



Executive Summary

The project is about decentralized cryptocurrency token backed by precious metal called 'Gold'. Of all the precious metals, gold is the most popular as an investment. Customers generally buy gold as a way of diversifying risks, especially through the use of futures contracts and derivatives. The gold market is subject to speculation and volatility as are other markets. Compared to other precious metals used for investment, gold has the most effective safe haven and hedging properties among a number of countries.

Gold's relative scarcity, its portability (you can carry small bars, coins or jewellery), and its great demand in industrial applications, make it a highly desired commodity. Cryptocurrency has adopted some of gold's benefits with the creation of a bitcoin that is scarce through the introduction of a digital coin that can be easily and effortlessly transmitted and by the creation of a distributed, decentralized blockchain that aids business. Cryptocurrency also adds value by making one's transactions fast, secure and transparent. Despite significant recent developments and innovation, the market for cryptocurrencies remains very niche.

Skymetric has released a Gold backed Skymetric Token (SKA). The Token is issued against the actual Gold in possession of the bank in Cyprus via Safe Keeping Receipt(SKR) issued for a period of 25 Years. This supply of Gold allows us to issue fully secured, fully Gold backed Token redeemable in Fiat currency or equal amount of Gold at the prevailing price of Gold on London Mercantile Exchange(LME).



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General

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Setting the scene:

1. What is blockchain?

It was the Bitcoin white paper published in November 2008 under the pseudonym, "Satoshi Nakamoto," that thrust blockchain into the public eye. Blockchain is the technology that underpins Bitcoin. Yet, this innovative technology was actually invented by Dr. Kelce Wilson in 2000.

Blockchain provides a tamper-resistant ledger of transactions maintained by a network of computer units (nodes). The distributed ledger is cryptographically protected from modification. Transactions are agreed upon through multi-party consensus agreements.

Let's break that down. As blockchain is the technology behind Bitcoin, let's use that as the example. Bitcoin facilitates secure online transactions. It does this by using public key encryption. Keys are used as a form of identification. The public key is your identity, or address in bitcoin, in the blockchain and is referenced in each transaction. The private key on the other hand, is only known by you; it is a master password that gives you access to your digital assets and must be protected.

Blockchain is designed to let you transact digital assets, but not copy them. The transactions, once verified, are included in a block which is appended to the other blocks of information in the chain. This chain of blocks (which is the ledger) is then distributed across a Peer-to-Peer (P2P) network of nodes. In other words, it is shared with everyone in that ledger's network. As the information is distributed, there's no single location (e.g. a central server) where everything is stored.

Each node can keep track of all blocks in the chain. Each block of information must be validated across the network by a miner before it is added to the chain. The successful miner is paid a transaction fee as well as a subsidy, which is how new Bitcoins continue to be created. The network does this by following a pre-agreed set of consensus rules. These rules are a vital part of a blockchain. They ensure that all the nodes are on the same page, adhering to the same procedures and guidelines. The rules for consensus or agreement may be based on.

1.Proof of work. The node must perform a certain amount of work in order to add a valid block to the chain, this concept is commonly used in cryptocurrencies, including Bitcoin.

2.Proof of stake. By this we mean that the node validating the transaction holds a certain percentage of the networks' total value.

3.Multi-signature. More than one validator must agree that the transaction is valid.

4.Practical Byzantine Fault Tolerance. An algorithm that's designed to settle disputes among the different nodes if one generates a different output to the rest in the network.

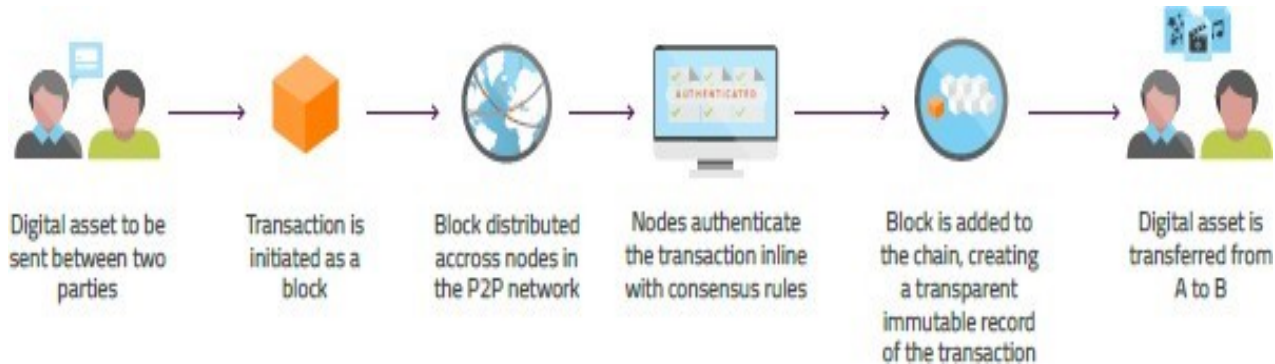
It's the consensus rules, together with broad distribution and validation of transactions in the ledger which ensure that there's no need for intermediaries (middlemen) or trusted third parties to approve the transaction. Once committed to the chain, all the transactions are public and easily verifiable. This transparency means that blockchains are auditable.

What information is contained in the block? Based on the defined consensus mechanism each block contains, at a minimum, its own data and a hash of the previous block as well as a history of all the



transactions. Hash is the term for a unique string of characters or digits assigned to each transaction. If there's any change in the data, then a new hash is generated. The original block can't be changed or modified – it's immutable. And it's this which makes it impossible to tamper with – any changes or modifications are evident as the hash will no longer be the same.

So, in a nutshell...



How blockchain is being used?

Before we delve into the media industry, let's look at a few examples of applications using blockchain in other industries and services.

The most well-known application of blockchain is, of course, Bitcoin. In April 2017, ABI Research reported that the capitalization of Bitcoin was USD \$16.9 billion, using a conversion price of 1 Bitcoin = USD \$1,040.77 with a circulating supply of 16 million Bitcoins. By August 2017, Money reported that the price of Bitcoin had skyrocketed to nearly USD\$6,500 which makes the market cap Of 51% of all Cryptocurrencies combined.

Bitcoin isn't the only cryptocurrency. In fact, ABI state that there's now over 1750 digital currencies with a total market capitalization of USD \$225.2 billion.

With the evolution of blockchains that can include business logic, Ethereum introduced smart contracts. This enabled contract agreements to be automatically executed. They also established the decentralized autonomous organization (DAO) that could be used for more complex governance structures. These developments opened the door for other applications of blockchain technology to be created. To highlight just a few:

- [Open Bazaar](#) is a blockchain-created P2P, eBay type, e-commerce site using P2P rules to participate.
- [Goldman Sachs](#) predict it will save USD \$6billion a year through optimized clearing and settlement banking procedures; providing lower headcounts and back-office IT costs.
- [Storj](#) is a blockchain-based, cloud-storage company; using encryption keys to access stored data.
- [The US Securities and Exchange Commission approved the use of blockchain as a share ownership register for online retailer – Overstock.com.](#)



The Estonian government is embracing blockchain for a plethora of their registries such as tax, notarizing marriages, birth certificates and business contracts as well as eHealth to secure the medical records of over a million citizens.

Besides these, applications are envisaged for the issuing of passports, tracking supply chain deliveries, voting systems as well as providing transparency for how aid money is spent.

Despite the hype and it's potential, it's important to note that blockchain is a nascent technology. Beyond the well-used Bitcoin, a lot of the other applications are largely untested on a wider scale.

Reasons to adopt Blockchain to have Gold metal backed cryptocurrency Token

The history of fiat currency is a history of volatility. The average lifespan of fiat currency is only 27 years old. Even if a currency survives, invariably it will experience inflation. With central banks having the power to print as much currency as they please, combined with the destructive effects of inflation, the purchasing power of fiat money experiences a steady decline. The world's oldest fiat currency, the British pound, is an excellent example: it has lost 99.5 percent of its value since inception.

Historically gold is more resilient, and holds its worth better than any fiat currency, particularly in times of economic instability.

[Gresham's Law of Money](#)

Gresham's Law of Money – "bad money drives out good," is an inherent problem plaguing both traditional cryptocurrencies and asset-backed currencies. This is witnessed with gold and silver, where those who hold it over legal tender or fiat currency, typically do not wish to spend it, choosing the less valued fiat currency for everyday transactions. SKA defeats Gresham's Law phenomena by highly incentivizing people to utilize a valuable currency through a multifaceted reward system based upon participation and money velocity.

[Yield](#)

Other asset-backed currency problems stem from the fact that precious metals and many other assets have no yield attached to them. Furthermore, they actually typically cost money to hold securely. In this respect, a yielding asset like interest bearing bank deposits or stocks paying dividends become a more attractive investment option for investors looking for a yield on their investments. SKA gives yield to these precious metals by attaching multiple yields for varying degrees of passive or active participation. As detailed later in this paper, the proposed model outlining the multifaceted yield system offers a more attractive alternative than the yields on offer for passive investors, as well as highly incentivizing participation for those who wish to be active.

[Security](#)

Asset-backed currencies' final major problem revolves around security. Historically, there have been multiple cases of fraud involving the use of precious metals and other assets as a payment solution. An investor must be cautious in who they invest with to avoid the risk of fraud and theft. This has already been problematic in asset-backed crypto-currencies as well. For example, recently, Tether, a



company that issues a widely traded cryptocurrency purported to be backed by US dollars, has been subpoenaed amid secretive circumstances surrounding the USD backing of their cryptocurrency.

Addressing Bullion Market Problems

Archaic & Inefficient Market

Wholesale bullion market participants currently trade over-the-counter (OTC) in the physical markets largely outside of the electronic environment either via phone, email, or in person. These systems are completely manual, problematic, inefficient and costly. Phone dealing desks are costly and involve manually booking a trade, placing a physical order with a supplier, and hedging the trade. There is an acceptance in the market that the legacy OTC London market architecture is outdated and there is a need for a transition to new globally efficient digital system. Skymetric via its institutional integration with ABX and its operationally segregated wholesale contracts, which offer serial number and bar hallmark, provides an ideal solution for bi-lateral wholesale trading through the blockchain. This solution will be promoted in partnership with ABX and their extensive network of institutional partners.

Siloed and Inefficient Market

Local physical markets currently trade in a very siloed manner, completely independent and disconnected from one another. Skymetric will efficiently interface these markets and aggregate global physical liquidity.

Limited Resources

Many organizations currently do not have the resources to conduct the necessary due diligence, understand the regulatory framework and establish global operations. Skymetric's system and technology allows local market participants to expand their horizons internationally. These additional markets enable them to benefit from international liquidity and attract international clients.

Barriers to Entry

There are significant barriers of entry into the local physical market. Outside of the big bullion banks or international trading houses, local market participants typically only trade in their home region thereby limiting them to primarily local clients. In the absence of a pre-existing global aggregator platform, substantial price differentials exist in the different liquidity centres around the world. Skymetric breaks down the barriers to entry to each physical market and directly interface these trading centres allowing traders to arbitrage the differential.

Market Access

Unlike in the energy or base commodity space, precious metal producers (suppliers) have no



pre-existing way to enter the wholesale market directly. There are challenging barriers to entry for end consumers (Jewellers, Manufactures & Investors) to directly access the wholesale market. The physical trade flow of bullion typically passes through a series of intermediaries.

What is Skymetric Token (SKA)?

No currency can guarantee absolute stability, but Skymetric token(SKA) limits your exposure to the downside risk. Since the base price of SKA Token is always at least equal to the spot price of gold per Gram, **SKA has a floor price compare with other cryptocurrencies including Bitcoin and Ethereum without any backing, it can fall to 0.**

What's more is that usage and market demand also adds a premium to the value of SKA Token overtime.



Growth Policy

Since the Token will be based on the spot value of Gold,(**1g of gold per Token**) the value of the currency will be less exposed to downside risks such as inflation which is the case in other fiat currencies. This implies that SKA will have a floor price.

Additionally, the increased usage and market demand of the coin will add some premium to the value of SKA Increase in transactions will ensure that more gold reserves are purchased.

Importantly, the price of the coin will increase by up to a great amount over a period of 5 years. This will ensure that as the value of Gold increases, the value of each coin will also increase depending with increase in the number of transactions.

Ease of entry and exit transactional procedure

Buying and selling cryptocurrencies like Bitcoin is not always an easy task. Depending on where you live, there may be no obvious entry and exit point. Mining cryptocurrencies is even more difficult, requires costly equipment, and is definitely not for the average user.

SKA token is backed by Gold which is acquired and deposited in the form of SKR for 25 years with a maturity date of August 20143 with the Bank Monarch Financial Institute M.F.I. Cyprus. The SKR is deposited in the custodial account which was monetized for 100% by Monarch Financial Institute. This provides easy liquidity for SKA as convertibility of SKA to Fiat Currencies such as USD, EURO, Sterling, etc. are ensured before the tokens are issued to general public.

SKA Token is backed 1:1 with allocated physical gold the greatest stable and definable stores of value for use in commercial and private transactions and investment.

Complete Privacy without 3rd party intervention

SKA offers complete privacy. This implies that coin distribution and transactions on Ethereum blockchain are completely anonymous due to the decentralization and being out of government control. Also, unlike in conventional banking systems, these accounts can never be frozen and third



parties such as banks and government entities that can attempt to exact financial retribution. Most importantly, SKA will cut transaction costs and fees of the conventional payments methods including banks, currency conversion fees and international transaction fees will be eliminated by the use of SKA Tokens easily acceted by financial institutions.

Skymetric utilizes the multi-layered third-party audit and verification system of ABX's Quality Assurance Framework. ABX is a global wholesale spot bullion exchange which has been operating without blemish since 2013 and has large physical broker/dealers and traders around the world entrusting its systems. All bullion has a verified audit trail with multilayered third-party audit and verification in place and regularly audited and transparent holdings system.

SKA is committed to deliver the best in class, effective & gold metal backed cryptocurrency trading platform. A platform to provide various applications to trade and preserve gold via loan, investment, insurance, purchase via fiat and cryptocurrency, a full ecosystem all together.

SKA is aiming to become distributor & producer of digital crypto tokens that secures and provide immense benefit in terms of monetary value.

SKA Checkpoints:

SKA steps ahead with some disruptive strategy implementations. 6 fold aspects keeps SKA in the frontier position.

Different factors:

Transparency:

100% transparency of information about all Gold owned by SKA , disclosing the company's gold reserves and its ability to buy back GOLD at its current trading price.

It's all on Blockchain:

SKA uses the decentralized blockchain for smart contracts and for harboring its crypto assets.

Exchange Traded Fund procedure:

SKA uses ETF for liquidity and elasticity. ETF helps you trade gold much faster than physical gold does.

Secured Loaning scheme:

A secured loan may contain gold, like jewellery or coins. SKA helps you store this collateral in its unique Custody Bot.

Precious Gold Market:

The ability to receive passive income as market price of Gold rises.

Fiat Currency Support:

Buyback of Gold for fiat according to the current price of Gold.

Highly Secured User Registration System:

A fast user registration system and identification ensures SKA ownership and distribution system.



Target Market Players:

Crypto traders – These participants can use tokens for hedging cryptocurrency volatility, as described in the white paper. Token can also be used to convert cryptocurrency into fiat.

Standard customers – These customers may want to buy token as cryptocurrency or as a type of security.

E-commerce and self-employed individuals – Token can be used to pay for goods and services. Its low volatility as an asset and its predictability make it an invaluable form of currency.

Banks – Token crypto assets give banks new opportunities. There is free liquidity and extra earning potential from trading gold into fiat and vice versa. The use of cryptocurrency has become a major industry. Banks can profit from earning standard commissions, commissions on gold storage, and from using the SKA cash management system. Today, overall cryptocurrency circulation has exceeded \$700 billion a year and the commissions for deposit and withdrawal are more than 5%.

Application Areas of Skymetric Tokens

SKA Token based Secured Loans

All members who have SKA Tokens receive Skymetric partner bank's credit cards, aligned with VISA and MasterCard systems.

The Skymetric team has been working with Cyprus banks to issue Debit cards backed by Visa/Mastercard for easy FIAT currency convertibility.

Process:

Skymetric loan applicants transfer their GOLD as collateral to a certain Skymetric application.

The rate of the loan is established at the time of issuance and remains fixed through the loan period. Applicants must consent to Skymetric loan terms prior to receiving the loan.

Applicants are given various options for loan repayment and for mode of repayment.

If the borrower defaults, his SKA Tokens are transferred to Skymetric.

Credit card limits are set according to the value of the user's SKA Tokens. These cards can be used for payment in shops, restaurants and cafes. Interest is accrued on unpaid credit debt. If this remains unpaid, SKA Tokens reverts to Skymetric.

Hedging Cryptocurrency Volatility Risks

Commercial producers and gold workers, like miners, jewellers, or the government, tend to use gold options, futures and ETF as hedging tools.

Today, a significant number of investors prefer to use gold to hedge against inflation or to diversify their investments. In fact, gold has become the common investment for all metals having a legendary history as both a commodity and as coin. Like other



commodities, gold depends on micro and macro economic and political events, resulting in a value that fluctuates with these events. Skymetric helps you cushion the risk of this volatility as well as giving you the option of taking a short position in physical gold bullion, coins or mining stocks.

Here are some reasons why investors choose Skymetric:

You can hedge your investment in gold using the SKA token. Doing so protects your gold from bear market conditions. Investors can choose to convert any portion of their assets with this SKA Tokens.

Investors may want to invest in a minimal amount of SKA Tokens to assess whether or not they profit.

SKA Token is based on real physical gold and therefore possesses far more face value credibility than other cryptocurrencies, including Bitcoin.

The gold market/gold returns look promising. Skymetric helps investors hedge their risks and promises more for their investments.

Currency exchange

SKA Tokens provide easy convertibility from Local currency to Gold Backed SKA and from SKA to Another country's local currency. Behind SKA we have banking support from our partner banks which in turn have accounts established in various countries enable the transaction without going through time consuming regulatory issues faced by a trader while dealing with Foreign Currency Transactions.

SKA Tokens used as Bank Instrument replacement

Fully backed by gold, SKA Tokens are easy replacement to Bank issued instruments such as SBLC(Standby Letter of Credit) BG(Bank Guarantee) DLC(Documentary letter of credit, etc.

Having a SKA Token in your e-wallet is nothing different than having a bank account with equal amount of cash. Therefore issuing Tokens to a Supplier or taking a Line of credit against SKA Token as it is fully gold backed with our partner banks is an easy replacement to conventional bank issued Instruments. This enables Peer to Peer transaction between the buyer and the seller which has huge potential to grow replacing age old SWIFT system and banking bottlenecks. Especially for time sensitive contracts for commodities like Oil, Diamond, Sugar, issuing collateral as Tokens makes the transaction done in under a day rather than 7 to 10 days.

Emerging Skymetric Ecosystem

Success of effective affiliation and usage of SKA in the overly crowded marketplace of Cryptocurrencies depends upon solid foundation of asset backed currency, fully supported by current banking system for efficient and quick transformation from Crypto to Fiat and vice versa, and an eco system enabling ease of use within and outside network.

Most of the Cryptocurrency players build close loop system to ensure usage of their Tokens within their ecosystem. Even financial payment systems like ApplePay, Facebook, etc use money transfer



within their user community.

Skymetric is building ecosystem which is open to all. The specific initiatives include the following

1. **eWallet** : Creation of secured e-wallet with USB stick given to transact SEND/RECEIVE function will provide required security for those wanting to Hold/Transact their SKA tokens. Customer is free to use either our ewallet or receive the Tokens into his preferred wallet.
2. **E-Wallet connected to Visa/Mastercard based bank Debit Card**. The Tokens are pure gold assets fully supported by Banking network enables customer to have an account holding SKA with quick redemption into Fiat currency of their choice. The remarkable feature of these Debit cards is to have ZERO balance on the card and only at the time of conversion into Fiat, a required amount is transferred on to the card making it secured from customer's Token holdings.
3. **Peer-to-Peer Exchange** to transact Tokens as collateral or Quasi Instruments in the form of Guarantee. For Traders, such facility acts like instant credit availability from the bank supporting the Exchange. Thus any redemption and settlement of transfer is done in seconds in the form of SKA Tokens or Fiat currency.
4. **Banking Software** providing connectivity to transact Tokens as cash using SWIFT network of the Banks.

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DISCLOSURES REGARDING TOKENS

[Nature of Tokens](#)

Except as explicitly set out in this whitepaper, Tokens do not have any rights, uses, purpose, attributes, functionalities or features, express or implied, including, without limitation, any uses, purpose, attributes, functionalities or features on the Skymetric Platform. The Company does not guarantee and is not representing in any way to a Purchaser that the Tokens have any rights, uses, purpose, attributes, functionalities or features. The purchase of Tokens does not provide a Purchaser with rights of any form with respect to the Company or its revenues or assets, including, but not limited to, any voting, distribution, redemption, liquidation, proprietary (including all forms of intellectual property), or other financial or legal rights; is not a loan to the Company; and does not provide the Purchaser with any ownership or other interest in the Company.

A high degree of technical expertise is needed to understand the Tokens, the Skymetric Platform and the Token Launch. A prospective Purchaser should not proceed with a purchase of the Tokens unless they fully understand the technical aspects involved.

[Tokens are non-refundable](#)

Other than instances described in this whitepaper related to the non-completion of the Token Launch, the Company is not obliged to provide Token holders with a refund for any reason and Token holders will not receive money or other compensation in lieu of a refund. The Tokens are also not redeemable at the option of the Purchaser. Statements set out in this whitepaper are merely expressions of the Company's objectives and desired work plan to achieve those objectives. and no promises of future performance or price are or will be made in respect to Tokens, including no promise of inherent value, and no guarantee that Tokens will hold any particular value.

[Tokens are provided on an 'as is' basis](#)

The Tokens are provided on an "as is" basis. The Associated Parties and each of their respective directors, officers, employees, shareholders, affiliates and licensors make no representations or warranties of any kind, whether express, implied, statutory or otherwise regarding the Tokens, including any warranty that the Tokens and the Skymetric Platform will be uninterrupted, error-free or free of harmful components, secure or not otherwise lost or damaged. Except to the extent prohibited by applicable law, the Associated Parties and each of their respective directors, officers, employees, shareholders, affiliates and licensors disclaim all warranties, including any implied



warranties of merchantability, satisfactory quality, fitness for a particular purpose, non-infringement, or quiet enjoyment, and any warranties arising out of any course of dealings, usage or trade.

Tokens may have no value

The Tokens may have no value and there is no guarantee or representation of liquidity for Tokens. The Company is not and shall not be responsible for or liable for the market value of the Tokens, the transferability and/or liquidity of the Tokens and/or the availability of any market for Tokens through third parties or otherwise.

Company may not successfully launch the Skymetric Platform

The Company may not successfully develop, market and launch the Skymetric Platform and you may not receive Skymetric Tokens. The Skymetric Platform has not yet been fully developed by the Company and it will require significant capital funding, expertise of the Company's management, time and effort in order to develop and successfully launch the Skymetric Platform in its entirety. It is possible that the Skymetric Tokens and/or the Skymetric Platform may never be released, that there may never be an operational Skymetric Token. Even if fully developed, the Skymetric Token and/or the Skymetric Platform may not meet your current expectations. Despite the Company's efforts to develop and launch the Skymetric Platform and subsequently to further develop and maintain it, it is possible that the Skymetric Platform will experience malfunctions or otherwise fail to be adequately developed or maintained, which may negatively impact the Skymetric Platform and the Skymetric Tokens.

Lack of development of market of Tokens

There are no warranties that Tokens will be listed or made available for exchange for other cryptocurrency and/or fiat money. It shall be explicitly cautioned that if Tokens are made available on an exchange, such exchange, if any, may not be subject to regulatory oversight, and the Company does not give any warranties in relation to any exchange services providers. Because there has been no prior public trading market for Tokens, the Token Launch may not result in an active or liquid market for Tokens, and the price of Tokens may be volatile.

Token holders may not be able to dispose of Tokens easily and where no secondary market develops, a Token holder may not be able to liquidate at all. Proposed transfers of the Tokens may be blocked by the Company in circumstances where the proposed transferee has not already completed the Company's KYC and AML procedures (including, without limitation, verification of identity and source of funds) to its satisfaction. Purchasers should be aware of the restrictions on their subsequent sale.

The viability of the Skymetric Platform and the usability of the Tokens depends on the establishment of partnerships with merchants, retailers, dApp stores etc. Accordingly, if there is a low or limited development of such partnerships, the Tokens may be unusable and become worthless with the entire amount contributed by a Purchaser being at risk.

Highly Competitive Environment

Financial and operating risks confronting start-ups are significant, and the Company is not immune to these. The start-up market in which the Company competes is highly competitive and the percentage of companies that survive and prosper is small. Start-ups often experience unexpected problems in the areas of product development, marketing, financing, and general management, among others, which frequently cannot be solved. In addition, start-ups may require substantial amounts of financing, which may not be available through institutional private placements, the public markets or otherwise.

Risks relating to highly speculative prices



The valuation of cryptocurrency in a secondary market is usually not transparent, and highly speculative. The Tokens do not hold any ownership rights to the Company's assets and, therefore, are not backed by any tangible asset. The value of Tokens in the secondary market, if any, may fluctuate greatly within a short period of time. There is a high risk that a Purchaser could lose its entire contribution amount. In the worst-case scenario, Tokens could be rendered worthless.

Delays due to unforeseen, technical, administrative or security issues

The Company reserves the right to change the duration of the pre-ITO and the subsequent ITO as explained in the Blueprint for any reason, including without limitation, bugs in the Skymetric Smart Contract, Skymetric Software or the Skymetric Platform and/or the unavailability of the Website or other unforeseen, technical, administrative or security issues.

Expropriation and/or Theft

The Tokens may be subject to expropriation and or/theft. Hackers or other malicious groups or organizations may attempt to interfere with the Skymetric Smart Contract, this Whitepaper 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.

Force Majeure

The Token Launch and the performance of the Company's activities set out in this whitepaper and the development roadmap may be interrupted, suspended or delayed due to force majeure circumstances. For the purposes of this whitepaper, "force majeure" shall mean extraordinary events and circumstances which could not be prevented by the Company and shall include: changes in market forces or the technology, 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 the Company's control, which were not in existence at the time of Token Launch.

Alternative Networks

It is possible that alternative networks could be established that utilise the same or similar open source code underlying the Skymetric Platform and attempt to facilitate services that are materially similar to those offered on the Skymetric Platform. The Skymetric Platform may compete with these alternative networks, which could negatively impact the Skymetric Platform and the Skymetric Tokens.

The Skymetric Tokens are comprised of open-source technologies that depend on a network of computers to run certain software programs to process transactions. Because of this less centralized model, the Company has limited control over the Skymetric Tokens and the Skymetric Platform once launched. In addition, you are not and will not be entitled to, vote or receive dividends or be deemed the holders of capital stock of the Company for any purpose, nor will anything be construed to confer on you any of the rights of a stockholder of the Company or any right to vote for the election of directors or upon any matter submitted to stockholders at any meeting thereof, or to give or withhold consent to any corporate action or to receive notice of meetings, or to receive subscription rights or otherwise.

Insurance

Unlike bank accounts or accounts at financial institutions, Tokens are uninsured unless you specifically obtain private insurance to insure them. Thus, in the event of loss or loss of utility value, there is no public insurer or private insurance arranged by the Company to offer recourse to a Purchaser.



Regulation and other factors

The further development and acceptance of blockchain networks, including the Skymetric Platform, which are part of a new and rapidly changing industry, are subject to a variety of factors that are difficult to evaluate. The slowing or stopping of the development or acceptance of blockchain networks and blockchain assets would have an adverse material effect on the successful development and adoption of the Skymetric Platform and the Skymetric Tokens.

The growth of the blockchain industry in general, as well as the blockchain networks with which the Skymetric Platform will rely and interact, is subject to a high degree of uncertainty. The factors affecting the further development of the cryptocurrency industry, as well as blockchain networks, include, without limitation:

- Worldwide growth in the adoption and use of Bitcoin, Ether and other blockchain technologies;
- Government and quasi-government regulation of Bitcoin, Ether and other blockchain assets and their use, or restrictions on or regulation of access to and operation of blockchain networks or similar systems;

- The maintenance and development of the open-source software of the Bitcoin or Ethereum networks;

- Changes in consumer demographics and public tastes and preferences;

- The availability and popularity of other forms or methods of buying and selling goods and services, or trading assets including new means of using fiat currencies or existing networks;

- General economic conditions and the regulatory environment relating to cryptocurrencies; or

- A decline in the popularity or acceptance of the Bitcoin or Ethereum networks may adversely affect our results of operations.

Regulatory status of cryptographic tokens, digital assets and blockchain technology is unclear or unsettled in many jurisdictions. It is difficult to predict how or whether governmental authorities will regulate such technologies. It is likewise difficult to predict how or whether any governmental authority may make changes to existing laws, regulations and/or rules that will affect cryptographic tokens, digital assets, blockchain technology and its applications. Such changes could negatively impact Skymetric Tokens in various ways, including, for example, through a determination that Skymetric Tokens are regulated financial instruments that require registration. The Company may cease the distribution of Skymetric Tokens, the development of the Skymetric Software and/or Skymetric Platform or cease operations in a jurisdiction in the event that governmental actions make it unlawful or commercially undesirable to continue to do so.

Abandonment of the Platform

You understand that the development of the Skymetric Software and/ or Skymetric Platform may be abandoned for a number of reasons, including, but not limited to, lack of interest from the public, lack of funding, lack of commercial success or prospects, or departure of key personnel, and therefore any ongoing success in the Skymetric Software and/or Skymetric Platform relies solely on the interest and participation of third parties. There can be no assurance or guarantee that there will be sufficient interest or participation in the Skymetric Tokens distribution.

Other Risks

You understand and accept that the risks described herein and other risks which are not specifically mentioned may cause you damage including, among other things, the complete loss of Funds and/or Skymetric Tokens, and that the Company reserves the right in its sole discretion not to compensate, refund or guarantee any remedy for any damage or loss to you and/or to any third party in relation thereto.

Forward Looking Statements



All statements, estimates and financial information contained in this whitepaper, made in any press releases or in any place accessible by the public and oral statements that may be made by the Company or any Associated Party that are not statements of historical fact, constitute “forward-looking statements”. Some of these statements can be identified by forward-looking terms such as “aim”, “target”, “anticipate”, “believe”, “could”, “estimate”, “expect”, “if”, “intend”, “may”, “plan”, “possible”, “probable”, “project”, “should”, “would”, “will” or other similar terms. However, these terms are not the exclusive means of identifying forward- looking statements. All statements regarding the Company’s financial position, business strategies, plans and prospects and the future prospects of the industry which the Company or the Skymetric Platform is in are forward-looking statements.

These forward-looking statements, including but not limited to statements as to the Company’s or the Skymetric Platform’s revenue and profitability, prospects, future plans, other expected industry trends and other matters discussed in this whitepaper regarding the Company or the Skymetric Platform are matters that are not historic facts, but only predictions.

Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause actual events or results, performance or achievements to differ materially from the estimates or the results implied or expressed in such forward-looking statements. These factors include, amongst others:

- changes in political, social, economic and stock or cryptocurrency market conditions, and the regulatory environment in the countries in which the Company and the Skymetric Platform conducts their respective businesses and operations;
- the risk that the Company or the Skymetric Platform may be unable to execute or implement its or their business strategies and future plans;
- changes in interest rates and exchange rates of fiat currencies and cryptocurrencies;
- changes in the anticipated growth strategies and expected internal growth of the Company or the Skymetric Platform;
- changes in the availability and fees payable to the Company in connection with its respective businesses and operations and/ or the Skymetric Platform;
- changes in the availability and salaries of employees who are required by the Company to operate the respective businesses and operations and/or the Skymetric Platform;
- changes in preferences of the customers of the Company or the Skymetric Platform;
- changes in competitive conditions under which the Company or the Skymetric Platform operates, and the ability of the Company or the Skymetric Platform to compete under such conditions;
- changes in the future capital needs of the Company or the Skymetric Platform and the availability of financing and capital to fund such needs;
- war or acts of international or domestic terrorism;
- occurrences of catastrophic events, natural disasters and acts of God that affect the businesses and/or operations of the Company and/or the Skymetric Platform;
- other factors beyond the control of the Company; and
- any risks or uncertainties associated with the Company and its business and operations, the Tokens, the Token Launch, the Skymetric Platform and the underlying assets (each as referred to in this whitepaper).