



AFRX Security Token Overview

Token Name

Afrail Security Token (AFRX)

Issuer

Afrail Inc., a U.S. Delaware-incorporated company focused on transformative smart urban mass transit infrastructure around the world.

Executive Summary

AFRX is a security token issued by Afrail Inc. under Regulation D Rule 506(c) of the U.S. Securities Act. It represents fractional ownership and economic participation in the Afrail ecosystem, including infrastructure development, digital transit technology, and real estate assets. AFRX is convertible into equity shares of Afrail Inc. and entitles holders to quarterly revenue sharing generated from core business operations.

With a fixed supply of 5.77 billion tokens, AFRX enables compliant, digital-first capital formation and investor participation in one of the most ambitious infrastructure initiatives across Africa, the Middle East, and North America.

Purpose of AFRX

AFRX is designed to:

- Raise capital to fund Afrail's large-scale infrastructure projects in Miami, Florida (AfrailX), and Northern Namibia (AfrailX).
- Tokenize investor rights for transparency, programmability, and access to global capital markets.
- Enable liquidity through future listing on regulated secondary markets (e.g., tZERO).
- Reward long-term holders with revenue-sharing distributions and optional equity conversion.
- Support compliance with U.S. and international securities regulations via smart contract controls.

Tokenomics

The AFRX Security Token has a fixed total supply of 5.77 billion tokens, each priced at \$0.70 USD during the Regulation D 506(c) offering. The minimum investment amount for U.S. accredited investors is \$5,000 USD, while participation for non-U.S. investors is subject to local regulations.

Each AFRX token represents a fractional interest in Afrail Inc., with conversion rights allowing



holders to convert 100 AFRX tokens into 1 Class A Common Share of the company. These Class A shares carry one vote per share, giving investors a governance path upon conversion.

AFRX holders are also entitled to quarterly revenue sharing, distributed proportionally based on token holdings and company performance. Tokens are subject to a 365-day lock-up period from the date of issuance to comply with U.S. securities regulations and promote long-term holding.

Technologically, AFRX is built on the ERC-1400 security token standard, allowing for smart contract enforcement of transfer restrictions, lockups, whitelisting, and jurisdiction-specific compliance. The token will be deployed on either Ethereum or Polygon, depending on final infrastructure considerations.

Technology Stack

AFRX is implemented as an ERC-1400 compliant smart contract, designed for programmable securities. Key features include:

- Whitelisting: Only verified, KYC/AML-compliant investors can hold or transfer tokens.
- Jurisdiction Controls: Transfers are permitted only to/from jurisdictions approved by the issuer.
- Transfer Restrictions: Enforced lock-up periods and compliance gating via smart contracts.
- Auditability: On-chain record of issuance, transfer, and burn events.
- Ownership Rights: Embedded logic for revenue-sharing, vesting, and equity conversion.

Use of Proceeds

Funds raised through AFRX will be allocated as follows:

- \$1.3 billion USD – A railX smart rail infrastructure and data center in South Florida
- \$1.4 billion USD – A railX smart rail infrastructure and data center in Northern Namibia
- \$530 million USD – 30-floor NYC office tower acquisition for commercial real estate
- \$70 million USD – 36-floor office tower acquisition for A rail Atlanta HQ and commercial real estate
- \$140 million USD – Acquisition of majority ownership of the Duo® Flocc Rail™ manufacturer in UK
- \$300 million USD – Steel rolling mill in Oshakati, Namibia to support A railX rollout across Africa
- \$100 million USD – A rail Small Business Fund for SMEs debt/equity financing in Northern Namibia
- \$20 million USD – A railX Cup: Africa-wide football league for instant identity and brand platform
- \$180 million USD – Long-term employee and key partner token incentives



Investor Rights & Benefits

- Revenue Participation: AFRX holders receive quarterly payouts proportionate to earnings.
- Equity Conversion: Option to convert tokens to Class A shares of Afrail Inc.
- Liquidity Path: Planned listing on tZERO ATS and other compliant secondary markets.
- Governance (via Conversion): One vote per Class A share upon conversion from AFRX.

Legal & Regulatory Compliance

AFRX is issued pursuant to:

- Reg D Rule 506(c) – for accredited U.S. investors
- Reg S compatibility – for non-U.S. investors under local securities laws
- Form D filed with the SEC
- Full Private Placement Memorandum (PPM) available to investors
- Smart contract-based restrictions to enforce compliance

Conclusion

AFRX is more than a token — it is a gateway into Afrail Inc.'s global smart infrastructure vision. Built for compliance, scale, and long-term value creation, AFRX gives investors a digital, direct path to participate in developed and emerging market-led, high-impact transit ecosystem — with real revenue, real assets, and a future-ready governance model.

Digital Presence & Project Links

Afrail Inc. – www.afrail.xyz

AfrailX – www.afrailx.com

ArailX – www.arailx.com