

## **PRIVACY POLICY**

### **Risk Factors**

The purchase of tokens involves a high degree of risk, including but not limited to the risks described below. Before acquiring AUT tokens, it is recommended that each participant carefully weighs all the information and risks detailed in this White Paper, and, specifically, the following risk factors.

#### **A. Dependence on computer infrastructure**

AUTENTIC's dependence on functioning software applications, computer hardware and the Internet implies that AUTENTIC can offer no assurances that a system failure would not adversely affect the use of your AUT tokens. Despite AUTENTIC's implementation of all reasonable network security measures, its processing center servers are vulnerable to computer viruses, physical or electronic break-ins or other disruptions of a similar nature. Computer viruses, break-ins or other disruptions caused by third parties may result in interruption, delay or suspension of services, which would limit the use of the AUT tokens.

#### **B. Smart contract limitations**

Smart contract technology is still in its early stages of development, and its application is of experimental nature. This may carry significant operational, technological, regulatory, reputational and financial risks. Consequently, although the audit conducted by independent third party increases the level of security, reliability, and accuracy, this audit cannot serve as any form of warranty, including any expressed or implied warranty that the AUT Smart Contract is fit for purpose or that it contains no flaws, vulnerabilities or issues which could cause technical problems or the complete loss of AUT tokens.

### **C. Regulatory risks**

Blockchain technology, including but not limited to the issue of tokens, may be a new concept in some jurisdictions, which may then apply existing laws or introduce new regulations regarding Blockchain technology-based applications, and such regulations may conflict with the current AUT smart contract setup and AUT token concept. This may result in the need to make substantial modifications to the AUT smart contract, including but not limited to its termination, the loss of AUT tokens, and the suspension or termination of all AUT token functions.

### **D. Taxes**

AUT token holders may be required to pay taxes associated with the transactions contemplated herein, whether in the United States or in their home countries. It will be a sole responsibility of AUT token holders to comply with the tax laws of the United States and other jurisdictions applicable to them and pay all relevant taxes.

### **E. Force Majeure**

AUTENTIC performance may be interrupted, suspended or delayed due to force majeure circumstances. For the purposes of this White Paper, force majeure shall mean extraordinary events and circumstances which could not be prevented by AUTENTIC and shall include: acts of nature, wars, armed conflicts, mass civil disorders, industrial actions, epidemics, lockouts, slowdowns, prolonged shortage or other failures of energy supplies or communication service, acts of municipal, state or federal governmental agencies, other circumstances beyond AUTENTIC's control, which were not in existence at the time

of White Paper release. If such circumstances occur prior to the issue of AUT tokens and AUTENTIC is unable to issue AUT tokens within one month from the projected date, the escrow agent may issue a refund at the request of the AUT token purchasers. The refund will be issued in the original form of payment to the same digital wallet or bank account where the funds were transferred from.

#### **F. Disclosure of information**

Personal information received from AUT token holders, the information about the number of tokens owned, the wallet addresses used, and any other relevant information may be disclosed to law enforcement, government officials, and other third parties when AUTENTIC is required to disclose such information by law, subpoena, or court order. AUTENTIC shall at no time be held responsible for such information disclosure.

#### **G. Value of AUT token**

Once purchased, the value of AUT token may significantly fluctuate due to various reasons. AUTENTIC does not guarantee any specific value of the AUT token over any specific period of time. AUTENTIC shall not be held responsible for any change in the value of AUT token.

#### **H. Number of submissions by ICO projects**

AUTENTIC does not guarantee any number of ICO projects' applications submitted through its platform and/or available for voting. AUTENTIC has control over neither the number of projects applying for an ICO nor over their quality. The expected number of submissions is based on the number of inquiries received by AUTENTIC to date and AUTENTIC's market forecasts. The number of submissions and the number of projects presented for voting may vary and may not reach the

expected volume, which may ultimately affect the expected length of the project and the AUTENTIC token holders' ability to exchange their tokens for the new ICO projects' tokens at the anticipated rate and discount.

**I. Number of new ICO projects' tokens available for exchange**

The number of new ICO projects' tokens available for exchange for AUT tokens may vary due to multiple factors such as the amount of funds received by AUTENTIC through the sale of its AUT tokens, the total number of AUT tokens sold, market conditions, legal regulations, and other risks. AUTENTIC does not guarantee any specific number of new projects' tokens available for exchange for an AUT token at any given time.