

AXX Quarterly Transparency Report

Powering Intelligence with Transparency

1. Introduction

Transparency is at the heart of the **AXX ecosystem**.

Every quarter, we publish a **Transparency Report** detailing our reserves, milestones, network growth, and progress toward building a **clean, intelligent, and decentralized energy network**.

This report provides a full overview of our operational, financial, and technical development from the last quarter, reinforcing our commitment to **open data, sustainable innovation, and ecosystem accountability**.

2. Executive Summary

- **Quarter:** Q4 2025
- **Reporting Period:** September 1 – November 30, 2025
- **Prepared by:** AXX Foundation (Wyoming, USA)
- **Reviewed by:** Independent Auditing Partners
- **Focus:** Network expansion, developer adoption, infrastructure scaling

Highlights:

- 🌐 150+ AXX Nodes deployed globally (↑ 36% growth QoQ)
- ⚡ 98.7% of compute powered by renewable energy inputs
- ⚙️ New SDK & API updates released for developers
- 🧠 AI compute efficiency improved by 23%
- 🪙 4.8M AXX Tokens in circulation (0.00 inflation)
- 🤝 Strategic partnerships formed with clean energy and AI companies in the U.S. and EU

3. Reserves & Financial Transparency

3.1 Treasury Overview

The AXX Treasury maintains a diversified balance of reserves to support operational sustainability, liquidity, and ecosystem growth.

Asset	Type	Reserve Amount	% of Total Holdings	Notes
USDC	Stable Reserve	\$5,200,000	40%	Operational liquidity
BTC	Crypto Asset	40 BTC	25%	Long-term store of value
ETH	Crypto Asset	1,200 ETH	20%	Smart contract gas fees & staking
AXX Token	Native	4,800,000	15%	Ecosystem development

Total Reserves: **\$12.9M (USD Equivalent)**

Audited quarterly by independent verifiers and available for on-chain verification via the **AXX Transparency Ledger**.

3.2 Revenue Streams

AXX generates revenue through three primary mechanisms:




1. **Compute Rewards** — Generated from distributed AI and ML compute tasks.
2. **Network Participation Fees** — Transaction and validation fees from tokenized energy conversion.
3. **Ecosystem Partnerships** — Licensing, SDK integrations, and research collaborations.

Revenue Breakdown (Q4 2025):

- Compute Rewards: 58%
 - Participation Fees: 31%
 - Partnerships: 11%
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4. Development Milestones

4.1 Infrastructure

-  Completed **AXX Node Firmware v1.2** (improved cooling & efficiency)
-  Added **auto-balancing system** for multi-node energy loads
-  In progress: AI co-processing protocol (beta scheduled Q1 2026)

4.2 Software Releases

Component	Version	Key Update
AXX SDK (JS/Py)	v1.1.0	Tokenization functions & telemetry endpoints
AXX CLI	v0.9.4	Node deployment & blockchain sync tools
AXX API	v1.2	Compute and Energy endpoints unified
Developer Dashboard	Beta	AI & Energy visualization tools

5. Ecosystem Growth

5.1 Node Network Expansion

Region	Active Nodes	Growth QoQ	Renewable Input %
North America	72	+22%	97%
Europe	54	+43%	99%
Asia-Pacific	31	+38%	95%

- 💡 **Total Global Nodes:** 157
- 🕒 **Average Uptime:** 99.2%
- 🌍 **Renewable Coverage:** 98.7%

5.2 Developer & Partner Ecosystem

- 600+ new developers onboarded to the AXX Developer Hub
 - 42 new projects using AXX SDK & APIs
 - 9 enterprise integrations under review (energy, AI, and fintech)
 - Partnerships with 3 renewable grid providers and 2 AI data labs
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6. Governance and Transparency

6.1 DAO Updates

The **AXX DAO** now governs:

- Treasury disbursements
- Node reward adjustments
- Network upgrade voting

Voting Participation: 68% of eligible AXX Token holders





Proposals Passed (Q4):

1. Node Rewards Optimization (Proposal #14)
 2. SDK Open Source Licensing (Proposal #15)
 3. AXX Developer Grant Fund Launch (Proposal #16)
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6.2 Security & Audits

- **Smart Contracts:** Audited by CertiK, zero critical vulnerabilities found.
 - **Infrastructure Security:** SOC 2 and ISO/IEC 27001 compliance ongoing.
 - **Incident Reports:** No major security incidents reported this quarter.
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7. Environmental Impact Report

-  71% of total compute powered by **solar** energy
-  18% powered by **wind**
-  9% by **hydroelectric**
-  2% backup via low-emission grid sources

Carbon Offset Credits Purchased: 5,200 metric tons (verified by KlimaDAO)

Total Energy Saved vs Traditional Data Centers: 42% reduction in CO₂ footprint

8. Community & Education

8.1 Community Growth

- 14K followers on social media platforms
- 3.2K developers in Discord
- 800+ active node operators
- 92% satisfaction rate in Q4 community survey

8.2 Education & Events

- Hosted “**Energy x Intelligence Summit 2025**” in Austin, TX
- Released **AXX University Program** pilot (collaboration with MIT CleanTech Lab)
- Sponsored **Hack the Grid 2025**, a hackathon focused on decentralized sustainability projects

9. Outlook for Q1 2026

- 🚀 Rollout of **AXX Node v2 (Quantum Core Design)**
- 🧠 Launch of **AI Compute Marketplace (Beta)**
- 🌍 Expansion into LATAM and MENA markets
- ⚡ Release of **AXX Chain v2.0 (Energy Verification Upgrade)**
- 💬 Integration of cross-chain oracles for multi-grid verification

10. Closing Statement

“Transparency isn’t an afterthought — it’s our foundation.
Every watt, every node, every token is traceable and verifiable.
AXX is redefining what energy accountability means in the age of AI.”

— *AXX Foundation Team*

Appendices

- A. Node Reward Formula:** Energy Input (kW) × Compute Output (GFLOPs) × Token Rate
- B. Partner Directory:** Energy Providers, Developers, Auditors
- C. Audit Trail:** Linked blockchain explorer references for on-chain verification
- D. Environmental Credits Registry:** URLs and verification hashes