

# Risk Disclaimer

---



THEMIG

Buying and trading Crypto Currency/Tokens carries a high level of risk and may not be suitable for all people profiles. Before deciding to trade Cryptocurrency, you should carefully consider your usage goals, level of experience and appetite for risk. There is a possibility that you may lose part or all of the value contained in your Tokens and therefore you should not acquire them with money you cannot afford to lose. You should be aware of all the risks associated with trading cryptocurrency and seek the advice of an independent financial advisor. ICO's, IEO's, STO's and any other form of offer do not guarantee the return of the value acquired.

You guarantee that you understand that cryptocurrency token projects are inherently highly risky and extremely speculative. They are not regulated, at an early stage of development, with experimental software and business models, no government protection of your investment, subject to market acceptance and great potential for inadequate documentation.

You are encouraged to consider the advice and warnings about the significant risks of this industry (including the risk of loss of value and fraud) published by the following jurisdictions:

EUA: [https://www.sec.gov/oiea/investor-Alert-and-bulletins/ib\\_coinofferings](https://www.sec.gov/oiea/investor-Alert-and-bulletins/ib_coinofferings)

UK: <https://www.fca.org.uk/news/statements/initial-coin-offerings>

Europe: <https://www.esma.europa.eu/press-news/esma-noticias/esma-destaques-ico-riscos-investidores-e-firmas>

For your information, TheMIG ecosystem and the purchase of TMG Tokens offers the following list of risks, and TheMIG does not guarantee that this list includes all possible risks:

### **1.1 Dependence on computer infrastructure**

TheMIG MarketPlace and the TMG token depend on the functioning of software applications, computer hardware and the Internet. This means that no warranty can be given that a system failure would not adversely affect the use of TMG or the inoperability of TheMIG MarketPlace. Despite the intended implementation of all reasonable network security measures, the processing center's servers are vulnerable to computer viruses, physical or electronic invasions or other interruptions of a similar nature. Computer viruses, intrusions or other disruptions caused by third parties may result in disruption, delay or suspension of services, which would limit the use of TheMIG MarketPlace.

### **1.2 Limitations of the Intelligent Contract**

TheMIG's intelligent contract technology and MarketPlace platform are still in their early stages of development and this can entail significant operational, technological, regulatory, reputation, and financial risks. Consequently, it is not possible to guarantee that the intelligent contract and MarketPlace, to the extent that they are used, function correctly or that they do not contain flaws, vulnerabilities, or problems that may cause technical problems and therefore cause damage.

### **1.3 Insufficient market penetration**

The success of TMG Token depends on the development of TheMIG MarketPlace in the future. Although more than 500,000 customers and over 30,000 merchants, retailers, and service providers are planned to be registered by the end of 2021, the execution and liquidity of the token depend on the development of the growing customer base and its activities in TheMIG MarketPlace. However, it is difficult to predict if, and to what extent, the TMG Token and therefore TheMIG MarketPlace will penetrate global markets. If hundreds of thousands of customers do not decide to join the community to actively participate in TheMIG MarketPlace, because, for example, the number of participating marketers, retailers and service agents is limited or the products and services offered are less attractive, the dissemination of TheMIG MarketPlace could prove insufficient, the necessary penetration into the global market. In this case, the liquidity of TMG Tokens would suffer; moreover, a total loss cannot be excluded.

### **1.4 Strategic and Business Risks**

Strategic risk is the risk associated with TheMIG's business plan and future strategies. Inadequate strategic choices or the effective implementation of strategic decisions, as well as the lack of response to changes in the economic environment, can have a serious and significant impact on prospective financial results. In addition, TheMIG's key strategic decision is to focus on local retailers and services and provide them with the possibility of exposure to a large number of registered users and thus acquire a larger customer base, who may not have otherwise noticed the business, and retain it through loyalty incentives. However, it is not possible to guarantee that the connection between local suppliers and customers from distant regions and countries will have a positive effect on local business. As a consequence, local companies may be less interested in participating in the MarketPlace in the long term, which may negatively affect the future liquidity of TMG Tokens. Intimately linked to strategic risk is business risk, which is the risk associated with the business and operational circumstances specific to TheMIG, and is

more under the control of decisions made by management, but can nevertheless have a significant impact on operating and business results. The main business risk is the ability of TheMIG's MarketPlace to achieve substantial market share and attract masses of customers and businesses to become members of the ecosystem.

Although TheMIG's MarketPlace system currently has substantial advantages and a well-developed business plan, it cannot be excluded that larger and better known E-commerces and MarketPlaces may recognize the advantages of the blockchain and introduce an ecosystem similar to the project like a photo. They could grow faster and outgrow TheMIG MarketPlace due to their already granted global market presence and their stronger financial possibilities. For example, competitors from the US and Asia could also recognize and enter the European market and consequently drive TheMIG MarketPlace out of the market. All these circumstances could have a negative impact on the success of TMG Token and its liquidity.

### **1.5 Regulatory risks**

Blockchain technology, including but not limited to issuing tokens, may be a new concept in some jurisdictions, which may then apply existing laws or introduce new regulations regarding applications based on Blockchain technology, and such regulations may conflict with the current TMG Token and TheMIG MarketPlace. This may result in the need to make substantial modifications and the suspension or closure of part or all of the functions of the TheMIG project. It cannot be excluded that the services and projects described in this document will have to be adjusted or modified in some countries due to the regulatory environment. Nor can it be excluded that some services are impossible to provide in certain jurisdictions. In addition, regulatory authorities in some countries may prohibit the sale of the TMG Token because they consider it to be a security token, which can only be offered with the prior approval of the relevant authorities. In this case, regulatory authorities may require the deployment of investments in Market Place TheMIG and TMG Tokens. However, TheMIG as issuer of the TMG Token may not be able to return the invested amounts to the investor, as it has already made use of the invested amounts. In addition, the introduction and use of the WPC may be prohibited by governments in the future. Although stable currencies already exist in the market, it cannot be excluded that governments may intervene and prohibit these stable currencies because they recognize them as legal tender.

**1.6 Force Majeure**

Performances on TheMIG MarketPlace and TMG Token may be interrupted, suspended or delayed due to greater power circumstances. For the purposes of this article, greater power means extraordinary events and circumstances that could not be avoided and must include acts of nature, war, armed conflict, mass civil disorder, industrial action, epidemics, blockades, slowdowns, prolonged shortages or other failures of power supply or communication services, acts of municipal, state or federal government agencies, other circumstances beyond TheMIG's control that did not exist at the time of the Whitepaper's launch.

**1.7 Disclosure of Information**

Personal information received from TMG Token holders through TheMIG MarketPlace or business partners, about the number of currencies owned, portfolio addresses used and any other relevant information may be disclosed to law enforcement, government officials and other third parties when TheMIG is legally required to disclose such information by subpoena or court order. TheMIG shall at no time be liable for such disclosure.

**1.8 Lack of Revenue Funds**

TheMIG may not achieve the target sales value and may not have sufficient funds to execute its business plan. In addition, TheMIG may not be able to create the necessary momentum and acceptance for TheMIG MarketPlace and MIG Token, which may result in low liquidity and exhaustion of trades. The positions and plans described in the WhitePaper may change as the project progresses.

**1.9 Late projects and competition**

While our staff believes that the assumptions underlying your forward-looking statements are reasonable, any of them may prove to be inaccurate. As a result, our team cannot guarantee that the forward-looking statements contained in the WhitePaper will prove to be accurate. In light of the significant uncertainties inherent in the forward-looking statements contained herein, the inclusion of such information should not be construed as assuring TheMIG MarketPlace or any other entity within TheMIG that the objectives and plans of the project will be accomplished successfully. The competition may introduce the same or better predictive market solutions and cause TheMIG MarketPlace and TMG Tokens to lose market share and eventually fail to meet their business objectives.

## **2. Risks related to TMG Token**

The TMG market can be manipulated by third parties, the change of market conditions of cryptoassets and even more restricted or prohibited by governments. If such risk materializes, investment in TMG tokens may even lead to a total loss. There is no guarantee that users can acquire enough TMG for their use within TheMIG MarketPlace and external platforms and there is no guarantee that users can withdraw their TMG through external platforms. Furthermore, every holder of TMG naturally carries the risk of fluctuations in the Ethereum GAS rate.

### **2.1 Bitcoin and Ethereum Volatility**

TheMIG MarketPlace can be significantly influenced by digital currency market trends and token liquidity can be severely affected due to non-TMG events in digital currency markets. Volatility in the exchange rate of crypto currencies can affect a company's ability to provide services at the prices indicated. Assumptions with respect to the foregoing involve, among other things, judgments about future economic, competitive and market conditions and business decisions, many of which are beyond the control of TheMIG team and are therefore difficult or impossible to predict accurately.

### **2.3 Risk of total loss**

There is a risk that investments in TMG will lead to a total loss of the capital invested for each of the reasons mentioned above or for any other reason. It will be the sole responsibility of WMA holders to comply with the tax laws of the jurisdictions applicable to them and to pay the relevant taxes.