

## How to raise a seed round?

Elizabeth Yin, General Partner Last updated: 3/27/2022

I'm a former founder who's reviewed over 30,000 pitches as a General Partner at Hustle Fund and as a former Partner at 500 Startups.

When I was a founder, I was absolutely clueless about how to fundraise. Hopefully this guide will help you raise a seed round.

## Strategy

- Not everyone should raise VC money
  - Different types of capital
  - Applying to accelerators
    - Should you do an accelerator?
    - How to ace the interview
  - Should you bootstrap?
- Your idea matters a lot
  - What makes for a good idea?
  - Why I wouldn't have invested in my former startup?
- Understanding why investors invest
- You are always pitching
- The hardest thing about fundraising
- You should have 4 fundraising plans
- Generating momentum
  - How to raise \$1.5m in 48 hours

## Preparation

- How to make a <u>collaborative list of investors</u>
  - o Do they all need to be value-add?
- How to create a pitch deck?
  - Pitch decks that stand out
  - Where ppl go wrong with pitch decks
  - Should you include financials?
  - o Ideal email deck
  - Ideal in-person deck
- How to get in front of investors?
  - Tips for <u>cold-emailing investors</u>
    - How to write a cold-email
  - How to ask for an investor intro
    - Who should you ask for an investor intro?
  - Pitching friends and family
  - When you're <u>not well connected</u>
- What is a cap table?
- What are SAFEs, convertible notes, and equity?
  - A tweetstorm on this
  - A <u>blog post</u> on this
  - Should you raise on notes or equity?
  - To <u>SAFE or not to SAFE</u>?

## Meeting with and closing investors

- How to tranche your fundraise
  - Why tranche your fundraise
  - Honoring commitments
  - Why seed rounds are dead
- You need to <u>meet with lots of investors</u>
- Why investors take a long time to decide (and how to shorten that)?
  - Establishing <u>trust</u>
- How to think about big investors vs small investors
  - Should you take <u>small checks</u>?
  - Are you an investment or an option?
  - How to <u>close angel investors</u>?

- Video version
- Do you need a lead investor?
  - o A blog post on <u>lead investors</u>
- 15 Annoying things investors say
- Do VCs fund solo founders?
- What goes into a pitch conversation?
  - o It's not really a pitch
  - What <u>questions you should ask</u> investors
  - o What questions an investor will ask you?
- How to follow up?
  - o Following up with investors who have rejected you before
- How <u>VC partnerships make investment decisions?</u>
- On valuations
  - How valuations are determined

Elizabeth Yin, General Partner www.hustlefund.vc @dunkhippo33

