



TRANSPARENCY REPORT #2

The Solana Foundation issues transparency reports every month to shed light on the previous month's token activity, expected token activity for the current month, and other updates in relation to the SOL token. The goal for these reports is simple: token activity transparency.

Anyone can view the network live at [Solana Beach](#) (made by Staking Facilities), and use our [native block explorer](#) to review transactions on both the Solana Mainnet Beta and Solana Testnet.

GLOSSARY

Circulating Supply: The number of tokens that are currently unlocked and in accounts outside of the control of the Solana Foundation or Solana Labs.

Total Supply: The total number of tokens in existence, including locked tokens

Burned Tokens: Tokens that have been locked indefinitely and removed from the circulating and total supply, either manually or through transaction fees.

STATE OF THE SUPPLY AS OF JUNE 16, 2020

Current Total Supply: @488,628,352
Current Burned Tokens: @11,365,067
Current Circulating Supply: @16,509,843

As of July 1st, 2020, Solana's Circulating Supply is composed of:
Coinlist Auction on March 24th, 2020 - @8,021,989
Market Maker Loan: @8,000,000
Community Airdrops: @425,854
Validator Fees: @62,000

Validators spend about 1 SOL per day in vote transaction fees, which are burnt and removed from supply. Since genesis, approximately ~6,000 SOL have been burnt and removed from circulating and total supply due to vote transaction fees.

Due to distributions of airdrops and validator fees, as well as transaction fee burning, the circulating supply as shown on CoinGecko, CoinMarketCap, other price references sites, and the Solana Explorer may differ slightly from the numbers reported here. The circulating supply as shown on CoinMarketCap is incorrect, and Solana team members are working with them to resolve this.

SUPPLY FORECAST FOR 2020

From May 2020 through the end of the year, the Solana Foundation is committed to introducing no more than @8,000,000 per month (separate from previously committed distributions) into the circulating supply through any of the following means:

- Conducting airdrops for the purpose of educating users and growing awareness of the project. "For example, the Solana Foundation conducted an airdrop in collaboration with Binance as part of its initial launch on the Exchange."
- Grant and delegation programs for research and development initiatives led by third parties that advance the growth and development of the ecosystem.
- Selling tokens through primary sales or through an auction on a non-exchange platform such as CoinList

The 8m per month limit only applies to the tokens held by the Foundation until Jan 7 2021. As outlined below in the "Activity in the Month of June" section: During the month of June, the Solana Foundation will be adding between 175,000 and 350,000 SOL into circulation for

various community initiatives, including airdrops. **Otherwise, no large sales or distributions are planned for June.**

UNLOCK SCHEDULE

By January 7th, 2021, the total unlocked supply will be 457,384,933, excluding inflationary rewards. The exact time is determined by the stake-weighted average of dates submitted by validators. These tokens include:

Employees and Service Providers: 18,282,534 have been committed through contracts with service providers as part of ongoing or completed efforts. Many of the contracts specify a vesting schedule with various dates to consider. 7,172,862 will have been earned and will unlock on January 7th, 2021.

SAFT Investors: All of the SAFT investor tokens will be unlocked at the same time on approximately January 7th, 2021. The amount of SAFT investor tokens is 176,949,616.

Founders: Half of the founders' tokens will be unlocked. This amount of Founder tokens currently expected to be unlocked on January 7th, 2021 is 31,250,000. The remaining half of the founders' tokens will unlock monthly over the following 24 months.

Validators: 3,271,751 have been committed through contracts with validators as part of ongoing or completed incentivized testnet events and work on mainnet beta as of May 1st, 2020. Not all of the SOL will be earned throughout the course of their service agreements. As of May 1st, 2020, 2,360,047 tokens were earned and set for distribution. On January 7th, 2021 a maximum of 300,000 will be fully unlocked. The remaining SOL that are earned will have various unlocking dates through May 2021.

Community and Foundation: Remaining tokens are held by the Solana Foundation and Solana Labs. The Community Pool is not currently locked in a smart contract, as has been the case since the token generation event. However, as outlined above the Solana Foundation has committed to introducing no more than 8,000,000 into the circulating supply each calendar month through the end of 2020, and will, to the best of its ability, provide transparency into these activities through reports such as this one. The 8,000,000 per month applies only to tokens held by the Foundation, including any inflationary rewards earned by the Foundation.

CoinList Auction: No additional tokens will be unlocked. Auction tokens delivered to participants have been 100% unlocked since delivery in April 2020.

Inflation: Inflation rewards have not yet been enabled by the Foundation. If inflation is enabled prior to Jan 7 2021, tokens that are locked until Jan 7th 2021 cannot withdraw inflationary rewards. Inflationary rewards are distributed automatically to stakes that are actively participating in consensus. The rewards that are distributed to unlocked stakes may be withdrawn and may enter circulation. The Foundation is limited to releasing no more than 8,000,000 per month until the end of 2020 including any earned inflationary rewards.

ACTIVITY IN THE MONTH OF JUNE

In the month of June, the Solana Foundation added 140,604 tokens into circulation.

SAFT Tokens

On June 10th, 2020 the Solana Foundation distributed 8,187,555 to 9 investors in the form of locked stake accounts. As of June 16th 2020, there were a total of 116,359,311 yet to be distributed to SAFT investors.

Community Airdrops

125,754.530 was sent to gate.io for community airdrops. An additional 17,600 was distributed for various community efforts.

Validators

As of July 1st, 62,000 unlocked tokens have been distributed to the validator community to support network fees. These validators are contractually bound to only use the tokens to pay for network fees.

As of July 1st, 1,928,712 in locked tokens have been distributed to validators as compensation for participation in the Tour de SOL (Solana's incentivized testnet), soft launch, and Mainnet Beta initiatives.

EXPECTED ACTIVITY IN THE MONTH OF JULY

During the month of July, The Solana Foundation expects to release up to 8,000,000 into circulation for various community, exchange, and fundraising activities.

SAFT Tokens

The Solana Foundation hopes to distribute the remaining balance of ◎116,359,311 to SAFT investors. All SAFT tokens will be distributed in the form of locked stake accounts, which will unlock on January 7th, 2021.

Community Airdrops

To support exchange listings The Solana Foundation is expected to add up to 1 million unlocked SOL into circulation.

Validators

The Solana Foundation plans to distribute ◎431,335 in locked tokens to validators as compensation for participation in the Tour de SOL (Solana's incentivized testnet), soft launch, and Mainnet Beta initiatives.

Fundraising

During the month of July, the Solana Foundation is expected to add up to 7 million unlocked SOL into circulation to support fundraising efforts.

Between all efforts in July, including community airdrops, validator compensation, and fundraising, the number of tokens added into circulation will not exceed the 8 million SOL that the Solana Foundation can release into the market each month.

EXCHANGE LISTINGS

On April 7th, 2020 the native Solana token (SOL, symbol ◎) was officially listed on [Binance](#) with three trading pairs: SOL/BTC, SOL/BNB, and SOL/BUSD.

On June 25th, 2020 the native Solana token (SOL, symbol ◎) was officially listed on gate.io with one trading pair: SOL/ USDT.

Unofficial exchange listings include Hoo.com, Hotbit, CoinDCX, and Bilaxy. Current trading pairs: SOL/BTC, SOL/USDT, SOL/BNB, and SOL/BUSD. [CoinMarketCap's market pair page](#) currently does not list the gate.io pair, but the Solana Foundation is working with CMC to correct this error.

STAKER PRICE GUARANTEE

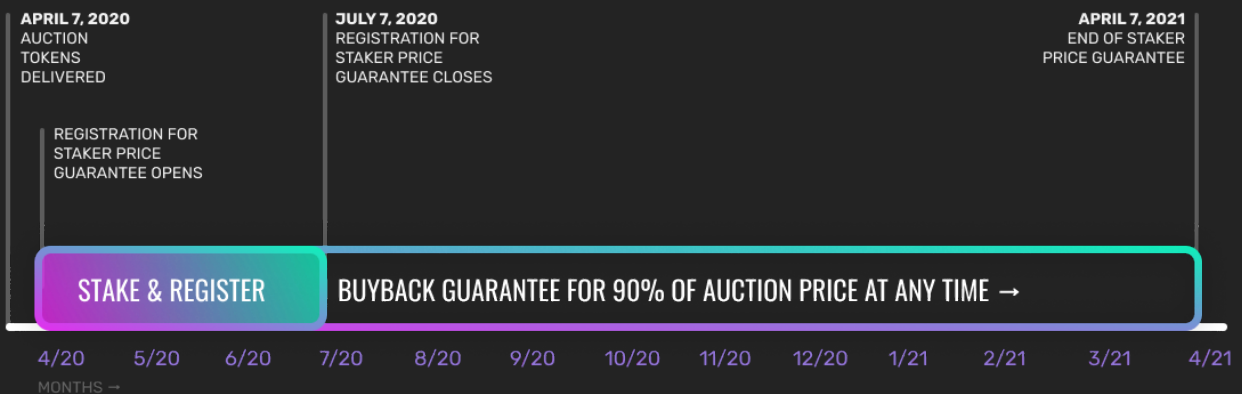
Solana has implemented a Staker Price Guarantee for users who purchase SOL tokens in an auction or on an exchange, register them, and stake them to secure the network. The current price guarantee is \$0.198 USD (90% of the CoinList auction reserve price of \$0.220 USD, which was established on March 24th, 2020). This price guarantee is valid through April 7, 2021. The goal of this program is to incentivize staking on the network while providing a guaranteed price floor and potential loss limit against price fluctuations to those who choose to stake and participate in the program.

Updates to the Staker Price Guarantee

As of June 20th, 2020, Solana no longer accepts all wallet addresses to be registered for the Staker Price Guarantee, but requires that new registrants provide a stake account address in order to register. To be eligible for redemption, the original program rules for staking have not changed. A registered stake account must be continuously delegated for at least 48 hours from the time of registration to the time of redemption to be eligible for the guaranteed price.

End of the Staker Price Guarantee Registration Period

The registration period for the Staker Price Guarantee will end on July 7th, 2020. During the course of the 3 month registration period, there have been no additional sales of tokens from the Solana Foundation. There are no additional sales planned before July 7th, 2020.



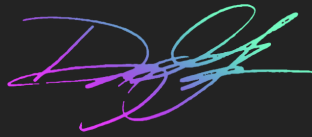
A NOTE TO TOKEN HOLDERS

Thank you to everyone who has supported Solana over the past two years. The protocol depends on the support, evangelism, and adoption of users who care about the future of decentralized finance and marketplaces. Through the support of token holders and early adopters like Terra, Kin, Chainlink, and many others, the hope is to see this future play out as soon as possible. The performance and throughput of Solana are critical for the journey to be successful.

Solana and its various stakeholders will always strive for clarity, transparency, and fairness. There is always room to improve, and your feedback is greatly appreciated. This transparency report is one of many steps being taken to establish and maintain these values. Please stay tuned for more updates, and as always, thank you so much for your support.



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