

Low Priced Crypto Currency Disclosure

Definition:

The term "penny stock," or "low priced security," generally refers to low-priced shares issued by a company that are not traded on an exchange or quoted by NASDAQ. Low priced securities generally are quoted over-the-counter, such as on the OTC Bulletin Board (or OTCBB, which is a facility of FINRA) or OTC Links LLC (which is owned by OTC Markets Group, Inc., formerly known as Pink OTC Markets Inc.). Low priced securities may, however, also trade on exchanges. In addition, the definition of low-priced securities can include the securities of certain private companies with no active trading market. Low priced securities are considered speculative investments and customers who trade in low priced securities should be prepared for the possibility that they may lose their entire investment, or an amount in excess of their investment if they purchased on margin. Before investing in a low-priced security, you should thoroughly review the issuer and be aware of the risks associated with trading low priced securities.

Low Priced Security Risks:

Risk of Low Liquidity:

Low priced securities may trade infrequently, which means that it may be difficult to sell the shares once you own them. Because it may be difficult to find quotations for certain low-priced securities, they may be difficult, or even impossible, to accurately price.

Risk of Higher Volatility:

Due to low liquidity, low priced securities are subject to greater volatility and price swings. A customer order to purchase or sell a low-priced security may not execute or may execute at a substantially different (usually lower), price than was quoted in the market at the time the order was placed. In addition, the market price of any low-priced crypto currency you purchase can vary significantly over time.

Risk of Lack of Public Information:

Most large, publicly-traded companies file periodic reports with SEC that provide information relating to the company's assets, liabilities and performance over time. In contrast, information about low priced securities can be extremely difficult to find, making them more likely to be the subject of an investment fraud scheme and making it less likely that quoted prices in the market will be based on full and complete information about the company. Reliable information regarding issuers of low-priced securities, their prospects, or the risks associated with investing in such securities may not be available. Certain issuers of low-priced securities have no obligation to provide information to investors. Some issuers register securities with the Securities and Exchange Commission (SEC) and may provide regular reports to investors. Others however may not be required to maintain such registration or provide such reports. Securities may continue to be traded if issuers are delinquent in their reporting obligation to the SEC or other federal or state regulatory agencies. Penny stocks have not been approved or disapproved by the SEC. The SEC has not passed upon the fairness, the merits, the accuracy or adequacy of the information contained in any prospectus or any other information provided by an issuer or a broker or a dealer of penny stocks.

Risk of Scams:

Low priced securities are frequent vehicles for scams and/or market manipulation due to their generally lower prices and less stringent listing requirements, oversight and today, any standard regulations. As such, you should be wary of advertisements, unsolicited emails, newsletters, blogs press releases or

other promotional reports that emphasize the potential for large profits in in these securities. These promotional materials are often used to manipulate or “pump up” the price of low priced crypto currencies before selling a large volume of shares, a.k.a “dump”. Customers are therefore strongly encouraged to do their own due diligence with respect to any low priced investing that they do and not to rely on any outside promotional materials. Trading in low-priced crypto currencies puts you at significant risk, increased regulatory requirements and oversight, and additional fees.

Further Reading: Before you consider investing in the stock of any small company, you may want to review the low-priced securities rules outlined in Exchange Act Section 15(h) and Exchange Act Rules 3a51-1 and 15g-1 through 15g-100 as well as the SEC brochure

Microcap Stocks: A Guide for Investors

(<https://www.sec.gov/reportspubs/investor-publications/investorpubsmicrocapstockhtm.html>).

Kingston10 Exchange, Limited chooses to limit the ability to invest in crypto currencies and ETFs priced below 1 dollar (\$1) by limiting how many such currencies, crypto or otherwise, it lists on its trading platform. When such items are listed, it is only after a long and arduous process of vetting and re-vetting, then re-vetting again, said security items, to ensure that such items are truly viable investment vehicles that are worthy to be listed on our platform but even more, that it is an item that is safe and worthy of your time and investment.

Even so, you are advised to invest (in crypto currencies) carefully and only after doing your own research, keeping in mind that you risk losing all or most of your initial investments.