

Risk Disclosure Statement

Version 1.0

1. Legal Risk:

The legal status of certain Digital Assets may be uncertain. This can mean that the legality of holding or trading them is not always clear. Whether and how one or more Digital Assets constitute property, or assets, or rights of any kind may also seem unclear. You are responsible for knowing and understanding how Digital Assets will be addressed, regulated, and taxed under applicable law in the place of their sitting.

2. Exchange Risk (Counterparty Risk):

Having Digital Assets on deposit or with any third party in a custodial relationship has attendant risks. These risks include security breaches, risk of contractual breach, and risk of loss. You should be wary of allowing third parties to hold their property for any reason.

3. Risk of software weaknesses:

You understand and accept that involved software and technology and technical concepts and theories are still in an early development stage and unproven, and there is no warranty that the process for receiving, use and ownership of Assets will be uninterrupted or error-free and there is an inherent risk that the software, Assets and related technologies and theories could contain weaknesses, vulnerabilities or bugs causing, inter alia, the partial or complete: loss of Assets; inability to use Assets; and/or lack of usefulness of Assets.

4. Risk of loss of your credentials:

You understand and accept that if Wallet credentials are lost or stolen, the obtained Assets will be unrecoverable and permanently lost. A private key, or a combination of private keys, is necessary to control and dispose of Assets stored in Wallet. Accordingly, loss of requisite private key(s) associated with the Wallet will result in loss of such Assets. Moreover, any third party that gains access to such private key(s), including by gaining access to login credentials of a hosted Wallet service You use, may be able to misappropriate your Assets. Any errors or malfunctions caused by or otherwise related to the Wallet chosen by a participant to receive and store Assets, including participant's own failure to properly maintain or use such Wallet, may also result in the loss of Assets.

5. Risk associated with Cybercrime:

The acquisition and management of cryptocurrencies and Assets is inherently subject to the risk of cybercrime that is difficult to manage and mitigate. This may result in concerted attempts and even successful attempts to hack the Token Sale, SCS and the Sites and software used to manage contributions received in respect of Assets and other software or technology components and to defraud You and Traders.One with ISLB. Traders.One and ISLB may be subject to unauthorized access, hacking and/or theft of some of cryptocurrency and Digital Assets and it may not be possible to successfully insure against the same at a reasonable price or at all.