

# **Anti Money Laundering (AML) and Know Your Client (KYC) Policy**

Tarex Business Ltd takes due care in dealing with customers and ensures the security of transactions in combination with compliance with legislation and standards for anti money laundering (AML), counter terrorism financing (CTF) and Know-Your-Customer (KYC).

In order to comply with the requirements of international regulatory authorities, Tarex Business Ltd cooperates with Cynopsis Solutions Pte Ltd (<https://www.cynopsis-solutions.com/>).

## **AML Policy**

AML is an integral part of your legal agreement with Tarex Business Ltd. (the “Company”). The Company ensures safety of transactions and carries out due diligence in relations with customers, along with complying with the provisions of anti-money laundering legislation and standards.

In order to comply with the requirements set out by international regulatory authorities, the Company maintains a transaction register and ensures data storage for the reasonably required period. In the event that the Company considers a transaction suspicious, it reserves the right to refuse to enter into a binding agreement with the counterparty.

The Company can request documents from any CryptEn token purchaser to confirm and identify that individual and, at the regulatory authorities’ request, can also request the income source in order to verify the legitimacy of the funds’ origin.

In the event that the token purchaser refuses to provide documents and information to the regulatory authorities upon request, the Company reserves the right to refuse to distribute CryptEn tokens to the Purchaser.

## **KYC Policy**

KYC is an integral part of your legal agreement with the Company. The Company establishes general principles of customer identification. By signing the documents, the CryptEn tokens purchasers shall review the KYC Policy and respond to the notifications from the Company about their KYC status.

The Company reserves the right to pursue a policy that differentiates the levels of verification by country of residence and any other factor in cases where particular jurisdictions apply restrictive measures or adopt other regulatory prescriptions that change the process of user identification.

The objective of the KYC is to comply with the provisions and requirements of laws regarding the identification of token purchasers in order to counteract the laundering of proceeds obtained by criminal means or by persons included in the blacklists of sovereign states and financial organizations.

Focusing on the security of your contributions when exchanging CryptEn tokens on our website, we will ask each purchaser of CryptEn tokens to go through the identification procedure.

In order to proceed with KYC check, at your personal profile page please attach the scanned copies of the documents listed below:

1. For a physical person - passport or ID (page with photo, name and number); for a legal person - passport or ID (page with photo, name and number) of the Director or authorized representative; and

2. Proof of residence with country of origin:
    - for a physical person in case of non-compliance with the country that issued the passport or ID - utility bill or Bank account statement with name and address;
    - for a legal person - a document of the authorized body of the country of registration confirming the current status of the Director or a power of attorney for the representative, certified by a notary or other legal means; and
  3. Selfie with a piece of paper with handwritten CryptEn logo.
- Within 10 (ten) business days your documents will be checked for KYC compliance.

If you are an accredited investor from the United States you are required to verify your status with additional documents mentioned in the section Accredited Investor Verification.

The Company shall store all personal information of the token purchasers for a period of KYC and until the decision is made to delete all data. However all personal information shall be deleted completely, if a token purchaser requested the Company to do so in writing.

You do not have to provide any information if you do not feel comfortable doing so. If you do not provide all of the requested information, you should not be able to receive your BIT tokens. In this case, please follow the Refund procedures described below.

### **Refund Procedure**

In order to claim a refund of your contributions made for CryptEn tokens, please send us email to [support@cryptoenergy.io](mailto:support@cryptoenergy.io) with Subject "Refund" with your ETH or BTC address, your full name and your email and attach the scanned copies of the documents listed below:

1. For a physical person - passport or ID (page with photo, name and number); for a legal person - passport or ID (page with photo, name and number) of the Director or authorized representative; and
2. Proof of residence with country of origin:
  - for a physical person in case of non-compliance with the country that issued the passport or ID - utility bill or Bank account statement with name and address;
  - for a legal person - a document of the authorized body of the country of registration confirming the current status of the Director or a power of attorney for the representative, certified by a notary or other legal means; and
3. Selfie with a piece of paper with handwritten ETH or BTC address to which you wish to obtain the refund.

Within 10 (ten) business days your documents and video will be checked and Refund will be initiated.

The Company reserves the right to compensate for losses incurred on the date of the refund request, if the refund is made due to the lack of confirmation of the status of an Accredited Investor.

### **Accredited U.S. Investor Verification**

An accredited investor, in the context of a natural person, includes anyone who:

- earned income that exceeded USD 200,000 (or USD 300,000 together with a spouse) in each of the prior two years, and reasonably expects the same for the current year, OR
- has a net worth over USD one million, either alone or together with a spouse (excluding the value of the person's primary residence).

On the income test, the person must satisfy the thresholds for the three years consistently either alone or with a spouse, and cannot, for example, satisfy one year based on individual income

and the next two years based on joint income with a spouse. The only exception is if a person is married within this period, in which case the person may satisfy the threshold on the basis of joint income for the years during which the person was married and on the basis of individual income for the other years. If calculating joint net worth with a spouse, it is not necessary that property be held jointly. Calculating net worth involves adding up all your assets and subtracting all your liabilities. The resulting sum is your net worth.

The value of your primary residence is not included in your net worth calculation. In addition, any mortgage or other loan on the residence does not count as a liability up to the fair market value of the residence. If the loan is for more than the fair market value of the residence (i.e., if your mortgage is underwater), then the loan amount that is over the fair market value counts as a liability under the net worth test. Further, any increase in the loan amount in the 60 days prior to your purchase of the securities (even if the loan amount does not exceed the value of the residence) will count as a liability as well. The reason for this is to prevent net worth from being artificially inflated through converting home equity into cash or other assets.

In addition, entities such as banks, partnerships, corporations, nonprofits and trusts may be accredited investors. Of the entities that would be considered accredited investors and depending on your circumstances, the following may be relevant to you:

- any trust, with total assets in excess of USD five million, not formed to specifically purchase the subject securities, whose purchase is directed by a sophisticated person, or
- any entity in which all of the equity owners are accredited investors.

The SEC does not require any specific verification method or process for accredited investor verification. Depending on the circumstances, the company may rely on a written confirmation from a third party to verify your accredited investor status.

In order to verify your accredited investor status please provide to [support@cryptoenergy.io](mailto:support@cryptoenergy.io) a written confirmation of your accredited investor status obtained from any of the following third parties:

- a registered brokerdealer; or
- SEC-registered investment adviser; or
- licensed attorney; or
- certified public accountant.

Such third party could be engaged directly by you (e.g., your personal broker-dealer, investment adviser, attorney or certified public accountant).

You can obtain information about a registered broker by visiting FINRA's BrokerCheck website: <https://brokercheck.finra.org/>

You can obtain information about an investment adviser by visiting the SEC's Investment Adviser Public Disclosure website: <https://adviserinfo.sec.gov/>

You can obtain information about a licensed attorney or certified public accountant by contacting the appropriate state bar or board of accountancy.