

APPROVED BY

Director

of DFS Limited Liability Company

_____/ V.Ye. Lastovsky

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DFS Limited Liability Company

WHITE PAPER

CREATION AND OFFER OF OWN DIGITAL TOKENS "STABLE COIN" BY DFS LLC

Minsk, 2019

DFS Limited Liability Company (hereinafter referred to as the Company, we) authorized to act as a cryptocurrency trading platform operator in the context of the Decree No. 8 of the President of the Republic of Belarus "On Development of Digital Economy" dated December 21, 2017, is an operator of www.finstore.by online platform (hereinafter referred to as the Platform). It is a digital space for offering and circulation of digital tokens which have been created by the Company under assignment of third parties or for its own benefit (hereinafter referred to as ICO tokens). The Platform is also designed for ICO organization.

The Company provides two main opportunities for their clients through the Platform:

- to purchase ICO tokens once they are offered and consequently to become their initial owners;
- to effect other transactions of purchase and sale, exchange of tokens.

Company's own digital tokens "Stable Coin" (hereinafter referred to as Stable Coin) shall be a payment unit on the Platform.

The clients of the Company can purchase ICO tokens in exchange for Stable Coin only. Payments in fiat money shall not be effected.

Nominal value of all ICO tokens is expressed in Stable Coin. If the income under this token is in interest of the nominal value, it will be accrued to the token's owner in Stable Coin.

For example, the nominal value of ICO token can be equal to 50 Stable Coins. If the interest income thereunder is equal to 4% per quarter, then each quarter, the owner of these tokens will receive 2 Stable Coins for each ICO token owned.

Once the income in Stable Coin received, the client shall be entitled to:

- submit a request for the Company to fulfill its obligations on transferring the amount of money proven by Stable Coin to the client; or
- invest the received Stable Coins in purchasing other ICO tokens on the Platform.

In the latter case, a situation may arise where the client has received the income under ICO token in Stable Coin nominated in one currency, and is willing to purchase ICO tokens with the nominal value in Stable Coin nominated in another currency. For this purpose, the client needs to exchange one type of Stable Coin for another using the Platform.

Stable Coins certify the rights of their owners to the certain amount of money established at the moment of their creation and offering in one of the following currencies: Belarusian rubles, Russian rubles, US dollars, or Euro. The nominal value per one Stable Coin is equal to the amount of money the rights to which it certifies.

Stable Coin is a token which has a value stable over time that guarantees having no variations or barriers caused by token value fluctuation during its use by the Company's clients. Stable Coin nominal value will be pegged to one of the four currencies on a 1:1 scale (e.g. 1 Stable Coin nominated in Belarusian rubles shall be equal to 1 Belarusian ruble).

The Company undertakes to transfer to the Stable Coin owners an amount of money the rights to which the Stable Coins certify, upon request by these owners¹. The transfer shall be made within five (5) banking days after the request.

Please note that your request for the transfer of money, the rights to which the Stable Coins certify may be declined in the event the Company takes measures to combat money laundering and the financing of terrorism and proliferation, in accordance with the legal requirements and contractual obligations undertaken by the Company to the State Enterprise "Hi-Tech Park Administration".

Stable Coins shall be offered by the Company and circulated on the Platform only. They are uneconomic outside it and cannot be technically redeemed to a virtual wallet (ID) opened outside the Platform.

Stable Coin is created by the Company using a blockchain information system that operates in accordance with Resolution No. 280 of the Board of the National Bank of the Republic of Belarus "On the Operation of Information System Built Using Blockchain Technology" dated July 14, 2017 (hereinafter referred to as the BIS). This system is reliable and stable to technical failures (errors), unlawful acts, and complies with the requirements for information security set forth by the Order No. 62 of the Executive Analytical Center under the President of the Republic of Belarus "On Some Issues of Technical Security and Cryptosecurity of Information" dated August 30, 2013 (as amended by the Order No. 64 of the Executive Analytical Center under the President of the Republic of Belarus dated October 11, 2017) that is certified by the Certificate of compliance of the security system for protecting information in the information system to the requirements for information security No. 3 dated September 10, 2018.

Technical audit (information system audit) was held in respect of the BIS. The audit was held on July 23, 2019. Based on the audit results, the report was prepared, in which:

- it has been confirmed that the BIS meets the requirements for the activities of the Hi-Tech Park residents set forth by the laws and the acts of the Supervisory Board of the Hi-Tech Park;
- it has been confirmed that the level of risk of the Company's BIS operating trouble (data corruption, loss) due to unwarrantable interference in this operation by third parties is low.

Please note that the Company does not raise funds by offering Stable Coin. The only purpose of these digital tokens is to function as a payment unit on the Platform. Money transferred to the Company in exchange for Stable Coin will be repaid to the clients who transferred it upon their request filed in accordance with the established procedure.

We are obligated to provide you with information listed in part two of clause 33 of the Rules for the Provision of Services related to Creation and Offering of Digital Tokens and Effecting

¹ To get information about the procedure of submitting the request, please read the Rules of Investment Online Platform Use (approved by the Order No. 4 of the Director of DFS LLC dated July 11, 2019).

of Operations on Creation and Offering of Own Digital Tokens, approved by the resolution of the Supervisory Board of the Hi-Tech Park. Most of this information is stated above². The remaining part of this information is stated below. This information is for you to make a reasonable decision on purchasing Stable Coin on our Platform. Please read it carefully.

Information about the Company. DFS Limited Liability Company, registered office: 6 Skryganova St., room 601, 220073, Minsk, Republic of Belarus, UNP 192824270, email: info@finstore.by.

The Company underwent the audit of information system for compliance with the requirements specified for the Hi-Tech Park residents' activities, laws and acts of the Supervisory Board of the HTP (report made by SOFTCLUB LLC on July 23, 2019).

Anchor investor³. An anchor investor will not be involved in creation and offering of Stable Coin.

Company risks. In its activity, the Company is exposed to the following main risk types:

- Country risk. That is the risk of losses suffered by the Company, Company's lost planned revenue resulting from the failure to fulfill or improper fulfillment of the obligations by foreign counterparties (legal entities, individuals) due to economic, political, social changes, as well as due to possible unavailability of currency of financial obligation to the counterparty because of particularities of the legislation (notwithstanding the financial standing of counterparty itself);
- Liquidity risk. That is the possibility of losses suffered by the Company, Company's lost planned revenue, due to inability to ensure fulfillment of its obligations in timely manner and in full;
- Transaction risk. That is the risk of losses suffered by the Company and (or) additional costs resulting from non-compliance of the procedures and practices established by the Company for effecting and (or) performing the transactions (operations) with digital tokens and other transactions (operations) to the law, or their violation by the Company's employees, incompetence or faults of the Company's employees, non-conformity or failure of the systems used by the Company, including information systems, as well as resulting from external factors;

² That is the following information: information about Stable Coin owners' rights (claims) stipulated during Stable Coin creation and offering (about the rights to objects of civil rights which are certified by Stable Coin), due date (period) for obligations under Stable Coin (Stable Coin maturity) taking into account the possibility to freeze the assets and take other measures necessary to avoid money laundering and the financing of terrorism and proliferation, about no investment raised by the Company through creating and offering the Stable Coin, about the register of transactions blocks (blockchain) that is the core of Stable Coin, the opinion on the level of its reliability (stability to technical failures (errors), unlawful acts), as well as about the date and results of technical audit of the register of transactions blocks (blockchain) that is the core of Stable Coin, held by another person.

³ Anchor investor shall mean a business entity that is well-known and has a good standing, whose investment in purchasing Stable Coins upon their offering is understood (might be understood) by other investors (prospective investors) as an indicator of reliability of the offered Stable Coins as the investment object.

- Reputational risk. That is the risk of losses suffered by the Company, Company's lost planned revenue, resulting from reducing client base, other development indicators due to formation in the society of negative image of financial reliability of the Company, quality of the provided services, or nature of the activity in general;
- Legal risk. That is the risk of losses, lost revenue, associated with violation of or non-compliance with the in-house and external legal rules such as laws, subordinate acts of regulatory authorities, regulations, policies, instructions, constitutive documents;
- Concentration risk. That is the risk of losses suffered by the Company, Company's lost planned revenue, resulting from concentration of individual risks.

Competitors of the Company. The competitors of the Company are business entities that are engaged in the activities of a cryptocurrency trading platform operator, provision of services related to the creation and offering of digital tokens through the Internet, a global computer network, including the services for promotion of digital tokens, consulting and other related services, carry out operations on creation and offering of own digital tokens, carry out other similar or compatible activities with the use of digital tokens.

Information about the founders (members) and individual officers of the Company

| | Full name | Citizenship (country of incorporation) |
|--|-------------------------------|---|
| Company founders (members) | VEB Technologies LLC | Republic of Belarus |
| Head of the Company | Valery Yevgenyevich Lastovsky | Republic of Belarus |
| Chief Accountant of the Company | Svetlana Pavlovna Talako | Republic of Belarus |

The Company ***has not been involved in any judicial (arbitration) proceedings as a party.***

The Company ***has not been subject to administrative penalty, no proceedings under administrative infraction cases have been initiated against it.***

The Company will not purchase the offered Stable Coins before the date of fulfillment (commencement) of obligations under these Stable Coins.

There is no opportunity of premature performance of the Company's obligations under the offered Stable Coins. The Company will fulfill the relevant obligations at the client's request only.

Restrictions of Stable Coin transfer from its initial owner to other persons. The initial Stable Coin owners are entitled to transfer it to other persons within the Platform without restrictions in accordance with this White Paper.

Stable Coins may not be transferred to any persons who are the citizens (nationals) of a state, territory, permanently reside under a residence permit (or a document of similar nature) or located (incorporated, registered) in the territory of state, other territory, which is included in the list of restricted jurisdictions.

Security of obligations under Stable Coin. The Company will not take security measures to secure the fulfillment of obligations under Stable Coin such as encumbrance, warranty, bank guarantee, insurance, etc.

An amount of money, which is sufficient to satisfy the claims of all Stable Coin owners in timely manner and in full, will be permanently deposited in the Company's accounts.

The Company is incorporated and operates in the jurisdiction of the Republic of Belarus. This is the world's only jurisdiction that fully controls the activities related to blockchain technology.

Belarusian law stipulates that the offered digital tokens shall certify the obligation which is to be duly fulfilled: "a legal entity created and offered own token through a resident of the Hi-Tech Park must satisfy the claims of a tokens owner stipulated during token creation and offering. Refusal to satisfy the claims of the tokens owner by reference to having no grounds for obligation or its invalidity is not allowed."⁴

Thus, fulfillment of Company's obligations under Stable Coin is secured by the state at the legislative level, at the level of judicial defense.

Concerning the facts of violation of obligations under digital tokens. The Company, legal entities, whose property is owned by the founders (members), head of the Company, and which founders (members), heads are (were) the founders (members), head of the Company, have never violated their obligations under any digital tokens.

Please note that not all Platform functionality contemplated by this White Paper may currently be available for you for technical reasons (including where the relevant functionality has not been put into operation as of present).

⁴ Sub-clause 4.4 of clause 4 of the Decree No. 8 of the President of the Republic of Belarus "On Development of Digital Economy" dated December 21, 2017