

## Risk Factors

Each User understands the inherent risks associated with block-chain technology, cryptocurrencies in general and the RAI Token in particular, including, but not limited to, those listed in the following:

- Each User is aware that RealAssetChain© is a start-up group of companies and the purchase of the RAI Token entails financial risks. Purchasers may lose part or all of their purchase price. Potential purchasers are urged to carefully review all information about the RAI Token and in particular these risk factors before making a purchase decision.
- Risks associated with (intellectual) property rights: the User understands and accepts that, due to a lack of originality of the software and to the immaterial character of the RAI Token, there may be no title of ownership in and to the RAI Token.
- Risks associated with blockchain: the User understands and accepts that the smart contract, the underlying software application and software platform (i.e. the underlying blockchain) is still in an early development stage and unproven. The User understands and accepts that there is no warranty that the process for transferring the RAI token and/or the underlying blockchain will be uninterrupted or error-free and acknowledges that there is an inherent risk that the software could contain weaknesses, vulnerabilities or bugs causing, inter alia, the complete loss of any tokens, other (financial) support of the project and/or the RAI Token. The User understands and accepts that the smart contract and/or underlying protocols and/or any other software involved may either delay and/or not execute a purchase transaction due to the overall transaction volume, mining attacks and/or similar events.
- Regulatory risks: the User understands and accepts that it is possible that certain jurisdictions will apply existing regulations on, or introduce new regulations addressing, blockchain technology based applications, which may be contrary to the current setup of the smart contract or the RAI Token project and which may, inter alia, result in substantial RAIfications of the smart contract and/or the RAI Token project, including its termination and the loss of the RAI Token for the User.
- Risks associated with abandonment/ lack of success: the User understands and accepts that the creation and transfer of the RAI Token and the development of the RAI Token project may be abandoned for a number of reasons, including lack of interest from the public, lack of funding, lack of commercial success or prospects (e.g. caused by competing projects) and legal, tax or regulatory considerations. The User therefore understands that there is no assurance that, even if the RAI Token project is partially or fully developed and launched, the User will receive any benefits through the RAI Token held by him/her/it.

- Risks associated with a loss of private key: the User understands and accepts that the RAI Token can only be accessed by using a wallet with a combination of the User's account information (address or public key) and private key or password. The User understands and accepts that if his/her/ its private key or password gets lost or stolen, the RAI Token associated with the User's account (address or public key) will be unrecoverable and will be permanently lost.
- Risks associated with your wallet: the User understands and accepts that RealAssetChain© is in no way responsible for the wallet to which the RAI Token are transferred. You understand and agree that you are solely responsible for the access and security of your wallet, for any security breach of your wallet and/ with any loss of RAI Tokens resulting from your wallet service provider, including any termination of the service by the wallet provider and/or bankruptcy of the wallet provider. The User understands and accepts that the wallet or wallet service provider used for the purchase of RAI Tokens on Crypto Exchanges must be technically compatible with the RAI Token. The failure to assure this may result in the User not gaining access to his/her/its RAI Tokens.
- Risks associated with Crypto Exchanges and the Publication: the User understands and accepts that RealAssetChain© as issuer of the RAI Token is personally and economically independent from Crypto Exchanges and is neither acting as market maker for this Publication nor will it in general act as counter party in secondary market transactions with the RAI Token on Crypto Exchanges.
- Risks associated with theft/hacks: the User understands and accepts that the smart contract, the website, the underlying software application and software platform (i.e. the underlying blockchain) may be exposed to attacks by hackers or other individuals that could result in theft or loss of RAI Tokens, other (financial) support of the RAI Token project, or any other token, impacting the ability to develop the RAI Token project.

Risks associated with depreciation: the User understands and accepts that with regard to the RAI Token no market liquidity may be guaranteed and that the value of RAI Tokens over time may experience extreme volatility or depreciate in full (including to zero) resulting in loss that will be borne exclusively by the User