HYDROMINING WHITEPAPER

Leveraging Paraguay's Hydroelectric Advantage for Sustainable Bitcoin Mining *Version 0.1 | June 2025*

EXECUTIVE SUMMARY

HydroMining solves Bitcoin mining's energy paradox through geo-arbitrage in Paraguay, where surplus hydroelectric power costs **\$0.03/kWh** (vs. global average \$0.15/kWh). Our tokenomics funds carbon-neutral mining via a 6%-fee BSC token, with 70% of profits driving token buybacks.

Key innovations:

- ✓ Immersion-cooled Antminer S21 XP Hyd units (30-50% energy reduction).
- ✓ Dual-audited tokenomics (Certik + EtherAuthority).
- ✓ LOI signed with ANDE power authority.
- √ 4.16-year ROI per mining farm.
- ✓ Zero team allocations | 100% fair launch.

1. <u>DEFLATIONARY TOKENOMICS</u>

Component	Specification
Token Supply	10,000,000
Transaction Fee	6% (2% Buy / 4% Sell)
Fee Allocation	3% Farms, 2% Marketing, 1% Team
Profit Distribution	70% Buyback/Burn, 20% Maintenance, 10% Team

- 1. Dual smart contract audits (Certik + EtherAuthority).
- 2. Permanently locked liquidity.
- 3. Real-time profit dashboards.
- 4. Zero team token allocations.
- 5. Fair Launch.

2. COSTS AND EXPENSES PER FARM

Cost per farm

Cost Description	Cost
500 Antminer S21 XP Hyd (\$16,791.04/unit,	\$8,395,520
including taxes and shipping)	
Land in Ciudad del Este	\$300,000
Industrial warehouse construction	\$600,000
Immersion cooling systems	\$400,000
Connection to ANDE's power grid	\$300,000
Permits and legalization	\$200,000
Monetary support for Paraguay's hydroelectric plant	\$1,000,000
<u>Total</u>	<u>\$11,195,520</u>

Annual expenses

Expense Description	Expense
Energy for mining farms (2,838,000 W,	\$746,425
68 MWh/day at \$0.03/kWh)	(Bitcoin Price in 94,953.19\$)
Maintenance (120\$ x miner x year)	\$60,000
Local technicians (10 x 30,000\$)	\$300,000
Insurance and licenses	\$80,000
Immersion cooling systems	\$100,000
<u>Total</u>	<u>\$1,286,425</u>

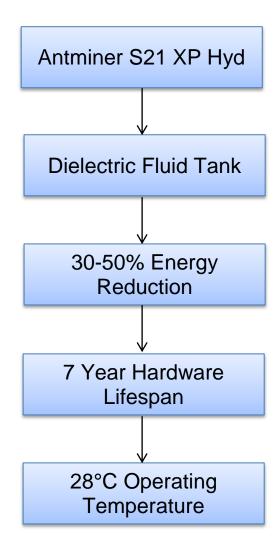
3. 7-YEAR PROFIT PROJECTION PER FARM

Based on \$3,054,013 initial annual net profit (500 Antminer S21 XP Hyd at 473 TH/s and 5676W each) and the last 7 years of mining difficulty and price

Year	Mining Revenue	OPEX Costs	Net Profit	Buyback/Burn (70%)
1	\$3,054,013	\$1,286,425	\$1,767,588	\$1,237,312
2	\$3,152,806	\$1,286,425	\$1,866,381	\$1,306,467
3	\$9,837,761	\$1,286,425	\$8,551,336	\$5,985,935
4	\$4,678,447	\$1,286,425	\$3,392,022	\$2,374,415
5	\$1,657,123	\$1,286,425	\$370,698	\$259,489
6	\$3,116,592	\$1,286,425	\$1,830,167	\$1,281,117
7	\$2,321,387	\$1,286,425	\$1,034,962	\$724,473
TOTAL	\$27,818,129	\$9,004,975	\$18,813,154	\$13,169,208

4. TECHNOLOGICAL INNOVATIONS

Immersion Cooling System



Energy Optimization

- Real-time monitoring of ANDE grid consumption.
- Load balancing algorithms to minimize waste.
- Paraguay hydroelectric advantage: 100% renewable at \$0.03/kWh.

5. REVENUE MODEL & TOKENOMICS

Dual Revenue Streams

- Bitcoin Mining
- Transaction Fees

Token Value Accrual

- 70% profits → Buyback pressure → Reduced supply
- Burns verified on-chain → Transparency
- Scarcity + Utility → Price appreciation

Token Utility

 Holders will be able to invest their tokens in an additional fund to build mining farms and receive 70% of the profits exclusively for those who invested.

6. RISK MITIGATION MATRIX

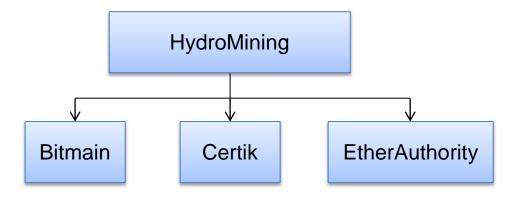
Risk Category	Probability	Impact	Mitigation Strategy
Bitcoin Price Volatility	High	High	20% hedging reserve fund
Regulatory Changes	Medium	High	Paraguayan Free Zone Incorporation
Hardware Failure	Medium	Medium	Immersion cooling + 20% replacement fund
Mining Difficulty	High	High	Dynamic profit reinvestment algorithm

7. <u>UPGRADED ROADMAP (TIERED EXECUTION)</u>

Phase	Timeline	Technical Milestones	
Planning	Q1 2025	Research	
J		Whitepaper Beta	
Execution	Q2 2025	Website	
		Seek Alliances	
Fundraising	Q3 2025	Fundraising for the Project	
Project Launch	Q4 2025	BSC Contract Deployment	
		\$61k Seed Round Closure	
		Certik and EtherAuthority Audit Completion	
Mainnet & Electric Price	Q1 2026	PancakeSwap V3 Listing	
		ANDE Final Agreement Signed	
Farm Setup	Q2 2026	Purchase of Land and Construction of the First Farm	
		Immersion Cooling Installation and Electrical Connections	
		First 250 Antminers Online	
		Real-time View of Farm Profits on the Website	
Expansion Phase	Q3 2026	Farm 2 Construction	
		Listing in 2 CEX	
Product Enhancement	2027+	Mobile App Release	
		Creation of the fund for Holders (where they can invest their tokens and build their own mining farms and obtain profits from them)	
Growth Milestone	2031+	Cross-chain Expansion	
		10-Farm Network Completion	
		Go Public on the Stock Market	

8. STRATEGIC PARTNERSHIPS

Confirmed Alliances



Negotiations in Progress

- PancakeSwap: Concentrated liquidity pools.
- Renewable Energy Consultants: Efficiency optimization.
- ANDE: Price of electricity.