards require usage, not passive holding
✅ **Operational funding:** Protocol Operations pays for work, not dividends

8.2 Regulatory Considerations

- Vesting schedules are standard practice in utility token projects globally
- All allocations serve documented ecosystem functionality

- No representations of future value, returns, or profit expectations
- Transparent documentation reduces regulatory risk
- Compliant with best practices in major jurisdictions

9. Amendments & Updates

This vesting schedule may be updated in the following scenarios:

1. **Technical Adjustments**: Smart contract optimizations (no change to token amounts or timelines)
2. **Community Governance**: Post-DAO, community may vote to adjust timelines or distribution methods within reasonable bounds
3. **Regulatory Compliance**: Changes required by applicable laws or regulations in key jurisdictions
4. **Launch Date Finalization**: Once funding is secured, "Month 0" will be set and all relative dates converted to calendar dates

Amendment Process:

- All changes must be publicly announced with 30-day notice minimum
- Community consultation (pre-DAO) or formal voting (post-DAO)
- Updated version published with clear change log
- Previous versions archived for transparency

Version History:

- **v1.0 (November 2025):** Initial release with calendar dates
- **v1.1 (December 2025):** Updated to relative timeline (Month 0 + milestones)

10. Frequently Asked Questions

Q: Can the team unlock tokens early?
 A: No. Tokens will be locked in smart contracts with no manual override capabilities.

Q: What if the team leaves the project?
 A: Vested tokens remain locked regardless of team status. The DAO can later govern remaining unlocks.

Q: How is "active usage" tracked for rewards?
 A: On-chain transaction data within mini-apps is automatically recorded. Reward algorithms are transparent and auditable.

Q: Can vesting schedules be changed?
 A: Only through community governance (post-DAO) or regulatory compliance requirements. All changes require public disclosure.

Q: What happens to unvested tokens if the project fails?
 A: They remain locked in smart contracts indefinitely. No one can access them.

11. Conclusion

Lithcoin's vesting structure is designed to:

- ✅ Ensure long-term ecosystem stability
- ✅ Align team incentives with user success through multi-year vesting
- ✅ Prevent market manipulation via gradual, predictable releases
- ✅ Build trust through transparency and on-chain verification
- ✅ Maintain flexibility to launch when funding is secured

By implementing industry-leading vesting practices, transparent reporting, and community governance, LTCO demonstrates commitment to sustainable growth and accountability.

This is not an investment contract. Vesting schedules exist to support operational needs and ecosystem development, not to promise returns to token holders.

12. Appendices

Appendix A: Smart Contract Addresses

LTCO Token Contract: `0xE278e264eA19A6Fe78ad2667041561aA90f42E71`
Vesting Contracts: To be published and announced at Month 0
 Liquidity Pool: To be published with DEX listing at Month 0

Appendix B: Contact & Verification

Official Website: www.lithcoin.xyz
Community Channels: See whitepaper Appendix

Appendix C: Version Control

Disclaimer

This document is for informational purposes only and does not constitute financial, legal, or investment advice. Token vesting schedules are subject to smart contract execution and may be adjusted only through documented governance processes as outlined above.

LTCO is a utility token designed for transactional use within the McJohnson Wallet ecosystem. It should not be purchased with the expectation of profit or as an investment instrument.

Cryptocurrency involves significant risk, including potential total loss of funds. Token values can be volatile and unpredictable. Always conduct your own research (DYOR) and consult with qualified legal and financial professionals before participating in any cryptocurrency ecosystem.

END OF DOCUMENT

Lithcoin (LTCO) | Version 1.1 | December 2025 | Milestone-Based Vesting