PolicyPal Network - P2P CryptoProtect Token Loss Agreement

The terms and conditions below govern participation in the P2P CryptoProtect Token Loss Insurance Community Programme ("TLI").

By submitting an application to be a participant of TLI ("Participant"), you agree to be bound by the terms and conditions set forth below:

1. **General**

1.1. TLI is a programme where Participants undertake to insure a fellow Participant when such fellow Participant encounters a specified incident.

1.2. PolicyPal Network Pte. Ltd. (Company Registration No. 201800311Z) ("PPN"), a company incorporated in Singapore, shall be the administrator which will facilitate the activities of TLI. In relation to TLI, PPN shall only have the rights and responsibilities as an administrator and shall not be assuming risk or undertaking liability under any Contract (as defined in section 3.2 below). PPN is not an insurance company and is not regulated as an insurer in Singapore.

1.3. PPN or such other person appointed by PPN shall keep an up-to-date register of Participants. Save in the case of manifest error, the entries in the register shall be conclusive evidence of the Total Contribution (as defined in section 7.3) paid by, and No-Claim Perks Payout (as defined in section 7.1 below) paid to, each Participant.

1.4. The terms and conditions of this document shall constitute an agreement ("Agreement") entered into by you, PPN as the administrator of TLI and each of the Participants (collectively, the "parties").

2. **Participation Eligibility**

2.1. Prospective Participants must meet all of the following conditions ("Participation Eligibility") in order to be eligible to participate in the TLI:
   (a) have a wallet linked to their MetaMask extension to be able to join the pool and receive Protection Payouts (as defined in section 6 below) from a mutual aid protection smart contract;
   (b) have a registered account on DEx.top exchange ("DEx.top") (with its website [https://dex.top](https://dex.top)), with the same wallet address used to join the pool bound to the registered DEx.top account to receive any No-Claim Perks Payout (as defined in section 7 below); and
   (c) contribute a minimum of 5,000 PAL, each an ERC-20 token issued by the Company.

2.2. Tokens contributed by the Participants will be kept in one mutual aid pool to facilitate Protection Payouts (as defined in section 6.3 below) upon the occurrence of the events set out in Section 4.1.

2.3. Upon the contribution amount in the pool reaching the predefined cap of 60,000,000 PAL tokens, all subsequent contributions will be rejected.
2.4. The maximum contribution for each Participant is 500,000 PAL, and all contributions to the pool must be in multiples of 100 (e.g. 50100, 50200... 60600 etc.).

2.5. PPN reserves the sole discretion to reject any application to participate in PLI for any reason.

3. **P2P CryptoProtect Mechanics**

3.1. Participants may join a mutual protection pool by contributing PAL to a mutual protection smart contract.

3.2. The protection contract ("Contract") will commence immediately after the transaction is successfully processed on the Public Ethereum Blockchain, and will last until the end of the duration of the Contract (which shall be 90 days from the commencement date). At the end of such duration, the Contract shall automatically terminate.

3.3. All transactions will be stored in the smart contract on the Public Ethereum Blockchain.

3.4. Once the transaction is successfully confirmed on the Public Ethereum Blockchain, the Contract will be active immediately and cannot be cancelled.

3.5. In the event that no Protection Payout is made during the duration of the relevant Contract, the Participants of such Contract will be entitled to No-Claim Perks Payout.

3.6. Each Contract is non-transferable, meaning once the Contract is active, the token that is protected under such Contract and the details relating to such token (e.g. the type of token, wallet address and the protected exchange) cannot be changed.

4. **Payout Eligibility**

4.1. In relation to any Contract, the relevant Participant shall be eligible to receive Protection Payouts if the following conditions ("Payout Eligibility") are fulfilled:
   (a) the protected exchange is hacked during the duration of such Contract;
   (b) the token price of the protected token at the time the protected exchange is hacked is less than 50% of the original token price of such protected token at the time the Participant joins the pool; and
   (c) the relevant Participant submits the Proof of Token Ownership (as defined in Section 5.1) in accordance with section 5 below.

4.2. For the purpose of section 4.1 above, the following shall apply:
   (a) The time at which the protected exchange is hacked shall be in accordance with the official announcement made via the protected exchange’s official channel.
   (b) The token price of the protected token at the time the protected exchange is hacked shall be the average token price, denominated in American dollars (USD), of such token on CoinMarketCap [www.coinmarketcap.com] during the period of 1 week (7 days) [on and] from the day of the hack.
4.3. If the conditions in section 4.1 above are met, the relevant Participant who obtained protection shall be eligible to submit Proof of Token Ownership to PPN and to receive the Protection Payout upon PPN's verification.

4.4. Protection Payouts are made once per exchange hacking incident. Once a Participant receives a Protection Payout for a particular incident, such Participant will not be able to receive further Payouts for the same incident. Following an exchange hack of any exchange, PPN will reject any further application to seek protection for such exchange.

5. Proof of Token Ownership

5.1. A screenshot of the protected token full order history (on the exchange chosen by the Participant for token protection) is considered as "Proof of Token Ownership".

5.2. Participant will need to submit the Proof of Token Ownership during claim submission in order to meet the Payout Eligibility.

6. Protection Payout

6.1. In relation to any protected exchange, PPN will allow submission of the Proof of Token Ownership within one month after the protected exchange has released an official statement on a hacking incident. PPN will provide the information on www.policypal.network ("Website") on how to submit the Proof of Token Ownership.

6.2. Protection Payouts will be sent directly to the relevant Participant's registered address from the mutual aid protection pool smart contract when:
   (a) Payout Eligibility AND Participation Eligibility are met; and
   (b) Proof of Token Ownership (submitted by the Participant) is verified by PPN.

6.3. In relation to any qualifying incident, the amount of protection payout ("Protection Payout") payable to the relevant Participant in respect of such qualifying incident shall be an amount equal to three times the Total Contribution minus any No-Claim Perks Payout received by the Participant on or before the occurrence of the qualifying incident.

   As illustration, the Protection Payout payable to the relevant Participant in respect of any qualifying incident shall be calculated using the following formula:

   
   Protection Payout = (Total Contribution x 3) - No-Claim Perks Payout received

   See examples under section "No-Claim Perks Payout" section for detailed scenarios.

6.4. PPN reserves the right to reject any request for Protection Payout if there is any reason for PPN to believe that the documents provided by the Participant are falsified, or if the Participant does not meet the Payout Eligibility AND Participation Eligibility.
6.5. Each address associated with a token/exchange under a Contract can only be protected once and can only receive one payout when the Payout Eligibility AND Participation Eligibility are met.

6.6. All decisions made by PPN shall be final and binding on all Participants.

7. **No-Claim Perks Payout**

7.1. If no claims are made for the duration of the Contract, each of the Participants of such Contract will be eligible to receive the following amounts ("No-Claim Perks Payout") pursuant to such Contract according to the following structure:

<table>
<thead>
<tr>
<th>Month</th>
<th>Amount</th>
<th>No-Claim Perks Payout Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>30% x Total Contribution</td>
<td>First week of month 2</td>
</tr>
<tr>
<td>2</td>
<td>30% x Total Contribution</td>
<td>First week of month 3</td>
</tr>
<tr>
<td>3</td>
<td>30% x Total Contribution</td>
<td>First week of month 4</td>
</tr>
</tbody>
</table>

7.2. There will be no No-Claim Perks Payout after a Participant receives a Protection Payout (as detailed in Example 1).

7.3. In relation to any Contract, the total contribution of any Participant ("Total Contribution") is the amount of PAL such Participant contributes to the pool at the commencement of the Contract.

7.4. The following examples are illustrations of the No-Claim Perks Payout payable in the different scenarios:

**Example 1: No Claims**
User A joins the pool and contributes 100,000 PAL on 12 August. User A does not make any claim or receive any Protection Payout during the three months of the contract period.

User A's No-Claim Perks Payout is thus as follows:
1st month: 30,000 PAL (30% of 100,000 PAL) to be paid out on 1st week of September.
2nd month: 30,000 PAL (30% of 100,000 PAL) to be paid out on 1st week of October.
3rd month: 30,000 PAL (30% of 100,000 PAL) to be paid out on 1st week of November.

**Example 2: Claims made in month 2**
User B joins the pool and contributes 200,000 PAL on 29th August. User B does not make any claim during the 1st month. However, his selected exchange is hacked during the 2nd month and thus receives a Protection Payout. Having filed a claim during his 2nd month, he will not be eligible for a No-Claim Perks Payout for the 3rd month.
User B’s No-Claim Perks Payout is thus as follows:
1st month: 60,000 PAL (30% of 200,000 PAL) No-Claim Perks Payout paid out on 1st week of September.
2nd month: Receive Protection Payout of (200,000 PAL x 3) - 60,000 PAL received from 1st month’s No-Claim Perks Payout = 540,000 PAL.
3rd Month: No perks to be sent out.

Example 3: Claims made in month 3
User C joins the pool and contributes 300,000 PAL on 20 August. User C does not make any claims for the 1st and 2nd months. However, her selected exchange is hacked during the 3rd month and thus receives a Protection Payout.

User C’s No-Claim Perks Payout is thus as follows:
1st month: 90,000 PAL (30% of 300,000 PAL) No-Claim Perks Payout paid out on 1st week of September.
2nd month: 90,000 PAL (30% of 300,000 PAL) No-Claim Perks Payout paid out on 1st week of October.
3rd month: Receive Protection Payout of (300,000 PAL x 3) - 90,000 PAL - 90,000 PAL = 720,000 PAL.

7.5. To receive the No-Claim Perks Payout, the Participant must already have a DEx.top account with the registered wallet address bound to it.

7.6. DEx.top will transfer the No-Claim Perks Payout to the registered address bound to DEx.top account, which is provided to PPN by the Participant upon joining the mutual aid protection pool. PPN will not support other types of addresses.

7.7. PPN will not take any responsibility in the event that a Protection Payout or No-Claim Perks Payout transaction fails due to incorrect address provided by the Participant.

8. Marketing Consent/Data Protection

8.1. By participating in the TLI, each Participant agrees that any and all personal information submitted by such Participant may be used, collected and disclosed to PPN for various purposes for and incidental to the TLI in accordance with the terms of PPN's privacy policy.

9. Miscellaneous

9.1. Any records (including records of any telephone conversations relating to the Platform, if any) maintained by or on behalf of PPN relating to or in connection with TLI shall be binding and conclusive on each Participant and shall be conclusive evidence of any information and data transmitted between PPN and the relevant Participant.

9.2. All notices, demands or other communications required or permitted to be given or made shall be in writing in the English Language and delivered via electronic transmission to the intended recipient at its registered email address.
9.3. This Agreement may be executed electronically or digitally in counterparts and each part shall be treated as valid and original. Parties waive any rights they may have to object to such treatment.

9.4. PPN reserves the right to amend any of the terms of this Agreement by giving one (1) months’ notice in writing to the Participant.

10. Governing Law and Dispute Resolution

10.1. This Agreement and any non-contractual obligations arising out of or in connection with this Agreement shall be governed by and construed in accordance with the laws of Singapore.

10.2. Any dispute arising out of or in connection with this Agreement (including, without limitation, the enforceability of this arbitration clause and any question regarding its existence, validity or termination) shall be referred to and finally resolved by arbitration administered by the Singapore International Arbitration Centre in accordance with the Arbitration Rules of the Singapore International Arbitration Centre for the time being in force, which rules are deemed to be incorporated by reference in this arbitration clause. The seat of the arbitration shall be Singapore. The arbitral tribunal shall consist of 1 arbitrator. The language of the arbitration shall be English.

10.3. The International Arbitration Act (Cap. 143A), as amended from time to time, shall apply to any arbitration proceedings commenced under this Agreement.