



Owner of a Leapfunder Note

- You have successfully invested in a startup: what will happen next?
- You are now a owner of a Leapfunder Note in a startup:
 - You will be updated about progress by the startup on a monthly basis, via the CEO updates
 - As long as the Leapfunder Note runs the interest will accumulate
 - This accumulation of interest will continue until a Qualifying Event will trigger the conversion of the Leapfunder Note into shares
- What are the Qualifying Events:
 - An investor invests > €100k in cash in new shares
 - The startup is acquired or there is some other change of control
 - The final conversion date is reached. The date can be found in the information memorandum
- What will happen at the Qualifying Event:
 - When a Qualifying Event occurs the Leapfunder Note will be turned into shares, held by a Special Purpose Vehicle
 - The CEO will contact the investors to inform them about the process of conversion
- Is there always be a Qualifying Event?
 - Yes, unless the start-up has to close.
- How do you interact with the startup in the mean time:
 - Investors are very valuable, not only for the cash they bring in, but also for their expertise. You can help the startup by:
 - Sharing your valuable experience, you can consider becoming a mentor
 - Making introductions from your network
 - Advise the startup during future funding rounds