

Airdrop of Flare (FLR) tokens to Ripple (XRP) holders

21 April 2023

This document is intended to help investors understand the airdrop of Flare (FLR) tokens and its impact on 21Shares ETPs. For more information, please contact etp@21.co.

What is Flare and the background of the airdrops?

Flare was a proof-of-concept application that was initially intended to be built and integrated to the Ripple blockchain. To galvanize the community back in 2020, the team behind this protocol decided to reward Ripple (XRP) investors with the Flare token (ticker: FLR) through a token airdrop. Although Flare subsequently moved away from the Ripple ecosystem to launch their own smart-contract platform, XRP holders will still benefit from the Flare airdrop if they held at least one XRP token as of December 11, 2020.

The distribution of the airdrops were based on a snapshot of XRP holders taken in December 2020. Investors were [rewarded](#) with one FLR token for each XRP held.

What is the impact on 21Shares ETPs?

On April 13, 2023, Coinbase finally [announced](#) that they will list Flare (FLR), which therefore enabled custodial support for the FLR token airdrop. Only as of then, 21Shares was able to participate in the receipt of the FLR airdrops. Although 21Shares is not obliged to participate in the receipt of any airdrops, 21Shares has decided to voluntarily and non-bindingly receive the FLR airdrops for the respective ETPs.

21Shares was able to claim the airdrops for the ETPs that held the respective XRP underlying with Coinbase at the time of the snapshot. On April 21, 2023, the received airdrops were sold and the proceeds were reinvested into the respective 21Shares ETPs, as outlined in the table below:

| | Proceeds from Flare (FLR) sale | Additional performance generated |
|--|--------------------------------|----------------------------------|
| 21Shares Ripple XRP ETP (AXRP) | USD 77'048 | + 0.22% |
| 21Shares Crypto Basket Index ETP (HODL) | USD 38'632 | + 0.04% |



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