



Crypto Risk Disclosure

Revix SA OpCo Proprietary Limited

South African company number 11713189

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Introduction

This Crypto Risk Disclosure should be read together with our [General Risk Disclosures](#) and [Savings Vault Risk Disclosures](#).

Before using any of our (Revix's) services, you should ensure that you fully understand and can afford to undertake the risks involved in investing in cryptocurrencies.

This Crypto Risk Disclosure overview lists some but not all of the risks involved in holding, trading and transferring cryptocurrencies generally. This disclosure is intended to provide you with a general outline of the risks involved but can not capture all such risks. The risks listed below, therefore, do not constitute an exhaustive list, and additional significant risks may be applicable. You should always do your own research and speak to the necessary advisors before engaging with any cryptocurrency transaction.

Cryptocurrency specific risk

Generally, dealing in cryptocurrencies can incur the risk of financial loss. Cryptocurrencies are inherently volatile, and you should be aware that trading, investing, or holding them carries significant risk. Cryptocurrency values can fluctuate dramatically in short periods of time. Cryptocurrencies are highly volatile, and their value is not guaranteed or backed by any government. The value of cryptocurrencies can be affected by unpredictable events, including the performance of world markets, interest rates, changes in taxation on income and capital, foreign exchange rates, regulatory and legislative changes, technological developments and market sentiment. Cryptocurrencies are not legal tender in most countries, and there is no guarantee that any person shall agree to accept them for their intended purpose at any time in the future. Market availability and liquidity may be limited or disrupted, and there can be no guarantee that you would be able to sell or exchange your Cryptocurrencies at any price. The nature of Cryptocurrencies may entice an increased risk of fraud or cyber-attack, including rollback attacks or blockchain reorganisations. Cryptocurrency transactions are not reversible. Erroneous transactions may result in irreversible loss of your funds. Where you hold Cryptocurrencies in your on-chain digital wallet, you must be very cautious in maintaining your private keys and backup phrase. Loss of private keys and backup phrases may result in irreversible loss of your funds. Due to the decentralised nature of blockchain, there is no central party which may restore your private

keys, extract your funds or reimburse you for your losses. Any third party gaining access to your digital wallet can extract your funds, and you may not be able to identify or find such parties. Never provide any person with your wallet's private keys or backup phrase. Once you send Cryptocurrencies to an address, there is a risk that you may lose access to, and any claim on, those Cryptocurrencies either indefinitely or permanently because, for example, an address may have been entered incorrectly. Fraudulent or accidental losses may not be recoverable. Cryptocurrencies that are meant to mimic or follow the price of another asset (e.g. any fiat currency, commodity) may not always accurately reflect such prices, which can fluctuate above or below its intended value.

Cryptocurrencies are largely unregulated in most parts of the world, and limited protection (if any) may be afforded to users in the event of a loss. Crypto exchanges and service providers may not be subject to regulatory supervision. The cross-border nature of the blockchain and Cryptocurrencies may subject them to the laws of various jurisdictions. You must always make sure that any use you make of any cryptocurrency is compliant with all applicable laws. Different jurisdictions may impose specific tax rules and treatments to Cryptocurrencies. You must ensure you understand the tax implications of your activities, and always comply with all reporting and payment obligations applicable to you. Blockchain technologies are susceptible to a wide variety of risks, from malicious attacks to technical difficulties and failures, which may result in loss of funds transacted or held over the blockchain, increased transaction costs or delays in execution.

Cryptocurrencies are new technologies that entail various risks that you should understand. Before using Revix, we encourage you to educate yourself about the risks associated with cryptocurrencies and not to invest money that you cannot afford to lose.

Cryptocurrency is a digital representation of value that functions as a medium of exchange, a unit of account, or a store of value, but it does not have legal tender status in most countries. Cryptocurrencies are sometimes exchanged for British Pounds, U.S. dollars or other currencies around the world, but they are not currently backed nor supported by any government or central bank.

Bitcoin is an example of cryptocurrency. Bitcoin is a decentralised peer-to-peer payment network with no central authority or middlemen. It is an independent digital coin in an international payment network. This means no financial body or central bank stands behind the coin and no one is controlling its distribution and production. Bitcoin does not appear in a physical form, only on a computer and is stored in digital addresses across the web.

A cryptocurrency's value is completely derived by market forces of supply and demand, and they are more volatile than traditional currencies.

Investing in cryptocurrencies comes with significant risks, including volatile market price swings or crashes, market manipulation and cybersecurity risks. In addition, cryptocurrency markets and exchanges are not regulated with the same controls or customer protections available in equity, option, future or foreign exchange investing.

Cryptocurrency trading can be extremely risky.

Cryptocurrencies are non-principal protected investments, therefore your capital will be at risk.

Prices of cryptocurrencies are generally a lot more volatile than prices of other asset classes.

The value of an investment in cryptocurrency may go down or up depending on the spot price of the crypto or basket of cryptocurrencies in question and/or the change in the currency exchange rates.

Past performance is not a good indicator of future performance.

Cryptocurrency trading may not generally be appropriate, particularly with funds drawn from retirement savings, student loans, mortgages, emergency funds, or funds set aside for other purposes. Cryptocurrency trading can lead to large and immediate financial losses.

The volatility and unpredictability of the price of cryptocurrency relative to fiat currency may result in significant loss over a short period of time.

Under certain market conditions, you may find it difficult or impossible to liquidate a position quickly at a reasonable price. This can occur, for example, when the market for a particular cryptocurrency suddenly drops, or if trading is halted due to recent news events, unusual trading activity, or changes in the underlying cryptocurrency system.

Transacting in cryptocurrencies may not be suitable for you if you are not familiar with the market dynamics and the technology itself.

Cryptocurrency investing requires knowledge of cryptocurrency markets. The value of cryptocurrencies can go up or down and can become entirely valueless, and there can be a substantial risk that you lose money through buying, selling, holding, or investing in cryptocurrencies.

In attempting to profit through cryptocurrency investing, you compete with investors worldwide. You should have appropriate knowledge and experience before engaging in substantial cryptocurrency investing.

A special note for our South African customers

In South Africa, cryptocurrencies do not fall within the Financial Advisory and Intermediary Services Act definition of a financial product, and therefore are not regulated by the FAIS Act. Cryptocurrencies are not regulated at all in South Africa. This means that investors in cryptocurrencies are not protected against losing their money, and will not be able to seek any recourse in the event of loss from any South African authority.

The National Treasury, South African Reserve Bank, Financial Services Board, South African Revenue Service and the Financial Intelligence Centre have sent out a warning advising users to exercise extreme caution when participating in virtual currency transactions. Click [here](#) to read the User Alert published by the National Treasury.

As an investor, you should conduct extensive research into the legitimacy of each individual cryptocurrency including those that are held within the Bundles we offer. The features, functions, characteristics, operation, use and other properties of the specific cryptocurrency may be complex, technical, or difficult to understand or evaluate. Investors are solely responsible for their own research. Revix does not give financial advice or recommendations regarding cryptocurrencies. A cryptocurrency may be vulnerable to attacks on its network using computing power sufficient to overwhelm the normal operation of the cryptocurrency. Some cryptocurrency transactions will be deemed to be made when recorded on a public ledger, which is not necessarily the date or time that a transaction may have been initiated. Cryptocurrency investing requires knowledge of cryptocurrency markets and the platform that you're using amongst many other risk factors.

In attempting to profit through cryptocurrency investing you must compete with other participants from around the world. You should have appropriate knowledge and experience before engaging in substantial cryptocurrency investing. Any individual cryptocurrency may change or otherwise cease to operate as expected due to changes made to its underlying technology, changes made using its underlying technology, or changes resulting from an attack. These changes may include, without limitation, a "fork," a "rollback," an "airdrop," or a "bootstrap." Such changes may dilute the value of an existing cryptocurrency position and/or distribute the value of an existing cryptocurrency position to another cryptocurrency.

Revix retains the right to support or not support any of these changes. Any cryptocurrency may be cancelled, lost or double spent, or otherwise lose all or most of its value, due to forks, rollbacks, attacks, or failures to operate as intended.

The nature of cryptocurrency means that any technological difficulties experienced by Revix may prevent the access of your cryptocurrency.

Key risks

We have highlighted some further key crypto risks below:

1. Cryptocurrency transactions are irreversible. This means that you may not be able to recover the cryptocurrency where:
 - 1.1. You send cryptocurrency to an incorrect address,
 - 1.2. You send the incorrect amount of cryptocurrency, or
 - 1.3. Cryptocurrency transactions are made fraudulently from your account. Revix will not be liable to you for any losses resulting from these kinds of accidental or fraudulent transactions.

You'll take full responsibility to ensure your account information is verified before making the transfer so that cryptocurrencies or fiat currencies are transferred into the correct wallet or account.

If you transfer cryptocurrencies or fiat currencies to a wrong account transfers are typically irrevocable. If you transfer cryptocurrencies or fiat currencies to a wrong account, and such account is controlled by us, we'll have the sole discretion to reject such transfer and return the funds to you (after deduction of applicable handling fees), as long as the cryptocurrencies or fiat currency is still in the account when you notify us of the error.

2. The volatility and unpredictability of the price of cryptocurrency relative to local currency may result in significant loss over a short period of time. Buying and selling cryptocurrency could result in a complete loss of your funds.
3. Revix's supported cryptocurrencies are not backed by any entity. This means that you have no right of recourse against an issuing entity. It also means that neither Revix nor anyone else has an obligation to buy back your cryptocurrency in the future.
4. Revix's supported cryptocurrencies are not considered legal tender and are not backed by any government. Accounts and value balances are not subject to any government-backed deposit insurance or any other government protections.
5. Legislative and regulatory changes or actions at state or international level may affect the use, transfer, exchange, and value of cryptocurrency.
6. Cryptocurrency transactions are deemed to be made when recorded on a "blockchain" ledger, which is not necessarily the date or time that you initiate the transaction.
7. The value of each cryptocurrency is driven by the continued willingness of market participants to exchange that cryptocurrency for local currency. Should this demand

disappear, it could result in permanent and total loss of the value of the cryptocurrency.

8. There is no assurance that a person or business who currently accepts cryptocurrency as payment will continue to do so in the future.
9. Buying and selling cryptocurrency may result in tax liability and you are solely responsible for complying with your tax obligations.
10. The nature of cryptocurrency may lead to an increased risk of fraud or cyber attack. You are responsible for keeping your Revix account secure from these types of attacks.
11. The nature of cryptocurrency means that any technological difficulties experienced by a service provider may prevent access to or use of your cryptocurrency.
12. The nature of cryptocurrency may lead to an increased risk of fraud or cyber attack.
13. Under certain market conditions, you may find it difficult or impossible to liquidate a position quickly at a reasonable price. This can occur, for example, when the market for a particular cryptocurrency suddenly drops, or if trading is halted due to recent news events, unusual trading activity, or changes in the underlying cryptocurrency system. The greater the volatility of a particular cryptocurrency, the greater the likelihood that problems may be encountered in executing a transaction.
14. In addition to normal market risks, you may experience losses due to one or more of the following: system failures, hardware failures, software failures, network connectivity disruptions, and data corruption.

In the unlikely event Revix is unable to carry out (or ceases) its operations in one or more of our locations, Revix has robust business continuity arrangements in place to ensure minimal impact on our customers. Having regard to the severity of the situation and the services which may be affected, the following measures may apply (where appropriate):

- Activation of a dedicated response plan;
- Notification to relevant regulatory authorities and compliance with any regulatory instructions issued; and
- Provision of regular updates to customers by way of a status page.

The preservation of customer funds will take utmost priority in the event that Revix becomes unable to carry out its operations or ceases business. The Revix bank account into which you make fiat deposits is used exclusively for the purpose of holding and processing customer funds. These bank accounts, and our cryptocurrency storage system, are subject to robust controls and regular reconciliations.

If you have any questions on the above please do not hesitate to reach out to us at support@revix.com.