

Arca Partners with Anchorage Digital Bank To Offer Expanded Custody Solutions for the Arca U.S. Treasury Fund.

New York, NY, May 1, 2024

Arca Labs, the innovation division of one of the leading digital assets investment managers, Arca, and Anchorage Digital Bank N.A. announced a partnership today that will enable seamless custody for Arca U.S. Treasury Fund shares with Anchorage Digital Bank, the only crypto-native bank chartered by the U.S. Office of the Comptroller of the Currency, further expanding its institutional-grade ecosystem.

“As the crypto industry is receiving increasing demand for higher security and compliance standards, Anchorage Digital Bank was a natural choice as a custody partner due to its unique regulatory protections and secure custody solution,” said Jerald David, President at Arca Labs. “By partnering with Anchorage Digital Bank, we are one step closer to offering a premier end-to-end product for companies seeking to integrate tokenized treasuries into their operations.”

“We are proud to provide custody as a federally-regulated bank and qualified custodian for the Arca U.S. Treasury Fund,” said Nathan McCauley, Co-Founder and CEO of Anchorage Digital. “This partnership underscores our commitment to providing best-in-class custody solutions for digital asset investors to safely and securely participate in the modernization of tokenized treasury money market funds.”

The Arca U.S. Treasury Fund is the first registered fund under the Investment Company Act of 1940 to issue its shares as digital asset securities, known as ArCoin. Issuing and transferring ArCoin on the blockchain enables peer-to-peer transactions, near-instantaneous settlements, and 24/7 trading, among other benefits. Backed primarily by a portfolio of U.S. Treasuries, ArCoin can potentially replace U.S. Treasuries in enterprise workflows and increase cost savings, reduce human errors, and provide additional transparency. Enterprise workflows include collateral management, treasury management, settlement, and other purposes.

“Anchorage Digital Bank and Arca have been early innovators in the digital asset securities space for the past six years. Now that institutions have validated the benefits of blockchain technology, companies are seeking the most secure and seamless digital assets solutions that meet U.S. regulatory standards,” added Jerald David, President at Arca Labs.

About Arca Labs

Arca Labs is the innovation division of Arca, a leading digital assets investment firm. It is focused on using the transformative power of blockchain and digital assets to create a more efficient and democratized financial system. Arca Labs is leading the effort to build financial infrastructures, networks, and products for the digital age through research and development, partnerships, advisory, and community building. Arca Labs, through its subsidiary, Arca Capital Management LLC, is an asset management firm that invests and innovates in digital assets. Arca pioneered the BTF (Blockchain Transferred Fund) by launching the Arca U.S. Treasury Fund, the first registered '40 Act fund to issue shares as digital asset securities.

About Arca U.S. Treasury Fund/ArCoin

Launched in July 2020, the Arca U.S. Treasury Fund is the first registered '40 Act fund to issue its shares as digital asset securities, known as ArCoin. ArCoin are minted and transferable via peer-to-peer transactions on the Ethereum Blockchain, and each ArCoin represents one share of the Fund. The Fund is comprised of a mix of U.S. Treasuries and U.S. dollars portfolio, with a current 30-day SEC yield of 5.51%.

About Anchorage Digital

Anchorage Digital is a crypto platform that enables institutions to participate in digital assets through custody, staking, trading, governance, settlement, and the industry's leading security infrastructure. Home to Anchorage Digital Bank N.A., the only federally chartered crypto bank in the U.S., Anchorage Digital also serves institutions through Anchorage Digital Singapore, Porto by Anchorage Digita. The company is funded by leading institutions including Andreessen Horowitz, GIC, Goldman Sachs, KKR, and Visa, with its Series D valuation over \$3 billion. Founded in 2017 in San Francisco, California, Anchorage Digital has offices in New York, New York;

Porto, Portugal; Singapore; and Sioux Falls, South Dakota. Learn more at anchorage.com, on X [@Anchorage](https://twitter.com/Anchorage), and on [LinkedIn](https://www.linkedin.com/company/anchorage).

Important Information

Arca Capital Management, LLC, a wholly owned subsidiary of Arca Labs LLC, serves as adviser to the Arca U.S. Treasury Fund, distributed by UMB Distribution Services, Member FINRA/SIPC. Arca and UMB are not affiliated.

An investor should carefully consider the investment objectives, risks, charges, and expenses of the Arca U.S. Treasury Fund before investing. This and other information is available in the Fund's prospectus, which should be reviewed carefully prior to investing. To obtain a prospectus, please call 1-888-526-1997.

Investors may not be able to sell their shares at the time or in the quantity of choosing regardless of how the Fund performs. The Funds Annual Operating Expense Ratio, as reflected in the current prospectus is 3.22%, however, Management has agreed to an expense cap of .75% through an expense limitation agreement valid until April 30, 2024. For more details relating to the fund's expenses, please review the prospectus.

No assurance can be given that the Fund will achieve its investment objective, and investment results may vary substantially over time and from period to period. An investment in the Fund involves risk including loss of principal. An investment in the Fund is suitable only for investors who can bear the risks associated with limited liquidity in the shares and the uncertainty of emerging technologies, and should be viewed as a long-term investment. Other risks specifically associated with the Arca U.S. Treasury Fund are detailed in the prospectus and include no history of operations risk, conflict of interest risk, interval fund risk, no minimum amount of proceeds risk, fund closure risk, liquidity risk, tax related risks, credit and non-payment risk, interest rate risk, portfolio management risk, market risk, call risk, valuation risk and issuer risk.

The Arca U.S. Treasury Fund is one of the first registered funds to offer digital asset securities and there are additional risks associated with this feature of the fund, including regulatory risk, liquidity risk, emerging technology risk, operational and technology risk, and risks specifically associated with the Ethereum blockchain. There is the risk that management may be unable to successfully use blockchain technology to validate ownership and transfer ArCoin. For details regarding all of the risks described above, please review the prospectus.

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