

## Custodian Risk Cover Summary Sheet

With effect from 24<sup>th</sup> October 2022

This summary sheet briefly outlines some of the key terms in the full Custodian Risk Cover Terms and Conditions (“**Terms**”) set out [here](#). Please be aware that Cover Purchasers are deemed to have accepted the Terms when purchasing this Cover.

### Who are the parties to the Cover?

The InsurAce protocol (“**Protocol**”) & the Cover Purchaser.

### What is the duration of my Cover?

The Cover Period runs from when the Cover commences and for the duration specified during Cover Purchase.

### What am I covered for?

The Cover only applies to a Claimable Risk Event, which means the Designated Custodian has:

- announced that it has lost or discovered that it has lost cryptocurrency assets to criminal fraud or theft during the Cover Period which includes at least 20% of the value of the Cover Purchaser’s cryptocurrency assets based on the Daily Average Market Price of said cryptocurrency assets at the start of the Claimable Risk Event; or
- completely suspended all withdrawals of all Users’ cryptocurrency assets without prior notice for a continuous period of 120 days or more where such suspension of withdrawals first occurred during the Cover Period,

directly causing Claimable Loss to the Cover Purchaser. Claimable Loss refers to the irrecoverable loss of assets deposited or transferred by the Cover Purchaser into the Cover Purchaser’s Covered Account with the Designated Custodian as identified by the Cover Purchaser’s Covered User ID. Claimable Loss excludes any gas related costs and fees involved in transacting with the Designated Custodian.

The Cover will automatically terminate after a successful claim. Any other compensation or loss recovery received by the Cover Purchaser will be deducted from the final cover payout amount or be used by the Cover Purchaser to reimburse the Protocol up to the value of any cover payout made. All definitions are set out in the Terms.

### What other terms and conditions of the Cover are there?

Please refer to the Terms as stated above for the full terms and conditions of the Cover and their definitions. Eligibility to make a claim, scope of coverage, claims and evidence submission and procedure, cover exclusions, termination conditions, and cancellation terms are set out in clauses 1.4, 2, 3, 4, 5 and 6 of the Terms. Some key deadlines to be aware of:

- Claims and a 0.5% fee on the claim amount must be submitted within 21 days after the Protocol publicly confirms the Claimable Risk Event through its social media accounts and/or channels as set out on the Protocol’s platform.
- Evidence of Proof of Loss and Ownership must be submitted within seven (7) days after claims submission.

### How will the Protocol keep me informed of the latest Terms?

The Protocol will use commercially reasonable efforts to communicate any material changes to the Terms through its social media accounts and/or channels set out on the Protocol’s platform.

### Disclaimers

- Please note that while the Protocol aims to maintain sufficient capital to meet its obligations, purchase of any coverage does not guarantee full payout of all losses on the protected assets, in particular, if there are insufficient staked assets in the capital pool.
- The Protocol is not licensed or regulated by any regulator in any jurisdiction.
- This Cover is not a contract of insurance. The Cover offers discretionary protection that is provided to Cover Purchasers. The Advisory Board and the Claims Assessors have full and final discretion on whether or not a claim is approved for a successful payout.