

## RISK WARNING

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Please read the following risk warnings carefully before using the services provided by **NEXT SOLUTIONS CORP.**, a company incorporated in Ontario, Canada, with its registered office at 155 East Beaver Creek Road, Suite 24-147, Richmond Hill, Ontario, L4B2N1, Canada (Corporation Number: 1001042225) (“we”, “us”, or “our”).

This document provides important information about the risks associated with trading in cryptocurrencies and using our services, which may allow you to buy or sell interests in cryptocurrency through one or more third-party cryptocurrency exchanges (each, a “Cryptocurrency Exchange”).

The trading of goods and products—whether real or virtual—as well as digital currencies, carries significant risk. Prices can and do fluctuate daily. As a result of such fluctuations, the value of your assets may increase or decrease at any time. Any currency—digital or otherwise—may experience extreme volatility and may even become worthless. Engaging in market transactions, including buying, selling, or trading cryptocurrencies, involves an inherent risk of financial loss. If you are uncertain whether our cryptocurrency-related services are appropriate for you, we recommend seeking advice from a qualified financial advisor. You should carefully assess whether your financial situation and risk tolerance are suitable for any degree of exposure to cryptocurrencies. You should never invest in cryptocurrencies unless you can afford to lose 100% of your investment.

### Trading in Cryptocurrencies

Trading cryptocurrencies such as Bitcoin involves unique risks that are not typically associated with government-issued currencies, commodities, or goods traded on regulated markets. Unlike most national currencies backed by central banks or tied to physical assets such as gold or silver, cryptocurrencies are a type of decentralized digital currency whose value depends on technology and community trust. There is no central authority—such as the Bank of Canada or another monetary institution—that can take corrective action to protect the value of a cryptocurrency during a financial crisis.

Cryptocurrencies operate through a largely unregulated and decentralized global network of participants, including firms and individuals. Trust is placed in cryptographic algorithms, peer-to-peer networking, and distributed consensus protocols. As a result, cryptocurrencies are not subject to the oversight of Canadian securities regulators, financial institutions, or consumer protection frameworks such as those applicable to electronic money or payment service providers.

When you use services offered by **NEXT SOLUTIONS CORP.** to interact with cryptocurrency platforms or acquire digital assets, you acknowledge that such services do not fall under traditional banking or deposit-taking activities. **NEXT SOLUTIONS CORP.** is not a bank and is not a member of any deposit insurance scheme, such as the Canada Deposit Insurance Corporation (CDIC). Funds are received and transferred through third-party banking providers solely to facilitate fiat currency transactions. These providers **do not engage in the transfer, exchange, custody, or settlement of cryptocurrencies** and are not responsible for cryptocurrency-related services.

### Volatility and Loss of Confidence

Cryptocurrencies are highly volatile. Market behavior is subject to sudden and unpredictable changes, including speculative bubbles, dramatic loss of confidence, or technological failures. Confidence in a cryptocurrency may decline due to regulatory changes, software protocol updates, security breaches, competition from alternative currencies, or operational

failures—such as loss of funds, compromise of anonymity, or interference by hackers or governmental bodies.

These events may result in partial or total loss of the value of your cryptocurrency holdings. There may also be additional risks that are not currently known or foreseeable. Please refer to our [Terms of Use] for further information.

You are solely responsible for determining whether your financial position and risk appetite are appropriate for buying, selling, or holding cryptocurrencies. Never invest more than you can afford to lose entirely.

### **Cryptocurrency Exchanges Are Vulnerable to Cyber Attacks**

Cryptocurrency exchanges operate entirely in digital environments and are inherently exposed to cyber threats, including hacking, malware, and system malfunctions. While third-party Cryptocurrency Exchanges typically implement robust cybersecurity measures, digital assets held in wallets on these platforms remain vulnerable to unauthorized access. If an attacker gains control over a private key linked to a wallet containing your supported cryptocurrencies, they may be able to irreversibly transfer those assets to another address. Cryptocurrency transactions, by their very nature, are non-reversible and not subject to chargeback mechanisms.

Accordingly, a successful cyberattack could result in a substantial loss of cryptocurrencies held on your behalf. While some exchanges may choose to reimburse users for such losses, they are generally under no legal obligation to do so. In severe cases, cyberattacks may even lead to the insolvency of the exchange.

### **Custody of Digital and Fiat Assets**

When you use services provided by **NEXT SOLUTIONS CORP.** to acquire supported cryptocurrencies, these assets are typically held on your behalf by a third-party custodian (the “Custodian”), which is usually the Cryptocurrency Exchange facilitating the transaction.

Records maintained by both the Custodian and **NEXT SOLUTIONS CORP.** will indicate that the cryptocurrencies are held for your benefit and are not owned by any third party. However, such assets may be held on an **omnibus basis**, meaning your holdings may be pooled with those of other customers under a single blockchain address or account. This custodial structure may introduce risks in the event of insolvency or operational failure.

If the Custodian becomes insolvent, the identification and return of your specific assets may be delayed. In the case of a shortfall between assets held and customer claims, you may have to share proportionally in any losses along with other affected customers. It is important to understand that Canadian insolvency laws may not provide specific protections for the recovery of cryptocurrency assets, and you could be treated as an unsecured creditor.

Proceeds from the sale of supported cryptocurrencies (in fiat currency) are generally held in a segregated bank account maintained by the Cryptocurrency Exchange. As with digital assets, records will reflect that such funds are held for your benefit. In the event of the Exchange’s insolvency, you may be able to make a claim for the return of fiat funds held in this pooled account, subject to applicable Canadian law.

### **Cryptocurrency Exchange Service Availability**

To provide you with access to cryptocurrency-related services, **NEXT SOLUTIONS CORP.** may partner with one or more third-party Cryptocurrency Exchanges to:

- (a) facilitate the purchase and sale of supported digital assets; and
- (b) act as custodians for such assets.

Due to the inherent risks associated with cryptocurrency exchanges, including evolving legal and regulatory frameworks, such third-party exchanges may suspend or terminate their relationship with us at any time, without prior notice or stated reasons. Should this occur, we may be required to suspend our services temporarily. However, we will make reasonable efforts to transfer your supported cryptocurrency holdings to an alternative exchange or service provider as soon as practicable.

### **Legal Uncertainty**

The legal and regulatory treatment of cryptocurrencies remains uncertain and continues to evolve in Canada and internationally. As the cryptocurrency market is relatively new, the legal status of cryptocurrencies, as well as the rights and obligations of parties involved in cryptocurrency transactions, have not yet been definitively established by Canadian statutes, regulations, or jurisprudence.

In particular, the legal treatment of assets held in custody by third parties, including in the context of insolvency, is still developing. Future legislative or regulatory action by Canadian or foreign authorities could restrict, delay, or otherwise impact our ability to offer services or hold digital assets on your behalf.

### **No Control Over Blockchain Networks**

Cryptocurrencies operate on decentralized peer-to-peer blockchain networks that are not controlled or regulated by **NEXT SOLUTIONS CORP.**, nor by any governmental authority. Accordingly, we are not responsible for any errors, interruptions, or malfunctions that occur within the blockchain or any associated network on which supported cryptocurrencies are issued or traded.

We do not own or control the underlying protocols that govern the functioning of the supported cryptocurrencies. These protocols are generally open-source and can be modified or forked by the community without our involvement or oversight.

Such changes (known as “forks”) may materially affect the functionality, value, or even designation of a cryptocurrency, and we may not be able to support all versions or variations that result from such forks.

### **Updates to This Risk Warning**

This Risk Warning may be updated from time to time to reflect changes in regulatory guidance, operational procedures, or market conditions. Please review it periodically on our website. If you have any questions, you may contact us via the form on the “Contact Us” page.