



POTENTIAL RISK FACTORS RELATING TO PURCHASE, SALE, AND USE OF BOUNTIE TOKENS

By purchasing, owning, and using Bountie Tokens, you expressly acknowledge and assume the following risks:

1. GENERAL SUITABILITY OF TOKEN PURCHASE

The Company advises that the purchase of Bountie tokens should be undertaken by financially sophisticated persons who are capable of evaluating the merits and risks of such a purchase, or other persons who have undertaken advice from professional persons with regard to token purchase, and who have sufficient financial resources to be able to bear any losses that may arise therefrom (which can be equal to the whole amount spent with regard to the token purchase). Such a purchase should not be regarded as a financial asset or an investment.

2. RISK OF LOSING ACCESS TO TOKENS DUE TO LOSS OF PRIVATE KEY(S), CUSTODIAL ERROR OR PURCHASER ERROR

A private key, or combination of private keys, is required in order to be able to control and dispose any, or all, tokens stored in your digital wallet(s) or vault. As such, the loss of said private key(s) linked to your digital wallet(s) or vault (storing such tokens) will result in the loss of the tokens. Moreover, it should be common knowledge that any third party that gains access to the aforementioned private key(s), including by gaining access to login credentials of a hosted wallet service you use, may be able to misappropriate your tokens. Any errors or malfunctions caused by or otherwise related to the digital or vault you choose to receive and store tokens, including your own failure to correctly maintain or use said digital wallet(s) or vault, may also result in the loss of your tokens. Additionally, your failure to accurately follow the procedures set forth for buying and receiving tokens, including, for instance, providing the wrong address for Purchaser Address, or an address that is not ERC-20 compatible, may ultimately result in the loss of your tokens.

3. RISK ASSOCIATED WITH THE ETHEREUM PROTOCOL

Due to the nature of the tokens and the Platform being based on the Ethereum protocol, any malfunction, breakdown, or abandonment of the Ethereum protocol may have a substantial adverse effect on the tokens or Platform. Furthermore, any advances in cryptography, or related technical advancements such as the development of quantum computing, could potentially present risks to the tokens and the Platform, including, but not limited to, the utility of the tokens for obtaining services, by rendering the cryptographic consensus mechanism that underpins the Ethereum protocol as ineffective.

4. RISK OF MINING ATTACKS

As is the case with other decentralized cryptographic tokens based on the Ethereum protocol, Bountie tokens are prone to attacks by miners in the course of validating token transactions on the Ethereum blockchain, including, but not limited, to double-spending attacks, majority mining power attacks, and selfish-mining attacks. Any successful attacks present a potential risk to the Platform and the tokens, including, but not limited to, the accurate recording and execution of transactions involving the tokens.

5. RISK OF HACKING AND SECURITY WEAKNESSES

Hackers or other malicious individuals/groups/organizations may attempt to interfere with the Platform or the tokens in a variety of ways, including, but not limited to, malware attacks, denial of service attacks, consensus-based attacks, Sybil attacks, smurfing and spoofing. Additionally, as the nature of the Platform is such that it is based on open-source software, there is that a third party or a member of the Company team may intentionally or unintentionally introduce weaknesses into the core infrastructure of the Platform, which carries the potential to negatively affect the Platform and the tokens, including the utility of the tokens for obtaining goods and services. That being said, hackers, or other malicious individuals/groups/organizations, may also attempt to obtain access to private keys or other access credentials in the Wallet or any other wallet, vault, or other storage mechanism that is used to receive and hold tokens. This would result in the tokens being lost forever.

6. RISK OF UNINSURED LOSSES

Bountie tokens are uninsured unless one specifically obtains private insurance as a measure of protection. Thus, in the event of loss or loss of utility value, there is no acting public insurer, such as the Federal Deposit Insurance Corporation, or private insurance arranged by Bountie Technologies, to offer recourse to you.

7. RISK ASSOCIATED WITH UNCERTAIN REGULATIONS

As of the current date of this document, the regulatory status of the tokens and distributed ledger technology is unclear or unsettled in many jurisdictions. As such, it is difficult to predict how or whether regulatory agencies may apply existing regulation with respect to such technology and its applications, including the Platform and the tokens. Likewise, it is difficult to predict whether or how legislatures or regulatory agencies may implement changes to law and regulation affecting distributed ledger technology and its applications, including the Platform and the tokens. Regulatory actions could negatively impact the Platform and the Tokens in various ways, including, for purposes of illustration only, through a determination that the purchase, sale and delivery of the Tokens constitutes unlawful activity or that the Tokens are a regulated instrument that require registration or licensing of those instruments or some or all of the parties involved in the purchase, sale and delivery thereof. Should the laws change within a jurisdiction, such that it is now illegal to operate in the jurisdiction, the company may cease all operations with respect to the regulatory actions.

8. RISK ARISING FROM TAXATION

Presently, the tax characterization of tokens is the subject of hot debate, making their future status uncertain. We implore you to seek your own tax advice when purchasing tokens. Failure to do so may result in adverse tax consequences to you, including, and not limited to, withholding taxes income taxes and tax reporting requirements. Furthermore, the proceeds of the token sale (including any money that the purchaser has paid for the tokens) may be taxable to the Company, which may adversely affect the financial resources available to the Company, Company's business and the Company's ability to achieve its business objectives.

9. RISK OF COMPETING PLATFORMS

It is within the realm of possibility that alternative Platforms could be established, which utilize the same open source code and protocol underlying the Platform and attempt to facilitate services that are materially similar to the Services. The Platform may compete with these alternatives; however, it should be known that this could negatively impact the Platform and tokens, including the utility of the tokens for obtaining Services.

10. RISK OF INSUFFICIENT INTEREST IN THE PLATFORM OR DISTRIBUTED APPLICATIONS

It is possible that the Platform will not be adopted and used by a large number of individuals, companies and other entities or that there will be limited public interest in general regarding the creation and development of the Platform, or distributed Platforms. This lack of interest or use could negatively impact the development of the Platform and thus the potential utility of the token, including the utility of the tokens for obtaining Services.

11. RISK ASSOCIATED WITH THE DEVELOPMENT AND MAINTENANCE OF THE PLATFORM

While the Platform is still in its early development, it should be noted that it may undergo significant changes over time from its original state. Although the Company intends for the tokens and Platform to function as described and intends to take commercially reasonable steps toward those ends, the Company may have to make changes to the specifications of the tokens or Platform for any number of legitimate reasons. Furthermore, Company has no control over how other participants will use the platform, what third party products or services will be offered through the platform, or how third party products and services will utilize the tokens. Therein creating the possibility that the tokens or Platform, as further developed and maintained, may not meet your expectations at the time of purchase. Moreover, despite the Company's good faith efforts to develop and participate in the Platform, it is still possible that the Platform will experience malfunctions or otherwise fail to be adequately developed or maintained, which could negatively affect the Platform and tokens, and the potential utility of the tokens, including the utility of said tokens to obtain Services.

12. RISK OF AN UNFAVORABLE FLUCTUATION OF ETH, BTC OR OTHER COIN VALUE

The fluctuation in values of ETH, BTC, or other coins, is out of the hands of the Company. Should the value of said coins fluctuate unfavourably during or after the token sale, the Company may not be able to fund development, or may not be able to develop or maintain the Platform in the manner that it intended. Aside from regular market forces, there are several potential events which could exacerbate the risk of unfavourable fluctuation in the value of ETH, BTC, or other coins, including another DAO-like attack on the Ethereum network, or other significantly impactful security incidents or market irregularities at one or more of the major cryptocurrency exchanges.

13. RISK OF AN UNFAVORABLE FLUCTUATION OF ETH, BTC OR OTHER COIN VALUE

It is possible that, due to any number of reasons, including, but not limited to, an unfavourable fluctuation in the value of ETH, BTC or ICOCoin (or other cryptographic and fiat currencies), decrease in the tokens' utility (including their utility for obtaining Services), the failure of commercial relationships, or intellectual property ownership challenges, the Platform may no longer be viable to operate or the Company may dissolve.

14. RISK ARISING FROM LACK OF GOVERNANCE RIGHTS

All decisions involving the Company's products or services within the Platform or the Company itself will be made by the Company at its sole discretion, as the tokens confer no governance rights of any kind with respect to the Platform or the Company. These decisions include, but are not limited to, decisions to discontinue its products or services in the Platform or to sell or liquidate the Company. These decisions could adversely affect the Platform and the utility of any tokens you own, including their utility for obtaining services.

15. REGULATORY RISKS

The Company, and by extension the Platform, is subject to a variety of federal, state and international laws and regulations, including those with respect to privacy and data protection, consumer protection, data security, and others. These laws and regulations, and the interpretation or application of these laws and regulations, could change. In addition, new laws or regulations affecting the Platform could be enacted, which could impact the utility of the Tokens in the Platform. Additionally, the Platform participants are subject to industry specific laws and regulations or licensing requirements. If any of these parties or licensing requirements become more stringent or are otherwise expanded, it could adversely impact the Platform and the Tokens, including the Tokens' utility for obtaining Services. Also, changes in laws or regulations governing the Company's operations may adversely affect its business. Any change in the Company's tax status, or in taxation legislation in the United States or elsewhere, could affect the value of its financial holdings, its business and the Company's ability to achieve its business objective. Prospective purchasers are urged to consult their tax advisers with respect to their particular tax situations and the tax effects of the purchase of Tokens from the Company.

16. OPERATIONAL RISKS

It is essential to understand that the Company is a young company, and that the growth of the team and its capabilities may take longer than expected to result in the intended usefulness for the tokens. The wide adoption of our tokens and Platform may take longer than expected as the tokens are just one product in a highly competitive market. The usefulness of the tokens depends on the extent of widespread adoption of the offered technology by the marketplace.

17. RISK OF LACK OF ADOPTION

The success of the Platform, and its tokens, is dependent largely on the adoption of the Platform, Services, and underlying technology by users. It is possible that users do not adopt or use the Platform, which could negatively impact the development of the Platform and therefore the potential utility of the tokens, including the utility of the tokens for obtaining services.

18. TECHNOLOGY RISKS

The Company, and its tokens, is operating in a space that is dependent on emerging technologies, who's capabilities have not fully been defined yet. As the technology matures, new capabilities may dramatically alter the usefulness of the tokens or the ability to use or sell them. The functionality of the tokens is complex, will require enhancements and product support over time; thus, full functionality may take longer than expected. The full functionality of the tokens is not yet complete and no assurance can be provided of such completion.