

## **SYSTEMS AND METHODS FOR ELIMINATING TAXES FROM BITCOIN TRANSACTIONS AND ADDING BITCOIN VALUE TO BITCOIN TOKENS BY [rkm@worldca.sh](mailto:rkm@worldca.sh) FOR [www.WorldCa.sh](http://www.WorldCa.sh)**

(1)-Presently, one reason Bitcoin is not used as a medium of exchange is because it is taxable to spend. We propose an interest free loan token built on top of the bitcoin blockchain to be used as a medium of exchange. Loans are not taxable which solves this problem. (2)-Also, create stocks, bonds, and etf tokens securities law regulations because loans are not investments.

(3)- Another, problem is that bitcoin is too valuable to spend or buy, this can be solved by giving the loan token the same value as bitcoin by mutually beneficial agreement stipulated in the loan agreement terms and conditions similar to a credit limit on a credit card or the value of dollar bills, ten dollar bills, etc. (all money is just an agreement of value exchange between parties), creating a new asset that is just as valuable but not taxable. Bitcoins low available supply is also a problem, but token users need less bitcoin to transact in full bitcoin value. This method can also be used to create stable coins where users agree to back each token with one US Dollar or gold where users agree that a token is gold with the same value as gold. The main element of the system is the loan agreement which is published online on a website [www.WorldCa.sh](http://www.WorldCa.sh) as proof of the loan for all to witness and download. The loan agreement is able to set the token by price by mutually beneficial agreement to mirror the bitcoin price. All token users are borrowers. All transactions are loans. All loans are transferred between users in every transaction. Bitcoin used to pay the transaction fees to the bitcoin miners is deemed as a loan to the payee. By using the token, users agree to the loan agreement terms and conditions. A copy of the loan agreement can also be in a transaction op return on the bitcoin blockchain.

(4)- Token transaction history recorded on the bitcoin blockchain is proprietary intellectual property and is copyrighted and licensed to create universal basic income for token users. There is also the problem of scalability which is solved by this invention as an automatic side effect of mass adoption of the token as a medium of exchange, because all other currencies will deflate in value against the token, because nothing can compete with free money. There is no second best. The cost to run a bitcoin node and mine bitcoin will go down and more people will mine and run nodes making the bitcoin blockchain more secured and decentralized.

I claim an electronic (1) loan token - built on the bitcoin blockchain, connected to a (2) Stock and bond creation method around securities law regulations connected to a (3) loan agreement – on a website or op return bitcoin blockchain transaction which stipulates by mutually beneficial agreement token value equal to bitcoin, connected to (4) universal basic income – token transaction history licensing to create income, comprised into a loan system – to enable tax and regulation free agreed upon market value peer to peer token transactions on the bitcoin blockchain. **Merchants will accept and use bitcoin loan tokens because it creates more customers and tax-free profits. Customers will use it to save and earn money. Patent Pending**

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