The Future of NFTs

James H. Lee Founder, StratFl



What Is an NFT?

A non-fungible token is a unique digital identifier that cannot be copied, substituted, or subdivided, that is recorded in a blockchain, and that is used to certify authenticity and ownership.

-Wikipedia



Fungible

My \$10 is the exact same as your \$10



Semi-fungible

All general admission tickets get each person in to the same specific concert, but may not work for a different concert or date.



Non-fungible

Represents something unique and 1-of-1!

Panic Selling

Purchased for \$1.3 million last January, now worth \$70,000

JUSTIN BIEBER LOST OVER A MILLION DOLLARS IN THE NFT MARKET CRASH



Yet, according to Decrypt, the cryptocurrency market and smaller NFTs have not only fallen out of favour in recent months; even the "Malders" have suffered losses like this

Crypto Winter (again)



Complete This Sentence: NFTs are...

A huge money-grab

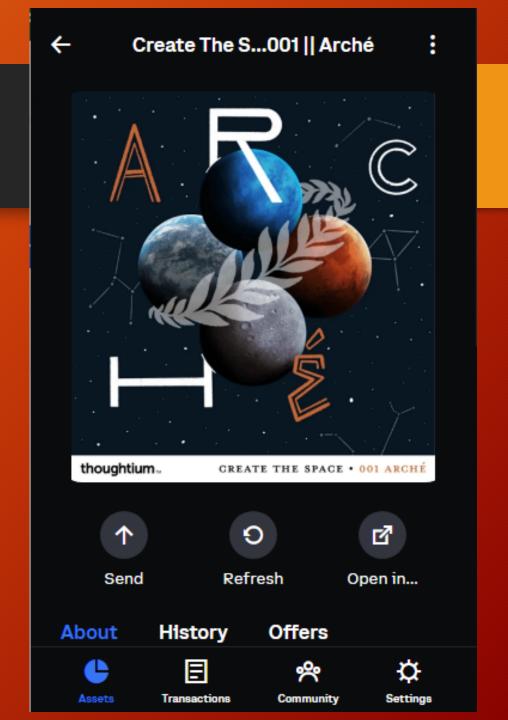
Last year's fad

Transformational technology

Too early to comment

My NFT Wallet

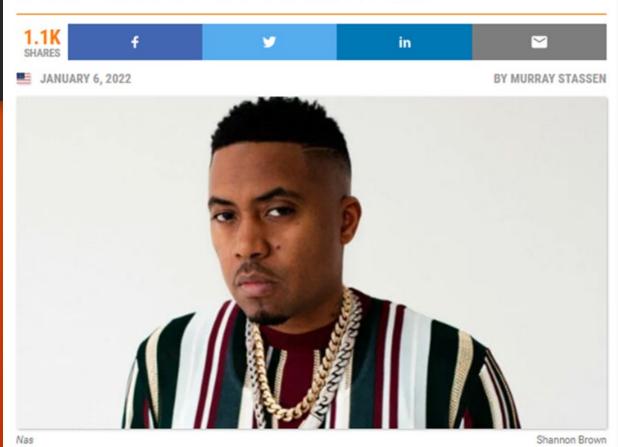
- Contains one Token
- Purchased on OpenSea For \$0.01
- Paid \$35 in transactions fees
- 2 1-hour business coaching sessions, swag drops, and exclusive access to workshops and dinners.



Distribution Channel for Creators

- Monetize Existing Projects
- Crowdfund future projects
- Provide unique experiences for followers
- Control distribution of your creative works

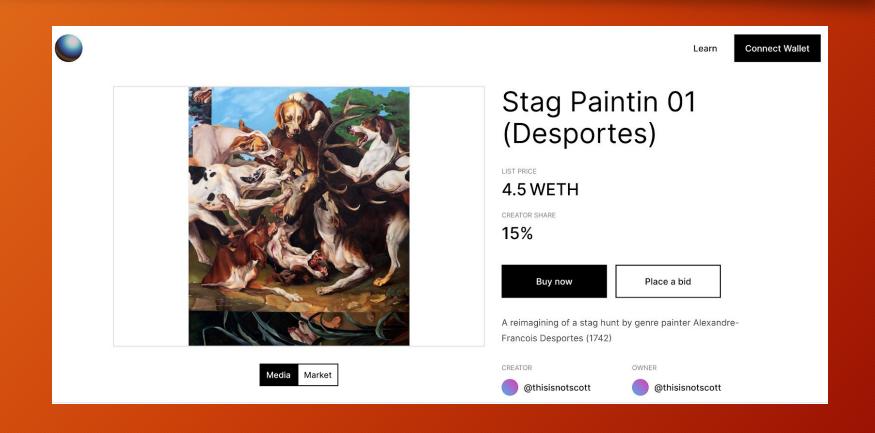
NAS TO LET FANS BUY SHARES IN STREAMING ROYALTIES VIA NFTS ON MUSIC INVESTMENT PLATFORM ROYAL



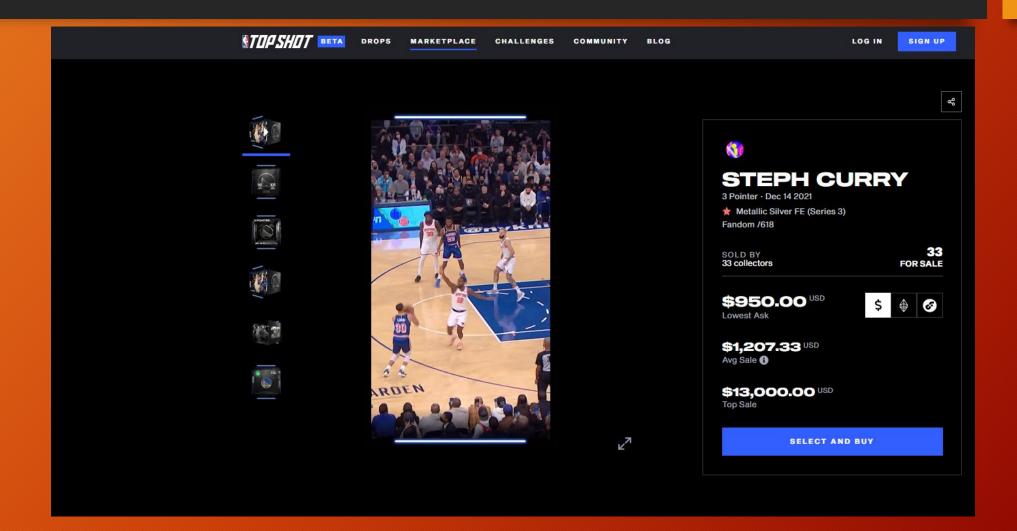
Blockchain-based music investment platform Royal raised \$55 million in November and attracted funding from artists like The Chainsmokers, Nas, Logic, Stefflon Don, Kygo, Joyner Lucas and Disclosure.

Today, Royal, co-founded by Justin Blau, aka musician and producer 3LAU, has revealed that one of those backers, hip-hop legend Nas, will be the first artist to let fans invest in his music on the platform.

Creator Shares Reward Artist on Subsequent NFT Sales



NFTs in Music and Entertainment



Future of Ticketing

- Counterfeit Tickets: One out of 10 concert tickets bought in the US are fake.
- Service Costs: Service fees for platform profit, delivery charges, etc. average 27% of the ticket price.
- Resale Value: Make it possible for ticket owners to resell NFT tickets on the platform.
- Programmable Tickets: Backstage passes, discounts for merchandise, album releases, etc.

Future of Ticketing



Kings of Leon "Golden" NFT ticket holders are is guaranteed 4 front-row seats at any Kings of Leon concert during each tour for life. In addition, the NFT ticket holder also receives a VIP experience: personal driver to and from the concert, concierge at the show, personal interaction with the band, exclusive lounge access, and branded merch.

Brands with NFTs

- Nike early leader with \$183m in NFT revenue
- "Digital Twins" Luxury goods issuing NFT's to certify origin and authenticity.
- McDonalds McRib NFT has never been traded.

Tokenization = attaching a digital identifier (NFT) to a a digital object or to the digital representation of a physical object.

Brands in the metaverse

A non-exhaustive list of brands testing metaverse concepts



Brands with NFTs

- Social media peaking?
- Finding new markets in the Metaverse
- New sneakers/products that can only be worn using augment reality.





RTFKT is now a part of the NIKE, Inc. family. **@**



4:16 PM · Dec 13, 2021





Read the full conversation on Twitter



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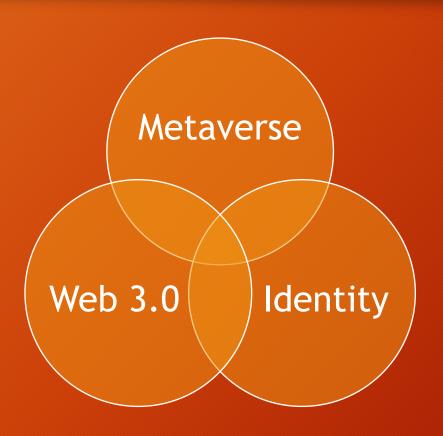
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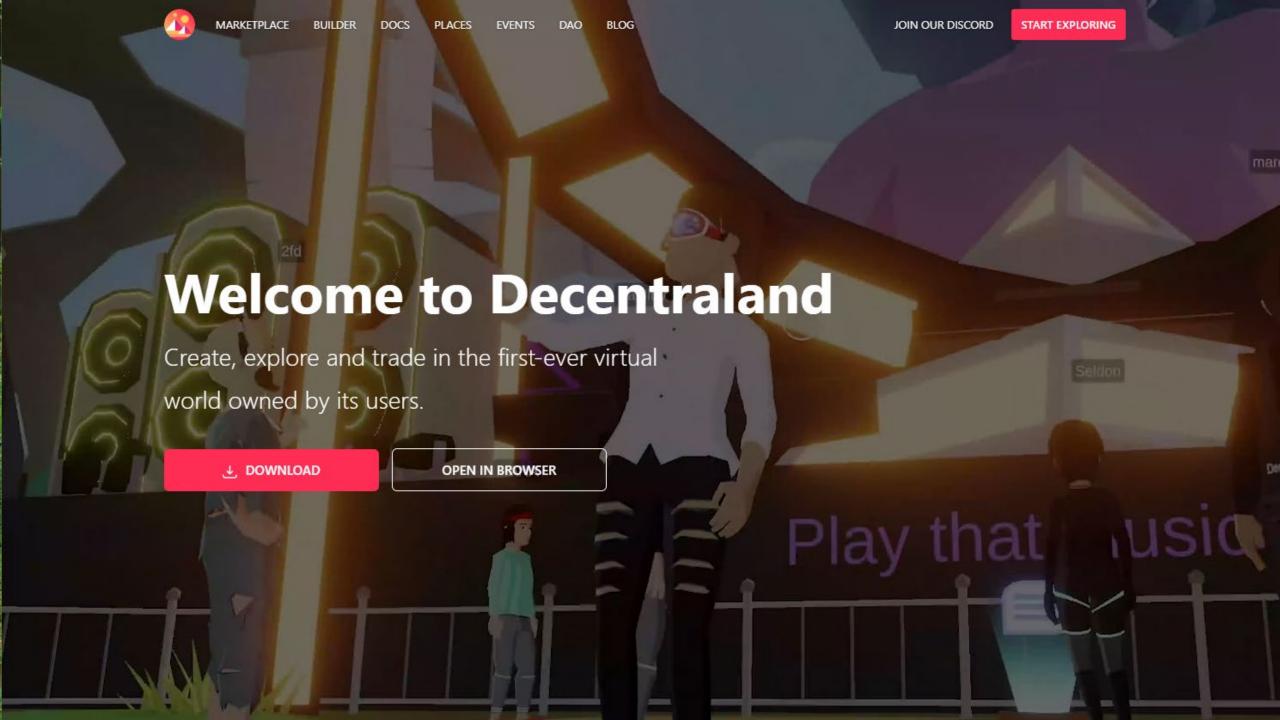


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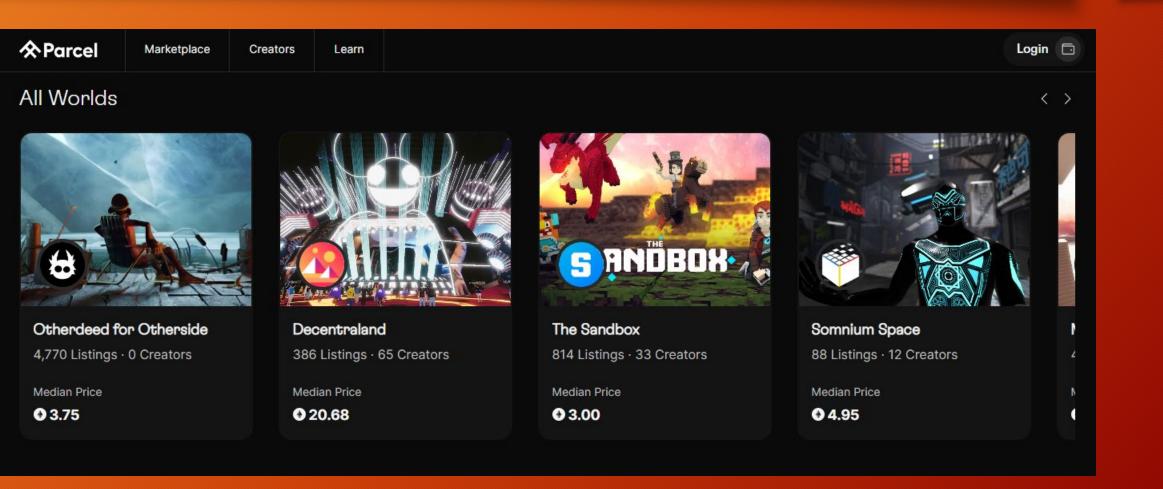
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NFTs and Emerging Tech





A Goldrush in Metaverse Real Estate? Not Yet.



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Pants Shorts

Dresses & Skirts

Shoes

Classic Shirts

Classic T-Shirts

Classic Pants

Accessories

Heads

Avatar Animations ~

Filters

Creator

All Creators

(Roblox

Username



Price

Clothing > Shoes



Roblox Sneakers - Gray Free

Work Boots -

Black

© 50



Sneakers - White Free



Canvas Shoes -White Free

Canvas Shoes -

Pink

© 50



Military Boots -Black **©** 50



High Tops - Black **©** 50



Canvas Shoes -

Gray

Free

Q Search



Relevance

High Tops -White © 50



Roblox Running

Shoes - Red

Roblox Running Shoes - Black

© 50





0 80



Dress Shoes -

Black

© 50

Flats - Black @ 80



Work Boots - Tan **©** 50



Roblox Sneakers - White **©** 50



Roblox Running Shoes - Blue **0**80

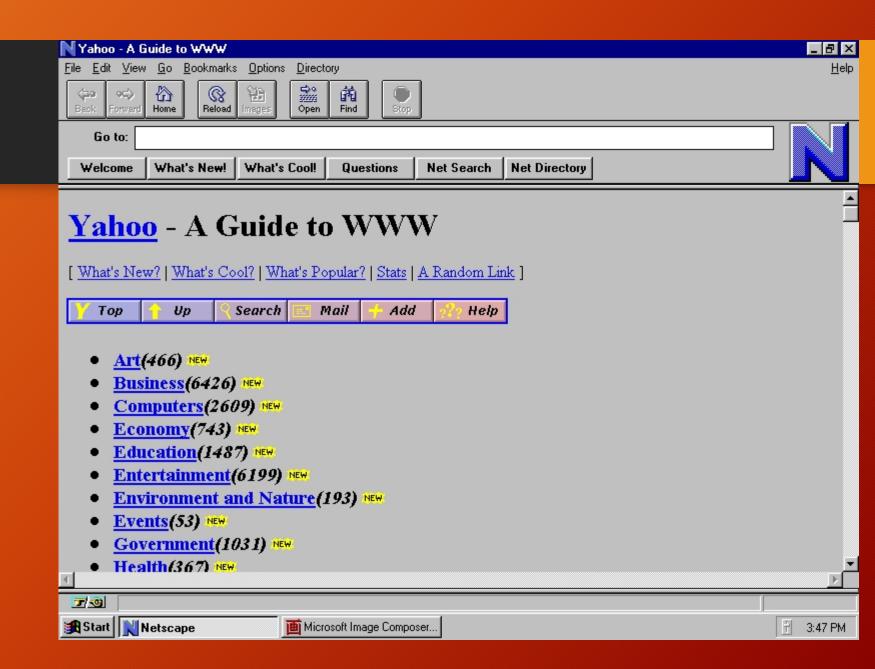


Roblox Running Shoes - White

0 80

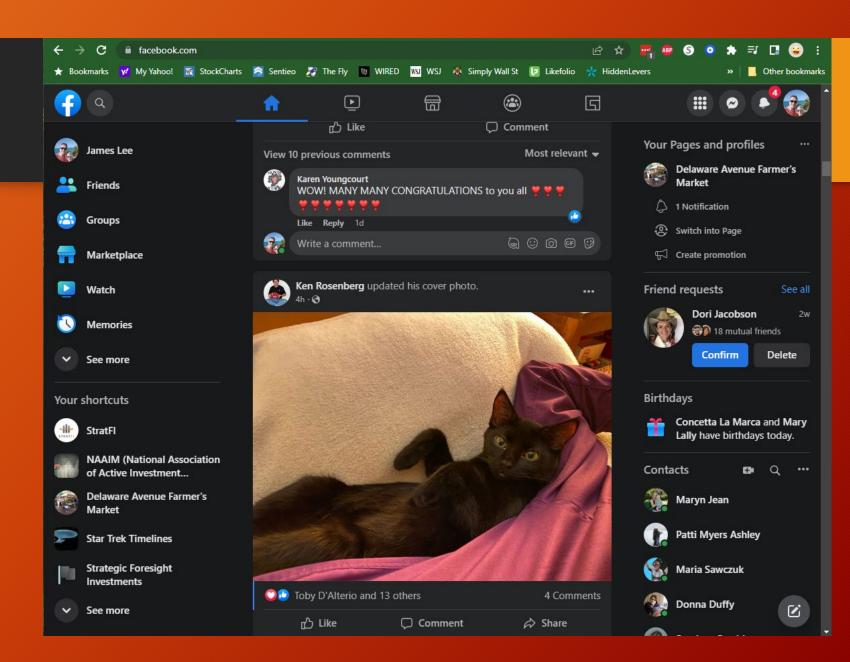
Web 1.0 (circa 1994)

- Limited bandwidth
- Desktop viewing only
- Read-only
- Coding required
- Radically decentralized



Web 2.0 (now)

- Text, Video, Sound, Gaming
- User-content
- More centralized
- Ownership/control of data



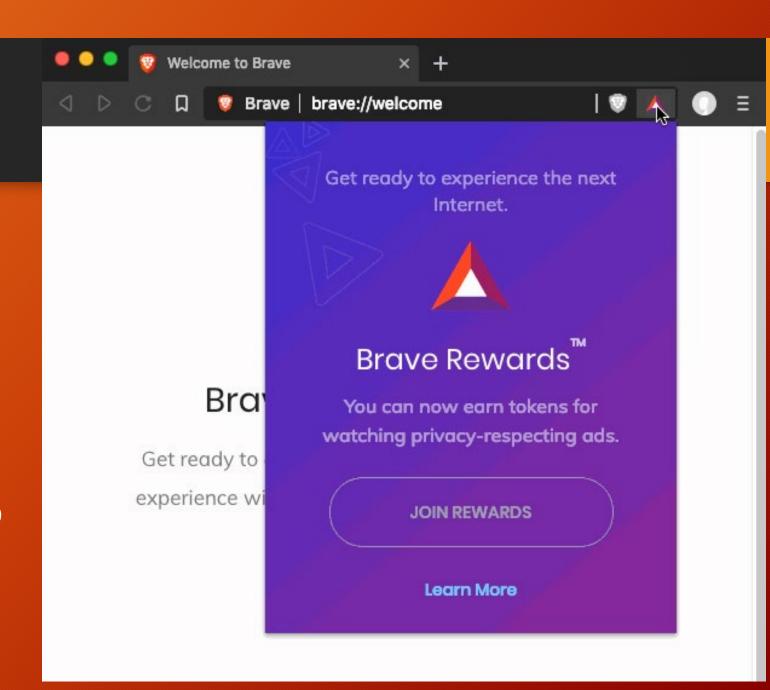
Web 3.0 (future?)

- Blockchain-based
- Open and transparent (attribution)
- Control of your own data (privacy, ownership)
- Immutability (censorship resistant)
- Semantic web (machine readable)

Emergence of apps based on blockchain		
	Web 2.0 apps	Web 3.0 apps (powered by blockchain)
Browser	©	₩ brave
Storage		IPFS STORJ
Video and audio calls	8	EXPERTY
Operating system	ios	essentia.one
Social network		steemit 60
Messaging		status
Remote job	Up	♦ Ethlance

Basic Attention Token

- 70% of ad revenue to users, 30% to browser developers
- BATs worth \$0.22
- Objective is for users to experience fewer ads that are better tailored to their interests while not giving up privacy rights.



Digital Identity - SBT's

- Your wallet becomes your identity
- Non-transferrable tokens that represent personal credentials and affiliations
- Possible for users to have multiple "souls" (similar to file folders) for school, work, medical records, and government registrations.





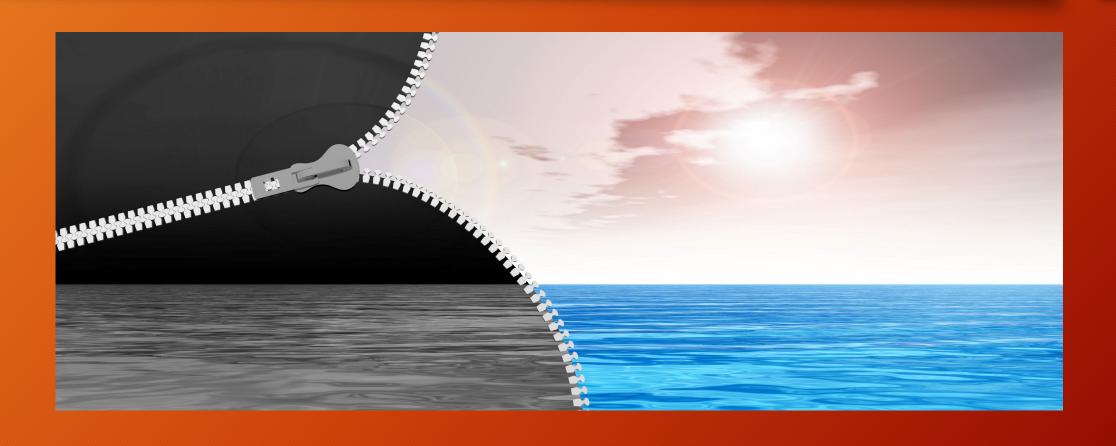
What are Soulbound Tokens? Building Blocks

Proposed by Ethereum creator Vitalik Buterin, Soulbound Tokens are non-transferable, non-financialized tokens for a Decentralized Society.



[™] Jun 9, 2022 © 6 min read

Speculations and Provocations



In 10-Years.... (True or False?)

Every business will need a digital wallet

Web 3.0 gets real

Personal Identity will be managed on the blockchain

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First Steps

Have an organizational wallet with appropriate controls

- Consider using Ethereum Name Service (ENS)
 - Create human-friendly and readable usernames for Ethereumbased crypto wallets, decentralised websites, and apps.

How do You Reserve an Ethereum Name?

- Make sure you have some ETH in your ETH wallet (such as Coinbase Wallet, Metamask, or Trust Wallet);
- Log onto https://app.ens.domains and search for your preferred domain;
- If nobody has the name yet, the name will show as "Available";
- Click on the name and you can reserve your .eth name for as long as you desire;
- Just follow the easy-to-understand steps and your name eth will be yours.

NFT Avalanche

- William Shatner's X-Rays (\$3k)
- Rainbow cat GIF (\$560k)
- Jack Dorsey's First Tweet (\$2.9k)





