



# RISK DISCLOSURE

(UPDATED 06.08.18)

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Risk warning is provided to the Users of XCOEX according to best practices Standards. The terminology used in the warning corresponds to the terminology used in the USER AGREEMENT available on the website of the Company.

## 1. RISK WARNING

Trading and investing in cryptocurrencies involves substantial risk of loss and is not suitable for every person. The valuation of cryptocurrencies and related products may fluctuate and, as a result, clients may lose more than their original investment. Unless a person knows and fully understands the risks involved in cryptocurrencies, he/she should not engage in any transactions on the platform provided by XCOEX.

Users should not risk more than they are prepared to lose. Prior to opening an account with XCOEX or placing any orders, Users should carefully consider which cryptocurrency is suitable for them, taking into account its nature, volatility and legality. If the User does not understand the risks related to cryptocurrencies, they should consult an independent financial advisor. If after obtaining proper legal and/or financial advice from a qualified professional, they still do not understand these risks, then they should refrain from using the services.

## 2. LEGALITY

The legal status of certain cryptocurrencies or other related assets may be uncertain. This means that buying, selling, and/or storing cryptocurrencies may be regulated by different laws and regulations. Depending on the specific circumstances and jurisdictions involved, cryptocurrencies may constitute a commodity, currency or any other asset or financial product. Users are responsible for knowing and understanding how cryptocurrencies are addressed, regulated, and taxed under laws applicable to the Users.

## 3. STATEMENT

This risk disclosure statement cannot and does not disclose all of the risks associated with activities performed by Users on the platform.

## 4. TECHNICAL RISK

User confirms and accepts that there are risks associated with using an Internet-based Platform. This may include (but is not limited to): software errors, hardware failure, delayed updates and loss of Internet connection. Apart from the risks mentioned above, there are risks related to malicious intent of other individuals that may result in unauthorized access to the platform, User's account, due diligence information of the User, distribution of malware and other harmful software, and others.

## 5. ABNORMAL MARKET CONDITIONS

The User confirms and accepts that during abnormal market conditions (such as abnormal volatile price movements of cryptocurrencies, influx of new Users, etc.) the period during which the orders and transactions are executed, may be extended. There may be additional risks that XCOEX has not foreseen or identified in this statement.

