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BECTRA

USD1 — Reserves, redemption rights and multichain architecture

Executive summary | BECTRA analysis | Period reviewed: 22 April 2025 – 30 June 2026

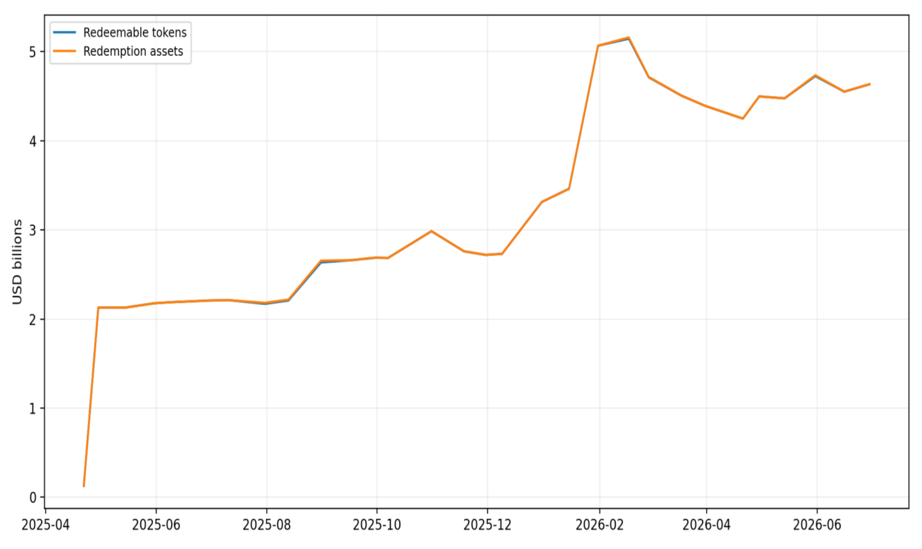
Key message: economic backing of the token does not amount to a universal direct redemption right.

Period
22/04/25 → 30/06/26

Corpus
15 / 30

Key asset
FRGXX

Visual snapshot



Redeemable supply
$4.634bn

Cash at 30 Jun 26
25,43%

Fund at 30 Jun 26
74,57%

Current issuer
BitGo B&T

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Executive summary

OVERVIEW

Reports	15
Observations	30
Auditors	Crowe then KPMG
Fund	FRGXX / 31607A703

KEY CONCLUSION — All 30 observations reconcile arithmetically: redemption assets are equal to or greater than redeemable tokens.

Rapid growth: $128.0m → $4.634bn; peak at $5.145bn on 17 Feb 2026.

Observed direct reserves: cash + FRGXX shares; no directly held T-bill or direct reverse repo identified.

FRGXX is a high-quality government money market fund, without FDIC protection or any promise of instant liquidity.

Not every holder has direct redemption access to BitGo.

Topic	Prudent stance
Treasury	Composite exposure: BitGo + reserves + networks + intermediaries.
Liquidity	Do not assume intraday redemption.
Contractual	Verify BitGo eligibility, bank account, fees and limits.
Continuity	Limit concentration and test exit scenarios.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

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Entity map and legal timeline

LEGAL STRUCTURE

22 Apr 2025 – 11 Dec 2025

BitGo Technologies, LLC

Historical issuer and mint / redeem operator.

From 12 Dec 2025

BitGo Bank & Trust, N.A.

Current issuer; national trust bank supervised by the OCC.

Roles evidenced in the corpus

World Liberty Financial / SC Financial Technologies: brand, ecosystem, documentation and interfaces.

Fidelity / FRGXX: money market fund used in the reserves; underlying assets belong to the fund.

Crowe then KPMG: examination opinions limited to management’s assertion.

Chainlink / Dolomite / Uniswap: third-party oracle / bridge / lending / trading layers.

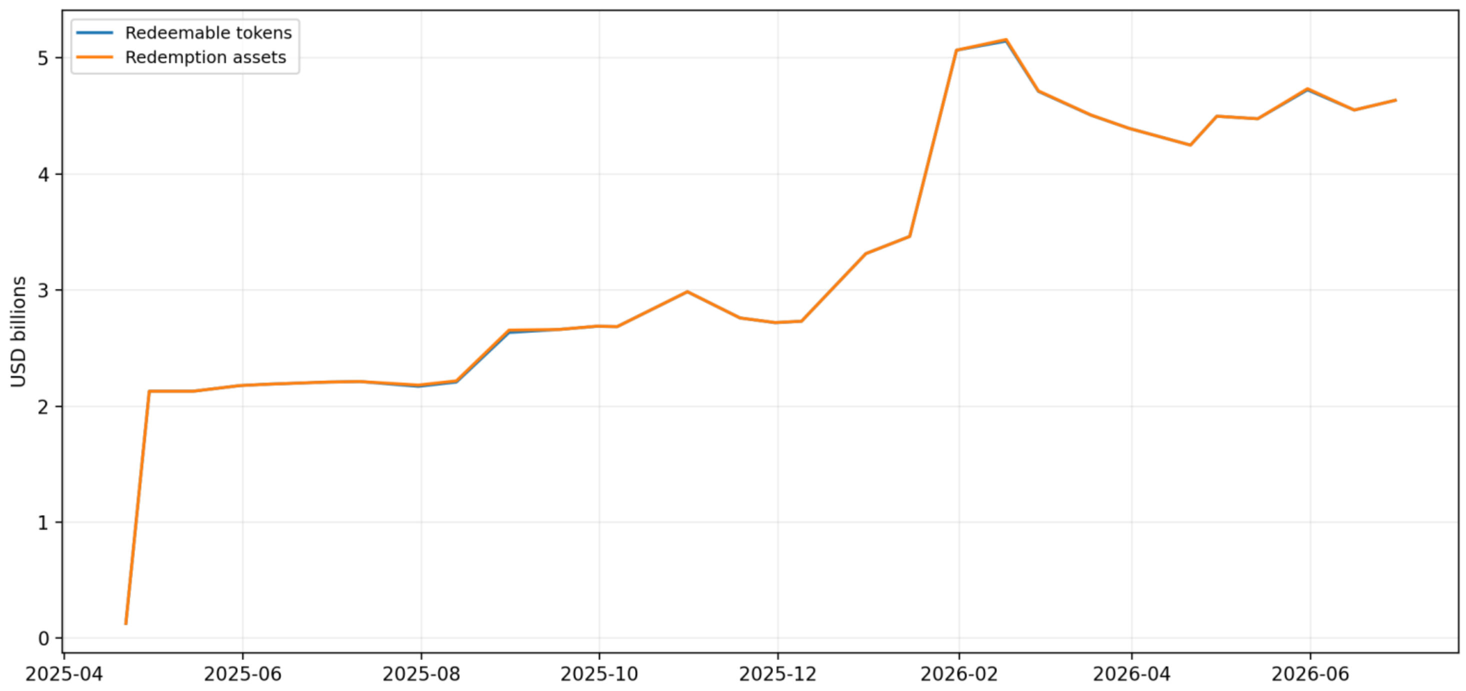
Watchpoint: the WLF brand does not transfer the legal obligations of the USD1 issuer.

Entity	Role	Watchpoint
BitGo B&T	Current issuer	USD1 is not a bank deposit.
WLF / SCFT	Brand and distribution	No direct redemption obligation.
Fidelity / FRGXX	Reserve asset	No double counting of underlying holdings.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Supply growth and coverage

RESERVES



Redeemable supply: \$128.0m → \$4.634bn; peak at \$5.145bn on 17 Feb 2026.

Redemption assets remain ≥ redeemable tokens on all 30 dates.

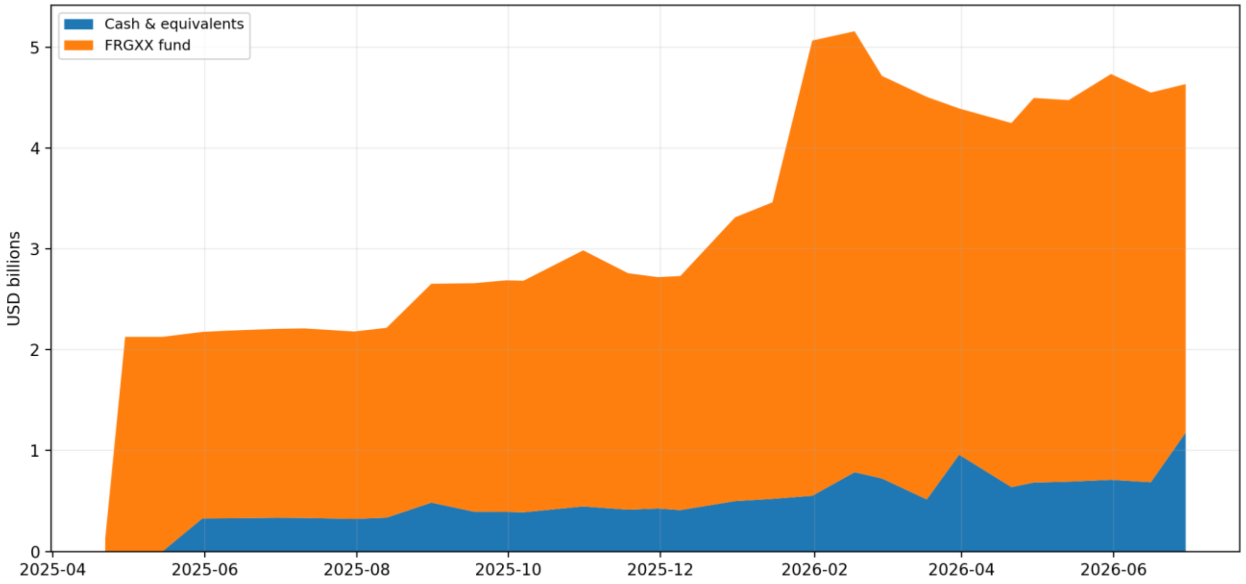
At 30 Jun 2026: 4.634410387bn USD1 vs \$4.634586966bn of assets.

Executive reading: point-in-time coverage is consistent, but it does not prove real-time liquidity speed or operational capacity under stress.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Direct reserve composition

RESERVES



At 30 Jun 2026: cash and cash equivalents 25.43%; FRGXX shares 74.57%.

At the start of the corpus, the fund represented almost the entire reserve; the cash share increases over time.

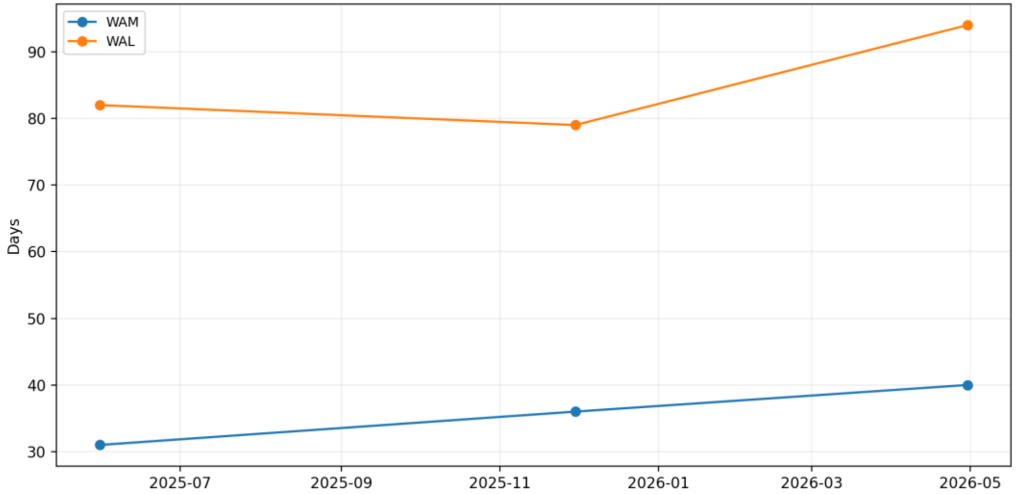
No directly held T-bill outside the fund, and no direct reverse repo, is identified.

Reading rule: the fund's underlying holdings are never added to FRGXX shares.

Key point: quality is high, but liquidity and access to cash still depend on the fund, banks and the BitGo process.

Money market fund: quality and liquidity

RESERVES



Date	Class net assets	NAV	WAM	WAL
31 May 2025	$173.065bn	1.0000	31	82
30 Nov 2025	$193.010bn	1.0001	36	79
30 Apr 2026	$192.146bn	0.9999	40	94

FRGXX is a Rule 2a-7 government money market fund; observed quality is high.

WAM and WAL remain short in the available observations; NAV stays very close to $1.

The report notes the 25% daily and 50% weekly liquidity minima.

Neither government-fund status nor a stable NAV guarantees capital preservation or the absence of delay / suspension.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

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Redemption rights and operational access

RIGHTS

CORE MESSAGE — Economic backing of the token ≠ universal direct redemption right.

Only eligible BitGo clients have a direct mint / redeem route.

A holder through an intermediary platform only has the rights granted by that platform’s contract.

Good Standing requires ongoing compliance, up-to-date information and no unacceptable AML / sanctions risk.

The right described in the documents is contractual; no direct ownership of a specific reserve asset is demonstrated.

Operational target referenced: typical initiation within two business days after a compliant request, with no demonstrated SLA.

BitGo may reject, defer, suspend or submit a request to further review for compliance, fraud, security, network-finality or insufficient-information reasons.

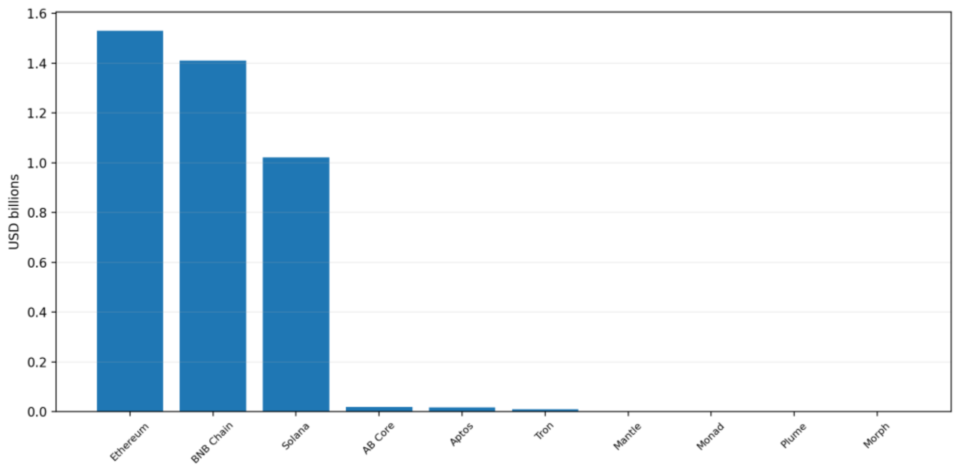
Payment must be received into an approved bank account designated by, and held in the name of, the Client.

The exact fee schedule applicable to authorized clients is not determined in the corpus provided.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Proof of Reserves and multichain architecture

MULTICHAIN



PoR reserves

3,988.7 M$

PoR supply

3,988.3 M USD1

Ratio

100.01%

Top 3 networks

99.34%

As of 6 Aug 2026, Ethereum, BNB Chain and Solana together represent 99.34% of PoR supply.

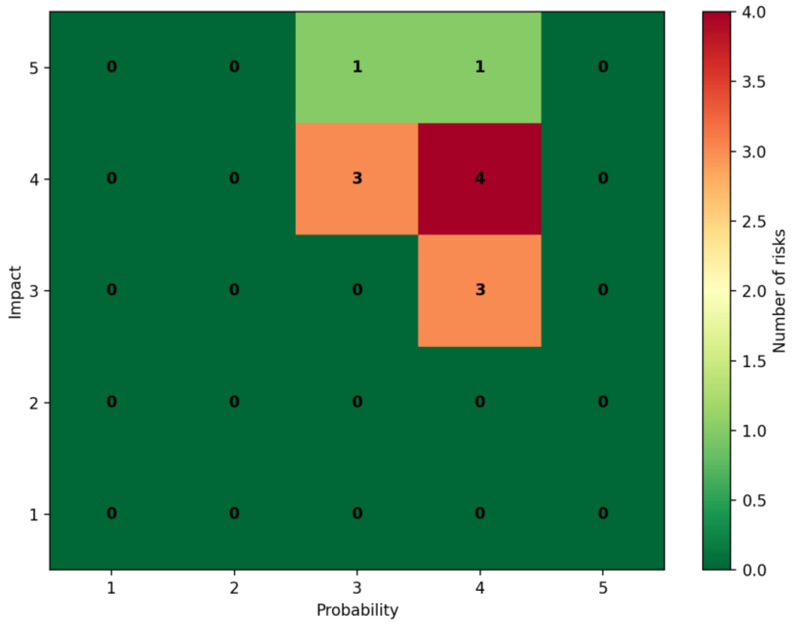
PoR complements the monthly attestations with a near-real-time view, but includes an explicit disclaimer: accuracy is not guaranteed.

Additional risk layers: smart contracts, bridges, oracles, wallets, network fees, freezes and technical concentration.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Risk matrix and management implications

MULTICHAIN



Dominant risks: operational liquidity, deposit banks, AML/KYT, bridges/oracles, intermediary platforms and quality of contractual information.

Treasury: treat USD1 as a composite exposure to BitGo + reserves + network + intermediaries, not as a bank deposit.

Audit / accounting: document rights, conversion capacity, restrictions, spreads and evidence of holding.

Key data for the dynamic stress test: time-stamped burns / mints, cash by bank, cut-offs, fees, limits, AML/KYT queue depth, line-by-line fund liquidity and market spreads.

Sources: USD1 reserve attestation reports (Apr. 2025–Jun. 2026), BitGo/WLF legal and technical documents, SEC/Fidelity FRGXX data, USD1 PoR snapshot (6 Aug. 2026).

Conclusion and management roadmap

USD1 reserves show consistent arithmetic coverage across the observed corpus.

Asset quality is generally high, especially through FRGXX, without removing liquidity or timing risk.

The main distinction to retain is between an economically backed token and an effective direct redemption right.

For enterprise use, internal governance should combine exposure limits, contractual documentation, liquidity tests and audit evidence.

Recommended next step: a dynamic stress test and an operating protocol by chain, bank, wallet and counterparty.

Immediate decisions

Verify the effective exit route, BitGo fees and limits, usable banks, accounting documentation and technical concentration.

BECTRA Stablecoin intelligence