

42. A violation of privacy or data protection laws could have a material adverse effect on the Company and the value of the digital assets.

The Company and certain of its advisors are subject to applicable privacy and data protection laws and regulations. Any violations of laws and regulations relating to the safeguarding of private information could subject the Company or any of them to fines, penalties or other regulatory actions, as well as to civil actions by affected parties. Any such violations could adversely affect the ability of the Company to operate the digital asset Trading System, which could have a material adverse effect on the Company's operations and financial conditions.

43. The Company is, and the blockchain technology to be utilized by its digital assets will be, subject to cyberattacks, security risks and risks of security breaches. The nature of the digital assets may lead to an increased risk of fraud or cyberattack.

The Company and its blockchain technology to be utilized for its digital assets will be subject to cyberattacks, security risks and risks of security breaches. An attack on any of them or a breach of security of any of them could result in a loss of private data, unauthorized trades, and an interruption of trading for an extended period of time. Any such attack or breach could adversely affect the ability of the Company to effectively operate, which could have a material adverse effect on the Company's operations and financial conditions. Such an attack may also damage the Company's reputation.

44. The EDGE Ecosystem and any digital assets developed in the future has been and will be, as applicable, developed by key technology employees of the Company and its affiliates, and their operation and further development depend on the continued availability of those key employees.

The EDGE196™ ecosystem, and any digital assets that may be developed in the future, including technology and intellectual property involved in their creation and operation, has been or will be, as applicable, developed primarily by a small number of key technology employees of the Company and its affiliates. The loss of the services of any of those key employees could have a material adverse effect on the ability of the Company to develop, operate or maintain the EDGE ecosystem or the digital assets. If the Company were to lose the services of any such key employees, it could be difficult or impossible to replace them, and the loss of any of them could have a material adverse effect on the Company's operations and financial conditions.