

## RISK DISCLOSURE STATEMENT

### 1. Scope of Services

ATME offers a range of services centered on digital tokens registered on a distributed ledger using Hyperledger Fabric technology. These services include the maintenance and partial governance of the distributed ledger, tokenization services, and wallet services.

### 2. Risk Factors

Engaging with digital tokens involves various risks distinct from those associated with traditional financial instruments. These risks include, but are not limited to:

- i. **Investment Loss Risks:** There is a potential for partial or complete loss of the capital invested in digital tokens due to market volatility and other influencing factors.
- ii. **Currency Exchange Risks:** Exchange rate fluctuations can significantly affect the value of digital tokens, especially when converting to and from foreign currencies.
- iii. **Liquidity Risks:** Digital tokens may face issues such as low liquidity or high volatility, hindering the ability to sell them on trading platforms.
- iv. **Technological Risks:**
  - a. **Access and Control Loss:** Mismanagement or theft of private keys can lead to irreversible loss of access to digital tokens. Once access credentials are compromised, unauthorized transactions cannot be reversed.
  - b. **Cybersecurity Threats:** Digital Tokens are susceptible to cyber threats that could lead to partial or full loss of assets. ATME has implemented robust security measures including encryption, multi-factor authentication, and continuous monitoring to mitigate these risks and protect client assets. However, mitigation does not eliminate all cybersecurity threats.
  - c. **Technology Failures:** Weaknesses or errors in the underlying technology of digital tokens could lead to technology failures impacting functionality and transferability.
- v. **Execution Delays:** Transactions may be delayed due to verification processes involving evolving technology, impacting the ability to timely dispose of digital tokens.
- vi. **Economic Risks:** Investment losses, currency exchange risks, valuation fluctuations, and liquidity challenges are all potential economic risks faced by investors.
- vii. **Project-related Risks:** Project failure, changes in project scope, and communication risks can significantly affect the stability and success of digital token initiatives.
- viii. **Regulatory and Legal Risks:** The evolving legal and regulatory landscape can impact digital tokens, potentially affecting their use, transfer, exchange, and value. Notably,

digital tokens are not covered by investor protection mechanisms typically found in more regulated markets.

### 3. Understanding the Nature of Digital Tokens

- i. **Non-Legal Tender Status:** Digital Tokens are not recognized as legal tender and are not backed by any government.
- ii. **Regulatory Changes:** Legislative and regulatory changes at both national and international levels can adversely affect the use, transfer, exchange, and value of Digital Tokens.
- iii. **Irreversibility of Transactions:** Transactions in Digital Tokens are generally irreversible, and losses due to fraudulent or accidental transactions may not be recoverable.
- iv. **Transaction Timing:** Digital Tokens transactions are deemed to be made when recorded on a private ledger, not necessarily the date or time the client initiates the transaction.
- v. **Market Dependence:** The value of Digital Tokens is significantly dependent on the continued willingness of market participants to exchange fiat currency for Digital Tokens, which may result in the potential for permanent and total loss of value of a particular digital asset should the market for that asset disappear.
- vi. **Price Volatility:** The price of Digital Tokens is highly volatile and unpredictable relative to fiat currencies, which can result in significant financial loss within a short period.
- vii. **Technological Difficulties:** Any technological difficulties experienced by ATME Platform may prevent the access or use of a client's Digital Tokens.

### 4. Importance of Professional Advice

This disclosure does not cover all potential risks and is not a substitute for professional advice. Given the complexities and evolving nature of digital token technologies, clients are strongly encouraged to consult with subject matter experts to fully understand the risks involved.

### 5. Additional Legal Considerations

This document supplements the general terms and conditions agreed upon between ATME and its clients. Clients should also consider other relevant legal and tax advice concerning their transactions in digital tokens.

### 6. Commitment to Client Education

ATME is committed to educating our clients about the risks associated with digital tokens. However, it is the client's responsibility to review additional disclosures provided by other financial services entities involved in these transactions.

## **7. Acknowledgment and Acceptance of Risks**

By engaging with digital tokens, clients acknowledge the extensive range of risks outlined. It is imperative for clients to seek professional advice if they do not fully understand the implications of these risks. ATME is committed to transparency but is not liable for losses beyond its control or for those not due to a failure of duty.