

**White Paper
on issuance and listing of
tokenised exchange-traded assets
and tokens representing currencies**

DECEMBER 2021

1. GENERAL PROVISIONS

1.1. This White Paper provides general information on the digital tokenised exchange-traded assets and tokens representing currencies as well as on the rights of the holders of these tokens which are determined upon issuance and listing of them and the conditions of exercise of the said rights.

1.2. The tokens described in this White Paper are issued and listed by CURRENCY COM GLOBAL LLC (“**Issuer**”).

1.3. The digital tokens described in this White Paper fall into two categories:

1.3.1. Tokenised exchange-traded assets (“**tokenised assets**”). A tokenised asset is a digital token, the value of which corresponds to the price of a certain underlying asset. It provides the right to the token’s holder to demand from the Issuer to acquire this token at the price that the said asset has at the moment of satisfying this demand according to the conditions stipulated below. The term “tokenised asset” does not apply to the tokens representing currencies specified below.

The tickers (trade symbols) of tokenised assets are designated as follows: the ticker of the underlying asset followed by a dot; followed by suffix “cxc”.

1.3.2. Tokens representing currencies - tokenised US dollars, Euros, British pounds, Russian roubles (“**tokens representing currencies**” or “**TRC**”). These tokens are tied to the value of a represented currency on a 1:1 valuation basis, making trading in TRC on the Trading Platform (as defined below) the same as exchanging or trading represented fiat currencies themselves.

The tickers (trade symbols) of the tokens representing currencies are designated as follows: the ticker of the relevant currency followed by a dot; followed by suffix “cxc”. For example, USD.cxc is a token representing US dollars.

1.4. The ticker and other characteristics of tokens described in this White Paper may be changed by the Issuer at its sole and absolute discretion (e.g., because of change of the ticker of the referencing asset), provided such changes do not contradict the applicable rules and regulations.

2. DISCLOSURES

2.1. The Issuer has its registered office at First Floor, First St. Vincent Bank Ltd Building, James Street, Kingstown, Saint Vincent and the Grenadines.

2.2. The Issuer is exposed to the following material risks when performing its activities: credit risk, country risk, market risk (including currency exchange risk), liquidity risk, operational risk (including cyber risk), reputational risk, regulatory risk and concentration risk.

2.3. The Issuer is an operator of an online trading platform hosted at <https://currency.com> or other domains or sub-domains as the case may be (“**Trading Platform**”).

2.3. The tokenised assets and TRCs issued by the Issuer are not generally accepted by other trading platforms or any other parties. It means that any other party except the Issuer is not obliged to honour any rights attached to the tokenised assets and TRCs.

2.4. The tokenised assets and TRCs issued hereunder allow their holders to carry out certain transactions within the Trading Platform, including deliverable transactions with tokenised exchange-traded assets and tradeable tokens representing currencies.¹

2.5. The funds acquired from selling of tokens will be used by the Issuer for performing its obligations towards its clients and other counter-parties; to carry out hedging of risks that arise in the activities of the Issuer; to carry out acquisition of liquidity by the Issuer.

2.6. The tokens described in this White Paper are issued on the Ethereum Classic blockchain (ERC-20 standard) The Issuer considers this blockchain to be reliable (resistant to technical errors, cyberattacks and sufficiently distributed).

¹ For the purposes of this White Paper:

- “tokenised exchange-traded asset” stands for a tokenised asset, the value of which corresponds to the price of a certain asset (underlying asset). It provides the right to the token’s holder to demand from the Issuer to acquire this token at the price that the said asset has at the moment of satisfying this demand;
- “tradeable tokens representing currencies” has the meaning given in White Paper on issuance and listing of tradeable tokens representing currencies (TTRC) available at <https://currency.com>;
- “deliverable transaction” stands for the transaction that entail transfer of ownership to tokenised exchange-traded assets, but in no case the underlying assets.

3. RIGHT OF THE TOKEN HOLDERS

3.1. The rights of the holders of the tokens described in this White Paper, which is determined upon the issuance and listing of these tokens, are:

3.1.1. to demand from the Issuer to acquire these tokens from their holders for fiat money and/or in exchange for other types of tokens (depending on the type of the tokens and the type of contract under which the ownership has been acquired by their holders²) at the price corresponding to the value of the assets³, the prices of which determine the value of the named tokens, at the moment of satisfying this demand (applied to tokenised assets)⁴ or, unless otherwise

² In relation to tokenised assets, a contract between the Issuer and the holder of these tokens may stipulate that they are acquired by the Issuer only in exchange for tokens of other types (in particular, in exchange for certain types of tokens representing currencies). But if the holder of these tokens demands to acquire these tokens by the Issuer, the Issuer shall acquire these tokens only in exchange for the tokens of the type of tokens, in exchange for which this Issuer has previously alienated the said tokenised assets, unless otherwise expressly provided by a contract between the holder and the Issuer.

In relation to tokens representing currencies, a contract between the Issuer and the holder of these tokens may stipulate that they are acquired by the Issuer only for the currencies that are represented by these tokens. But if the holder of these tokens demands to acquire these tokens by the Issuer, the Issuer shall acquire these tokens only for the currencies that are represented by these tokens.

³ The Issuer, taking into account the actual supply and demand on the Trading Platform and based on information provided by its price feed providers (chosen by the Issuer at its sole and absolute discretion), independently determines the price of these assets at a particular point in time. This price is displayed in the Trading Platform and is recognised as the market price of the said assets (and, therefore, of the relevant tokenised assets). There are two types of price of each asset (and tokenised asset respectively) – the “bid” price and the “ask” price. The expression of the price of the said assets in tokens (in the case of the exchange of tokenised assets for other tokens) is carried out under the principle when 1 TRC equals to 1 unit of this currency (if tokenised assets are exchanged for TRCs) or in accordance with the contract between the Issuer and the holder (potential holder) of the tokenised assets (if tokenised assets are exchanged for the tokens other than TRC). In case of alienation of tokens representing one currency (currency A) in exchange for tokens representing another currency (currency B) the holder of the tokens shall demand from the Issuer to acquire the tokens representing currency A alienated to this holder in one of the following ways (at the holder’s discretion):

- the method of demanding acquisition of tokens representing currency A at a price in tokens representing currency B corresponding to the value of currency A in currency B at the moment of satisfying this demand. This price shall be determined by the Issuer at its sole and absolute discretion according to the established procedures;
- the method of demanding purchase of tokens representing currency A for currency A (under the principle 1 token representing currency A = 1 unit of this currency).

⁴ This demand in relation to tokenised assets is raised by the holder of tokenised assets by submitting an order to the Trading Platform, which provides for alienation of tokenised assets at the market price of sale (this price (value) may vary depending on the quantity of tokenised assets being alienated and taking into account the time during which the said order will be executed), in the manner described below, or otherwise as expressly provided for in the contract between the said holder and the Issuer. The said order shall be submitted in the form provided for in the Trading Platform during the time when the tokens trading in respect of tokenised assets is conducted in the Trading Platform (this time shall be determined and changed by the Issuer at its sole and absolute discretion). The quantity of tokenised assets provided for in the said order, as well as the frequency of submitting of such orders may be limited by the Issuer at its sole and absolute discretion. The said demand in relation to tokenised assets, raised by means of submitting of the said order, shall be satisfied by the Issuer by means of execution of the said order by the Trading Platform, provided that the order has been accepted by the Trading Platform. The said order of the holder of tokenised assets is executed by means of matching with the orders of other clients of

provided for in this White Paper, at the price at which the tokens have been sold by the Issuer (applied to TRCs) (if this demand is submitted during the circulation period of these tokens);

3.1.2. to demand from the Issuer to perform the obligation ensuing from the tokens, which represents (depending on the type of the tokens and the type of contract under which the ownership has been acquired by their holders) payment to the holder of these tokens of fiat money or and/or transfer of the ownership to other types of tokens in the amount corresponding to the value of the assets, the prices of which determine the value of the named tokens, at the moment of satisfying this demand (applied to tokenised assets) or, unless otherwise provided for in this White Paper, in the amount corresponding to the price at which the tokens have been sold by the Issuer (applied to TRCs) (if this demand is submitted on the date of performance of the obligation ensuing from the tokens or in the case of early performance of the relevant obligation).

3.2. The abovementioned demands may not be fully or partially satisfied due to freezing of funds and/or taking other measures necessary to prevent money laundering, financing of terrorist and proliferation of weapons of mass destruction (including any situation in which the token holder has alienated the tokens described in this White Paper to other persons outside the Trading Platform).

3.3. The circulation period of the tokens described in this White Paper is determined from the starting date of the listing of the tokens (September 6, 2021) to the date on which the obligation ensuing from the tokens must be performed (September 5, 2031). Early performance of the obligation is possible. After satisfying the demand specified above or after acquisition of the tokens described in this White Paper under the irrevocable offer specified below, the Issuer is entitled to burn (liquidate) the respective tokens.

the Trading Platform. The Issuer may act as a market-maker on the Trading Platform, providing liquidity to certain available markets. The priority of execution of counter orders shall be determined by the price specified in them and the time of their acceptance by the Trading Platform. In case the volume of counter orders that are present in the said trading system is insufficient to satisfy the said order of the holder of tokenised assets in full, the Issuer shall provide sufficient liquidity ensuring execution of the said order of the holder of tokenised assets in full to this trading system. The term for providing sufficient liquidity shall be determined by the Issuer at its sole and absolute discretion.

3.4. The Issuer may acquire the tokens described in this White Paper up to the date of performance of the obligation ensuing from these tokens with the possibility of their subsequent alienation (e.g., by means of sale, exchange, etc.) by the Issuer (or in order to burn them). Acquisition of these tokens will be carried out on demand (or on the basis of an irrevocable offer) of token holders for funds, or in exchange for other tokens (depending on the type of the tokens and the type of contract under which the ownership has been acquired by their holders) at the price corresponding with the value of the underlying assets, at the moment of satisfying this demand (or on the date of acceptance of the relevant irrevocable offer by the Issuer) (applied to tokenised assets) or, unless otherwise provided for in this White Paper, at the price at which the tokens have been sold by the Issuer (applied to tokens representing currencies).

3.5. The tokens described in this White Paper, which are not fully paid for by their initial holder, cannot be transferred by their holders to other persons; such a transfer will not be technically possible (unless expressly permitted by the Issuer).