# ETF Trading Agreement

**Dear Investors:**

**The innovative ETF trading service (hereinafter referred to as "Innovative ETF Trading") offered by the Laniaex trading platform (hereinafter referred to as the "Platform") carries certain risks. Therefore, users who activate and use the Innovative ETF Trading service must carefully read and agree to this Agreement. Your use of the service will be deemed to constitute your full understanding and agreement to this Agreement and the risks associated with Innovative ETF Trading.**

**Preface**

**This Agreement is intended to disclose to investors the investment risks of innovative ETF trading in digital assets and to help them assess and determine their own capabilities. Given the inherent investment risks, investors should carefully read this Agreement before trading and ensure they understand the nature and rules of innovative ETF trading. They should also make their own decisions regarding whether to participate in innovative ETF trading based on their investment experience, goals, financial situation, and risk tolerance. Investors should consult financial, legal, and other independent professional advice before applying to trade innovative ETFs.**

**Innovative ETF Design Concept**

**Innovative ETF trading is a new type of digital asset risk hedging financial derivative. It offers investors a simple, flexible, and highly operational digital asset risk hedging product.**

**Investors can use innovative ETF trading to execute specific trades with limited and controllable risk exposure. While maintaining a clear expected return, innovative ETF trading offers both trading diversity and multiple potential returns. With each purchase of an innovative ETF, investors also clearly understand the potential return.**

**It is well known that digital assets are financial derivatives with extremely volatile prices. Current risk hedging derivatives, such as contract ETFs, are limited by fairness, trading volume, and time costs, and cannot fully hedge the risks associated with digital asset price fluctuations.**

**Innovative ETF trading not only offers the risk management and portfolio investment advantages of traditional financial market ETF trading with its nonlinear profit and loss structure, but also incorporates the unique characteristics of digital assets to provide investors with comprehensive and professional risk management strategies in high-risk markets.**

**Innovative ETF Trading Rules**

**1. The Innovative ETF uses prices from two well-known global digital asset exchanges to generate the mark price for the corresponding currency. The index composition and weightings are as follows:**

**Trading Platform Weighting Percentage Benchmark Unit**

**Coinbase 20% USD**

**Kraken 20% USD**

**2. The mark price is valid only if the number of exchanges with valid weightings is ≥3;**

otherwise, it will be invalid. The platform will periodically adjust the index composition and weightings based on real-time trading data from the five major exchanges to ensure data validity and fairness, and will publicly announce these adjustments through announcements. Note: The platform will publicly announce any changes to the index composition and weightings of the mark price in Innovative ETF trading.

3. Due to inconsistent price accuracy among the five major exchanges, the system has a fixed price accuracy for ETF products. If the price accuracy of an exchange differs from the system's fixed accuracy, decimal places will be rounded off uniformly. For example, if the price accuracy of the BTC ETF is 2 digits, and the price on one exchange is 9000.1234, the price calculated after processing will be 9000.12. 4. Current ETF Periods: ETFs are available in 1-minute, 2-minute, 3-minute, 5-minute, 10-minute, and 30-minute ETFs.

5. Yield:

The expected yield of the ETF will be specified when investors purchase innovative ETFs.

Users can hedge market risk as needed, based on the expected yield.

For example, if you purchase a 100 USDT 1-minute BTC bull ETF with a 70% yield, if the ETF settles for an increase, you will receive 170 USDT (including principal).

6. Delivery Time: 00:00 GMT is the start time for the ETF for the day.

For example, if the start time of a 1-minute ETF is 00:00:00, the delivery time is 00:01:00, and so on.

7. Purchase Time

For example, if the start time of a 1-minute ETF is 00:30:00, the delivery time is 00:31:00, and so on. 8. Abnormal Situation Handling: Data acquisition failures due to network delays or interruptions, data anomalies on third-party exchanges, or data calculation errors due to trading system anomalies may result in the inability to complete ETF settlement. You understand and agree that ETF transactions affected by the above circumstances will be deemed invalid, and the digital assets used to purchase the ETF will be returned to the user's trading account free of charge.

9. Amount Limits: Each currency has minimum and maximum purchase limits. Specific amount limits are subject to the actual transaction page.

10. Delivery Results: Laniaex Exchange will implement the following delivery criteria for innovative ETFs starting at 00:00 (GMT+8) on January 11, 2024:

Delivery Period Bullish Bearish

1M | Increase|>0.005% | Decrease|>0.005%

2M | Increase|>0.03% | Decrease|>0.03%

3M | Increase|>0.04% | Decrease|>0.04%

5M | Increase|>0.05% | Decrease|>0.05%

10M | Increase|>0.06% | Decrease|>0.06%

30M | Increase|>0.07% |Drop|>0.07%

**Currently, innovative ETF trading options are call and put. Following this adjustment, the criteria for determining whether a trade is up, down, or flat will differ for different delivery periods. Please refer to the table above for accuracy.**

**Call: The price of the corresponding currency has increased relative to the opening price at the time of delivery, and the absolute value of the increase exceeds the percentages indicated in the table.**

**Put: The price of the corresponding currency has decreased relative to the opening price at the time of delivery, and the absolute value of the decrease exceeds the percentages indicated in the table.**

**Note: ETFs purchased before the implementation of these new standards will still be settled according to the existing rules.**

**Risks**

**1. Price Fluctuation Risk**

**As a unique digital asset financial derivative with investment value, innovative ETF trading is subject to multiple factors and can experience significant price fluctuations. This makes it difficult for investors to fully understand the underlying factors in practice, leading to the possibility of investment errors. Failure to effectively manage risk may result in significant losses, and investors are solely responsible for any resulting losses. 2. Trading Risks**

**(1) Once a transaction is completed, it cannot be revoked. Investors must accept the risks that may arise from this approach.**

**(2) This platform will not guarantee profits to investors and will not share profits or risks with investors.**

**3. Policy and Regulatory Risks**

**Innovative ETF transactions may face policy and regulatory risks in different countries or regions. Investors should understand the regulatory policies of the trading region before trading and make prudent judgments based on this premise.**

**4. Other Possible Risks**

**(1) The relevant trading rules for innovative ETF transactions, including but not limited to index composition and weight adjustment, expiration time, product rules, etc., may be modified according to the actual business operation. If this platform needs to modify the relevant trading rules due to special circumstances, it will be deemed to have fulfilled its obligation to inform after the announcement of the adjustment. Users must review and adjust their trading strategies in a timely manner. Any gains or losses generated or potentially generated as a result will be enjoyed or borne by the users themselves.**

**(2) There are also risks in using an Internet-based trading system, including but not limited to failures in software, hardware, and Internet connections. This platform cannot control the reliability and availability of any Internet, so this platform will not bear any responsibility for network distortion, delays and link failures.**

**(3) All transaction calculation results will be verified by this platform, and all calculation methods have been publicly announced on this platform website. However, this platform cannot guarantee that the use of the website will not be interfered with or error-free.**

**Special Notes:**

**I. Innovative ETF trading is a highly risky digital asset financial derivative. Before participating, investors must thoroughly understand the basic knowledge and related risks of financial**

derivative trading and all relevant business rules for participating in innovative ETF trading. They must carefully read and agree to the "Laniaex User Agreement" and "ETF Trading Agreement" and are aware of and fully bear all trading risks brought about by the strong fluctuations in digital asset prices.

II. The above risk items are only enumerated in nature and do not list all risk factors related to digital asset derivative trading in detail. Before participating in digital asset derivative trading, investors should also carefully understand and master other possible risk factors. If, based on reasonable commercial judgment, the Platform determines that you have violated this Agreement, or that you are prohibited from using the services provided by the Platform under the laws of your country or region, or that you have used the services provided by the Platform to engage in illegal or criminal activities, the Platform reserves the right to temporarily or permanently freeze your account at any time, or to suspend or terminate your access to all or part of the digital asset trading services provided by the Platform.

III. The Mark Price is subject to the effective weighting of the valid exchange at least 3. Failure to do so may result in the inability to complete ETF settlement. You understand and agree that ETF transactions affected by the above circumstances will be deemed invalid, and the digital assets used to purchase the ETF will be returned to the user's trading account free of charge. The Platform will periodically adjust the index composition and weighting based on real-time transaction data from the five major exchanges to ensure the validity and fairness of the data, and will publicly announce such adjustments through announcements.

IV. Any opinions, news, discussions, analyses, prices, recommendations, chat room content, information, or KOL articles on the Platform are general market commentary and do not constitute investment advice. The Platform assumes no responsibility for any direct or indirect losses, including but not limited to any loss of profit, incurred by any user due to reliance on such information. 5. Use of this platform for malicious market manipulation, unfair trading, or any other unethical or illegal trading activities is prohibited. If such incidents are discovered, this platform will take preventative protective measures such as warnings, trading restrictions, and account suspensions against any user engaging in malicious price manipulation, trading system manipulation, or other such unethical or illegal activities. This platform assumes no liability and reserves the right to pursue any such individuals.

6. Transaction Monitoring

This platform will set and adjust daily transaction and withdrawal limits based on security and actual trading conditions.

If frequent transactions occur from a single registered user, or if there are unreasonable circumstances surrounding a particular transaction or transactions, our professional team will evaluate and determine whether these transactions are suspicious.

If this platform, based on its sole discretion, determines that a transaction or transactions are suspicious, it may take restrictive measures such as suspending or rejecting such transactions, or even revoking such transactions that have already occurred, and will report such activities to the relevant authorities without further notice.

This platform reserves the right to reject registration applications from investors who do not comply with international anti-money laundering standards or who may be considered politically exposed persons. At the same time, based on its own reasonable business judgment,

**this platform reserves the right to suspend or terminate any suspicious transactions at any time and does not assume any responsibility or obligation for this.**