

#### **DigixDAO (DGD) Information**

# **Overview of DigixGlobal and DigixDAO:**

DigixGlobal is the first organization built on Ethereum that tokenizes physical assets onto the Ethereum blockchain, specifically 99.99% London Bullion Market Association (LBMA) approved Gold bars through our Proof of Asset (PoA Protocol)<sup>1</sup>. We anticipate that synergies amongst all Decentralised Applications (DApps) on Ethereum will eventually lead to an increased volume of Digix Gold tokens<sup>2</sup>.

DigixDAO is a suite of smart contract Decentralized Autonomous Organization (DAO) software created and deployed by DigixGlobal on the blockchain, and aims to work with the community to govern and build a 21st century gold standard financial platform on Ethereum. It will establish a standard in being an open and transparent organization using the power of Ethereum smart contracts, such that DigixDAO token holders can directly impact decisions dedicated to the growth and advocacy of the DigixCore Gold Platform. In return, token holders are able to claim rewards of transaction fees on DGX from DigixDAO every quarter on the Ethereum platform.

All raised Ethers will be kept in a publicly disclosed Ethereum address. The DAO will have a project pledging mechanism in place, where token holders are eligible to pledge their approval / rejection of project proposals suggested by DigixGlobal, before any of the raised ETH can be unlocked from the DAO's multi-signature contract wallet.

DigixDAO wants the community to directly influence the allocation of raised ETH in a transparent manner. All project proposals will be uploaded onto the Inter-Planetary File System (IPFS) and is publicly available. Token holders will get to pledge their support for projects on the blockchain before any of the cryptocurrency raised can be released to DigixGlobal.

We predict that our product will revolutionize the digital gold industry by providing an open and transparent asset backed token on Ethereum.

<sup>&</sup>lt;sup>1</sup>Eufemio, A., Chng, K., & Djie, S. (2016). Digix's Whitepaper: The Gold Standard in CryptoAssets. Retrieved March 1, 2016, from https://www.dgx.io/whitepaper.pdf.

<sup>&</sup>lt;sup>2</sup> Rune, M. (2016, February). The core value proposition of Ethereum is synergy. Retrieved March 1, 2016, from https://www.reddit.com/r/ethtrader/comments/43fm3w/the\_core\_value\_proposition\_of\_ethereum\_is\_synergy/

#### **Key Terms:**

**DigixDAO Token (DGD):** DGD Token entitles you to pledge for project proposals at Digix and allows you to claim a reward on transaction fees collected on the system every quarter. They are divisible to 9 decimal placings and are transferrable.

**Gold Asset Ownership Card:** A digital Gold asset card issued to the purchaser of a Gold bar as listed on the Digix Web Application marketplace.

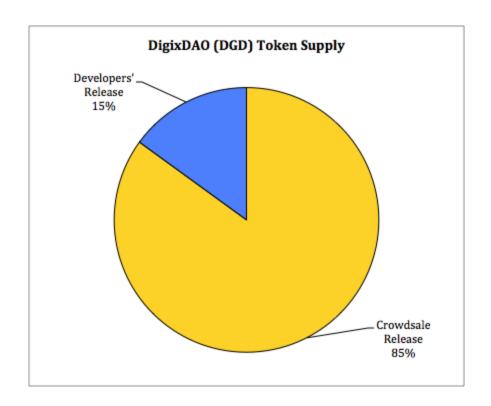
**Digix Gold Token (DGX):** Each DGX token represents 1 gram of gold, divisible to 4 decimal placings. They are kept in Ethereum wallets. This is the digital gold token minted from Gold Asset Ownership Cards on the blockchain when a client purchases a 100g or 1000g LBMA Gold Cast/Ingot Packed Bar. Every DGX Token is backed by physical gold bullion deposited with our Custodian Vault.

**Pledging:** Every DGD token automatically entitles the holder to pledge on proposals that are submitted by Proposers or Digix Developers. Your pledge significance is directly proportional to the amount of DGD tokens held in your ethereum address.

**Proposer's Badge:** The Proposer's Badge entitles the Proposer to formally propose a project or a feature he/she will like to see on the Digix platform. For example, it could be as simple as an add-on button feature, a live Gold visual chart or an additional product offering. Proposer badges also allow you to vet on other Proposer's projects. Proposer badge significance is directly proportional to the number of badges you hold in your ethereum address. Proposer badges are different from pledging. Please see diagram below for further clarification.

#### Number of DigixDAO (DGD) tokens in existence:

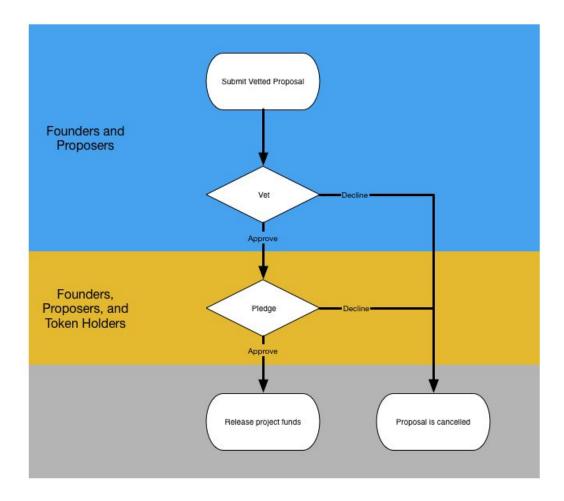
2,000,000 DGD tokens.. DGD Token ownership is transferable to anyone who has an Ethereum Wallet.



All tokens will gain a pro-rated reward benefit on 100% of the 0.13% transaction fees collected on the DGX transactions (sending of DGX) on Ethereum.

# **Badge Types:**

Badge Type	Can directly submit proposals?	Can submit proposals for vetting?	Can vet on proposals?	Can pledge on proposals?
Founder	1	1	1	1
Proposer	×	1	1	1
Token Holder	×	×	×	1



# $\label{lem:conditional} \textbf{Reward Scenario analysis for DGD Token holders:}$

#### **Assumptions:**

- DGX token transaction volume: US\$2,000,000 per day
- Each DGX Gold token represents 1.000 gram of gold.
- Rewards are claimed by all 2,000,000 token holders every quarter
- For the below scenarios, we will assume Gold per troy ounce is fixed at US\$1,200.00
- This is provided only as an example. DigixGlobal explicitly makes no guarantee of future daily transaction volume.

## Scenario 1: US\$2,000,000 transaction volume per day

Volume of DGX sent per day:

\$2,000,000 / \$1200 per troy ounce \* 32.148 conversion to grams = 53580 grams of gold

Number of DGX Tokens allocated to DGD Token holders per day from transaction fees:

 $53580.00 \text{ grams} * 0.1300\% = 69.654 \text{ DGX tokens per day}^3$ .

Owner of all 2,000,000 DGD tokens will be entitled to 69.654 tokens (100%) per day in transaction fees.

In 1 year, the 10,000 DGD token holder will be rewarded 0.34827\*360 days = 125.3772 DGX tokens.

\*Token holder must submit claims to DigixDAO every quarter to receive rewards\*.

#### Scenario 2: No transaction volume per day

Volume of DGX sent per day:

\$0 / \$1200 per troy ounce \* 32.148 conversion to grams = 0 grams of gold

Number of DGX Tokens allocated back to DGD Token holders per day from transaction fees: 0 grams \* 0.1300% = 0 DGX tokens per day.

Owner of all 2,000,000 DGD Tokens will accrue 0 DGX tokens (20%) per day in transaction fees.

In 1 year, the 10,000 DGD Tokens holder will be rewarded 0 DGX tokens.

# DigixDAO (DGD) Token holder role:

DigixDAO relies on DGD Token holders to pursue objectives in Research & Development, Legal & Compliance, Business Development, for its development. In return for supporting the cause, DGD Token holders are rewarded with transaction fees of DGX Tokens on the Ethereum Network.

DGD tokens serve 3 vital purposes:

- 1. Gives anyone and everyone the equal opportunity, to participate in a transparent, decentralized organization, where the holder of tokens can influence the direction taken by the team at Digix, and be rewarded with transaction fees of DGX on Ethereum.
- 2. It will incentivize the adoption of Digix Gold on the Ethereum network. With many more supporters of the platform, it has a high chance of being the de-facto gold backed token for new Decentralized applications (Dapps) such as collateral in virtual nation projects, P2P lending, payment systems, funding platforms on Ethereum.

#### **DigixDAO Crowdfund Planned Allocation (subject to change):**

<sup>&</sup>lt;sup>3</sup> Assuming that transaction limit of 1g is not met for all transactions

The ETH in DigixDAO is planned to go into Research & Development (40%), Legal & Compliance (30%), Business Development (30%).

## Research & Development can include, but not limited to:

- Redesigning and simplifying the client's UI / UX, eta first half of 2016.
- Having DGX tokens listed on various virtual currency exchanges eta first half of 2016
- Integrating a fully audited and workable P2P exchange platform in the Digix Client, EtherEx, eta 3rd quarter of 2016.
- Integrating DGX to virtual currency payment processors, eta 3rd quarter of 2016,
- Integrating uPort for future Know-Your-Customer requirements<sup>4</sup>, eta first half of 2017
- Working with P2P lending platforms that will offer gold tokens as a form of collateral and loan, eta end of 2016
- Adding other assets such as diamonds, eta end of 2017
- Debit card integration such that dgx tokens can be spent directly, eta end of 2017.

#### Legal & Compliance can include, but not limited to:

- Engaging with fintech lawyers to ensure regulatory compliance in anticipation of changes in virtual currency laws in Singapore<sup>5</sup>. We expect such changes to come in the first half of 2017
- Legal advice and endorsement of the business
- Jurisdiction operating licenses if they apply
- Know-Your-Customer legal database (such as Dow Jones Factiva, Thomson Reuters) that we may subscribe to if regulations were to evolve
- Legal staffing costs

#### **Business Development costs can include, but not limited to:**

- Expansion of marketing team, seminar registration fees and speaking events that we organize
- Hiring of Ethereum Developers to train up a team capable for expansion
- Press Releases that are deemed necessary to expand the namesake, product of the company
- Additional Malca-Amit vaulting services we aim to sign up in other global cities
- Courier and insurance service for gold assets to be shipped around the world to our customers

<sup>&</sup>lt;sup>4</sup> Allison, I. (2016, February 02). ConsenSys digital identity and wallet system uPort integrates with Digix Gold platform. Retrieved March 01, 2016, from

http://www.ibtimes.co.uk/consensys-digital-identity-wallet-system-uport-integrates-digix-gold-platform-1541580

<sup>&</sup>lt;sup>5</sup> MAS (2014, March 13). MAS to Regulate Virtual Currency Intermediaries for Money Laundering and Terrorist Financing Risks. Retrieved March 01, 2016, from

http://www.mas.gov.sg/news-and-publications/media-releases/2014/mas-to-regulate-virtual-currency-intermediaries-for-money-laundering-and-terrorist-financing-risks.aspx

All ETH received will be kept in a public Ethereum address as an Ethereum digital asset, and end-of-quarter accounting for the usage of ETH will be detailed publicly.

#### **How DigixDAO ETH are released for project proposals:**

- 1) DigixGlobal proposes a project with milestones and a budget detailed in a document uploaded on IPFS.
- 2) DAO holders pledge their Yes or No of proposal, the outcome will be determined in a majority-rule-wins factor
- 3) An approved project releases the amount specified on the proposal to begin the project
- 4) If more ETH are needed to complete the project then a new proposal is put up for pledging

The ownership of DGD Token is a reward-based return and not intended to be any form of loan-based return.

#### Frequently Asked Questions (FAQs):

#### **How many DigixDAO tokens are in existence?**

There will be a initial supply of 2,000,000 DigixDAO tokens. A holder of tokens will be rewarded on chain transaction fees collected by DigixDAO every quarter through a claim process. There will be an automatic crowdsale project proposal submitted to current token holders for a new round every 2 years that may increase the supply. If emergency ETH are needed a proposal can be submitted to increase the supply for a specified amount. This is put in place to ensure the sustainability of DigixDAO if more ETH are needed. Additional crowdsales **will only occur with majority consensus** since it involves token dilution. Current holders will be eligible to purchase more tokens prior to releasing to the general public with a special multiplier.

#### Will there be future crowdsale rounds?

We have set a automatic proposals for crowdsale rounds in our DAO contracts for every 2 years. A proposal for an emergency round can also be submitted earlier than 2 years. This proposal will be put up for pledging / approval by current DGD token holders and will only occur with >51% approval.

#### What if DigixDAO runs out of ETH?

We will submit a proposal to do another round of crowdsale, subject to the >51% approval of current DGD token holders.

#### What are the legalities involved?

This is a reward based software product. **DigixDAO token is NOT a security NOR investment offering**. DigixDAO token is a software product given as a reward for participating in the DAO. It is simply a token useful for pledging initiatives at DigixDAO with additional features. There are no guarantees of their future value.

#### Are DGD Tokens divisible?

Yes, they will be divisible to 9 decimal placings and will still be eligible for rewards and pledging.

#### What are the potentialities of DigixDAO?

DigixGlobal is the next generation digital gold platform. The first ever iteration of digital gold, E-gold, achieved an annual transaction volume of US\$2,000,000,000 at its peak without lateral integrations. We believe that if the community is involved in building DigixGlobal, we can all create a revolution in finance allowing benefits to trickle directly down to token holders who are not separated from the product with complicated financial structuring. The resultant DAO would therefore represent a large network of individuals who each have a voice, all of whom have the ability to influence the DAO's decision making process.

#### What are the DigixDAO ETH used for?

The DigixDAO ETH will be used mainly for R&D, marketing, outreach, legal compliance and contingencies. Whatever we have raised from the sale will go into spurring developments of DApps that will grow the entire ecosystem. For instance, EtherEX audit and Integration, uPort integration into our platform, Coinify integration, payment processing integration etc. The DAO collects and disburses transaction fees in Digix Gold tokens for the holders of DigixDAO tokens on the blockchain. We hope to eventually release all DAO tokens to the public eventually. DigixGlobal will not be drawing a salary from the DigixDAO and at the end of every month, we will send out a report on what the released ETH are used for.

Is US\$2,000,000 transactions per day in DGX a correct assumption in the example above? DigixGlobal makes no guarantees of future transaction volume in DGX tokens.

#### How are the rewards calculated per DGD Token?

You are able to claim rewards of all DigixDAO's transaction fee collected on Digix Gold, denoted in DGX gold tokens every quarter. The rewards are distributed equally amongst those who submitted their DGD tokens for claiming of rewards every quarter. Each DGX gold token represents 1gram of gold. Please see the example given above.

#### What are the laws regarding selling of Gold bullion in Singapore?

Direct sales of consumer gold bullion is not regulated by the MAS. Gold is considered a physical good in Singapore, not a currency.

#### What are the laws regarding virtual currencies in Singapore?

Virtual currencies are not considered securities nor legal tender by MAS.

#### **How are Project Proposals budgeted?**

The payments to devs/companies that comes from the DAO will will be competitive budgets based on average market rates from the region of hire, related to the planned activity. We will

provide details on how ETH are delegated and how they are used for the proposed project such that token holders can be well informed as to whether to support or reject the proposal.

#### What if DigixCore ceases to exist?

Proposer badge holders can submit a proposal to change the provider or release the DigixDAO ETH, which will require 80% pledge rate and badge holder approval. The new platform service provider can make arrangements with DigixGlobal to purchase the rights to our source code and/or create a new system that provides the same functionality of DigixCore. Orderly liquidation / transferring of assets will be in place to ensure the new that the new platform service provider will have the necessary means to keep the gold platform sustainable.

For more FAQs or an updated list, please refer to the sales website at sale.digix.io
We constantly update our FAQs on an active basis from interacting with our community on Reddit or Slack (dgx-public.slack.com).

#### **FAQ for Proposer Badge holders**

#### How frequently can Proposals be submitted?

You can only submit one project proposal per badge until pledging by DGD token holders is done.

# Can the Proposer badge that I have used for submission be used to vet on other project proposals?

Yes.

#### Are proposer badges divisible or transferrable?

Proposer badges are not divisible but transferrable.

#### Is there any use in getting more proposer badges?

Yes it allows you more vetting power to ensure your project proposal is put up for pledging by the DGD token holders. It allows you to submit more project proposals concurrently.

#### **Terms and Conditions**

These Terms and Conditions (hereinafter also referred to as the "Agreement") is a contract between you, the user (in this Agreement, referred to as "you," "your" or "user"), and DigixGlobal Private Limited, (in this Agreement, referred to as "DigixGlobal,", "DigixDAO", "DGX", "we", "us" or "our") and applies to your use of the DigixGlobal website at <a href="https://sale.digix.io">www.dgx.io</a>, https://sale.digix.io, (the "Website") and the Services.

By accessing and using this Website (including viewing, transmitting, caching or storing any part of the Website or using any functions, materials or content offered by DigixGlobal in or on the Website), you shall be deemed to have accepted and agreed to be bound by the terms and provision of this <u>Agreement</u>, and our <u>Privacy Policy</u>. In addition, when using the Website and the Services, you shall be subject to any posted guidelines or rules applicable to the particular Services, which may be posted and modified from time to time.

If you do not accept any of these terms and conditions or the Privacy Policy, you may not use this Website or download any materials from it. Please discontinue your access of the Website immediately.

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- (a) vary, modify, add or remove features, or amend any content on the Website, Desktop Client, or any of the terms or conditions of this Agreement under which the Services are offered, from time to time. Any such change will be notified on the Website. You shall be deemed to have accepted and agreed to any such change if you access or use the Website after the change was notified on the Website; and
- (b) block or restrict access to, or terminate, withdraw, suspend, this Agreement or your use of the Website. DigixGlobal shall not be liable for any loss, liability or damage which may be incurred as a result.

YOU FURTHER AGREE THAT ANY DISPUTES BETWEEN YOU AND DIGIXGLOBAL WILL BE RESOLVED BY BINDING, INDIVIDUAL ARBITRATION AND YOU WAIVE YOUR RIGHT TO PARTICIPATE IN A CLASS ACTION LAWSUIT OR CLASS-WIDE ARBITRATION. IF YOU DO NOT AGREE TO ABIDE BY THE ABOVE, PLEASE DO NOT USE THIS SITE NOR THE DESKTOP CLIENT.

We reserve the right to terminate your access to DigixGlobal for any reason, including but not limited to breaches of our Terms, in our sole and absolute discretion. Use of DigixGlobal is void where prohibited by applicable law.

### 1. <u>Undertakings by User</u>:

#### You undertake:

- 1.1.1 to ensure that any information you post, or permit or cause to be posted, on the Website, shall be non-confidential or non-proprietary unless you expressly indicate otherwise, and not offensive, illegal under any applicable law, and that you shall be responsible for the contents therein;
- 1.1.2 to promptly provide to us, upon request, any additional information which we may consider necessary in providing services on the Website;
- 1.1.3 not to use the Website for any illegal purpose (such as money laundering or terrorism financing activities) or in any other manner inconsistent with these Terms and Conditions:
- 1.1.4 not to access information or data which you are not authorised to access;
- 1.1.5 not to violate or attempt to violate the security of the Website; and

- 1.1.6 not to hack into, interfere with, disrupt, disable, over-burden or otherwise impair the proper working of the Website.
- 1.1.7 to indemnify DigixGlobal and DigixDAO, and its directors, officers, employees, agents, and representatives from and against all losses, claims, damages, payments, liabilities, costs, fines, taxes, penalties and expenses (including the amount paid in settlement of any claim, action, suit or proceeding and the fees and expenses of counsel incurred obtaining advice in respect of, or in defending or settling, any such claim, action, suit or proceeding) of whatsoever nature or kind to which they may become subject or otherwise involved by reason of or in any way arising out of the course of business.

#### 1.2 Confidentiality and Security

You are responsible for maintaining the confidentiality and security of your private keys, and accept responsibility for all activities that occur under your account . You must notify us immediately in the event that the security of your login or password has been breached or compromised.

#### 1.3 Exclusion of Liability

DigixGlobal shall in no event be liable (whether in an action in negligence, contract or tort based on a warranty or otherwise) for any damage, loss, expense or costs of any kind (including loss of profits, revenue, or loss or inaccuracy of data), whether direct or indirect, incidental, punitive, special, consequential or economic, even if DigixGlobal or its representatives are advised of the possibility of such damages, howsoever caused as a result, directly or indirectly, of or arising from or in connection with:

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- 1.3.2 your reliance on or use or inability to use the content and information of the Website or any linked website;
- 1.3.3 any failure of performance, error, omission, interruption, defect, delay in operation or transmission, computer virus or line or system failure of the Website or any linked website;
- 1.3.4 the cost of procurement of substitute goods and services resulting from any goods, data, information or services purchased or obtained or messages received or transactions entered into through or from the Website;
- 1.3.5 unauthorized access to or alteration of your transmissions or data;
- 1.3.6 statements or conduct of any third party on the Website; or
- 1.3.7 any other matter relating to the Website .

#### 1.4 Disclaimers

- 1.4.1 The contents of the Website and Desktop Client are provided on an "as is" and "as available" basis without warranties of any kind and are made available for your general information only. No warranty of any kind, express, implied or statutory, is given in conjunction with the contents of the Website and Desktop Client, the tools contained in the Website in general.
- 1.4.2 While every effort is made to ensure that all information contained in the Website is correct, DigixGlobal does not warrant the accuracy, adequacy, correctness, completeness, reliability, timeliness, non-infringement, title, merchantability or fitness for any purpose of the information on the Website, the Desktop Client or any website linked to the Website, or that the information available on the Website, or associated therewith, will be uninterrupted or error-free or that defects will be corrected or that this Website will be free from viruses, virus attacks or other harmful elements, and expressly disclaims liability for the same and any errors or omissions.
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#### 1.5 <u>Intellectual Property</u>

- 1.5.1 Unless otherwise stated, the content and information on this Website and Desktop Client are the property of DigixGlobal and/or other parties. You may not download, reproduce, or retransmit any information, other than for non-commercial individual use. This Website is to be used by Users only. Users are granted a limited, non-transferable, revocable license to view and copy the information solely for internal use only, subject to the restrictions below.
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- 1.6.1 The Website may contain hyperlinks to websites which are not maintained nor controlled by DigixGlobal. All hyperlinks to such websites are provided as a convenience to you. Use of the hyperlinks and access to such websites are entirely at your own risk. DigixGlobal disclaims all responsibility and liability for any third party content contained in websites linked to this Website and shall not be liable for any damages or loss arising from your access to or use of such websites.
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#### 2. Limitations

Use of DigixDAO and DigixDAO tokens may carry financial risk, and is to be used as an 2.1 experimental software product only. You acknowledge that purchasing DigixDAO Tokens (or any other digital tokens offered by DigixGlobal) involves risk and in no event shall DigixGlobal be liable or responsible for any damages, claims, applications, losses, injuries, delays, accidents, costs, business interruption costs, or other expenses (including, without limitation, attorneys' fees or the costs of any claim or suit), nor for any incidental, direct, indirect, general, special, punitive, exemplary, or consequential damages, loss of goodwill or business profits, loss of cryptocurrency or digital assets, work stoppage, data loss, computer failure or malfunction, or any other commercial or other losses directly or indirectly arising out of or related to: our Terms; the Privacy and Transparency Statement; any service of DigixGlobal; the use of DigixGlobal; any use of your digital assets or cryptocurrency on Digix by any other party not authorized by you (collectively, all of the foregoing items shall be referred to herein as "Losses"). DigixGlobal is hereby released by you from liability for any and all Losses. We disclaim any and all warranties or guarantees, including any warranty of merchantability and warranty of fitness for any particular purpose. The foregoing limitations of liability shall apply whether the alleged liability or Losses are based on contract, negligence, tort, strict liability, or any other basis, even if DigixGlobal has been advised of or should have known of the possibility of such losses and damages, and without regard to the success or effectiveness of other remedies.

#### 4. Prohibited Jurisdictions/Selling Restrictions

4.1 It is prohibited to use or access DigixGlobal if you are a citizen or entity that falls under the list as provided by the United Nations Security Council or Monetary Authority of Singapore's List of Designated Individuals and Entities<sup>6</sup>

<sup>&</sup>lt;sup>6</sup> MAS. (2016, March 1). Lists of Designated Individuals and Entities. Retrieved March 1, 2016, from http://www.mas.gov.sg/regulations-and-financial-stability/anti-money-laundering-countering-the-financing-of-terrorism-and-targe ted-financial-sanctions/targeted-financial-sanctions/lists-of-designated-individuals-and-entities.aspx

By accessing this site or any services therein, you represent and warrant that you are not physically located in these prohibited jurisdictions.

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5.1 DigixGlobal is controlled, operated and administered by DigixGlobal from our offices within Singapore. If you access the DigixGlobal Website from a location outside of Singapore, you are responsible for compliance with all local laws, whether in Singapore or in your jurisdiction. You agree that you will not use DigixGlobal in any country or in any manner prohibited by any applicable laws, restrictions or regulations.

#### 6. Taxation Considerations

6.1 Each User shall declare, bear and pay all such taxes, duties, imposts, levies, tariffs and surcharges that might be imposed by the laws and regulations of any jurisdiction as a result of or in connection with the receipt, holding, use, purchase, appreciation, trading or divestment of DGD Tokens. Each User shall be solely liable for all such penalties, claims, fines, punishments, liabilities or otherwise arising from his/her underpayment, undue payment or belated payment of any applicable tax. DigixGlobal and DigixDAO provide no advice and make no representation as to tax implications of any jurisdiction.

#### 7. Privacy policy and transparency statement

7.1 DigixGlobal respects the privacy of its Users by not requesting any information that is unnecessary for the use of the service or to comport with our obligations under applicable law. DigixGlobal also does not in any way obscure the information that it does request or obtain. Due to the inherent transparency of blockchains, transactions to and from DigixGlobal are public and easily correlated. Utilizing DigixGlobal to obscure transactions or assets in any way is pointless and stupid. Law enforcement has full access to blockchain information that goes in or out of DigixGlobal's system. You accept that DigixGlobal will comply willingly with all legal requests for information from it. We reserve the right to provide information to law enforcement personnel and other third parties to answer inquiries; to respond to legal process; to respond to the order of a court of competent jurisdiction and those exercising the court's authority; and, to protect DigixGlobal and our users.

If you have any questions or feedback relating to your Personal Information or our

Privacy Policy, or would like to withdraw your consent to the use of your Personal Information, please contact us immediately at support@dgx.io

### 8. Forward Looking Statements

8.1 This document includes forward-looking statements. Often, but not always, forward-looking statements can be identified by the use of words such as "believes," "expects," "does not expect," "is expected," "targets," "outlook," "plans,", "eta", "scheduled," "estimates," "forecasts," "intends," "anticipates" or "does not anticipate" or variations of such words and phrases or statements that certain actions, events or results "may," "could," "would," "might" or "will" be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of DigixGlobal to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Although DigixGlobal believes it has a reasonable basis for making these forward-looking statements, readers are cautioned not to place undue reliance on such forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, which contribute to the possibility that the predictions, forecasts and other forward-looking statements will not occur.

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