

## **RISK WARNING ASSOCIATED WITH CRYPTOASSET OPERATIONS**

**Effective Date:** 12 March 2025

At B2cash, we place the highest priority on the security of our customers and their assets. To this end, we have implemented robust risk management procedures. However, the use of our service and certain operations may involve risks beyond our control, and B2cash cannot assume responsibility for them.

Below, we describe the main risks that may affect users. This list is not exhaustive, and there may be additional risks depending on the product. Some of these are detailed in the specific Terms and Conditions or in the investor information documents.

### **High-Risk Investment Product**

1. The value of investments and the returns obtained may experience significant upward or downward variations, and the total amount invested may be lost.
2. Investments in early-stage projects carry a high level of risk, and it is necessary to thoroughly understand the business model. You must assess whether these products are appropriate for your risk profile, financial objectives, tax situation, and personal context.
3. The cryptoassets mentioned in this notice are not covered by customer protection mechanisms such as the Deposit Guarantee Fund or the Investor Compensation Scheme.
4. Cryptoasset prices are formed without the mechanisms present in regulated securities markets that ensure fair price formation.
5. Many cryptoassets may lack sufficient liquidity, making it difficult to exit a position without incurring significant losses due to limited circulation among retail and professional investors.

### **Technology-Specific Risks**

6. Distributed ledger technologies (DLT) are still in an early stage of development, with many networks created recently.
7. Transaction recording on DLT-based networks operates through consensus protocols, which may be vulnerable to attacks attempting to alter records. If successful, there may be no alternative registry to back up such transactions, potentially resulting in total loss of cryptoassets.

8. The anonymity features of cryptoassets make them attractive targets for cybercriminals. Stolen credentials or private keys can be used to transfer assets to addresses that are difficult or impossible to recover from.
9. Custody of cryptoassets entails significant responsibility, as loss or theft of private keys can result in total loss of the assets. The custodian, its location, and legal framework will be clearly identified.
10. The technology underlying cryptoassets, including smart contracts and decentralized platforms, is still evolving and may contain bugs or vulnerabilities.
11. Platforms and systems may be subject to cyberattacks, potentially leading to irreversible loss of assets or data.
12. Although we recommend the use of two-factor authentication (2FA), it loses effectiveness if both factors are accessible from the same device or are poorly managed.
13. If 2FA is not enabled, anyone with access to your email and password may act on your behalf. It is crucial to use strong, unique, and secure passwords.
14. Phishing and social engineering attempts are common. When in doubt about any communication, access your account directly through the official website.
15. Cryptoassets may be subject to technical attacks affecting their network or functionality, beyond B2cash's control.

## **Cryptoasset Market Risks**

16. When transferring to or from external wallets, network node errors may prevent transactions from being properly registered, affecting balance updates.
17. Some projects may be abandoned due to lack of interest or funding, potentially rendering certain assets valueless or non-functional.
18. Technical changes such as "forks" can alter the operation or identity of specific cryptoassets.
19. Coordinated buying or selling by groups of users can cause sharp price fluctuations.
20. B2cash may operate through third parties to execute orders, but it has no control over their financial stability. A default by a counterparty may result in losses.
21. Not all assets are easily convertible to fiat currency. During times of low demand or high volatility, selling or exchanging assets may be difficult and involve losses.

22. If an asset claims to be backed by another currency or asset (e.g., stablecoins), B2cash is not responsible for verifying or ensuring that backing, which is solely the issuer's responsibility.

23. Prices can fluctuate rapidly. Transactions may execute at prices different from those initially displayed, especially during volatile or illiquid conditions.

24. Cryptoasset operations may have tax implications. B2cash may be legally required to withhold taxes or report information to tax authorities. We strongly recommend consulting with a tax advisor before making any transactions.

## **Legal Risks**

25. Acceptance of cryptoassets as a means of payment is still very limited, and there is no legal obligation to accept them.

26. If the service provider is not located in an EU member state, resolving disputes may be costly and fall outside the jurisdiction of Spanish authorities.

27. If the investor does not hold the cryptoassets themselves and they are stored in wallets controlled by the service provider, without access to the private keys, this situation must be clearly disclosed along with the investor's rights over such assets.

28. Regulatory or legislative changes could affect the operation of B2cash or the nature of available assets, potentially resulting in service restrictions or termination.

29. B2cash does not offer financial, legal, tax, or accounting advice. Offering an asset or service does not constitute a personalized recommendation.

30. The assets offered are not covered by investment guarantee systems, as they are not considered regulated financial products in many jurisdictions.

*This notice is for informational purposes only and does not replace the need for personal analysis prior to investing.*

*We recommend acting with caution, staying informed, and seeking professional advice when necessary.*