

ONDEFY RISKS DISCLAIMER

Effective date: 9 March 2022

Your use of the platform <https://ondefy.com>, the related software applications and services (collectively, the “**Platform**”) comes with certain risks that should be known to every potential investor. Please read this Ondefy Risks Disclaimer carefully before using the Platform or depositing any money into a decentralized finance (“**DeFi**”) protocol.

If you do not understand or agree with any provision of this Disclaimer or Ondefy [Terms of Service](#), please do not use the Platform.

Please note that, although all possible measures are taken by you and Ondefy, some inherent risks may remain. Such risks include (the list below is exemplary and non-exhaustive):

1. **Risks related to smart contracts.** Your use of the Platform is based on smart contracts that may be subject to various types of malicious attacks. For example, hackers may exploit vulnerabilities of smart contracts and various networks to steal cryptocurrency. Before investing in any DeFi product, please conduct a thorough research of the chosen product to make sure that the risks are not substantial. When conducting such research, you may take the following factors into account:
 1. The developers behind the project: who are they and what is their experience in dealing with DeFi? In most cases, developers and their teams behind DeFi are not anonymous and such information may provide useful insight into the given protocol.
 2. Security audits: conducting a security audit may also give useful insights, although this does not guarantee that the smart contract will not be hacked.
 3. Reputation of the project: are there any reputational issues pertaining to the project in which you intend to invest?
2. **Risks related to market volatility.** The prices of DeFi are volatile, similar to all traditional financial markets. However, please bear in mind that, in DeFi, price fluctuations may be significant and, therefore, you may need to adjust to sudden price moves, whether they are negative or positive for your investment project.
3. **Risks related to user error.** Taking into account that the Platform is fully decentralized, you remain fully responsible for your own funds and investments. For example, if you lose access to your crypto wallet, it is likely that no-one will

be able to help you with gaining the access back. You may prevent losing access to your crypto wallet by carefully managing your access credentials (e.g., private keys) online and offline.

4. **Currency (FX) Risks.** This type of risk refers to the losses that an investor may incur due to international currency fluctuations. If you invest in DeFi, your investment's value may decrease due to the decrease of the value of the involved currencies. For example, if you decide to buy DeFi by using euro and intend to keep a part of your investment in non-volatile stablecoins that are pegged to the United States dollars, in case the value of the United States dollars decreases in price, the value of your stablecoins will decrease as well (in comparison if converted back to euro).

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