



Terms and Conditions of Lykke FX Colored Coins Issuance

31 DECEMBER 2016

BACKGROUND INFORMATION

The Terms and Conditions governs the issuance of certificates of IOUs (referred as “colored coins”) by Lykke Corp UK Ltd., full subsidiary of Lykke Corp (referred as “Lykke”).

Lykke is a FinTech company building a global marketplace with settlement on the blockchain using colored coins technology.

TECHNOLOGICAL NATURE

Lykke is using distributed ledger technology (referred as “blockchain” or “distributed ledger”) for providing the services, including issuance, transfers and exchange of colored coins. The services are based on the Open Assets protocol. Open Assets is a colored coin implementation based on the OP_RETURN operator. Metadata is linked from the blockchain and stored on the web. See www.openassets.org.

For communication with the distributed ledger, client application has been created for mobile iOS and Android operating system. To own and exchange colored coins the Lykke Wallet mobile app needs to be downloaded and installed.

This document might not contain the entire information considered important by the interested parties. Since the blockchain technology is relatively new, Lykke will start testing the new colored coins issue carefully, on a limited scale and by using a design that serves to minimise risks.

LEGAL FRAMEWORK

The precondition for the purchase and redemption of the colored coins is a customer relationship with Lykke. In the establishment of the relationship, Lykke thus adheres, among other things, to the obligations arising from the Money Laundering and Terrorist Financing Prevention Act.

BASIC CONDITIONS FOR THE ISSUANCE

The colored coins shall be freely transferable and exchangeable, subject to the limitations arising from the legal acts of EU and other countries. The issue of the colored coins shall not be registered under the legal acts any other country. The colored coins may not thus be sold or offered for sale in any country, where a previous registration or other formalities are required for the purpose.

ASSET DEFINITION

Colored coins are digital financial securities that specify the obligations of Lykke. A holder of a colored coin has the right to return the colored coin to Lykke and request fulfilment of the obligation (IOU) as specified by the colored coin.

FX colored coins issued by Lykke represents the IOU to request a transfer of respective amount in settlement currency. Holder of the colored coin is entitled to receive assets as specified in Appendix A.

All FX colored coins trades are placed on Lykke Exchange. Lykke organizes spot exchange to other colored coins traded. No remittance services are possible. Asset specification is provided in Appendix A.

Example of a colored coin: 1 Lykke USD colored coin: commitment to pay 1 USD within three business days.

The time period for the payment begins with the remittance of the coin to Lykke and the request for delivery.

Payment is made to the account of the holder.

ACQUISITION AND REDEMPTION

To acquire a colored coin, customer needs to use Lykke Exchange accessible of the Lykke Wallet mobile application.

The value of the colored coins is defined by the reference market prices.

Colored coins may be acquired during the entire period of the Terms.

Lykke has the right to decide on the cancellation of the issue or reduction of the volume of the issue.

Colored coins may only be redeemed by customers of Lykke.

The redemption payment per colored coin shall be the nominal value of the colored coin.

Lykke has the right to redeem colored coins at an earlier date.

Lykke shall make the redemption payment to the person who has sought redemption of the colored coin in Lykke during the term of redemption.

The last redemption date of the colored coins is 1 January 2019.

FINAL PROVISIONS

Lykke shall be liable for breach of an obligation arising from the conditions of issue only if the breach is deliberate or attributable to gross negligence.

The colored coins and any rights and obligations thereof shall be governed by the English Common Law.

APPENDIX A. COLORED COINS ISSUANCE (31 DECEMBER 2016)

Asset Name	Ticker	AssetId	Type	Divisibility	Coins issued	Issuance limit
Lykke CHF colored coins	IkeCHF	AJPMQpygd8V9UCAxwFYYHYXLHJ7dUkQJ5w	Currency	6	250,000	10,000,000
Lykke EUR colored coins	IkeEUR	ASzmrSxhHjioWMYivoawap9yY4cxAfAMxR	Currency	6	100,000	10,000,000
Lykke GBP colored coins	IkeGBP	AKi5F8zPm7Vn1FhLqQhVldoWNvWqtwEaig	Currency	6	100,000	10,000,000
Lykke USD colored coins	IkeUSD	AWm6LaxuJgUQqJ372qeiUxXhxRWTXfpzog	Currency	6	230,000	10,000,000
Lykke JPY colored coins	IkeJPY	Ab8mNRBmrPJCmghHDoMsq26GP5vxm7hZpP	Currency	6	10,000,000	100,000,000
Lykke AUD colored coins	IkeAUD	AJ3rqRoF1MmZDDqR1Z8GuEVxzYiXssxiaA	Currency	6	0	10,000,000
Lykke CAD colored coins	IkeCAD	AGWy3EMwk7wUZJuq7a562dSsj9CQfSKzPU	Currency	6	0	10,000,000
Lykke CZK colored coins	IkeCZK	AW4SFY26E6GP7xwPZn89cgJTfJriuvCPqD	Currency	6	0	50,000,000
Lykke DKK colored coins	IkeDKK	ALreLpfmyMZ8UrenGEGrjFK3dn5oT7NydL	Currency	6	0	10,000,000
Lykke HKD colored coins	IkeHKD	AUqn5Gk1iCT4QtTLMbgX3J7jR28nppwWq7	Currency	6	0	10,000,000
Lykke HUF colored coins	IkeHUF	ANeHC4yQV8aNhYHhBYhuuxQZ318s3Fb7JB	Currency	6	0	500,000,000
Lykke ILS colored coins	IkeILS	ARJPZEa1v52mHTc2HyKeFBcwz2QzTgtSci	Currency	6	0	10,000,000
Lykke MXN colored coins	IkeMXN	AS4EUBD2S23QphTLX5pF2Np2JpDm7E8XhV	Currency	6	0	50,000,000
Lykke NOK colored coins	IkeNOK	ARXTthCHhkkzAYtVbSXTGhhPqv1tCw1ZH7	Currency	6	0	10,000,000

Lykke NZD colored coins	IkeNZD	AFoottWd5WqpPr2y5sDoxsYA9BSVt5B9u9	Currency	6	0	10,000,000
Lykke PLN colored coins	IkePLN	AXxbFZx4Vs7eHMB3k78PPHTDJ9uZ2ycGt2	Currency	6	0	5,000,000
Lykke RUB colored coins	IkeRUB	ASb6yTGUdsG9W9Md2MTjx5oYEqmCLUf1oQ	Currency	6	0	500,000,000
Lykke SEK colored coins	IkeSEK	AKQTf7NBtpDATSFpjjQPCNLcPNe9Ram1nT	Currency	6	0	100,000,000
Lykke SGD colored coins	IkeSGD	AQ9GfEpdvau5X3Kv6FDpxhjR6XiVj9K4UX	Currency	6	0	10,000,000
Lykke TRY colored coins	IkeTRY	ARqQ3R4tWCGLTo1M6pHJydGUex1hYrTyYe	Currency	6	0	10,000,000
Lykke ZAR colored coins	IkeZAR	AXv7iPodAFxxP1kr3jS1dg1C5gG41AFEm3	Currency	6	0	10,000,000

The colored coins have a last redemption date to 1 January 2019.