

COINTRUST GENERAL RISK

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How to interpret this Risk Warning

All capitalised terms used in this Risk Warning that are defined in the Cointrust Terms of Use (the “TermsCointrust of Use”, which includes any Product Terms (as defined in the Terms of Use)), have the same meaning and construction as in the Terms of Use.

1. GENERAL RISKS

Cointrust Services

In line with our commitments to compliance and user protection, this Risk Warning provides you with information about some of the key risks associated with Cointrust Services. Each Cointrust Service has its own distinct risks. This Risk Warning provides a general description of some of the risks that may arise when you use Cointrust Services.

This Risk Warning is not exhaustive and does not cover or explain all of the risks or how such risks relate to your personal circumstances. It is important that you fully understand the risks involved before making a decision to use Cointrust Services and you should also read the relevant terms applicable to the specific Cointrust Service. By using the Cointrust Services and entering into any Transactions, you agree that you have made your own independent decision to do so and assume all of the related risks, regardless of whether they are covered in this Risk Warning.

No Personal Advice

We do not provide personal advice in relation to Cointrust Services. We sometimes provide factual information, information about transaction procedures and information about the potential risks. However, any decision to use Cointrust Services is made by you. No communication or information provided to you by Cointrust is intended as, or shall be considered or construed as, investment advice, financial advice, trading advice, or any other sort of advice. You are solely responsible for determining whether any investment, investment strategy or related transaction is appropriate for you according to your personal investment objectives, financial circumstances and risk tolerance.

No Monitoring

Cointrust is not your broker, intermediary, agent, or advisor and has no fiduciary relationship or obligation to you in connection with any trades or other decisions or activities undertaken by you using Cointrust Services. We do not monitor whether your use of Cointrust Services is consistent with your financial goals and objectives. It is up to you to assess whether any activity that you engage in through the Cointrust Services is appropriate given your financial position and risk appetite.

No Tax, Regulatory or Legal Advice

You have sole responsibility for determining what taxes you might be liable to, how and when they apply, and meeting such tax obligations, when transacting through the Cointrust Services. It is your responsibility to report and pay any taxes that may arise from entering into a Transaction by using the Cointrust Services, and you acknowledge that Cointrust does not provide legal or tax advice in relation to these transactions. If you have any doubts about your tax status or obligations when using Cointrust Services, or with respect to the Virtual Assets held to the credit of your Cointrust account, you are encouraged to seek independent advice.

You acknowledge that, when, where and as required by Applicable Law, Cointrust shall report information regarding your transactions, transfers, distributions or payments to tax or other public authorities. Similarly, when, where and as required by Applicable Law, Cointrust shall withhold taxes related to your transactions, transfers, distributions or payments. Applicable Laws could also prompt Cointrust to request

that you provide additional tax information, status, certificates or documentation or other information. You acknowledge that failure to comply with these requests within the specified timeframe, may result in taxes withheld by Cointrust, to be remitted to tax authorities as defined by Applicable Law. You are encouraged to seek professional and personal tax advice regarding the above and before entering into any Transaction.

Market Risks

An investment in Virtual Assets carries significant risk. The value of an investment and any returns can go up or down, and you may lose all or part of your investment and not get back the amount you had invested. If you are new to Virtual Assets, consider investing only a small amount. Only invest what you can afford to lose. It is important to do your own research to understand the risks of investing in Virtual Assets.

Virtual Asset trading is speculative, prices are volatile and market movements are difficult to predict relative to fiat and susceptible to irrational market forces. Supply and demand for Virtual Assets can change rapidly without warning and can be affected by a variety of factors which may not be predictable, including regulation, general economic trends and developments in the Virtual Asset ecosystem, and there is no assurance that any person or merchant that accepts a Virtual Asset as a form of payment today will continue to do so in the future. All investments in Virtual Assets carry the risk of loss.

Past performance is not an indicator of future performance. Cointrust does not in any way guarantee or provide any assurance about the performance or market price of Virtual Assets or products available through the Cointrust Services.

The Virtual Asset industry is subject to systemic and systematic risk. Systemic and systematic risks are both threats to the Virtual Asset markets and economy, but the cause of these risks and the approaches for managing them are different. Systemic risk is the risk that a company or industry-level risk could trigger a major collapse. Systematic risk is the risk inherent to the entire market, which can be economic, sociopolitical, technological, or natural in origin. These risks can affect the prices of Virtual Assets.

Blockchain technology is a relatively new technology that is evolving rapidly and is likely to be subject to continued technological development. The future development and growth of the Virtual Asset industry is subject to a variety of factors that are difficult to predict and evaluate. Similarly, the sustainability of Virtual Asset networks may also be affected by a range of different factors. All such factors may impact the value of a Virtual Asset.

Negative perceptions about Virtual Assets may reduce the confidence of investors in the industry and result in greater volatility of the prices in Virtual Assets, including possibly a significant depreciation in value. Any events that trigger negative publicity in respect of Virtual Asset markets may therefore have an adverse impact on the value of any investment in Virtual Assets.

Valuations of Virtual Assets may rely on one or more third-party price feeds, indices, or internal models, which may not reflect fair value and may be subject to manipulation, latency, or divergence across markets. In illiquid or stressed market conditions, valuations may become unreliable or volatile.

Counterparty Risk

You may be exposed to counterparty risk in various circumstances when using Cointrust Services. This may include, without limitation, if a market maker or liquidity provider faces issues which could result in slippage or an inability to execute trades; failures by or disputes with payment processors which may delay deposit and withdrawal transactions; borrowers defaulting on their repayment obligations which may delay the redemption of deposits from certain products.

In such other exceptional circumstances, your holdings and your ability to transact or deal with your holdings, may be adversely affected which may result in a range of outcomes including, without limitation, transactions not completing as expected, trading costs being irrecoverable, loss of profits, inability to acquire or dispose of assets at the desired time or price.

Liquidity risk

Virtual Asset prices on the secondary market are driven by supply and demand and may be highly volatile. Virtual Assets may have limited liquidity which may make it difficult or impossible for you to sell or exit a position when you wish to do so. This may occur at any time, including at times of rapid price movements.

Fees & Charges

Cointrust may, in its discretion, update the fees & charges from time to time. Please be aware of all fees and charges that apply to you, because such fees and charges will affect the returns you generate from using Cointrust Services.

Availability Risk

While we aim to deliver a seamless user experience, we cannot guarantee that the Cointrust Services will be available at any particular time or that Cointrust Services will not be subject to unplanned service outages or network congestion. It may not be possible for you to buy, sell, transfer, send or receive Virtual Assets when you wish to do so.

There are legal requirements in various countries which may restrict the products and services that Cointrust can lawfully provide. Accordingly, some products and services and/or certain functionality within the Platform, including but not limited to fiat services, may not be available or may be restricted in certain jurisdictions or regions or to certain Users and any Cointrust campaigns, user competitions or other promotions will not be open to (and are not targeted at or intended for) Users to whom restrictions apply. Users are responsible for informing themselves about, and observing any restrictions and/or requirements imposed with respect to, the access to and use of the Platform and the Cointrust Services in each jurisdiction from which the Platform and the Cointrust Services are accessed by or on behalf of the User. Cointrust reserves the right to modify such restrictions or impose additional restrictions with respect to the access to and use of the Platform and/or the Cointrust Services from time to time in its sole discretion without notification.

Third Party Risk

Third parties, such as payment providers, custodians, and banking partners may be involved in the provision of Cointrust Services. You may be subject to the terms & conditions of these third parties. Unless expressly provided otherwise, Cointrust will not be responsible for any loss that may be incurred by you as a result of or arising from the services provided by such third parties.

Security Risk

The nature of Virtual Assets exposes them to an increased risk of cyberattack. While Cointrust uses all reasonable efforts to safeguard Virtual Assets and protect the Platform from cyberattack, it is not possible for any exchange to eliminate security risks entirely. Cyber security breaches of Cointrust's third-party service providers may also give rise to security risks. There can be no guarantee that systems in place to mitigate cybersecurity threats will always be effective to prevent improper access to the Platform and Virtual Assets.

You are responsible for keeping your Cointrust Account information safe, and you shall be responsible for all the Transactions under your Cointrust Account, whether you authorised them or not. Transactions in Virtual Assets may be irreversible, and losses whether due to theft, system failure, or fraudulent or unauthorised transactions may not be recoverable. Virtual Asset holdings are not protected under any deposit guarantee scheme or investor compensation regime.

Asset Specific Risks

Cointrust may display additional risk warnings to users in respect of specific Virtual Assets on the Platform. The absence of any additional risk warnings in respect of a Virtual Asset should not be considered or construed as an opinion, recommendation, judgement or forecast in relation to the relevant Virtual Asset and no reliance should be placed on such absence.

Communication Risks

When you communicate with us via electronic communication, you should be aware that electronic communications can fail, can be delayed, may not be secure and/or may not reach the intended destination.

Currency

Currency exchange fluctuations may impact your gains and losses.

2. RISKS RELATED TO VIRTUAL ASSETS

Given the nature of Virtual Assets and their underlying technologies, there are a number of intrinsic risks, including but not limited to:

- a. faults, defects, hacks, exploits, errors, protocol failures or unforeseen circumstances occurring in respect of a Virtual Asset or the technologies or economic systems on which the Virtual Asset rely, which may prevent the use or access of a Virtual Asset;
- b. transactions in Virtual Assets being immutable and irreversible, which creates additional risks including, but not limited to, (i) losses due to erroneous, fraudulent, unauthorised or accidental

transactions being permanent and not recoverable, (ii) unique challenges with enforcement, dispute resolution and compliance within traditional legal frameworks which do not contemplate the immutable nature of blockchain records and (iii) the faults, defects, hacks, exploits, errors, protocol failures or unforeseen circumstances referred to in the foregoing paragraph “a.” being beyond repair;

c. technological developments leading to the obsolescence of a Virtual Asset;

d. network delays causing transactions to not be settled on the scheduled delivery date;

e. attacks on the protocol or technologies on which a Virtual Asset depends;

f. a hard fork may occur if Virtual Asset developers suggest changes to a particular Virtual Asset software and the updated software is not compatible with the original software and a sufficient number (but not necessarily a majority) of users and minors elect not to migrate to the updated software. This would result in two versions of Virtual Asset networks running in parallel and a split of the blockchain underlying the Virtual Asset network, which could impact the demand of the Virtual Asset and adversely impact the price of the Virtual Asset;

g. certain addresses on the blockchain networks hold a significant amount of the currently outstanding asset on that network. If one of these addresses were to exit their positions, this may result in volatility that could adversely affect the price of that asset;

h. if anyone gains control of over 51% of the computing power (hash rate) used by a blockchain network, they could use their majority share to double spend their Virtual Assets. Whilst the risk of this occurring for networks with wider adoption is remote, if such a “51% attack” were to be successful, this would significantly erode trust in public blockchain networks (like Bitcoin and Ethereum) to store value and serve as a means of exchange, which may significantly decrease the value of Virtual Assets;

i. Virtual Assets are subject to increased risk of financial crime, fraud and cyber attacks;

j. Virtual Assets purchased and held in an account with CoinTrust are not covered by any external investor compensation, customer asset protection, deposit protection, insurance or other similar recovery or compensation schemes for lost or stolen Virtual Assets; and

k. new risks may arise from investing in new types of Virtual Assets or market participants’ engagement in more complex transaction strategies. Virtual Assets and the Virtual Asset market is subject to speculative interest, rapid price swings and uncertainty.

l. Transactions in Virtual Assets rely on new and evolving technologies, including distributed ledger technologies (DLT), which may involve risks such as exposure of personal or commercial information, irreversibility, invalidation, accidental or erroneous transactions, and uncertainties in recording and settlement.

Monitoring Risks

Virtual Asset markets are open 24 hours a day, 7 days a week. Rapid price changes may occur at any time, including outside of normal business hours.

Legal and Regulatory Risks

Most Virtual Assets operate without a central authority and are generally not backed by any government or authority, nor accepted as legal tender or recognised as a means of payment. Activities involving Virtual Assets outside ADGM may be unregulated or subject to limited oversight. Protections available under ADGM laws may not apply. Regulatory changes or actions by the FSRA or other regulators could restrict or otherwise adversely affect the use, transfer, exchange, or value of Virtual Assets. Changes in laws and regulations may materially affect the value of Virtual Assets. This risk is unpredictable and may vary from market to market.

Further, Virtual Assets may not be considered “property” under Applicable Laws in some jurisdictions. This may affect the nature and enforceability of your interest in the Virtual Assets.

Legislative and regulatory changes may adversely affect or restrict (as applicable) the use, transfer, exchange and value of Virtual Assets, as well as the provision of the Cointrust Services in certain jurisdictions. Legislative and regulatory changes may occur quickly and without prior notice.

3. RISKS RELATED TO FRTS

Depegging

This disclosure outlines the risks associated with the potential depegging of FRTs, including (without limitation) USD Coin (USDC) and Tether (USDT), from their intended 1:1 parity with a commodity or denomination of fiat currency.

- a. FRTs are designed to maintain a stable value relative to a commodity or denomination of fiat currency. For example, USDC and USDT are designed to maintain a stable value relative to the US Dollar (USD). However, market conditions, regulatory changes, or operational failures may cause these FRTs to deviate from their intended 1:1 parity. Such deviations, commonly referred to as "depegging," could result in significant price fluctuations or loss of value.
- b. Depegging events may lead to reduced liquidity for the FRT, impacting the ability to execute trades or exit positions at favorable rates.
- c. Unexpected market movements during depegging may lead to substantial price fluctuations, potentially increasing margin requirements or triggering liquidations. Where USD FRT are used as collateral, depegging could reduce the value of collateral and increase the risk of margin calls or forced liquidations. Depegging may also result in the FRT asset no longer being accepted as eligible collateral.
- d. The value of FRT typically depends on the creditworthiness and operational resilience of its issuer. Any doubts regarding the issuers' ability to back the FRTs with sufficient reserves may amplify depegging risks.

- e. As FRTs are centrally issued, they are subject to counterparty risks, including potential regulatory actions or operational failures by the issuers. Legal or regulatory measures against FRT issuers or related parties may impact the stability or usability of their FRT. Cyberattacks, technical malfunctions, or other operational issues affecting the issuers could also trigger, or increase the risk of, depegging.
- f. You are encouraged to monitor market conditions, issuer announcements, and regulatory developments that could affect the stability of any FRT you may use.
- g. A depegging event in one particular FRT may have a contagion effect, negatively impacting market sentiment towards other issues of FRT or the trading venues that have used or otherwise facilitated trading activity involving that FRT (particularly where that FRT may have been used as collateral or for settlement of transactions).
- h. You should consider diversifying your collateral and funding sources to mitigate the potential impact of depegging risks.
- i. There is no guarantee that any FRT (including, without limitation, USDC or USDT) will maintain their 1:1 parity with the reference asset/currency under all circumstances. Users should conduct independent assessments and understand the risks associated with holding or using these FRTs.

Synthetic FRTs

Synthetic FRTs (such as USDe) are not equivalent to fiat-backed FRTs (such as USDC and USDT), and are instead treated as Virtual Assets.

Synthetic FRTs are not backed by fiat currency and do not maintain a fixed or guaranteed value relative to the same. The value of a synthetic FRT may be designed to track a reference asset (such as a fiat currency) through collateralisation and hedging mechanisms, however these mechanisms may fail or perform unpredictably, and there is no assurance that price stability will be maintained. Accordingly, synthetic FRTs may experience significant price fluctuations and may deviate materially from their intended reference value. You should familiarise yourself with the terms and risk disclosures of the issuers of synthetic FRTs before using them, to ensure you understand the specific risks.

Synthetic FRTs are not legal tender, are not redeemable at par value, and **CoinTrust** cannot guarantee any conversion, redemption, or price support in respect thereof. They carry the same general risks as other Virtual Assets including market, liquidity and regulatory risk.

Using synthetic FRTs as margin or collateral entails additional risks, in particular that the collateral value assigned to these tokens may fluctuate significantly during periods of market stress or when reliable price sources are disrupted or unavailable. Such price dislocations can lead to liquidations of derivatives or lending positions, if the collateral value assigned to synthetic FRTs falls below applicable margin requirements.

4. RISKS RELATED TO TOKENISED SECURITIES

Tokenised securities are Digital Securities that represent real-world stocks or ETFs issued by third parties ("Issuers"). By investing in tokenised securities, you acknowledge that you have understood the associated risks and that you accept, in addition to all risks outlined in the relevant third party legal documentation relating to the underlying asset and the Issuer (including any asset prospectus, offering circular or similar documentation for the offering of tokenised securities) for each underlying asset that the respective Tokenised Security relates to:

General and Market Risks

Tokenised securities are tokenised products representing exposure to the price movements of underlying securities (the "**Underlying Securities**"). Investing in tokenised securities involves significant risk and is highly speculative. You may lose all or part of your invested capital. The market price and performance of each tokenised security may differ significantly from the underlying security due to fees, costs, tracking errors, technological issues, or market volatility.

No Ownership or Rights in Underlying Securities

By purchasing tokenised securities, you do not acquire legal ownership of the Underlying Securities. You will have no voting rights, no rights to dividends or distributions, and no claim to any residual assets in the event of liquidation or bankruptcy of the underlying companies. Issuers may apply adjustments to the tokenised securities to reflect the economic effect of dividends and distributions but such adjustments may be imperfect, discretionary or delayed. Holders of tokenised securities have no entitlement to corporate information or communications directly from issuers of the Underlying Securities. The tokenised securities may not be associated or affiliated with, or sponsored or endorsed by, the issuer of the relevant Underlying Security or the exchange on which the Underlying Security is listed.

Trading outside Regular Market Hours

When trading tokenised securities or other products outside the regular trading hours of the underlying market ("**Out-of-Hours Trading**"), you may face significantly reduced liquidity. This limited liquidity can result in wider bid-ask spreads, greater price volatility, increased slippage, and difficulty executing orders at desired prices. Additionally, prices during Out-of-Hours Trading may diverge materially from the official closing price of the Underlying Security or asset, reflecting limited participation or reduced market depth.

You acknowledge that prices for tokenised securities during Out-of-Hours Trading may not reflect the true market value of the Underlying Securities, and executing trades during these periods can amplify the risk of significant losses. In addition, during Out-of-Hours Trading, Issuers may not be able to purchase or sell the Underlying Security in the quantities required to ensure adequate collateral coverage.

Market Gaps at Reopening

You acknowledge that when the official market for an Underlying Security reopens after a period of closure (e.g., overnight, weekends, or market holidays), the price of the Underlying Security may move sharply (gap risk) from its prior closing level. Such moves can occur due to new information, earnings releases, geopolitical events, or other material developments during the period of market closure. As a result, the price of tokenised securities or other related products during Out-of-Hours Trading may not

correlate with the price of the Underlying Security when the market reopens. There is a significant risk that the spot market price you observe or trade on Cointrust during Out-of-Hours Trading periods could diverge materially from the opening price of the Underlying Security once the broader market resumes trading, potentially leading to substantial and unexpected losses.

Liquidity Risks

Trading in tokenised securities carries liquidity risks. There may be insufficient buying or selling interest, making it difficult or impossible to liquidate your position at the desired time or price. This may result in substantial losses, particularly during periods of market stress or volatility.

Operational and Technology Risks

Tokenised securities rely on advanced technology and blockchain infrastructure. You are exposed to operational risks including platform downtime, system outages, technical failures, the breaking of cryptographic protocols, errors in matching orders, design flaws, blockchain network disruptions, forks, mining attacks, bugs and cyber-attacks. Such risks may arise from operational and technology risks of both the Cointrust Platform and/or the Issuers. You are also exposed to wider external force majeure risks, such as natural disasters and terrorist attacks. Any of these events may result in the inability of the Issuer to issue or redeem tokenised securities, substantial losses, the partial or total loss of your investment or a delay in accessing or inability to access your funds.

Issuer Risks

Cointrust does not control or guarantee the performance, solvency, creditworthiness, or operational integrity of the Issuers. Issuers may have a limited operating history and no credit rating. Issuers may be special purpose vehicles which do not conduct operating business other than in relation to the relevant tokenised securities and an Issuer's obligations may be subject to limited recourse. Issuers may not be licensed in any jurisdiction. Issuers' financial condition and operations may be adversely impacted if any key personnel which are employed by, or are directors of, the relevant Issuer, cease to be involved in the management of the Issuer for any reason.

You bear the risk that the Issuer fails to fulfill its obligations due to insolvency, financial distress, inability to make payments when due, operational failures, inability to liquidate collateral or default. The Issuer may suffer reputational risk or harm to its business due to significant data breaches.

You may not be entitled to proceed directly against an Issuer in the case of its failure and may need to rely on a security agent to take enforcement action against the Issuer. The liquidation of collateral following an Issuer failure may not result in sufficient proceeds to fulfil the Issuer's obligations to you, you may become an unsecured creditor of the Issuer or you may not have any residual claim against the Issuer's assets. You may be subject to different legal regimes to the Issuer and its counterparties, which can result in conflicting legal regimes and jurisdictional challenges.

Counterparty Risks

Issuers are dependent on various service providers in order to issue tokenised securities. You bear the risk that the Issuer's counterparties on which it is dependent, such as custodians, tokenisers, agents, brokers, depositaries, or financial institutions holding Underlying Security, may fail to fulfill their obligations due

to insolvency, financial distress, inability to make payments when due, operational failures, or default. These risks exist irrespective of the performance of the relevant Issuer and such events could result in substantial losses or inability to redeem your tokenised securities and impact on the relevant Issuer's operations and ability to fulfil its own obligations.

Regulatory Risks

Tokenised assets are subject to an uncertain and continually developing legal and regulatory environment. Changes to the regulatory framework applicable to the ADGM, the Cointrust Platform or market participants could affect the manner in which tokenised securities are traded, transferred or settled, and may adversely affect the liquidity, market price or continued availability of trading in tokenised securities, even though such changes may not be directed at the Issuer. Regulatory actions or changes in other jurisdictions affecting Cointrust the Issuers, or the tokenised securities themselves may restrict, suspend, or terminate your ability to trade tokenised securities. Changes in law or regulatory interpretations, including tax law and anti-money laundering and counter-terrorism regulations, can adversely impact the legality, availability, or valuation of tokenised securities or subject Cointrust and/or Issuers to more onerous regulatory requirements (including compliance costs). Regulatory actions or changes may limit the use of certain Digital Assets used for settlement of tokenised securities. You acknowledge the risk that regulatory developments may require Cointrust to alter the parameters of trading, including restricting or terminating access to tokenised securities trading without prior notice.

Platform Parameters and Change Risks

You bear the risk that Cointrust or the Issuer may alter or change parameters related to trading tokenised securities (such as trading hours, margin requirements, collateral eligibility, or platform availability) to comply with regulatory requirements, operational considerations, or market conditions. Such changes could materially affect your ability to trade or liquidate your tokenised securities positions, potentially causing losses.

Fees and Cost Risks

Investing in tokenised securities involves fees and costs as outlined by the Issuer and Cointrust. These fees will reduce your net returns, and the performance of your investment will not precisely match the Underlying Securities due to these costs. Other additional costs may apply, such as "gas fees". You should carefully review all applicable fees before trading tokenised securities.

Redemption and Pricing Risks

The redemption of tokenised securities is subject to the terms and eligibility criteria set by the Issuer, including timelines and temporary suspensions. The redemption of tokenised securities, if available, may incur additional fees and be subject to minimum redemption sizes or restrictions imposed by the Issuer. The redemption value of your tokenised securities could be less than the market price or the theoretical value of the Underlying Securities due to market conditions, fees, operational costs, or Issuer discretion.

Risk of Total Loss and Suitability

Tokenised securities are highly complex, novel financial products that may not be suitable for all investors. You should not trade tokenised securities unless you fully understand their structure and associated risks. Only invest amounts that you can afford to lose entirely. Past performance is not

indicative of future performance. Cointrust does not provide personal, legal, tax, or investment advice regarding tokenised securities, and you are strongly encouraged to seek independent advice before engaging in any transactions.

Competition Risk

There are a number of competitor Issuers which offer similar tokenised securities products and new competitors may emerge at any time. Increased competition may impact the demand for tokenised securities and market prices and impact on Issuers' business generally.

Adjustment Risk

A suspension, limitation or trading halt in the Underlying Security on its primary market, or other event which results in the inability of the Issuer to obtain the price of the Underlying Security, may result in the Issuer exercising discretion regarding valuation of the Underlying Security for the purposes of the tokenised securities. Other events may occur which impact on the obtaining of a reference price (such as delistings, share splits and special dividends), which may result in the Issuer implementing adjustments to the tokenised securities in its discretion.

5. RISKS RELATED TO SPECIFIC Cointrust SERVICES AND PRODUCTS

Futures

Futures are complex leveraged products and may not be suitable for inexperienced investors. Before investing, investors must understand the nature and accept the risks of futures products, including extreme price volatility of Virtual Asset Futures and the risk that the value of a Virtual Asset Futures position may decline rapidly and significantly, including to zero. While Virtual Asset Futures amplifies the potential profit of trading in Virtual Assets, it also amplifies the risk of loss. All the risks relating to the underlying Virtual Assets may be magnified in Virtual Asset Futures because of the use of leverage.

The risk of loss is substantial and potentially unlimited. In volatile market conditions, the price of Virtual Assets, and therefore the price of Virtual Asset Futures, may decline significantly in a short period of time, including to zero. An investor in Virtual Asset Futures must be prepared and able to bear the loss of the entirety of their investment, as the loss can exceed the amount which you originally invest with Cointrust.

You should not invest any amount that you cannot afford to lose. You are strongly encouraged to seek independent professional advice when deciding whether Virtual Asset Futures products are suitable for you, having regard to your risk appetite, financial position and knowledge about Virtual Assets.

When trading Futures, it is your responsibility:

- a. To familiarise yourself with Virtual Assets and Futures before you start trading.
- b. To monitor your open positions and, when required, to reduce your position or deposit additional margin to avoid a losing position being liquidated.

c. Manage your exposure and not risk more than you can afford to lose or build positions which are beyond your financial capacity to maintain.

When trading Futures you may suffer a loss as a result of a number of factors including but not limited to the following: (i) a position in Futures moving against you, for example, you hold a long position and the price of the underlying Virtual Asset declines or you hold a short position and the price of the underlying Virtual Asset increases. You may lose the entirety of your investment, including all assets that you have made available as margin for the position; (ii) your profitable position may be force closed under auto-deleveraging because one or more of the counter-parties to your profitable position has provided insufficient collateral, resulting in you not receiving some or all of the profits that you may otherwise be entitled to receive; (iii) you cannot close a Futures position because there is insufficient market liquidity or demand for the other side of that trade; (iv) we are required to change parameters on the Platform such as the margin requirements; (v) there is a malfunction of the Platform, for example resulting from scheduled or unscheduled downtimes, matching system failure, database failure, cryptocurrency transfer or storage failure, failure or malfunction of the API, hacker attacks or other failure or malfunction; or (vi) we are required to restrict or terminate elements of our service in response to regulatory action.

The market price of a Futures contract for a Virtual Asset may not mirror the price of the relevant Virtual Asset in the spot market. The price of a Futures contract for a Virtual Asset may also fluctuate significantly in response to movements in the price of the underlying Virtual Asset, supply and demand, and other market factors.

The Price Index (which is used to calculate the Mark Price and is based on the weighted average spot price of the Virtual Asset across multiple crypto exchanges) can be affected by events, including, without limitation, the delisting or suspension of trading, withdrawals, or deposits for the relevant Virtual Asset on those exchanges. Cointrust may also, at its sole discretion, change the constituents of the Price Index from time to time without notice.

In order to open and maintain a Futures position, you will be required to provide collateral as margin. The use of leverage allows traders to provide a relatively small amount of margin for a position with significantly more market exposure. However, this use of leverage means that a relatively small change in the market price of the underlying Virtual Asset could result in liquidation of a position and loss of assets. For example, a 1% decrease in the price of a Virtual Asset underlying a 10x leveraged long Futures contract is equal to a 10% loss in the long Futures position. Conversely, a 1% increase in the price of a Virtual Asset underlying a 10x leveraged short Futures contract is equal to a 10% loss in the short Futures position.

If the market moves against your Futures position, you may be required to provide additional margin on short notice in order to maintain your Futures positions, failing which your position may be liquidated. If you are subject to liquidation, you may sustain a total loss of all collateral that has been provided or otherwise made available to establish or maintain a position, including collateral provided to meet margin calls. Further, you may, in exceptional circumstances, be responsible and liable for any deficit resulting in

your Account following liquidation of your positions. It is your responsibility to ensure that you have sufficient margin in your Account to maintain all open positions.

Perpetual Futures Products do not have a fixed term. You will be subject to funding rates for the duration of your positions in Perpetual Futures Products.

Cointrust may at its sole discretion determine to terminate the offering of Futures. If you are required to close your Futures positions, or your Futures positions are forced closed, at a time when the market price of the underlying Virtual Asset is not favourable, you may suffer losses as a result. Cointrust will not be responsible for any losses resulting from such termination.

The placing of certain “stop-loss” orders, or “stop-limit” orders which are intended to limit losses to certain amounts may not always be effective because rapidly changing market conditions may make it impossible to execute such orders. Strategies using combinations of positions such as “spread” and “straddle” positions may be as risky as taking simply “long” or “short” positions.

Options

Options are complex and may not be suitable for inexperienced investors. Transactions in options carry a high degree of risk. You should familiarise yourself with the type of option (i.e. put or call) which you intend on trading and the associated risks. You should calculate the extent to which the value of the options must increase for your position to become profitable, taking into account the premium and all transaction costs.

“Writing” or “granting” an option involves considerably greater risk than purchasing options. The premium received is fixed, however you may sustain a loss well in excess of that premium amount. You may be liable for additional margin to maintain the position if the market moves unfavourably. You may also be exposed to the risk of the purchaser exercising the option and you may be obligated to settle the option. If the option is “covered” by holding a corresponding position in the underlying interest, the risk may be reduced. If the option is not covered, the risk of loss can be unlimited.

Market volatility - Virtual Asset prices can fluctuate dramatically within short timeframes, potentially leading to substantial losses. Price volatility may result in rapid price movements that are unfavourable to your position.

Liquidity risks - Adverse market conditions may result in reduced liquidity, making it challenging to close positions.

System failures - Platform outages, cyberattacks, or other technical issues may prevent you from managing your positions or executing trades. There may be times when trading Option Contracts is not possible due to technical issues or operational constraints. Such occurrences may delay or prevent the execution of Option Contracts.

Margin call and liquidation - Cointrust reserves the right to immediately liquidate positions without prior notice (including Margin Calls) if margin requirements are not met.

No interest in Underlying Virtual Assets - When entering into Option Contracts, you are not purchasing nor acquiring any interest in the relevant underlying Virtual Asset, and Option Contracts do not confer any ownership rights or entitlements in any Virtual Assets nor any other property.

Regulatory Uncertainty - The regulatory environment surrounding Virtual Assets and trading in respect of them (including, for avoidance of doubt, Option Contracts) is subject to change, and any adverse regulatory actions or new laws may impact the operation, performance or offering of Option Contracts in your jurisdiction. Option Contracts may not be regulated in your jurisdiction. You are responsible for ensuring compliance with local laws and regulations before entering into any Option Contract.

You must have sufficient Eligible Virtual Assets in your Options Account to satisfy the applicable Premium due in order to enter into an Option Contract. The Premium is a fixed value which will be deducted from your Options Account when you enter into an Option Contract as an Option Buyer. All Option Contracts will be purchased and Exercised on the basis of market prices, which may fluctuate from time to time. As such, there is no guarantee that prices displayed on the Platform will be the exact prices at which Option Contracts will be purchased and/or Exercised. Returns on Options trading will depend on market movements.

The net profit for an Option Buyer with respect to an Option Contract will be equal to the Settlement Amount for that Option minus the Premium paid and all applicable fees. The maximum loss for an Option Buyer with respect to an Option Contract will be limited to the Premium paid and all applicable fees.

The maximum profit for an Option Seller with respect to an Option Contract will be equal to the Premium paid by the Option Buyer (less any applicable fees). The maximum loss for an Option Seller with respect to an Option Contract will be the difference between the Premium paid by the Option Buyer (less any applicable fees) and the Settlement Amount (which represents the difference between the Settlement Price and the Strike Price of the Option multiplied by the Virtual Asset Amount).

Cointrust does not guarantee nor provide any assurance whatsoever that buying or selling an Option Contract will not result in loss. You should only trade with funds that you can afford to lose.

If you are a Qualifying User who is permitted to write/issue Option Contracts and take short positions in respect of Options, you will be required to meet Margin Requirements and may be required to top up additional Margin in your Options Account in order to avoid triggering a Default. As Virtual Asset markets are open 24 hours a day, 7 days a week, you may be required to top up additional Margin any time, including outside of normal business hours. You further agree and acknowledge that the prices of Virtual Assets are volatile and thus may decline speedily. If, as a Qualifying User, the Margin Balance of your Options Account falls below the required Margin Requirements and you fail to top up the Margin held in your Options Account then (subject to any applicable grace period agreed in writing with Cointrust), you may be put into Default. This means that you may lose all of your Margin credited to your

Options Account and you may owe substantially more than you initially invested with respect to Options trading.

Simple Earn

Assets

To the extent that Simple Earn Assets deposited by users are loaned to Cointrust Affiliates or clients of Cointrust Group Entities, including under Margin and Loan products, these loaned assets are subject to the risk that the borrowing party will be unable or unwilling to repay the borrowed assets.

Cointrust's ability to return your Simple Earn Assets may be adversely affected or delayed if a significant number of borrowers (including under Margin and Loan products) default on the obligation to repay borrowed assets to Binance, the collateral held by or for the benefit of Cointrust is insufficient to cover the outstanding loan amount and outstanding debts cannot be recovered from the insurance fund.

In extreme and exceptional circumstances, Cointrust may have insufficient liquid assets readily available to satisfy requests to redeem Simple Earn Assets in a timely manner as a result of various different other factors including, without limitation, concentrated exposure to the performance of a particular Virtual Asset, a particular borrowing client or a particular depositor.

Virtual Assets that are deployed in on-chain staking will be subject to a number of risks, including the risk of protocol penalties (known as "slashing") which result in the forfeiture of some or all of the Virtual Assets that are staked. Slashing is designed to discourage network validators from engaging in dishonest, malicious or other inappropriate activity and may occur due to errors in smart contracts, misbehaviour of validators, or mistakes during block production. It is possible you could lose some or all of your Staked Assets. This would include situations where slashing is the result of a hack, your own actions or other extreme events.

Cointrust may run promotional campaigns from time to time that are sponsored by partner projects including short-term Simple Earn product offerings with higher APRs to benefit users. These higher rates may be temporary and you should consider whether the relevant offer still meets your needs once the interest rate reverts to its normal level when the promotion period expires.

Although Cointrust takes reasonable precautions to minimise the risks described in this Risk Warning and to safeguard the return of Simple Earn Assets to users in accordance with the Simple Earn Terms, in extreme and exceptional circumstances Cointrust may not have sufficient assets readily available to return Simple Earn Assets to users in a timely manner. This could result in users losing some or all of their Simple Earn Assets or experiencing a delay in the return of all or some Simple Earn Assets to users. These circumstances could arise, for example, following a catastrophic hack or technical failure, a significant number of borrowers to whom loans have been granted under Margin and Loan products defaulting at the same time, depletion of the insurance fund, extreme market volatility, network delays or disruptions, systemic risk or other black swan events that affect the cryptocurrency market as a whole.

ETH Staking

Staking involves a risk of protocol penalties, also known as “slashing”, designed to disincentivise dishonest and malicious validator activity, where some or all of a validator’s staked Digital Assets are forfeited as a penalty. Slashing can occur due to errors in smart contracts, misbehaviour of validators, or mistakes during block production.. It is possible you could lose some or all of your Staked Assets. This would include situations where slashing is the result of a hack, your own actions or other events.

Staking Rewards are calculated based on the Variable Reward Rate and each user’s amount of Staked Assets. The Variable Reward Rate is determined by Cointrust in its discretion, based on the On-Chain Rewards and the commission fee charged by Cointrust, each of which may change from time to time. All On-Chain Rewards will be retained by Cointrust and participants in ETH Staking will only receive the Staking Rewards, which may be more or less than the amount of On-Chain Rewards.

Users may not be able to redeem the entirety of their Staked Assets in a single redemption request and may be required to submit multiple redemption requests over a period of time. Due to the processing limitations on the Ethereum network, redemptions are subject to the Redemption Pool and each user’s Daily Redemption Quota. The Redemption Pool is the total amount of ETH that Cointrust has unstaked and is available each day to satisfy requests for the redemption of Staked Assets. The Daily Redemption Quota is the maximum amount of Staked Assets that each user can request for redemption each day. Both the Redemption Pool, the Daily Redemption Quota and anticipated the processing may change from time to time. WBETH and BETH under the redemption process will not generate any ETH Staking rewards.

Cointrust does not guarantee that you will receive Staking Rewards at the Variable Staking Rate shown at the time you Subscribe. The Variable Staking Rate will change from time to time and may fluctuate up or down from the rate applicable at the time of Subscription. Any representation concerning possible returns at the time you Subscribe is an estimate only and not guaranteed and based on the Variable Staking Rate at the relevant time, which may change.

Redeeming Staked Assets takes time. Redeeming BETH or WBETH for ETH is generally expected to take approximately six (6) days once a redemption request is successfully submitted, however the actual processing time may vary and could be significantly longer. Delivery of ETH following a redemption request or WBETH following a conversion request could be subject to additional delay in various circumstances including, without limitation, extreme market volatility, network delays and outages, validator or protocol failure, a significant number of simultaneous instructions to convert ETH to WBETH or WBETH to ETH from other Cointrust users, or other unanticipated events. There is no guaranteed timeframe for completion of redemption or conversion requests. Because cryptocurrency prices can be highly volatile, there is a risk that the market price of ETH could be significantly higher or lower by the time the redemption request is completed and users will be unable to dispose of their Staked Assets while a redemption request is being processed. In addition, it is possible that the value of your Staked Assets or Staking Rewards may drop to zero.

Cointrust does not guarantee uninterrupted or error-free operation of the ETH Staking Services or that it will correct all defects or prevent disruptions or unauthorised access. Cointrust may suspend or discontinue the ETH Staking Services in its sole discretion at any time. If there is any disruption, suspension or discontinuance of the ETH Staking Services, any Staked Assets may stop generating Staking Rewards and

you may not receive any (and you may forfeit all or some) Staking Rewards. Cointrust has no liability or responsibility for and expressly disclaims any loss, liability or damage that users may incur directly or indirectly in connection with the ETH Staking Services, including without limitation loss, liability or damage arising directly or indirectly from interruptions, errors or defects in the ETH Staking Services, third party disruptions of or unauthorised access to the ETH Staking Services and any suspension or discontinuance of the ETH Staking Services.

SOL Staking

Staking Rewards are reflected by the BNSOL Conversion Rate and each user's amount of Staked Assets. The BNSOL Conversion Rate is based on the prevailing and applicable Solana validator-node APR and the Staking Fee charged by Cointrust, each of which may change from time to time. All On-Chain Rewards will be retained by Cointrust and participants in SOL Staking will only receive the Staking Rewards, which will be less than the On-Chain Rewards due to the Staking Fee.

Users may not be able to redeem the entirety of their Staked Assets in a single redemption request and may be required to submit multiple redemption requests over a period of time. Due to potential processing limitations on the Solana network caused by network failure or congestion, redemptions may be subject to limitations set by Cointrust. BNSOL in respect of which a redemption request is being processed will not reflect, accrue or otherwise be entitled to receive any further Staking Rewards.

Redeeming Staked Assets takes time. Redeeming BNSOL for SOL is generally expected to take approximately four (4) days once a redemption request is successfully submitted, however the actual processing time may vary and could be significantly longer. Delivery of SOL following a redemption request or BNSOL following a conversion request could be subject to additional delay in various circumstances including, without limitation, extreme market volatility, network delays and outages, validator or protocol failure, a significant number of simultaneous instructions to convert SOL to BNSOL or BNSOL to SOL from other Cointrust users, or other unanticipated events. There is no guaranteed timeframe for completion of redemption or conversion requests. Because cryptocurrency prices can be highly volatile, there is a risk that the market price of SOL could be significantly higher or lower by the time the redemption request is completed and users will be unable to dispose of their Staked Assets while a redemption request is being processed. In addition, it is possible that the value of your Staked Assets or Staking Rewards may drop to zero.

Cointrust does not guarantee uninterrupted or error-free operation of the SOL Staking Services or that it will correct all defects or prevent disruptions or unauthorised access. The Solana Network may be subject to unplanned disruptions or outages. Cointrust may suspend or discontinue the SOL Staking Services in its sole discretion at any time. If there is any disruption, suspension or discontinuance of the SOL Staking Services, any Staked Assets may stop generating Staking Rewards and you may not receive any (and you may forfeit all or some) Staking Rewards. Cointrust has no liability or responsibility for and expressly disclaims any loss, liability or damage that users may incur directly or indirectly in connection with the SOL Staking Services, including without limitation loss, liability or damage arising directly or indirectly from interruptions, errors or defects in the SOL Staking Services, third party disruptions of or unauthorised access to the SOL Staking Services and any suspension or discontinuance of the SOL Staking Services. Cointrust may run promotional campaigns from time to time that are sponsored by

partner projects including short-term SOL staking product offerings with higher APRs to benefit users. These higher rates may be temporary and you should consider whether the relevant offer still meets your needs once the interest rate reverts to its normal level when the promotion period expires.

Soft Staking

By subscribing your Spot Account to Soft Staking, you acknowledge that your Soft Staked Assets are no longer held in your Spot Account, despite their appearance there or any associated Spot Account user interface. Instead, they are transferred to the Soft Staking account, which is part of the Cointrust Earn program and is distinctly separate from your Spot Account. You agree that these subscribed Virtual Assets are provided to Cointrust and may be utilised by Cointrust for on-chain staking and liquidity management purposes, as outlined in the Soft Staking Terms and this Risk Warning. This type of subscription introduces an entirely different risk profile for your Virtual Assets compared to if you had not engaged in Soft Staking Services because Cointrust is using your Virtual Assets to generate a return, which involves certain risks. Please ensure that you have thoroughly read and understood the risks detailed in this Risk Warning before proceeding with any Soft Staking Services.

Redeeming Soft Staked Assets requires time due to the nature of on-chain staking and associated processing delays for withdrawals from protocols. The withdrawal period may also vary between different staking protocols. Cointrust's ability to return your Soft Staked Assets in a timely manner may be adversely affected or delayed if a substantial number of Soft Staking Assets are withdrawn by users simultaneously, and the quantity of assets locked on-chain exceeds the available liquidity managed by Cointrust.

Virtual Assets that are deployed in on-chain staking will be subject to a number of risks, including the risk of protocol penalties (known as “slashing”) which result in the forfeiture of some or all of the Virtual Assets that are staked. Slashing is designed to discourage network validators from engaging in dishonest, malicious or other inappropriate activity and may occur due to errors in smart contracts, misbehaviour of validators, or mistakes during block production. It is possible you could lose some or all of your Soft Staked Assets. This would include situations where slashing is the result of a hack, your own actions or other events.

Although Cointrust takes reasonable precautions to minimise the risks described in this Risk Warning and to safeguard the return of Soft Staking Assets to users in accordance with the Soft Staking Terms, in certain circumstances Cointrust may not have sufficient assets readily available to return Soft Staking Assets to users in a timely manner. This could result in users losing some or all of their Soft Staking Asset and users losing the ability to partake in Spot Account activity (including trades) when experiencing a delay in the return of all or some Soft Staking Assets to users. These circumstances could arise, for example, following a catastrophic hack or technical failure, depletion of the available liquidity managed by Cointrust, extreme market volatility, network delays or disruptions, systemic risk or other black swan events that affect the cryptocurrency market as a whole.

There is no guaranteed timeframe for completion of redemption or conversion requests. Because cryptocurrency prices can be highly volatile, there is a risk that the market price of your Soft Staked Assets could be significantly higher or lower by the time the redemption request is completed and users

will be unable to dispose of their Soft Staked Assets while a redemption request is being processed. In addition, it is possible that the value of your Staked Assets or Staking Rewards may drop to zero.

Cointrust does not guarantee uninterrupted or error-free operation of the Soft Staking Services or that it will correct all defects or prevent disruptions or unauthorised access. Cointrust may suspend or discontinue the Soft Staking Services in its sole discretion at any time. If there is any disruption, suspension or discontinuance of the Soft Staking Services, any Soft Staked Assets may stop generating Staking Rewards and you may not receive any (and you may forfeit all or some) Staking Rewards. Cointrust has no liability or responsibility for and expressly disclaims any loss, liability or damage that users may incur directly or indirectly in connection with the Soft Staking Services, including without limitation loss, liability or damage arising directly or indirectly from interruptions, errors or defects in the Soft Staking Services, third party disruptions of or unauthorised access to the Soft Staking Services and any suspension or discontinuance of the Soft Staking Services.

Cointrust does not guarantee that you will receive Staking Rewards at the Staking Rate shown at the time you Subscribe. The Staking Rate is designed to change from time to time and may fluctuate up or down from the rate applicable at the time of Subscription. Any representation concerning possible returns at the time you Subscribe is an estimate only and not guaranteed; and based on the Staking Rate at the relevant time, which may change. Staking Rewards for Soft Staking are calculated based on factors determined at Cointrust's sole discretion, based on the On-Chain Rewards and the commission fee charged by Cointrust, each of which may change from time to time. All On-Chain Rewards will be retained by Cointrust and participants in Soft Staking will only receive the Staking Rewards, which may be more or less than the amount of On-Chain Rewards.

Cointrust may run promotional campaigns from time to time that are sponsored by partner projects including short-term Soft Staking product offerings with higher APRs to benefit users. These higher rates may be temporary and you should consider whether the relevant offer still meets your needs once the interest rate reverts to its normally anticipated levels when the promotion period expires.

Advanced Earn

Dual Investment

Dual Investment is not a principal-protected product. It is different from other Earn products available on the Platform.

Dual Investment is a structured product with a number of variables to consider when Subscribing. Once your Subscription is executed, your Target Price, Settlement Date, Subscription Period and APR will be fixed. You will not be able to edit, cancel or revise the Target Price, Settlement Date, Subscription Period or APR once your Subscription is executed. There can be no guarantee or assurance that if the Target Price is reached and your Subscribed DI Assets are exchanged into the Alternative Currency, that you will be in a more favourable financial position. If the market price as at the Settlement Date of your Subscribed DI Assets is less favourable for you than the Target Price (i.e. higher than the Target Price in the case of a Sell High Dual Investment or less than the Target Price in the case of a Buy Low Dual Investment), you will still be obligated to exchange your Subscribed DI Assets and DI Rewards in the

Deposit Currency for the Alternative Currency at the Target Price. Please read through the FAQ and the Product Terms carefully to ensure that you understand the product. If you do not understand the product and associated risks, you should not Subscribe or otherwise use the product.

The higher APR set out for Dual Investment is provided in exchange for the comparatively high risk attributable to this product. The Virtual Asset markets can be extremely volatile. You should note that past performance is not to be treated as an indication of future performance. Cointrusts not liable for any losses incurred from price fluctuations.

We make no guarantees of rewards. You have no right to a reward even if it is received by Cointrust. DI Rewards will be credited to your CointrustAccount only after they are received by CointrustUnless otherwise specified, the APR indicated for Future Transactions is only an estimate, and may change over time. The availability of DI Rewards is subject to market volatility, and Cointrust does not guarantee that you will receive any DI Rewards from your Dual Investment.

A Subscription to Dual Investment is illiquid. Your Subscribed DI Assets will be locked and you will not be able to access or otherwise deal with your Subscribed DI Assets (together with all DI Rewards) until the Settlement Date. During the Subscription Period you will be exposed to the risk of extreme market volatility and will have no ability to exit your position in the Subscribed DI Assets prior to the Settlement Date. The illiquidity of your Subscribed DI Assets could result in losses arising from, amongst others, the inability to dispose of Virtual Assets at a higher price if market prices are depreciating or loss of opportunity to buy Virtual Assets at a more favourable price.

Smart Arbitrage

In offering Trading Bots to you, Cointrust is not providing any investment advice or recommending any particular Trading Bot, trading strategy and/or trading parameter as appropriate and/or suitable for you. You shall be solely responsible for determining whether or not to make use of any Trading Bots and for selecting an appropriate feature, trading strategy and/or parameters in light of their investment objectives, risk tolerance, financial situation and needs. Cointrust makes no representation or warranty as to the outcome of the use of any Trading Bot and will not be liable to you for any loss that might arise from or in connection with your use of any Trading Bot.

On Chain Yields

The use of Subscribed Assets for On-chain Yields Services may be subject to various risks, including protocol risks. Events may occur at the protocol level (such as hacks, exploits, or poor economic models) that are outside ofCointrust's control. In certain circumstances, these risks could negatively impact the ability of Cointrusto return your Subscribed Assets in full or at all. The Virtual Assets you use to Subscribe may be lost because they are put into smart contracts owned by Applicable Networks and not operated by Cointrust. Subscribed Assets are outside ofCointrust's control, and neither Cointrust nor any Cointrust Affiliate can guarantee the return of Subscribed Assets. Cointrust does not guarantee that you will receive On-chain Yields DeFi Rewards at the DeFi Rate shown at the time you Subscribe. Any representation concerning possible returns at the time you Subscribe is an estimate only and not guaranteed.

No Cointrust Group Entity makes any representation or warranty that On-chain Yields is appropriate for any user or in any location. Cointrust does not provide any due diligence assurances on the protocols themselves. You are strongly encouraged to carefully review these On-chain Yields Terms and seek independent professional advice as to whether On-chain Yields Services are appropriate for you, considering your personal circumstances and objectives, financial position, and risk tolerance. Always do your own research.

Discount Buy

Discount Buy is a structured product with a number of variables to consider when Subscribing. Once your Subscription is executed, your Target Buy Price, Knockout Price, Settlement Date, Subscription Period and APR will be fixed. You will not be able to edit, cancel or revise the Subscription details including (without limitation) the Target Currency, Target Buy Price, Knockout Price, Settlement Date, Subscription Period or APR once your Subscription is executed. There is no guarantee or assurance that if your Subscribed DB Assets are exchanged into the Target Currency, that you will be in a more favourable financial position. If the market price at the Settlement Date of your Subscribed DB Assets is less favourable for you than your Target Buy Price (i.e. lower than the Target Buy Price in the case of a Discount Buy), you will still be obligated to exchange your Subscribed DB Assets. Please read through the FAQ and the Discount Buy Product Terms carefully to ensure that you understand the product. If you do not understand the product and associated risks, you should not Subscribe or otherwise use the product.

The APR set out for Discount Buy is provided in exchange for the comparatively high risk attributable to this product. The Virtual Asset markets can be extremely volatile. You should note that past performance is not to be treated as an indication of future performance. Cointrust is not liable for any losses incurred from price fluctuations.

We make no guarantees of rewards. You have no right to a reward even if it is received by Cointrust. Knockout Rewards will be credited to your Cointrust Account only after they are received by Cointrust. The availability of Knockout Rewards is subject to market volatility, and Cointrust does not guarantee that you will receive any Knockout Rewards from your Discount Buy.

A Subscription to Discount Buy is illiquid. Your Subscribed DB Assets will be locked and you will not be able to access or otherwise deal with your Subscribed DB Assets (together with all Knockout Rewards) until the Settlement Date. During the Subscription Period you will be exposed to the risk of extreme market volatility and will have no ability to exit your position in the Subscribed DB Assets prior to the Settlement Date. The illiquidity of your Subscribed DB Assets could result in losses arising from, amongst others, the inability to dispose of Virtual Assets at a higher price if market prices are depreciating or loss of opportunity to buy Virtual Assets at a more favourable price.

Event Contracts

The potential profits for each Event Contract are fixed amounts (i.e. the Potential Payout Amount), which is shown on the CointrustPlatform for each Event Contract and accepted by you when you submit your order in respect of that Event Contract. The potential loss for each Event Contract is limited to the

amount of Premium paid in respect of that Event Contract. The USD FRT you pay for the Premium is the amount at risk.

The Settlement Value to be paid by Cointrust to you (if any) is determined by the Cointrust Platform on Expiry of the Event Contract, by comparing the Index Price for the Underlying on Expiration against the Strike Price for that Event Contract:

i. In the case of a Call Contract, the Index Price for the Underlying on Expiration must be above the Strike Price for you to receive the Potential Payout Amount (i.e. the Settlement Value paid to you by Cointrust will be an amount of USD FRT equal to the Potential Payout Amount). If the Index Price for the Underlying on Expiration is below the Strike Price, then you will receive nothing (i.e. the Settlement Value will be zero, and Cointrust will not make any payment to you in respect of that Event Contract).

ii. In the case of a Put Contract, the Index Price for the Underlying on Expiration must be below the Strike Price for you to receive the Potential Payout Amount (i.e. the Settlement Value paid to you by Cointrust will be an amount of USD FRT equal to the Potential Payout Amount). If the Index Price for the Underlying on Expiration is above the Strike Price, then you will receive nothing (i.e. the Settlement Value will be zero, and Cointrust will not make any payment to you in respect of that Event Contract).

iii. Irrespective of whether the Event Contract is a Call Contract or a Put Contract, if the Index Price for the Underlying on Expiration is equal to the Strike Price, then Cointrust will refund the Premium to you (i.e. the Settlement Value paid to you by Cointrust will be an amount of USD FRT equal to the Premium paid by you in respect of that Event Contract).

Trading in Event Contracts with respect to Virtual Assets is subject to significant risk and price volatility. The Index Price can be affected by various factors, including, without limitation, market conditions. Price volatility may result in rapid price movements that are unfavourable to your position.

Cointrust applies a daily trading limit (i.e. the Daily Cap), which in effect means that your losses in respect of any UTC day cannot exceed the Daily Cap. Your ability to submit new orders is subject to this Daily Cap. You will not be allowed to place a new order if that new order would cause you to exceed the Daily Cap. This Daily Cap will be calculated and applied automatically by the Cointrust Platform. It is your own responsibility to monitor your Premium Risk level. The Daily Cap does not take into account your own personal circumstances, is not configured to represent your own ability to afford losses, and should not be relied upon as such.

Investment is at your risk and own initiative - you are solely responsible for your investment decisions and Cointrust is not liable for any losses you may incur with respect to, or otherwise in connection with, Event Contracts. Cointrust does not provide financial advice.

When entering into Event Contracts, you are not purchasing nor acquiring any interest in the relevant underlying Virtual Asset, and Event Contracts do not confer any ownership rights or entitlements in any Virtual Assets nor any other property.

Cointrust is the counterparty to your Event Contracts, which may create a conflict of interest. Cointrust's financial interests may not align with yours, as your losses represent Cointrust gains (and vice versa). In the event of insolvency of Cointrust, you will be a general unsecured creditor of Cointrust.

The regulatory environment surrounding Virtual Assets and trading in respect of them (including, for avoidance of doubt, Event Contracts) is subject to change, and any adverse regulatory actions or new laws may impact the operation, performance or offering of Event Contracts. Event Contracts may not be regulated in your jurisdiction. You are responsible for ensuring compliance with local laws and regulations before entering into any Event Contract.

There may be times when trading Event Contracts is not possible due to technical issues or operational constraints. Such occurrences may delay or prevent the execution of Event Contracts.

VA Loan Services

Cointrust may require you to provide Collateral to support your obligations under certain VA Loan Services transactions, which may include any obligations that you owe to us in respect of any Flexible Rate Loan Services, Fixed Rate Loan Services and/or VIP Loan Services. In particular, you could be asked to provide additional Collateral if the market moves unfavourably during the term of a particular VA Loan Services transaction or if Cointrust changes the Collateral Requirements at our discretion at any time. Such additional Collateral may be substantial in poor market conditions and in other circumstances.

Cointrust will use your Collateral in respect of Flexible Rate Loans Services to Subscribe to Flexible Simple Earn Offers on your behalf and such Collateral will be treated in accordance with the Flexible Rate Loan Service Terms and the Simple Earn Terms. Collateral in respect of Fixed Rate Loan Services will be transferred to the Collateral Account and will be treated in accordance with the Flexible Rate Loan Service Terms. All Collateral shall be held subject to Cointrust's general rights in respect of your Virtual Assets as set out in the Terms of Use and as afforded by applicable law.

The risk of loss in financing a transaction by providing Collateral is significant. You may sustain losses in excess of the Collateral held with us. You may also sustain a total loss of the initial and any additional Collateral that you held with us.

You should note that small price movements in the underlying market will have a multiplying effect on your corresponding gain or loss. Losses may even exceed the amount of Collateral deposited by you and you will be liable to us for any shortfall between the Collateral and the loss incurred and you may be required at short notice to provide additional Virtual Assets.

Any failure to make up the shortfall within the time required by us may result in us liquidating your Collateral and/or terminating your Loan or VA Loan Services without your consent, applying the proceeds of such liquidation to the shortfall and claiming the balance (if any) from you. This could result in substantial costs and losses, which you will need to bear. Other consequences may also flow under the VA Loan Service Terms. You should therefore carefully consider whether the Loan or VA Loan Services is/are suitable in light of your own financial position and investment objectives. You must familiarise

yourself with all the terms and conditions applicable to Collateral and any Loan and seek independent advice if needed.

Cointrust Gift Cards

A non-Cointrust entity or individual asking for Cointrust Gift Cards as a payment method for goods or services may be a scam.

We are not responsible in any way for any Cointrust Gift Cards that are lost, stolen, or destroyed, or if your Cointrust Gift Cards are used without your permission.

RWUSD

There is no direct connection or direct linkage between RWUSD and any real-world asset, underlying security, token, or financial instrument. You acknowledge and agree that by participating in RWUSD you do not receive any ownership, rights, claims, or interests in any underlying asset, security, token, or entity. RWUSD serves solely as a digital representation of your Cointrust RWUSD product subscription and any associated rewards. For the avoidance of doubt, all rewards are entirely discretionary and determined at the sole and absolute discretion of Cointrust, who may modify, suspend, or terminate rewards at any time without prior notice or liability.

The RWUSD and RWUSD Services are expressly not intended to be, and shall not be interpreted or classified as, any form of FRT, security, tokenised security, investment contract, or any similar regulated financial instrument under any applicable laws or regulations. No Cointrust Group Entity has obtained any approval, license, or clearance from any regulatory authority or securities commission relating to RWUSD or RWUSD Services being offered, sold, or distributed, nor should any such approval be inferred.

RWUSD and the RWUSD Services are not being offered or sold to U.S. persons and are not intended for U.S. persons. Accordingly, they have not been registered, and will not be registered, under the U.S. Securities Act of 1933, as amended, or any state securities laws, and are not being offered or sold within the United States or to, or for the account or benefit of, U.S. persons. RWUSD is not intended to be, and shall not be deemed or construed as, any form of security, investment contract, note, stock, bond, or any other financial instrument subject to registration under U.S. federal or state securities laws. Cointrust Group Entities expressly disclaim any representation or warranty that RWUSD or the RWUSD Services comply with U.S. securities laws.

Redemption of RWUSD for the Eligible FRT(s) involves certain risks that you should carefully consider before proceeding. The value and availability of the Eligible FRT(s) is/are subject to market conditions, regulatory requirements, and operational factors beyond Cointrust's control. While RWUSD represents a non-transferable, offchain 1:1 representation of your deposited FRT Assets, the redemption process is executed on the terms set forth herein, and Cointrust does not guarantee the uninterrupted or immediate availability of the Eligible FRT at the time of redemption.

By Subscribing to the RWUSD Services, you acknowledge and accept the following risks:

- a. **Market Risk:** The value of the Eligible FRT(s) may fluctuate due to market volatility, and while the Eligible FRT(s) is/are designed to maintain a stable value, no assurance can be given regarding its stability or liquidity at any given time.
- b. **Operational Risk:** Delays or disruptions in processing redemptions may occur due to technical issues, compliance checks, or other operational considerations.
- c. **Third Party Risk.** Pursuant to the Cointrust RWUSD Terms, when you commit FRT Assets to RWUSD it becomes the property of Cointrust for the purpose of RWUSD Services operation; In return Cointrust issues RWUSD to you as the certificate of your assets. Cointrust has the right to deploy these FRT Assets or to deploy it in other arrangements with third parties. You understand that the FRT Assets you commit to RWUSD may leave the custody of Cointrust and may not be repaid to Cointrust or recovered by Cointrust. You accept the risk of redemption delay associated with those types of transactions and acknowledge that these risks may make it difficult or impossible for Cointrust to process RWUSD redemptions in time.
- d. **Regulatory Risk:** Changes in regulatory frameworks or government policies regarding Virtual Assets or FRTs may affect your ability to redeem RWUSD for the Eligible FRT(s) or impact the availability of the Eligible FRT(s).
- e. **You will not benefit from a deposit guarantee or any government supervision:** RWUSD do not constitute deposits and are not subject to any statutory or voluntary deposit guarantee, such as FDIC or similar insurance. Our use of the FRT Assets is not subject to any government or voluntary supervision. There can be no guarantees that the stated reward payments to RWUSD holders will be satisfied.
- f. **You must make your own determination regarding the tax matters.** You must seek your own tax advice in connection with participating in RWUSD, which may result in adverse tax consequences to you, including withholding taxes, income taxes and tax reporting requirements. Prospective participants should consult their tax advisers regarding the tax consequences of participating in the RWUSD Services.
- g. **No Guarantee of Parity:** All redemptions will be denominated in the Eligible FRT (as defined), regardless of the type of FRT Asset originally supplied to RWUSD.

Cointrust may run promotional campaigns from time to time that are sponsored by partner projects or utilising Cointrust's own marketing funds, including short-term RWUSD product offerings with higher APRs to benefit users. These higher rates may be temporary and you should consider whether the relevant offer still meets your needs once the interest rate reverts to its normal level when the promotion period expires.

Although Cointrust takes reasonable precautions to minimise the risks described in this Risk Warning and to safeguard the return of RWUSD to users in accordance with the RWUSD Terms, in certain circumstances Cointrust may not have sufficient assets readily available to return RWUSD to users in a timely manner. This could result in users experiencing a delay in the return of all or some RWUSD to users. These circumstances could arise, for example, following a catastrophic hack or technical failure,

extreme market volatility, network delays or disruptions, systemic risk or other black swan events that affect the cryptocurrency market as a whole.

Portfolio Margin

Margin Trading is highly risky and it is therefore important that you fully assess and ensure you understand the risks involved. These risks include, but are not limited to, the following:

a. Margin Trading is high risk compared to engaging in Transactions that are not subject to any leverage or borrowing. Because Margin Trading is done on a “leveraged” or “margined” basis against smaller collateral for a larger trade with potentially higher returns, a relatively small price change in the underlying Virtual Assets will have a larger impact on the value of products you trade, which can work for or against you depending on your positions. You may incur substantial losses if market conditions move against your position and you may not get back what you invested. Depending on the extent of the losses, you may need to increase margin or reduce positions, otherwise your positions (and the Margin associated with those positions) may be liquidated and you will bear the losses resulting from such liquidation. It is critical, and solely your responsibility, to ensure that you continuously monitor and comply with the margin maintenance requirements for your positions.

b. You can lose more assets than you deposit in your Margin Account(s). The risk of loss may be significant and you may sustain losses in excess of the Margin you deposit with Cointrust. You may be required on short notice to make additional Eligible Margin deposits or Interest payments and if such Eligible Margin deposits or Interest payments are not made promptly, your Margin or positions may be liquidated without prior notice to you.

c. You have no right to choose which assets in your Margin Account(s) are liquidated or sold to meet a Margin Call. Cointrust has sole and absolute discretion to determine which positions and/or assets to liquidate in order to protect Cointrust’s interests, and Cointrust is not required to act in your best interests.

d. Cointrust may increase or decrease its Margin Requirements at any time with or without prior notice to you. You are required to deposit and maintain Eligible Margin at the required level in order to engage in the Portfolio Margin Program. In the event the level of Eligible Margin is inadequate in relation to the market value of the borrowed assets, you are required to deposit additional Eligible Margin into your Nominated Account(s). It is solely your responsibility to monitor your positions to ensure that any margin requirements are met. Cointrust may but is not obliged to make Margin Calls or otherwise notify you of any margin requirements.

e. You are not entitled to any extension of time to meet a Margin Call. If you receive a Margin Call from Cointrust, you are required to deposit additional Eligible Margin to the corresponding Nominated Account(s).

f. If the value of the Eligible Margin falls below the Margin Requirements that apply to you at any time as a consequence of any revisions to such Margin Requirements by Cointrust or otherwise, Cointrust may exercise its right to sell Margin in the Nominated Account(s) to recover the deficiency without prior

notice or issuing a Margin Call to you, as determined by Cointrust in its sole and absolute discretion. By accessing or using the Portfolio Margin Program, you are authorising Cointrust to appropriate or sell assets in your Nominated Account in accordance with the FSA or Margin Service Terms (as applicable), without prior notice to you, upon the occurrence of a Default or if the value of the Eligible Margin in your Nominated Account is equal to or less than the Required UniMMR. In the event that the liquidation is insufficient to cover such a shortfall, you will remain legally responsible for any such shortfall in connection with your use of the Portfolio Margin Program. All of your Margin may be liquidated in the event of an adverse price movement.

Margin Trading is a leveraged product which is complex and may not be suitable for inexperienced investors. Leverage amplifies the effect of market movements and may therefore result in you incurring increased losses. Margin Trading may not be suitable for you, depending on your financial circumstances. Be cautious of claims that you can make large profits from Margin Trading. You should seek advice from an independent and suitably licensed financial advisor and ensure that you have the risk appetite, relevant experience and knowledge before you decide to trade.

Access to and the use of the Portfolio Margin Program may involve additional risks, including (without limitation):

- a. Legislative and regulatory changes or actions at the local, national or international level may adversely affect the utilisation, transfer, exchange and value of Virtual Assets.
- b. If: (i) the Portfolio Margin Program becomes unavailable due to changes in Applicable Law or due to a termination or suspension of the Portfolio Margin Program and/or (ii) any Nominated Account is terminated, suspended or excluded from the Portfolio Margin Program; then, in each case (x) you may be required to deposit additional Eligible Margin and/or (y) a Liquidation may occur and you may suffer losses.
- c. The Portfolio Margin Program is supported by computer-based component systems for order-routing, execution, matching or settling of trades. Accordingly, there is exposure to risks associated with the system, including the failure of technology, hardware and software. Any system failure may cause improper execution of your orders or failure of execution entirely. Further, the Internet may not be a reliable medium of transmission which may delay the provision of the Portfolio Margin Program.

Margin Services

Margin Trading is highly risky and it is therefore important that you fully understand the risks involved in Margin Trading. These risks include, but are not limited to, the following:

- a. Margin Trading is high risk compared to engaging in Transactions that are not subject to any leverage or borrowing. Because Margin Trading is done on a “leveraged” or “margined” basis against smaller collateral for a larger trade with higher returns, a relatively small price change in the underlying Virtual Assets will have a larger impact on the value of products you trade, which can work for or against you depending on your positions. You may incur substantial losses if market conditions move against your

position, and you may not get back what you invested. Depending on the extent of the losses, you may need to increase margin or reduce positions, otherwise your positions (and the Margin associated with those positions) may have to be liquidated and you will be subject to any losses caused as a result. It is critical that you always actively monitor and comply with all margin maintenance requirements.

b. You can lose more assets than you deposit in your Margin Account(s). The risk of loss may be significant, and you may sustain losses in excess of the Margin you deposit with Cointrust. You may be required on short notice to make additional Eligible Margin deposits or Interest payments and if such Eligible Margin deposits or Interest payments are not promptly made, your Margin or positions may be liquidated without prior notice to you.

c. You have no right to choose which assets in your Margin Account(s) are liquidated or sold to meet a Margin Call. Cointrust has sole and absolute discretion to determine which positions to liquidate in order to protect Cointrust's interests, and Cointrust is not required to act in your best interests.

d. Cointrust may increase or decrease its Margin Requirements at any time and has no obligation to provide you with prior notice or issue you with a Margin Call. You are required to deposit and maintain Eligible Margin at the required level in order to engage in the Margin Services. In the event the level of Eligible Margin is inadequate in relation to the market value of the borrowed assets, you may be required at short notice to deposit additional Eligible Margin into your Margin Account(s).

e. You are not entitled to any extension of time to meet a Margin Call. If you receive a Margin Call from Cointrust, you are required to deposit additional Eligible Margin to the corresponding Margin Account.

f. Cointrust may exercise its right to sell or appropriate Margin without contacting you. If the value of the Eligible Margin falls below the Margin Requirements that apply to you, or if Cointrust revises these requirements to be higher at any time, Cointrust may exercise its right to sell Margin in the Margin Account to recover the deficiency without prior notice or issuing a Margin Call to you, as determined by Cointrust in its sole and absolute discretion. Cointrust You have authorised Cointrust to appropriate or sell assets in your Margin Account without notice to you. In the event that the liquidation is insufficient to cover such a shortfall, you will remain legally responsible for any such shortfall. All of your Margin may be liquidated in the event of an adverse price movement.

Access to and the use of the Margin Services may involve additional risks, including (without limitation):

a. Legislative and regulatory changes or actions at the local, national or international level may adversely affect the utilisation, transfer, exchange and value of Virtual Assets.

b. The Margin Services may become unavailable due to changes in Applicable Law, and you may suffer losses or be liable due to the termination or suspension of the Margin Services, or any Margin Account(s).

c. The Margin Services are supported by computer-based component systems for order-routing, execution, matching or settling of trades. Accordingly, there is exposure to risks associated with the system, including the failure of technology, hardware and software. Any system failure may cause improper

execution of your orders or fail execution entirely. Further, the Internet may not be a reliable medium of transmission which may delay the provision of Margin Services.

Margin Trading amplifies the effect of market movements and may therefore result in you incurring increased losses. Margin Trading may not be suitable for you, depending on your financial circumstances.

Cointrust Square

Content relating to stablecoins or other crypto-assets on Cointrust Square is provided for general information purposes only and does not constitute investment advice or an offer to the public by Cointrust. Cointrust does not curate content posted by third parties but takes reasonable efforts to moderate content in accordance with the Cointrust Square Terms of Use. Please refer to the 'Cointrust Square Disclaimers And Risk Warning' set out in these terms for additional specific disclaimers that apply. Please note that in compliance with MiCA requirements, unauthorised stablecoins are subject to certain restrictions for EEA users of Cointrust. Cointrust accepts no responsibility for the accuracy or completeness of third-party content. Users should conduct their own research and, if needed, seek independent professional advice before engaging in any crypto-asset activities.

Deferred Send

a. Deferred Send is a standing instruction that may be executed under Cointrust Pay when a trigger event occurs. You acknowledge that the actions required to carry out a Deferred Send Instructions may involve multiple steps and may be performed by Cointrust and/or its Affiliates. We may suspend, delay, refuse or stop acting on a Deferred Send Instructions in circumstances described in the Pay Terms, including where, in our opinion, the instruction is unclear, incomplete, inconsistent or disputed, or where execution may be inconsistent with Applicable Law, sanctions requirements, court orders, regulatory obligations or our internal controls.

b. If we receive notice, or otherwise reasonably believe, that an account holder has died, or that there may be competing claims to assets in a Cointrust Account (including under an inheritance or similar process), we may suspend execution and require relevant parties to follow our applicable process (including through a designated inheritance portal, where available). This may delay or prevent execution.

c. Any close-out, sale, exchange or conversion carried out in connection with Deferred Send will be subject to market conditions at the time of execution, including volatility, liquidity constraints, spreads, slippage and execution latency. You may receive less favourable prices than if you had acted earlier or by a different method. We do not guarantee any particular price, rate, timing, order type, sequencing of actions, or outcome, and we are not required to obtain the best possible price for you.

d. Conversions may be required to settle liabilities or to effect your instructions. Conversions may be executed at the time we execute them and may be affected by market movements, liquidity, spreads and fees. Where a conversion involves assets with limited liquidity, you may receive a materially worse outcome than expected, and you may lose value.

e. Standard trading fees and other applicable charges may apply to transactions executed in connection with Deferred Send, including close-outs, sales and conversions. Fees and charges reduce the amounts available for transfer to recipients.

f. Deferred Send may require the redemption, settlement or close-out of positions and products that have specific terms, settlement mechanics, lock-up periods, or maturity dates. Some assets may not be immediately redeemable or transferable, and execution may be delayed, occur in tranches, or result in residual balances.

g. You remain responsible for all liabilities connected with your Cointrust Account (including loans, margin liabilities, fees, interest and other charges). Deferred Send may involve using assets to repay liabilities before transferring remaining assets to recipients. If your balances are insufficient, you may remain liable for outstanding amounts, and your account may show a negative balance.

h. You are responsible for ensuring that your Deferred Send Instruction (including recipient details and asset directions) is complete, accurate and up to date. If you provide incorrect details or conflicting instructions, execution may be delayed, suspended or declined.

6. RISKS RELATED TO LEVERAGE

Trading using leverage entails significant risk and it is important that you fully understand the risks involved in trading Virtual Assets using leverage.

A relatively small market movement will have a proportionately larger impact on the leveraged funds you have deposited or will have to deposit; this may work against you as well as for you. You may sustain a total loss of initial margin funds and, in exceptional circumstances, any additional funds deposited with Cointrust to maintain your position. If the market moves against your position or margin levels are increased, you may be required to pay substantial additional funds on short notice to maintain your position. If you fail to comply with a request for additional funds within the time prescribed, your position may be liquidated at a loss and you may, in exceptional circumstances, be liable for any resulting deficit.

7. RISKS RELATED TO TRADING BOTS

The risks related to Trading Bots are described in the [Trading Bots Product Terms](#) which may be amended from time to time.

8. RISKS RELATED TO ALPHA TOKENS

Cointrust provides access to Virtual Assets that are less mature, more volatile, and less liquid than tokens listed on the main Spot market (“**Alpha Tokens**”). Alpha Tokens may have limited operating history, lower trading volumes and market capitalisations, and reduced price transparency, which can result in sharp price movements or difficulty in buying or selling Alpha Tokens or taking or unwinding positions. As such, they carry a higher level of risk.

In addition to the risks associated with Virtual Assets more generally, you understand that Alpha Tokens carry additional risks, including:

- a. **Market Risk:** The market value of Alpha Tokens may fluctuate dramatically and may lose their value. Due to limited liquidity and low market depth, Alpha Tokens are at greater risk of market manipulation. Price discovery may not reflect fundamental value and may lead to unpredictable and exaggerated price swings.
- b. **Third Party Risk:** Alpha Tokens are nascent and generally associated with recently created token projects, and may as such be subject to greater project, governance, and technology risks, including the possibility of failure, suspension, or delisting. Information about these projects may be limited or rapidly changing, and their future viability cannot be assured.
- c. **No Guarantee of Liquidity:** There is no assurance of liquidity for Alpha tokens. The market for Alpha Tokens may be illiquid, and you may be unable to exit your position at a desired price or time.

9. RISKS RELATED TO PERPETUAL FUTURES ON TRADITIONAL ASSETS

TradFi Perps have a different risk profile to other Perpetual USD[Ⓢ]-Margined Futures, due to the nature of the underlying assets.

TradFi Perps may experience extreme price fluctuations due to a variety of factors relating to the underlying Traditional Asset, including (but not limited to) political, fiscal, regulatory, monetary, geographical, environmental, trade, supply and demand and economic policies and factors. In particular, commodities may be subject to disruptions in the supply chain, inventory adjustments, production cost volatility (including storage, labour and energy costs), costs of regulatory compliance, changes in demand and consumer behaviour, leasing rates and foreign exchange rates.

Cointrust Futures are tradeable 24/7, notwithstanding that the underlying Traditional Asset may be traded on an Exchange with fixed opening hours. This can lead to particular price volatility in TradFi Perps, and wider fluctuations in the funding rates for TradFi Perps, outside traditional market hours.

The market price of the TradFi Perps may not reflect the fair or intrinsic value of the underlying Traditional Asset and may diverge significantly due to market factors and liquidity. The pricing of TradFi Perps may be adjusted to reflect the impact of corporate actions. Contracts may be delisted and relisted to adapt to such adjustments and adjusted pricing or relisted TradFi Perp may deviate from the price of the underlying asset.

Trading Futures exposes you to the risk that you suffer a loss because you cannot close out a Futures position because there is no demand to take the other side of that trade. TradFi Perps may experience reduced liquidity outside the regular trading hours of the underlying market, making it difficult or impossible to liquidate your position at the desired time or price.

The Mark Price for TradFi Perps is derived from input from Data Vendors and not directly from the relevant Exchange. The prices submitted by Data Vendors may diverge from the publicly quoted price on the Exchange.

You are exposed to the risk of price source data failure, where data is inaccurate or corrupted or where a Data Vendor fails to provide, or ceases to provide, pricing data. Cointrust is not responsible for any data provided by Data Vendors and makes no warranty or representation, express or implied, regarding any data provided by Data Vendors.

You are exposed to the risk of occurrence of external events that may affect the market for an underlying Traditional Asset or the calculation of the prices from Data Vendors for that underlying Traditional Asset, including (but not limited to) the suspension of trading of the relevant Traditional Asset, closure of the Exchange or force majeure events.

TradFi Perps are designed to mirror the pricing of the underlying asset, but do not represent actual ownership of the relevant underlying asset. TradFi Perps referencing Equity Securities do not entitle you to any rights (including, where applicable, dividends, distributions, interest or voting rights) in the underlying Equity Security.

Trading Futures exposes you to the credit risk of your counterparties. In addition, TradFi Perps referencing Equity Securities expose you to the credit risk of the Issuer.

10. RISKS RELATED TO FDUSD, TUSD, XUSD AND EURI

Please be advised that the following Digital Assets FDUSD, TUSD, XUSD AND EURI (referred to in this section as the “Digital Assets”) are not recognised by the Financial Services Regulatory Authority of ADGM (FSRA) as Fiat-Referenced Tokens (FRT), and are not included on the FSRA’s list of Accepted FRTs (AFRTs). The issuance of these Digital Assets are not regulated or supervised by the FSRA.

Users should exercise caution and conduct their own due diligence before transacting with or holding these Digital Assets. Cointrust does not guarantee the stability, regulatory compliance, or backing of these Digital Assets, and users bear all risks associated with their use.

For more information regarding the FSRA regulatory framework on AFRTs, and the current list of AFRTs, please refer to this [link](#).

Please note in particular that:

a. Although these Digital Assets are designed to maintain a stable value relative to a denomination of fiat currency, events including those related market conditions, regulatory developments, or operational failures may cause these Digital Assets to deviate from their intended 1:1 parity. Such deviations, commonly referred to as "depegging," could result in significant price fluctuations or loss of value.

- b. Depegging events may lead to reduced liquidity for these Digital Assets, impacting the ability to execute trades or exit positions at favorable rates.
- c. Unexpected market movements during depegging may lead to substantial price fluctuations, potentially increasing margin requirements or triggering liquidations.
- d. The value of these Digital Assets typically depends on the creditworthiness and operational resilience of its issuer. Any doubts regarding the issuers' ability to back these Digital Assets with sufficient reserves may amplify depegging risks.
- e. As these Digital Assets are centrally issued, they are subject to counterparty risks, including potential regulatory actions or operational failures by the issuers. Legal or regulatory measures against the issuers or related parties may impact the stability or usability of these Digital Assets. Cyberattacks, technical malfunctions, or other operational issues affecting the issuers could also trigger, or increase the risk of, depegging.
- f. You are encouraged to monitor market conditions, issuer announcements, and regulatory developments that could affect the stability of any Digital Asset you may use.
- g. A depegging event in these Digital Assets may have a contagion effect, negatively impacting market sentiment towards other issues of these Digital Assets or the trading venues that have used or otherwise facilitated trading activity involving these Digital Assets (particularly where these Digital Assets may have been used as a Quote Asset, or as collateral or for settlement of transactions).
- h. You should consider diversifying your collateral and funding sources to mitigate the potential impact of depegging risks.
- i. There is no guarantee that any Digital Asset will maintain their 1:1 parity with the reference asset/currency under all circumstances. Users should conduct independent assessments and understand the risks associated with holding or using these Digital Assets.