Kript is a decentralized mobile app designed to help private crypto investors manage their assets. The app simplifies the process of buying and trading, featuring the latest major news and updates about the ICO analytics and price forecasting information, fuelled by the community and by top crypto investors.

Through Kript you can create a balanced investment portfolio, be in touch with successful traders around the world, invest in cryptocurrencies and ICOs, and get insightful information about the market.
PROBLEM

Currently, investors are interested in three kinds of “infrastructure” elements of the crypto market — wallets, crypto exchanges, and funds.

Wallets allow you to buy or sell Bitcoin and Ethereum for fiat money. They are too simple to maintain and don’t give you an opportunity to invest in most of the altcoins and ICO-tokens.

Crypto exchanges are professional interfaces that include order books, candlesticks, complex types of orders, and other functions. They are only suitable for active and advanced traders. Meanwhile, they are incomprehensible and inconvenient for the majority of users.

Funds don’t give you a guarantee for your earnings and security for your investments. Furthermore, you can’t choose by yourself in what to invest your money and affect the fund.

The common problem for all elements is that they are deprived of the service component of traditional brokers. Wallets, crypto exchanges, and funds don’t have analytics, recommendations, support, and consultations. But this is the primary information that users need to decide in what to invest.

On the other hand, traditional brokers have all this information, but their analytics are not transparent, and they can give you advice based on their own interests. Kript creates a community where all forecasts from users will be public and protected by a blockchain.

We develop Kript for those who want to manage their own investments and do not make a full-time job out of it.
We are creating a product that implements a service function—a community for like-minded people, informational services, personalised support, and advice.

Users want to buy tokens and make money on them. To strengthen their earnings, they need to understand what to buy, how much, and when to trade. It is necessary for them to do this quickly and easily.

They also need to get personal recommendations on the assets’ purchase/sale compiled in comprehensive and accessible form and have an opportunity to discuss these recommendations online with other investors.

Kript is an effort to combine the most demanded features to satisfy investors needs.

- **Advisory**
  - Kript helps you decide what to buy and when to provide maximum growth for your portfolio.

- **Alerts**
  - Kript is your 24/7 crypto-adviser that informs you every time it matters.

- **Crowd Forecasts and Social Trading**
  - You can use insights and decisions made by top investors and analysts on the platform. You can also copy any crypto portfolio and adapt it to your vision.

- **Exchange Service**
  - With Kript you can buy or sell crypto assets directly in the app. Anytime, anywhere.

- **Assessment**
  - Kript gives you personalized insights about the crypto market and the potential future price of crypto assets.
DESCRIPTION

Portfolio

In Portfolio section our clients are able to operate their assets. A user needs to create a public key of his or her wallet. After entering the data, the user will receive a clear and complete assessment of the state of the investments, the dynamics of changes in their profitability, and operational recommendations for portfolio management based on the selected risk parameters.

Assets

This is a so-called “showcase” of a cryptocurrency, ICO-tokens, and crypto funds. In Assets section a user can learn about new ways to improve his or her portfolio by viewing descriptions, reading the latest news and analytics reviews, and finding out more about financial indicators and forecasts provided by the Kript experts.

Analytics

This section embodies the news feed, forecasts, and messages from different users. The section is personalized for each Kript user and based on our recommendation system, allowing the user to receive only relevant content and spend less time on learning about the market and investments.

Anyone can publish their forecasts and earn the ratings. If other investors use a user’s idea, Kript automatically transfers tokens to an author of the idea in proportion to how many commissions have been paid by other investors. The more tokens the author collects, the higher his idea will be in the ratings. In this case, experts have a motivation to give more accurate predictions, and the community – to pay them for useful advice. The storage of forecasts and users’ rating will operate on the platform Iroha. In this section the user can also create and monitor aggregators based on users opinion through price forecasts on individual crypto assets and the market as a whole.
Social Trading

Investors and experts give a user access to the information about their portfolios and transactions for reward: other users can subscribe to their profiles for tokens.

ICOs

It is a calendar about all existing and future ICOs with our analytics. It includes scoring from financial analysts and an automatic risk assessment based on an open source monitoring. Kript takes into account the investment strategy of the user and tells him or her what share of the portfolio is better to invest in new assets (0-15%). The user can also buy ICO-tokens in this section.

API trading functionality of the crypto exchanges

Those users who already hold crypto assets and use existing crypto stock exchanges will be able to trade directly in Kript through the APIs.

P2P transactions

A decentralized system for p2p transactions between users finds the best price among Kript members and external sources of liquidity and makes a safe trade at the best price currently available in the market. This section will be based on the platform 0xproject.
Virtual financial advisor

A virtual financial advisor is a conversational interface, which is based on the technologies of artificial intelligence. A user can communicate with it via chat or give voice messages. The advisor records time, a vibration, and tone of the messages adjusting individually to each user.

Partnership with exchanges and services

We are planning to build close partnerships with large crypto markets, platforms, the ICO "operators", and information agencies in the blockchain field.

To convert crypto currency into fiat money and back, we are planning to cooperate with the largest "players" in several target regions.

KYC procedure

The KYC procedure involves applying scenarios of the app usage to already identified users who have crypto assets following the laws of Singapore.
AUDIENCE

According to the research of Cambridge University and Visa, 54% of crypto users consider crypto assets only as an investment tool. In quantitative terms — the number of crypto investors is increasing every day by 20-40 thousand worldwide.

Our audience is those people who currently buy crypto assets for investment purposes. We can highlight three main types of investors:

- people who already invest or plan to invest in cryptocurrencies and related businesses, but they are afraid of the high risks usually associated with the crypto market
- inexperienced investors who have money but don’t want to spend a lot of time analyzing the market. They need a clear idea of what and when to buy
MARKET PROSPECTS

More wallets

According to the latest results of the study made by the University of Cambridge, the number of the unique active bitcoin wallets reached up to 11.5 million at the beginning of 2017. In 2013 the number was only 2.6 million.

More assets

There are more than 1000 crypto assets on the stock markets so far. Furthermore, the number is increasing drastically. Some of the assets have already gained support and trust of people while others have fallen into the category of “pump and dump”.

According to the analysis of the price dynamics of 100 cryptocurrencies in the first half of 2016, the average profit was 357%, only 13% fell in price. But the historical revenue shouldn’t be the main reason to buy. What is more important is to understand the subject of investments and expertise in the crypto market. This all is exactly what Kript offers you.
Capitalization will grow

From the beginning of 2017, the market of cryptocurrency and crypto assets has grown in 1,5 times.

As stated by Coin Market Cap, a total market capitalization by August 8, 2017, was $145,4 billion

According to the same resource, the cryptocurrency daily turnover was around $7,3 billion. Despite the bitcoin growth, it’s capitalization is still inferior to the Altkoins, and its dominance index is only 46%.

This is how the total market capitalization of cryptocurrency has been growing since the beginning of 2017.

A Blockchain technology is the future of financial market, but for this future we need new financial services. Kript is one of them.
BUSINESS MODEL

Target markets

Southeast Asia, China, South Korea, Japan, and India. The service is available all around the world on the major mobile platforms with a developed web interface in future.

The company is registered in Singapore.

We plan to make money on commissions

Commission for transactions

Our service is based on the “best deal” policy. Kript will support trading with several large exchanges: if the customer places an order for purchase and there is a better price on the third-party site, the client will pay a commission to this site, not to us. But if the deal will happen within Kript — the commission goes to us.
**Commission for services**

We will get part of the commission from the service that users exchange between each other within Kript. For instance, when one user subscribes to an open profile of another, he transfers a one-time payment by KRPT tokens, we receive the commission for this transfer. Or when users donate money to the author for the content they like, we also get the commission for this.

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**Our business model is based on three key parameters — the number of customers, their assets, and the number of transactions:**

<table>
<thead>
<tr>
<th>ESTIMATION</th>
<th>2018</th>
<th>2019</th>
<th>2020</th>
<th>2021</th>
<th>2022</th>
</tr>
</thead>
<tbody>
<tr>
<td>Users</td>
<td>210 thsd</td>
<td>583 thsd</td>
<td>1.12 mln</td>
<td>1.87 mln</td>
<td>2.96 mln</td>
</tr>
<tr>
<td>Assets</td>
<td>$42 mln</td>
<td>$116 mln</td>
<td>$223 mln</td>
<td>$374 mln</td>
<td>$591 mln</td>
</tr>
<tr>
<td>Commission income</td>
<td>$497 thsd</td>
<td>$2.29 mln</td>
<td>$4.89 mln</td>
<td>$8.6 mln</td>
<td>$13.89 mln</td>
</tr>
<tr>
<td>Income from the services</td>
<td>$586 thsd</td>
<td>$7.36 mln</td>
<td>$22.7 mln</td>
<td>$72.37 mln</td>
<td>$311 mln</td>
</tr>
<tr>
<td>Revenue</td>
<td>$1.08 mln</td>
<td>$9.65 mln</td>
<td>$27.59 mln</td>
<td>$80.98 mln</td>
<td>$324.89 mln</td>
</tr>
<tr>
<td>Profit</td>
<td>— $2.29 mln</td>
<td>$3.72 mln</td>
<td>$17.24 mln</td>
<td>$60.67 mln</td>
<td>$282.17 mln</td>
</tr>
<tr>
<td>Capitalization forecast</td>
<td>$63.03 mln</td>
<td>$75.74 mln</td>
<td>$114.2 mln</td>
<td>$233.6 mln</td>
<td>$727.9 mln</td>
</tr>
</tbody>
</table>
COMPETITORS

tokendesk.io, tokenbox.io, cobinhood.com, fintab.io, coindash.io, santiment.net, covesting.io — all these projects are at the stage of a pre-ICO having either an alpha or a beta version so it’s not impossible to fully compare them with Kript.

MISSION STATEMENT

We want to change the way you invest in crypto assets so that our decision helps lay the foundation for a decentralized, global, fair, and secure economy of a new type.

The mission is always about something significant. For us to make an application is the way how we will realize this mission.
CORE TEAM

For more than 10 years we have been creating financial services for private and corporate clients of numerous banks and brokerage companies in Russia and Singapore.

In the past 2 years, we created the project “My Broker” — the most successful mobile application for trading on the Russian stock market.

We developed a Broker-as-a-service architecture, an open API on the basis of which other applications for private investors in the stock market were launched in Russia: Tinkoff Investments, Source, and Simple Invest.

All of them influenced the market, completely changing it: during their work, the number of active clients has increased up to 28.5%.

We came to the idea to create the application where you can trade, monitor major news, and communicate with investors in one place when we started to buy a cryptocurrency by ourselves: at that time it was extremely inconvenient and not safe.
FOUNDERS

Philip Joslin
Director/ ex-EUREX

Ruslan Smirnov
Co-founder, Promotion and Sales
ex-BCS Financial Group

Dmitry Firsov
Co-founder, Legal and Investor relations
NWTN-Group

Sergey Tishinov
CTO, Blockchain Architect

ADVISORS

Stephan Dertnig
Ex-BCG

Alexander Yakovlev
National Settlement Depository
PLATFORM MODEL

Ethereum is a Blockchain-based platform for creation of decentralized applications (Dapps) using smart contracts.

Ethereum allows you to register transactions with any assets on the basis of a distributed database of a blockchain, avoiding the traditional legal procedures for registering the contracts.

KRPT ICO

Independent investors have already invested in Kript $500 thousand to help us create a beta version. To collect funds for the further development of the platform we will launch an ICO.

During the ICO, we will release KRPT tokens based on the ERC20 Ethereum Token Standard.

KRPT token is an internal currency in the Kript ecosystem. Using KRPT you can pay for services and transactions.

After the ICO, the token will be traded on the crypto exchanges and within the application. We already have an agreement with several exchanges to get listed.

Launching the ICO has two main purposes for us: attracting Kript’s target audience and financing to ecosystem’s development.
Tokens issue

We will issue 100 million KRPT tokens with a nominal value of 1ETH = 1000 KRPT. During the ICO 40% of the total issue will be available for purchase.
Soft cap — 3 000 ETH, hard cap — 40 000 ETH.

The total number of tokens is limited so they will be protected against inflation. According to the forecast, their value will grow as it depends on the number of users: tokens will be used by users to operate within the platform.

Token distribution

Forecasts. Users can publish their forecasts about growth or fall of the price of crypto assets. To view these forecasts other users need to buy a monthly subscription to this service. By the end of the month, the top 50 best forecasters will get 20% of all tokens paid by users for using these forecasts.

Portfolios. Users can make their portfolio public. To view other people’s portfolios, the users need to buy a monthly subscription to our service. By the end of the month, the top 50 best portfolios will receive 20% of all tokens paid by users for getting access to the data.

Tracking. Users can subscribe to public portfolios and activate automatic repeat of all transactions in their portfolio. We will charge a monthly fee for each new auto-research portfolio. The portfolio owners will receive 20% of all tokens paid by users for tracking them.

News. Users can make articles for publication. If their news are published, all users of Kript can view it for free and put a like/dislike. By the end of the month, the top 50 most popular authors will get 5% of all tokens left after the payment to forecasters and owners of the best portfolios.
How will we distribute the tokens?

- 40% ICO
- 30.57% Founders
- 11.43% Pre-ICO, early birds investors
- 10% Team
- 5% Bounty
- 3% Experts and advisors

Use of ICO funding

- 60% Marketing and customer acquisition
- 30% Product development and research
- 10% Operational and legal support

Use of revenue

- 35% Marketing
- 30% Operations
- 15% Business development
- 10% Profit
- 8% R&D
- 2% Legal
BOUNTY

50% — a welcome bonus for the first 100,000 users registered in the app, friends’ invitation and traffic partners (2,500,000 tokens).

Within the first month of our bounty program, every new user who signs up and link a wallet to Kript will get 10 KRPT tokens. If you bring one more registered user to our community, you both will receive 10 KRPT each.

Each month our bounty rewards will decrease in proportion to the number of the tokens received by new users.

How it works: within the first month we distribute 500,000 KRPT. We have 2,000,000 of free tokens left. This amount will be divided by the total number of tokens 2,500,000 so we can get the coefficient of the remaining bounty awards. We will multiply the initial reward (10 KRPT) to set up new reward for the next month.

Example: 2 x 2.5 = 0.8 x 10 = 8 KRPT

By gradual reduction of the amount of our reward we will keep the bounty program for a long term.

25% — content and media bounty for publishers (1,250,000 KRPT).

25% — bounty for developers to improve our codebase, find critical bugs, and identify security breaches that might make threat to our network (1,250,000 KRPT).
ROADMAP

Q3-Q4 2017
- Company’s registration in Singapore
- Publication of a whitepaper
- kript.io launch
- Development of a beta version
- Visualisation of a trading functionality
- Release of the app on Google store and the Apple App Store

Pre-ICO 1/12
- Road show
- Advisors’ and experts’ attraction
- Clarifying the architecture of Dapp, technology solutions, and potential partners
- Further development of the application

Q1 2018
- The application will have new sections such as “News feed”, “Quotes”, “Forecasts”, and “Experts rating”
- Integration with 20 crypto exchanges and crypto wallets, release of the section “Portfolio”

March 9, 2018
- ICO
Q2 2018
Release of the main sections of the application based on the comments from users and KRPT token holders
Testing of a decentralized p2p-stock-exchange within the application
Adding KRPT token to crypto exchanges

Q3-Q4 2018
Decentralization of the main functions of the application (before only wallets were decentralized)
Release of the virtual advisor and personal recommendations using AI that will process the major events within the blockchain networks

2019
Active product promotion in the APEC Region
RISK WARNINGS

IMPORTANT: You must read the following before continuing. The following applies to the attached white paper, offering documentation and product description (the “Offering Memorandum”), and you are therefore advised to read this carefully before reading, accessing or making any other use of the Offering Memorandum. In accessing the Offering Memorandum, you agree to be bound by the following terms and conditions, including any modifications to them any time you receive any information from us as a result of such access. If you have gained access to this transmission contrary to any of the following restrictions, you are not authorised and will not be able to purchase any of the digital tokens described herein. You acknowledge that this electronic transmission and the delivery of the attached Offering Memorandum is confidential and intended for you only and you agree you will not forward this electronic transmission or the attached Offering Memorandum to any other person. Any forwarding, distribution or reproduction of this document in whole or in part is unauthorised. Failure to comply with the following directives may result in a violation of the U.S. laws, Chinese laws, or the applicable laws of other jurisdictions.

NOTHING IN THIS ELECTRONIC TRANSMISSION CONSTITUTES AN OFFER OF SECURITIES. DIGITAL TOKENS REFERRED TO IN THIS OFFERING MEMORANDUM DO NOT CONSTITUTE SHARES IN, OR DEBT OBLIGATIONS OF, ANY COMPANY. STILL FINANCIAL AUTHORITIES IN SOME JURISDICTIONS MAY DEEM INITIAL COIN OFFERING ('ICO') TO BE OFFERING OF SECURITIES, OR TREAT ISSUANCE OF DIGITAL TOKENS SIMILAR TO SECURITIES ISSUES, OR SIMPLY FORBID OFFERING OF DIGITAL TOKENS TO NATURAL OR LEGAL PERSONS OF THOSE JURISDICTIONS. THIS ELECTRONIC TRANSMISSION DOES NOT CONSTITUTE AN OFFER OF SECURITIES OR DIGITAL TOKENS, AS THE CASE MAY BE, FOR SALE IN ANY JURISDICTION WHERE IT IS UNLAWFUL TO DO SO. THE DIGITAL TOKENS REFERRED TO HEREIN HAVE NOT BEEN, AND WILL NOT BE, REGISTERED UNDER THE SECURITIES ACT OR THE SECURITIES LAWS OF ANY STATE OF THE UNITED STATES, UNDER THE LEGISLATION OF PEOPLE’S REPUBLIC OF CHINA OR OF ANY OTHER JURISDICTION AND THE DIGITAL TOKENS REFERRED TO HEREIN MAY NOT BE OFFERED, SOLD, PLEDGED OR OTHERWISE TRANSFERRED TO THE U.S. PERSONS OR ON THE TERRITORY OF THE UNITED STATES OF AMERICA, TO CHINESE PERSONS OR ON THE TERRITORY OF PEOPLE'S REPUBLIC OF CHINA, OR TO ANY OTHER PERSON IN ANY OTHER JURISDICTION WHERE IT IS PROHIBITED BY THE APPLICABLE LAWS OF THAT JURISDICTIONS.

A PARTICIPATION IN ICO AND A PURCHASE OF THE DIGITAL TOKENS INVOLVE A HIGH DEGREE OF RISK. SEE “RISK FACTORS” FOR A DISCUSSION OF CERTAIN RISKS THAT SHOULD BE CONSIDERED IN CONNECTION WITH AN ICO PARTICIPATION AND INVESTMENT IN DIGITAL TOKENS. THE DIGITAL TOKENS ARE OF A SPECIALIST NATURE AND SHOULD ONLY BE PURCHASED AND TRADED BY INVESTORS WHO ARE PARTICULARLY KNOWLEDGEABLE IN INVESTMENT MATTERS.

IT IS YOUR PERSONAL RESPONSIBILITY TO COMPLY WITH YOUR LOCAL REGULATIONS AND LAWS OF YOUR JURISDICTION WHEN PARTICIPATING IN INITIAL PUBLIC OFFERING OR PURCHASING ON THE SECONDARY MARKET THE DIGITAL TOKENS REFERRED TO HEREIN.

KRRIPT PRECLUDES YOU FROM PARTICIPATING IN ICO IF RELEVANT AUTHORITY IN YOUR COUNTRY OF RESIDENCE FORBID YOU TO DO SO AND/OR REQUIRES KRIPP TO REGISTER WITH, OR TO REGISTER THIS OFFERING MEMORANDUM WITH, OR TO FILE ANY OTHER FORMS, INFORMATION OR DOCUMENTATION WITH, OR REQUEST FOR AUTHORISATION FROM, SUCH AUTHORITY, OR IMPOSES ON KRIPP ANY OTHER LIABILITY OR OBLIGATION SIMILAR TO THE ABOVE.

CONFIRMATION OF YOUR REPRESENTATION: In order to be eligible to view the Offering Memorandum or make an investment decision with respect to the ICO of digital tokens referred to herein, investors must be outside the United States (within the meaning of Regulation S) and not be residents of the United States or People’s Republic of China. By accepting this e-mail and accessing the Offering Memorandum, you shall be deemed to have represented to us that (1) you and any customers you represent are a person that is located outside the United States and People’s Republic of China and (2) you consent to delivery of such Offering Memorandum by electronic transmission. This Offering Memorandum is being sent to you in an electronic form. You are reminded that documents transmitted via this medium may be altered or changed during the process of electronic transmission and, consequently, neither the KRIPP nor any person who controls any of them, nor any director, officer, employee, agent of it or affiliate of any such person accepts any liability or responsibility whatsoever in respect of any difference between this Offering Memorandum distributed to you in electronic format and the hard copy version available to you on request. No representation or warranty, expressed or implied, is made by the KRIPP as to the accuracy, completeness or sufficiency of the information set out in this electronic transmission or the attached Offering Memorandum.

You are responsible for protecting against viruses and other destructive items. Your use of this e-mail is at your own risk and it is your responsibility to take precautions to ensure that it is free from viruses and other items of a destructive nature.

RISK FACTORS

Prospective investors should consider carefully, among other things, the risks set forth below and the other information contained in this Offering Memorandum prior to making any investment decision with respect to the digital tokens (“KRPT”). The risks highlighted below could have a material adverse effect on the KRIPP’s business,
It should be noted that ICOs are not regulated and the investors are not protected from risks of fraud from the issuer, its demand for KRIPT products and services raises the KRPT currency may also float up. if not well marketed, promoted and sold the KRPT currency will not become much-in-demand. On the other hand when this may adversely affect the price of KRPT currency and your investment may underperform. If KRIPT’s products are be easily exchanged on the open market, especially at the beginning when KRIPT applications are used by few people.Understanding that use of KRPT currency is limited, the market of KRPT currency is narrow and therefore KRPT may not currencies, at this stage, this should be held in mind when investing in KRPT currency. In other words you should
understand that at this stage KRPT is used as an instrument of internal payments within KRIPT applications. Since the business of KRIPT is mainly focused on developing application for smartphones rather than software for personal computers. KRIPT team
believes that customers using mobile apps are the target of KRIPT’s high-tech ideas. KRIPT ideas will concern market
to digital tokens and applicable regulation.

Thus, the position of SEC is that if the virtual token or coin is a security in nature, federal and state securities laws require investment professionals and their firms who offer, transact in, or advise on investments to be licensed or registered (Investor Bulletin: Initial Coin Offerings. July 25, 2017). On July 25, 2017, the SEC issued a Report of Investigation under Section 21(a) of the Securities Exchange Act of 1934 describing an SEC investigation of The DAO, a virtual organization, and its use of distributed ledger or blockchain technology to facilitate the offer and sale of DAO Tokens to raise capital (Release No. 81207 / July 25, 2017). The SEC applied existing U.S. federal securities laws to this new paradigm, determining that DAO Tokens were securities. The SEC stressed that those who offer and sell securities in the U.S. are required to comply with federal securities laws, regardless of whether those securities are purchased with virtual currencies or distributed with blockchain technology (https://www.sec.gov/litigation/investreport/34-81207.pdf).

On August 1, 2017 MAS have also announced that it will regulate offer of digital tokens in Singapore if the digital tokens constitute products regulated under the Securities and Futures Act (Cap. 289) (http://www.mas.gov.sg/News-and-Publications/Media-Releases/2017/MAS-clarifies-regulatory-position-on-the-offer-of-digital-tokens-in-Singapore.aspx). China’s Central Bank went further and in September 2017 just banned access to crypto-currencies market and all ICOs for Chinese investors as this “seriously disrupted the economic and financial order”, they say. The relevant notice you may find here http://www.pbc.gov.cn/english/130721/3377816/index.html. It was noted that the crypto-currencies have no legal tender status as they are not issued by any monetary authority.

KRPT is not a legal tender of any state or supranational organization. KRPT is not backed with any assets, neither it gives you any rights in KRIPT company. By investing in KRPT currency you should made self-study of its nature and request additional information from the issuer, KRIPT, if you are not sure about the nature of the KRPT. If it is illegal in your jurisdiction to buy or transact in other ways with KRPT you should refrain from doing so.

RISKS RELATING TO THE KRIPT’S BUSINESS
KRIPT PTE LTD (‘KRIPT’) is a fin-tech start-up, established in Singapore as a private company limited by shares, whose main activity and business is focused on developing of mobile applications. KRIPT was founded by Dmitry Firsov, top manager of a high-tech Russian broker, and Phil Joslin, ex-General manager of EUREX. Both are visioners of high technology future in financial markets. KRIPT has a team of deep-knowledge IT specialists who understand how the financial market works from inside, and who have already launched successful high-tech projects in Russia. KRIPT’s first application is KRIPT.IO (more information and white paper you may find at www.kript.io). The business of KRIPT will be mainly focused on developing application for smartphones rather than software for personal computers. KRIPT team believes that customers using mobile apps are the target of KRIPT’s high-tech ideas. KRIPT ideas will concern market of crypto-currencies as the mainly growing market, and will help its participants and investors to get more information about that market, ICOs and provide flexibility and usability of dealing on that market.

Saying that you should note that at this stage KRPT is used as an instrument of internal payments within KRIPT applications. Since the business of KRIPT is not diversified and focused mainly on mobile applications for crypto-currencies, at this stage, this should be held in mind when investing in KRPT currency. In other words you should understand that use of KRPT currency is limited, the market of KRPT currency is narrow and therefore KRPT may not be easily exchanged on the open market, especially at the beginning when KRIPT applications are used by few people. This may adversely affect the price of KRPT currency and your investment may underperform. If KRIPT’s products are not well marketed, promoted and sold the KRPT currency will not become much-in-demand. On the other hand when demand for KRPT products and services raises the KRPT currency may also float up.

RISKS RELATING TO PARTICIPATION IN ICO
It should be noted that ICOs are not regulated and the investors are not protected from risks of fraud from the issuer, its agents or payment platforms. Moreover, the investor tending to participate in ICO shall transfer its payment information via Internet or to get a crypto-wallet in advance with another crypto currency in order to buy the digital tokens offered
during the ICO. It should be noted that transfer of data via internet is not safe and may be subject to hackers’ attacks. Crypto-wallets shall be registered with those service providers who assure both safe usage and secure storage of your investments. It is your responsibility to get a secure crypto-wallet and to obtain an up-to-date effective internet security tool.

As it was noted by China’s Central Bank ICOs are merely “illegal fundraising” and digital tokens may be involved in “the risk of financial fraud, scam and pyramid schemes” along with high risk of money laundering. SEC also warns that “fraudsters may entice investors by touting an ICO investment “opportunity” as a way to get into this cutting-edge space, promising or guaranteeing high investment returns” because “it is relatively easy for anyone to use blockchain technology to create an ICO that looks impressive, even though it might actually be a scam” (SEC Investor Bulletin: Initial Coin Offerings). KRIPT issues KRPT tokens for the purpose of funding its activity in developing kript.io platform. KRIPT’s funding is clear and transparent – more details on the platform and ICO financial side you may find in white paper at www.kript.io. Nonetheless it is your own responsibility to assess the risks associated with ICO of KRPT and if you require more information you should ask for, or refrain from participating in ICO. It should be noted that KRPT is a new crypto-currency and it has no liquid market before ICO. It should be also understood that after ICO KRPT is planned to be listed on several exchanges, such as [NAMES]. The free-float of the open market may be up to 40% of the total issue.

**RISKS RELATING TO FRAUD AND HACKER’S ATTACK**

As it was mentioned above use of digital tokens may be vulnerable to fraud and other criminal activity. Fraudsters often use innovations and new technologies to perpetrate fraudulent investment schemes. Thus, regulatory authorities and police forces usually warns that crypto-currency exchanges, crypto-wallet providers and other entities holding crypto-currencies, digital tokens or coins may be susceptible to fraud, technical glitches, hacks, or malware. Digital tokens or crypto-currency may be stolen by hackers. Investing in an ICO may limit your recovery in the event of fraud or theft. You should pay attention to measures mitigating security risk, including how your credentials to access your investments are stored, secured and used and to apply measures preventing misuse of your credentials. KRIPT is based on the Ethereum platform. The security of transactions and your personal data are protected by smart-contracts. Independent security services – oracles – are used to authorize transactions within the network. KRIPT does not have access to your account keys and cannot independently change the balance or make transactions. All operations are only performed with the client’s consent, taking into consideration the best industry practices for digital security. KRIPT accepts no responsibility for safety of your investments during ICO. Using KRIPT as a storage of your investments is up to your decision and at your own risk. KRIPT takes all commercially reasonable steps to protect your investments with KRIPT from external menaces basing on market practice and on its own discretion.

**RISKS RELATING TO TAXATION OF INVESTMENTS IN DIGITAL TOKENS**

It should be noted that in some jurisdictions there may be attempts, or promulgated practices, to withhold tax on transactions with digital tokens, on capital gain you may receive from dealing in digital tokens, or on any other taxable base as decided by the relevant authority. Until and unless the concept of legal status of digital tokens is not well developed it seems that such tax legislation will not become reality in the nearest future. Still you should bear in mind that even if specific tax legislation is not adopted, the general regime of withholding taxation may apply. It is your own responsibility to investigate, and to get tax advice if needed, whether your local tax legislation apply or not. It is your own responsibility to pay taxes, to file all necessary documentation to tax authorities and to fulfill any other tax obligation as may be imposed on you in regard to receiving income, participating in transactions or otherwise. KRIPT accepts no responsibility on any tax consequences you may have when dealing in KRPT.

**RISKS RELATING TO KRPT AND THE TRADING MARKET**

The Market of crypto-currencies is not regulated by authorities, but it is mostly self-regulated by its participants. Still, many crypto-currencies filed high on ICO then fell down as the project they were investing in became dead. This means that the risk of investments should be considered and properly assessed basing on the underlying of the crypto-currency. Trading venues or virtual exchanges are unregulated. It should be noted that the commission you may be charged for conversion of one crypto-currency into another may be material. Trading venues may have limited amount of crypto-currencies in their possession and the liquidity risk exists. This means that you may not be able to buy or convert into specific crypto-currency at a time. Liquidity risk also exist when you sell crypto-currency as the market of that currency may be narrow, illiquid or nil. Market Price of KRPT will depend totally on consensus of the market participants, from buy and sell side. There shall be no market maker in KRPT, therefore KRPT will not guarantee liquidity, demand or price of KRPT on the open market.

As it was mentioned above KRPT is a crypto-currency associated with mobile apps and services of KRIPT. KRIPT itself will allow to buy and to sell KRPT via its mobile application. Moreover, the KRPT is redeemable. To redeem tokens, 10% of the sum of all KRPT tokens received from operations inside the system will be sent quarterly and annulated afterward. Quarterly reduction of the total volume of tokens will provide a fundamental basis for the growth of their value in the future.

It should be noted that any development or regulation of the market of crypto-currencies (in Singapore or in your country of residence) may affect KRPT and your investment in it. This may cause loss of digital tokens by you in part or in full. In those jurisdictions where relevant authorities ban crypto-currencies and trading venues the dealing in KRPT may be prohibited. This may also affect the price or liquidity of the KRPT. There may be other risks associated with digital tokens, trading venues and the whole market which KRIPT may not predict at this time.