

BlackFort Wallet & Exchange

Whitepaper V1.1



BlackFort Wallet

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BlackFort Wallet

1 Introduction

The cryptocurrency market and user base grow rapidly day by day. The number of wallet holders is growing at around 10% per quarter, that's ~46% growth per year (1). The company's view is that there are multiple kinds of cryptocurrency wallet and service providers out on the market each with its own pros and cons. Through thorough research we have found that there are multiple thought processes of different wallet creators. Firstly, there are those that provide holding of cryptocurrency assets with no other services provided. These can take the form of client-side or server-side where the client has full control of their assets or hand over their ultimate control to the entity providing the service. This has in the past led to exchanges providing wallet services with disastrous results for both users and the controlling entity (2). Others provide services in selling or buying. This usually involves using a wallet and then a third party to be able to access the other services (swaps, holding, buying and selling). It has its own problems including lag, lost funds as well as just a general lack of will to use multiple third parties to achieve the end result. Usually the process will involve multiple sign ups, passwords and just a general privacy loss due to handing over information to a lot of service providers and varying AML/KYC requirements. BlackFort Wallet and Exchange wants to provide the user with an all the user needs in one service provision. Where you sign up, a user's own client-side wallet and a single platform to execute all your cryptocurrency needs from a to z. In the quickest, easiest and smoothest possible way. While simultaneously catering to small businesses and large ones alike for a payment solution integrated with our service.

2 Challenges in the Market

Some of the challenges BlackFort's Team have encountered in the market as early adopters and cryptocurrency professionals are.

2.1 Difficulty navigating UI

Some of the most common issues encountered is putting up a cryptocurrency wallet or service with the most basic of functions and letting the users figure out how to navigate the UI and its functions because this is a first of its kind and the features count more than UI. This is a common theme when market voids have to be filled at a rapid pace.

BlackFort has explored multiple platforms and used features that are known to make entering the cryptocurrency space for users easier whether being an experienced user or not.

2.2 Lack of multiple services in one place.

Using cryptocurrencies is not just about holding it on a wallet and leaving it there forever to be forgotten. A user needs to first buy or acquire some crypto. This in itself is not always the easiest step especially when a user has never done this before. To make this simpler BlackFort has integrated the option to buy with bank cards and in the future the option to purchase via bank transfer directly. Other users may have bitcoins but want to have some XRP, the usual process is to sign up to an exchange and then buy the XRP with the bitcoins. That would mean a sign up, user verification (multiple verification levels) as well as providing other personal details. BlackFort is providing a direct swap mechanism in the application that will let users swap in the app seamlessly and also have the ability to convert all their holdings directly to USDT which means volatility in assets is removed.

2.3 Endless amount of Coin and Token choice

There are thousands of different tokens in the market, but a user does not usually require access to all of them. By using the top 6 dominance coins and Ethereum's ERC20 protocol, ~90% of the market dominance coins are catered to. This will let the users focus on the most common coins with high market liquidity and availability.

2.4 Referral systems

Most referral systems in the market aim to make a one-off bonus on a sign up with no further benefits. This limits users to the organic spread of the market with no extra enticement. BlackFort is introducing a token economy for the users to earn and benefit from spreading the wallet and have earnings based on the referrals they make as long as they actively participate in the wallet's products and wider community.

3 Features

3.1 Multi-Signature Client-side Cryptocurrency Wallet App

The multi signature feature is the fact that the user's multi-coin wallets are generated from the same mnemonic phrases. This provides the user with the opportunity to sign into the user's wallets any time without limitations or restore in any other compatible wallet, whether hardware or software.

What is a Client-Side Cryptocurrency Wallet?

It is an app that is completely focused on the client ownership and control. This type of wallet application works in the following way. The client side means private and secure. Why? The private keys to your wallet are not kept

on any servers but instead are stored on your device and never leave it. They are created entirely on your device and no one can get access to them or steal them. Even if there should be a hack attack on the server of your wallet your funds are safe. You can just import your mnemonic into another wallet provider, hardware or software should service stop or safety becomes a concern.

What are the advantages of this?

- Completely safe and protected. Just keep the mnemonic phrases safe and use a password for your device
- The user's private keys are only the users. No third party can have access to them.
- The user's funds are always readily accessible without any hindrance.
- The user can choose any another wallet and access or transfer their funds with the mnemonic phrases.

What are some of the disadvantages?

- The user needs to trust the operational system of their device and its security
- The user has a risk of losing access to their funds If they lose their mnemonic phrase. If they misplace or store their 12-word phrase in an exposed place, no one can possibly open the wallets again.

Another important point with this kind of wallet is the private keys. What are they needed for? A private key is a sophisticated form of cryptography that allows a user to access their cryptocurrency anytime. Sounds complicated? Simply think of it like the "signature" that a user would give for each transaction. With the help of this "signature" the transaction will be identified as the user's, and no one will be able to replicate it without access to it. That's why you need to keep it safe and the best way is a client-side wallet without any third party controlling the user's private keys.

3.2 In wallet swapping function

While being in the wallet application the user will be able to execute swaps from one cryptocurrency to another with minimal effort. The user will only need to choose what to swap and how much, no need to enter addresses, it is all automated in the background. The swap process as a whole takes less than 30 minutes and depends on what currency is being swapped.

3.3 Buying or selling Cryptocurrencies

Many users starting out in the cryptocurrency economy all seem to have the same issue, where do I get the first coins or tokens? BlackFort gives the users the possibility to buy directly in the application with their chosen bank card. In the near future, SEPA bank transfer will enable both buying and selling directly from and to your bank account.

3.4 BlackFort Payment Solution

This is a standalone product feature for merchant clients. It can also for regular transactions where a user or business desires to accept cryptocurrencies for their everyday sales or settlements. B2B users can choose to accept cryptocurrencies for their services by either integrating the payment solution in their checkout process or by adding a widget. A mobile POS system will be developed in a handheld format much like a card machine in stores that is going to let users pay for anything in shops by scanning the generated QR which will contain address to send to and exact amount to be sent. Then it's just confirming the payment on the buyer's wallet and sending coins for services.

3.5 BlackFort Pay Scan

As a feature in the wallet linked to the BlackFort Payment Solution, it was decided to make it as easy as possible to pay using the wallet any merchant using the BlackFort Payment Solution. Always send the exact required amounts to settle with buyers and sellers without any over or underpayment anymore. The process is such that a merchant or user enters the desired amount in Fiat or coins to be received, a QR code is generated by the payment solution containing all the details (amount, address and fees as well as order ID for reference) this will be scanned by the user and confirmed. We use deep linking between payments done with BlackFort wallet and BlackFort payment solution. The same result can be reproduced by using the button "pay with wallet" under the payment QR code of BlackFort pay. Using BlackFort wallet in this way is going to make payments easy for users, even if they are new to the cryptocurrency economy.

3.6 BlackFort referral and affiliate program

Referrals and affiliations between users are some of the most powerful tools of spreading a vision (4) especially if it's one that gives back to the community making everything possible. The marketing strategy implemented BlackFort has chosen is where the users gets commissions for sales of our products and vision as well as free airdrops when sponsoring other users. The company also decided to run marketing campaigns that involve PR Marketing and produce high quality content on social media and news outlets. The strategy behind the combination of these marketing channels is to achieve as much organic growth as possible. The management believes strongly that the key to success is a happy user. This can only be achieved by an easy way of navigation functions, the possibility to earn rewards and most importantly a company and team that is dedicated to a common vision. Referrals will be rewarded in both Ethereum as well as our native Ethereum token (ERC20) called BlackFort Token (BXF)

3.7 Supported Tokens and coins

BlackFort Wallet and Exchange as well as the BlackFort Payment Solution will initially be supporting the following cryptocurrencies;

BTC
ETH
XRP
BXF
LTC
DASH
BCH
USDT (ERC20)
ERC20 Tokens

More tokens are going to be added over time provided they garner community support. BlackFort will generally only add coins or tokens that have strong credibility, user base, liquidity, positive community review and a strong management team. If you have a coin that you wish to be listed on the Wallet/Exchange or BlackFort Payment Solution, participating in the BXF Token distribution is going to help make this happen.

4 Cross-platform services:

1. Web-based Payment Solution access and management

- 1.1. Users will be able to access to both their merchant and agent account (if applicable) via their preferred web browser. The users will be able to register their account and manage it from pay.BlackFort.exchange.
- 1.2. As of now there is no mobile app version in development for the payment solution but will be one of the future upgrades and additions to our payment services.

2. Android native client (Mobile application)

An android app is developed to allow Android users to download and utilise the BlackFort wallet. The app will be available from the Google play store as well as an apk download on the BlackFort.exchange website.

3. iOS native client (pending App Store review) (mobile application)

An IOS app is developed to allow IOS users to download and utilise the BlackFort wallet. The app will be available from the App store as well as a dmg download on the BlackFort.exchange website.

4.1 UI/UX View

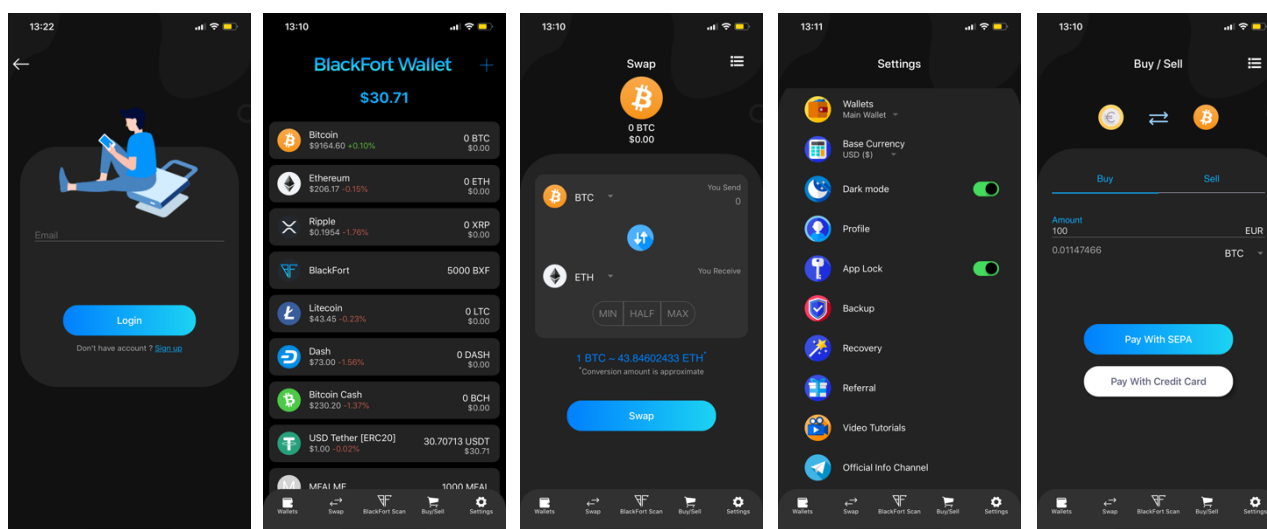


Figure 1 - Screenshots from iOS version. Screens for sign in, main wallet, swap, settings and buy/sell.

4.2 Revenue Streams for BlackFort

1. Crypto to crypto swaps
2. Fiat to Cryptocurrency exchange (via Bank transfer)
3. Fiat to Cryptocurrency exchange (via Credit card)
4. Cryptocurrency to Fiat exchange (bank transfer)
5. eCommerce – Merchandise, Virtual and Physical Products
6. Business to business partnerships (Fixed listing of Partner's Tokens into BFW Coin-list. Subject to a thorough Compliance check)
7. Payment solution services

4.3 BlackFort derives its earnings in the following ways from the revenue streams.

Source	Description
Swaps	1% markup for Crypto to Crypto Swaps
Buy Crypto with Credit Card	2.5% fee levied on purchase by Credit Cards
Buy Crypto Via SEPA Transfer	1% fee levied on purchases via SEPA Transfer
Sell Crypto to Bank Account	1% fee levied on selling to SEPA Bank Account
Merchandise	Flexible margins

5 BlackFort Token (BXF)

BlackFort Token (BXF) is an ERC20 based utility token that is used on the multiple BlackFort platforms. It provides users with benefits and make the use of BlackFort services more efficient, effective and cheaper. Token details are listed below and can be added to any wallet compatible with ERC20 Tokens.

Contract address: [0x5F6D688465D1b1f9b5FFe7560ccCb3a843B22A1c](#)

Name: **BlackFort**

Ticker: **BXF**

Total Token supply: **18,000,000,000 BXF**

Public Sale supply: **9,000,000,000 BXF**

Decimals: **18**

5.1 Full Token Allocation

Should the hard cap not be reached in the sale of the token then the team and liquidity reserve numbers are going to be adjusted by the following formulae:

$$\text{Tokens to team} = \left(\frac{\text{sale}}{\text{hardcap}} \right) * \text{TeamQuota}$$

And;

$$\text{Liquidity reserve tokens} = \left(\frac{\text{sale}}{\text{hardcap}} \right) * \text{LiquidityQuota}$$

This means the sold tokens will always be half of all available tokens

At hard-cap calculation, the distribution of BXF Token is as follows:

Token distribution:	Total tokens	18,000,000,000 BXF
Sale	50%	9,000,000,000 BXF
Liquidity reserve	30%	5,400,000,000 BXF
Team	20%	3,600,000,000 BXF

Figure 2 - Token Distribution at hard-cap of token-sale

- Sale is allocated 50% of all tokens with distribution of sales further explained in 6.3 and will always be 50% of all available tokens regardless of sales outcome.
- Liquidity reserve is the assets held in case of project emergencies as well as unexpected blockages along the road map.
- Team will receive 20% of token subject to a four-year vesting period explained in 6.4.7.

6 Token Sale

The token sale is conducted in-app with the entire process accessible in the wallet by going to either the BXF token and pressing “Buy” or by going to the “Referral” section in the settings menu.

6.1 BXF Token purchase

The users can buy tokens in the wallet via BlackFort’s token sale partner and by signing up to an account in the wallet and once the user accepts the terms of the token sale the user’s details will be pushed to the token dashboard to send the user the tokens and to complete payment. Referral bonuses and commissions are automatically sent to the user’s confirmed ETH wallet. The user’s personal data or any data sent to the company do not leave any EEA servers and all required data is strictly compliant with GDPR legislation.

6.1.1 Minimum purchase

The minimum purchase amount during the token sale is 5,000 BXF Tokens.

6.1.2 Under or Overpay

BlackFort has tested scenarios whereby a user might under or overpay their token purchase below

- a) In the case of under payment a user will be prompted to pay the remainder of the balance within the time frame provided for the transaction. Should a user not send the remaining funds the transaction will be calculated on the funds that have reached at time of reaching and the appropriate number of tokens sent out.
- b) If a buyer sends too much the initial batch of bought token for which is order amount is paid will be sent out followed by the difference in amount sent.

6.1.3 Accepted currencies & transaction times

1. BTC: ~17 Minutes
2. ETH: ~4 Minutes
3. LTC: ~3 Minutes
4. XRP: ~1 Minute
5. BCH: ~17 minutes
6. USDT [ERC20]: ~4 Minutes

6.2 Token Sale Stages and Value

In the following points an explanation of what the various token sale stages entail and why each stage is important to the company, the affiliates and the user base as a whole.

6.2.1 Sale Stage 1

This is the pre-launch and is the initial starting point where the project and its scope will be presented to our top partners for review and for initial fund raising. Seed purchasers have the opportunity to buy at more favourable token pricing that can be individually negotiated with each seed buyer. The company will also be placing top affiliate leaders into the wallet as the wallets and projects official brand ambassadors.

6.2.2 Sale Stage 2

In this stage the token will become available to the public at the lowest token price that we will offer throughout the public sale, this is going to aid the company in building a solid base of users and active affiliate partners. In this stage there is going to be a better offering in terms of price as well as the start of affiliate sales.

6.2.3 Sale Stages 3-5

At this stage the token sale is going to be entirely public, affiliates are still free to earn and to sponsor users. The price will also be going up incrementally at this stage as well as being the last sales stages. Once the sale period is over, there will be no more affiliates sales and the token will be exchange listed and will only be purchasable from exchanges where the coin is listed as well as P2P trading.

6.2.4 Price Change

Stage	Price	Cumulative Amount of BXF Sold (price change)	Date (price change)
1	0.010 €	100,000,000 BXF	Wednesday, 1 July 2020
2	0.012 €	250,000,000 BXF	Thursday, 1 October 2020
3	0.015 €	750,000,000 BXF	Friday, 1 January 2021
4	0.017 €	1,000,000,000 BXF	Thursday, 1 April 2021
5	0.018 €	1,500,000,000 BXF	Thursday, 1 July 2021
6	0.019 €	4,500,000,000 BXF	Friday, 1 October 2021
7	0.020 €	9,000,000,000 BXF	Saturday, 1 January 2022

Figure 3 - Price Stages of token-sale

There are five stages of increasing prices. The starting price of token sale in the phase of pre-launch is 0.01€. After selling a maximum of 50,000,000 tokens or the end of the three-month period the price shall increase. The

price of the token is going to increase to 0.012€ for a maximum sale amount of 200,000,000 tokens or the next three-month period ending. The final 3 sales stages are going to have three price increases initially to 0.014€, then rising to 0.016€ and 0.018€ and finally rising to 0.02€ before the sales stage ends. The price change shall occur when either the date or the number of tokens sold is reached the condition reached first is going to increase the price to the next stage.

Buyers above 10.000€

Any user wishing to buy for 10.000€ should contact the company for an exclusive and limited offer.

6.3 Distribution

The funds raised in the token sale will be distributed as follows and by pre-defined shares automatically to each respective bucket. Note that BXF commissions and Tokens for sign up bonus (200 to each user upon sign up) has been removed from the saleable number of tokens for purpose of calculating sale hard cap as well as assuming tokens sell prior to the date of price increase.

Token proceeds:	Eur	
Sale Hardcap in Eur	170,550,000.00 €	
AVG Sale Token price:	0.03844 €	
Distribution	Percent	Eur
Company Running Costs	19.50%	33,257,250.00 €
Product development	40.00%	68,220,000.00 €
Marketing Commissions	38.50%	65,661,750.00 €
Marketing Campaign	2.00%	3,411,000.00 €

Figure 4 - Token Proceeds - The Quota how funds are used from selling BXF token

6.4 Cap-Stages and Use of Funds

The funds will be used to build up the BlackFort brand and to also expand the business as a whole as well as expand the value-added services as follows;

A further note on this is that each venture may be a separate corporate entity under the BlackFort brand to make operations separate, streamlined and to allow each venture to focus on its own growth, products and development stages without draining another entity of its allocated budget and resources.

Stage	Cap Stages	Turnover Cap
1	Finalizing GlobalOp setup	300,000.00 €
2	Wallet- Application	500,000.00 €
3	Payment Solution	1,000,000.00 €
4	E-Money Institute	4,000,000.00 €
5	Digital Identity	8,000,000.00 €
6	Exchange	12,000,000.00 €
	Hardcap	170,550,000.00 €

Figure 5 - What is done at what stage. after stage 6, Projects are all to be constantly upgraded.

Stage 1 – Global OPS Setup

When Cap 1 is reached then the company is going to use the raised funds to create its global structure in preparation for the ventures and projects in the later cap milestones and also gives the company a full international business structure allowing the BlackFort brand to have operating rights and bases in all applicable countries that are required in fulfilling the company's goals and vision.

Stage 2 – Further Wallet Upgrades

When stage 2 is reached further improvements shall be added to the wallet this is going to potentially include but is not limited to, addition of more blockchains and their coins upon user feedback and requests, further integration with the BlackFort payment solution, addition of further third party services and creating some of the services offered in house. BlackFort will also start setting up the upcoming fiat section of the application in the background.

Stage 3 – BlackFort Payment Solution Upgrades

When stage 3 is reached, further improvements to the payment solutions, this may include but not limited to, improvements to the dashboard, integrating further options in transactions handling, automated transaction monitoring and processing and the addition of multilanguage support. Another upgrade will be the fiat support implementation in preparation for stage 4.

Stage 4 – Electronic Money Institute License

When stage 4 is reached BlackFort is going to apply for and acquire an EMI license with passporting rights across EU/EEA. This will enable the wallet to operate as a bank and integrate crypto and banking under one roof, wallet and payment solution services will be supplemented by traditional banking services and debit cards for easier spending by the company's business and private clients.

Stage 5 – Digital Identity

When stage 5 is reached a digital identity platform shall be created, allowing BlackFort's users to clear compliance and KYC procedures faster through data sharing between partner users. This is going to enable a time saving process where data is shared and no longer shall the user need to constantly upload KYC and compliance documents with every new partner account but instead be able to use your digital identity to verify themselves and their details across all our partner services. This service shall be compliant with the strictest privacy and data protection regulations as per EEA regulations.

Stage 6 – Exchange & OTC

When stage 6 is reached the development of a full BlackFort exchange where trading in BXF is done as well as having the wallet application as the official wallet of the exchange. The orderbook for BXF will be created and publicly available. The use of token on the exchange is going to be a reduction of fees or payment of fees for trading. BXF will be available for Bid and Ask orders which means they are openly traded on the BlackFort exchange.

Hard cap – Upgrading all Services

When the six stages have been reached all the remaining sales shall be allocated toward speeding up of developments and hiring a bigger team of experts in each of the required fields and permanent salaried staffing to fulfil all the requirements for each project.

At this point the entire BlackFort brand is complete and a full end to end solution offered to the company's clients. This means that users are no longer having to go anywhere else to use a complete crypto, fiat and trading solution on the market.

Once this happens all tokens are out on the market and none more will be created. The team is restricted via a vesting schedule to prevent market dumping from the team side. As well as showing the company's responsibility to not take more than the team needs and its commitment to the BlackFort ecosystem. The team token vesting is to be awarded to the founders and for exceptional contribution towards the project whether in sales, development or other crucial contributions and the criteria, award amount and merit for vesting is at the sole discretion of the founders of the project. Vesting schedule for team;

Team Token Vesting Plan	% Vest	Quantity (BXF)
Completion of Token sale	20	720.000.000
After 1st Year	20	720.000.000
After 2nd Year	20	720.000.000
After 3rd Year	20	720.000.000
After 4th Year	20	720.000.000
Total	100	3.600.000.000

Figure 6 - Team tokens are vested over a four-year period to prevent whale dumping.

Updates on stage progresses on the delivery of project goals will be communicated as milestones are reached for each stage. Updates will be delivered via the newsletter, [medium](#) posts and also telegram news channel, to join it please click [here](#).

7 The Need of BXF Token

The BlackFort Token is the ecosystems binding utility. It is the BXF that will enable the benefits in the project and will also be the cornerstone for the vision to come to life. The tokens finite and non-expansory supply is going to bring its value to the BlackFort brand. No further tokens are going to be minted and in case of not reaching the hard cap, excess tokens shall be burned at a quota set forth in section 5.1 at the end of the sales period. An equivalent percentage of tokens are going to be burned from the liquidity reserve and team tokens for the circulating ratio to be adhered to. That being so that the public sale token amount is half of all available tokens.

7.1 Creating a need for BXF tokens

Creating a need for BXF tokens is achieved via two following strategies. Firstly, CryptoReward is received for using the offered services by holding a certain number of tokens. Secondly, the fees charged by BlackFort for its services can be reduced through holding higher amounts of BXF tokens or at a later point paying fees with BXF tokens. Due to the finite number of tokens available, a limited amount of CryptoReward qualifiers are ever going to be in existence. This creates scarcity for the biggest BlackFort service users as they stand to gain the most from holding more tokens.

7.1.1 CryptoReward Holding Levels

There are 4 levels of CryptoReward available. The minimum holding qualifier being 15,000+ tokens and the highest being holdings of 500,000+ tokens as seen in Figure 7.

Product	
CryptoReward to Client	
If user bought in their account and holds more than:	User gets a CryptoReward of x% on our margin in respective incomes
15,000 BXF	10.00%
50,000 BXF	15.00%
150,000 BXF	20.00%
500,000 BXF	25.00%

Figure 7 - CryptoReward holding levels to receive a certain amount of fees back in form of publicly exchangeable cryptocurrency

Based on the current holding criteria for CryptoReward to clients means only a maximum of ~600,000 users will be able to attain a sufficient level of tokens to earn CryptoReward of BlackFort services. A further 10% will be paid out as commissions and sign up bonuses, therefore ~7,900,000,000 tokens remain for sale. Commissions and sign up bonuses also qualify for CryptoReward during the sale. Therefore, post-sale an absolute max of 360,000 users are going to benefit from CryptoReward on BlackFort services across all applicable platforms (wallet, exchange, payment solution, etc.) regardless of how the holding was achieved.

During Sale

$$\text{CryptoReward users} = 0.9(\text{sale token supply}) - (\text{avg spend}) * 2(\text{signup})$$

Post-sale

$$\text{CryptoReward users} = (\text{sale token supply}) / (\text{min holding level})$$

7.1.2 Exchange fees:

The BXF tokens are going to be redeemable towards exchange or trading fees or as the permanent holding discounts applicable by holding levels as shown in Figure 7.

7.2 Public orderbook

Order books (5) are used by almost every exchange to list the orders (buy/sell) for different assets like stocks, bonds, and currencies—cryptocurrencies being no exception. These orders can be both manual and electronic. Generally, most orderbooks contain the same information but may vary across different platforms.

Buy and sell information may appear on the top and bottom, or on the left and right side of the screen. The top of the book is where you'll find the highest bid and lowest ask prices. These point to the predominant market prices gets orders executed.

The orderbook is usually displayed alongside a candlestick chart, which provides useful information about the current and past state of the market. An order book is dynamic, meaning it's constantly updated in real-time throughout the day. Exchanges refer to it as the "continuous book.". There are typically three parts to an order book: buy orders, sell orders, and order history.

1. Buy orders contain buyer information including all the bids, the amount they wish to purchase, and the ask price.
2. Sell orders resemble buy orders but for selling.
3. Market order histories show all the transactions that have taken place in the past.

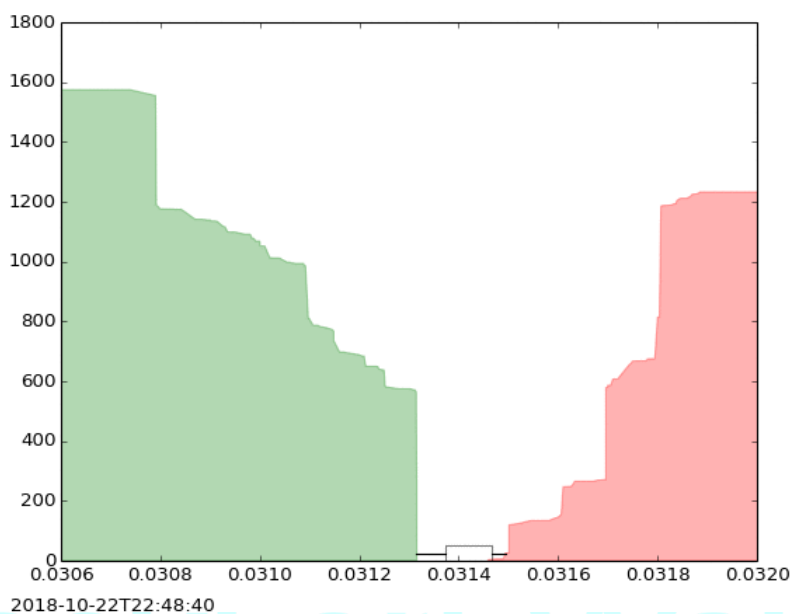


Figure 8 - Order Book ([https://en.wikipedia.org/wiki/Order_book_\(trading\)\)](https://en.wikipedia.org/wiki/Order_book_(trading)))

Through creating a platform and providing a range of different services that let users of BlackFort Products conveniently participate in a useful and transparent economy is to further extend the use of the BXF token. The aim behind providing products that correlate with each other's functions in a positive way gives the management of BlackFort the tools and possibilities necessary to create a growing demand for the BlackFort Token. The vision of a growing economy within a brand, whereby all products can be offered to the public enable to company to achieve an increase in user base numbers. The BXF Token can in this stage be listed to be publicly traded. This means opening of a publicly accessible orderbook on the BlackFort Exchange as well as all other BlackFort Applications and platforms. At this stage there will be no more tokens sold by the company to any users, but strictly through the orderbook.

8 Corporate Social Responsibility

8.1 Donations

BlackFort is committed to supporting worthy causes and some of the raised funds are to be distributed to charities and community programs. The company will sometimes choose the recipient, at times this honour may go to the sales team and at times the company may choose to have the community vote in a poll of carefully selected causes through the official telegram channel that can be found [here](#). Regardless of the choice, the funds donated, and the cause donated to are going to be made public via the official medium account [here](#).

8.2 Community involvement:

This can include raising money for local charities, providing volunteers, sponsoring local events, employing local workers, supporting local economic growth, engaging in fair trade practices, etc. If there is a donation for a special cause or as chosen by the BlackFort community, the company may send any representative or community member to present the donation or pro-bono volunteering provided the selected member agrees to it, the representative and amount of service donated will always be disclosed via our medium account for transparency.

8.3 Ethical marketing:

BlackFort is committed to only do ethical marketing, this to the company means it is not going to engage in discrediting anyone, whether organisation or individual. All marketing is transparent and backed by official statements and visions. A further principle is to not spread false rumours nor advertising regarding the company or any other party. Affiliate salespeople are also subject to our terms of service and are not allowed to offer our product in any irresponsible manner. The founders and management of the company highly value and place great importance on responsible marketing and sales strategies.

The Corporate Structure

BlackFort Wallet & Exchange is the trading name of the company incorporated in the Republic of Estonia under the name BlackFort Tech Estonia OU and comprises of the following sister companies:

- BlackFort Group (UK) handling PR and marketing
- BlackFort Inc (BVI) operates the token economy as well as issuance and sale of token.

9 Disclaimer & Risk Statement

9.1 Disclaimer:

This whitepaper has been issued and compiled by BlackFort Inc (BVI) (BlackFort) on 6th of June 2020 and should be read in conjunction with BlackFort's [terms and conditions](#) (the "Terms").

This whitepaper does not constitute a prospectus for the purposes of [Directive 2003/71/EEC (the "Prospectus Directive"), and the amending directive 2010/73/EU] [Regulation (EU) 2017/1129 (the "Prospectus Regulation")] or offer document of any sort and is not intended to constitute an offer of securities or a solicitation for investments in securities in any jurisdiction mentioned or not in this whitepaper.

The purpose of this whitepaper is to provide prospective purchasers with the information on BlackFort's project and vision to permit the prospective purchasers to make their own decision as to whether or not they wish to proceed to purchase BlackFort Tokens ("BXF"). This whitepaper does not constitute an offer or invitation, or any other sale or purchase of shares, securities, or any of the assets.

Any possession of BXF shall not grant any rights in any form to the user, including but not limited to any rights of ownership, interest, profit, redemption, property or intellectual property, decision making, or any other such rights, such as any rights of financial or legal nature, in BlackFort or its affiliates. The only right afforded is the right to hold the BXF tokens purchased or acquired.

BlackFort Inc (BVI) has taken reasonable care to ensure that, as at the date of this whitepaper, the information contained herein is accurate to the best of its knowledge and there are no other facts, the omission of which, would make misleading any statement in this whitepaper. No representation, warranty, assurance or undertaking is made as to its continued accuracy after such date and all future amendments will be deemed correct at time of publication.

The information contained in this whitepaper may be subject to modification, supplementation and amendment at any time and from time to time.

This whitepaper describes BlackFort Tech Estonia's business objectives and the issue of the BXF Token as well as the Token economy by BlackFort Inc (BVI). It has not been reviewed, verified, approved or authorised by any regulatory or supervisory authority. The following content provided is for informational purposes related to our approach of providing a solution based on blockchain technology. The information may not be comprehensive and does not imply any elements of a contractual

relationship. This document does not constitute the provision of investment or professional advisory services. BlackFort does not guarantee, and accept legal liability whatsoever arising from or connected to, the accuracy, reliability, or completeness of any material contained in this document. It is the responsibility of prospective purchasers of BXF to undertake their own due diligence. Prospective purchasers of BXF are wholly responsible for ensuring that all aspects of this whitepaper and the Terms are acceptable to them. The purchase of BXF may involve special risks that could lead to a loss of all or a substantial portion of the purchase amount. BlackFort Inc (BVI) does not represent, warrant, undertake or assure that the BXF are defect, virus free or will meet any specific requirements of a prospective purchaser. You should only purchase BXF if you can afford a complete loss. Unless you fully understand and accept the nature of the BXF and the potential risks inherent in the purchase of BXF you should not purchase BXF.

The publication of this whitepaper and the offering of BXF may be restricted in certain jurisdictions. It is the responsibility of any person in possession of this whitepaper and any persons wishing to make an application for BXF (pursuant to the Terms) to inform themselves of, and to observe, any and all laws and regulations that may be applicable to them. Accordingly, BXF are not being offered or distributed to, neither can they be resold or otherwise transferred by their holders to the citizens of, whether they are private or legal persons, and people who own a permanent residence or their seat of incorporation in the United States of America and its territories, the People's Republic of China, the Republic of Korea, Singapore, and in any countries, territories, or jurisdictions where transactions with digital tokens are prohibited or to some extent restricted by the law.

This whitepaper does not form any legal relationship between BlackFort and participants of the token sale. The purchase of BXF is only possible after accepting the terms subject to purchaser having completed BlackFort Inc (BVI) customer due diligence process in accordance with BVI Law.

BXF are meant for use strictly within the BlackFort platform and shall not have any value or use outside of it. BlackFort Inc (BVI) and BlackFort Tech Estonia do not and shall not provide any guarantees, projections, estimates, or ensure any profit, income, or gains from BlackFort Tech Estonia's products or services. Participants in the token sale shall carefully assess all available information and possible risks before participating in the token sale or making use of BlackFort products or services.

BlackFort Inc (BVI) reserves the right to make amendments and changes to this whitepaper at any time and without notification. In such case, only the latest version of this Whitepaper published on BlackFort.exchange website shall be considered valid, whilst all older versions of this whitepaper shall be considered invalid. BlackFort Inc (BVI) is not required to give notice of this.

BlackFort Inc (BVI) shall not be held responsible or liable for any losses, damages, or harm arising from participation in this token sale. BXF shall not be used for any kind of speculative, investment, or financial purposes.

This whitepaper shall not be reproduced, redistributed, or published without including this Disclaimer section. In case of reproduction, redistribution or publishing of this whitepaper without this Disclaimer section, this whitepaper and all information presented herein shall be considered invalid.

BlackFort (BVI) makes no warranty whatsoever (express or implied) with respect to any BXF proposed to be issued by the group, including any:

(i) warranty that the BXF will be issued, (ii) warranty of merchantability; (iii) warranty of fitness for a particular purpose; (iv) warranty of title; or (v) warranty against infringement of intellectual property rights of a third party, whether arising by operation of law, course of dealing, course of performance, usage of trade, or otherwise except as expressly set forth in writing between the company and any purchaser of BXF. It is a condition of you receiving and retaining this whitepaper that you warrant to the group, its managers, and its officers that you have not relied upon any warranty made by the group, or any other person on the group's behalf. By purchasing BXF you do so at your own risk.

To the maximum extent permitted by the applicable laws, regulations, and rules, BlackFort and its affiliates and their respective officers, employees, or agents will, in relation to the website and BlackFort tokens, not be liable for any damages of any kind, including but not limited to, direct, consequential, incidental, special or indirect damages (including but not limited to lost profits, loss of revenue or third party loss whether foreseeable or otherwise, trading losses or damages that result from use or loss of use of the website and BlackFort Tokens.)

For the avoidance of doubt, BlackFort Inc (BVI) expressly disclaims any and all responsibility for any direct or consequential loss or damage of any kind whatsoever arising directly or indirectly from: (i) reliance on any information contained in this document; (ii) any error, omission, or inaccuracy in any such information; (iii) any action resulting therefrom; or (iv) usage or acquisition of products, available through the website.

Participants of the token sale acknowledge and agree that they are not purchasing BXF for purposes of investment, speculation, or other financial purposes.

Some of the statements in the whitepaper include forward-looking statements which reflect BlackFort Tech Estonia's current views with respect to execution roadmap, financial performance, business strategy and future plans, both with respect to BlackFort Tech Estonia and the sectors

and industries in which BlackFort Tech Estonia operates in. Statements which include the words “expects”, “plans”, “believes”, “projects”, “anticipates”, “will”, “aims”, “may”, “would”, “could”, “continue”, and similar statements are of a future or forward-looking nature. All forward-looking statements address matters that involve risks and uncertainties. Accordingly, there are or will be important factors that could cause BlackFort Tech Estonia’s actual results to differ materially from those indicated in the statements. These factors include but are not limited to those described in the part of the Terms entitled “Risks”, which should be read in conjunction with this Risk Statement and other cautionary statements in the Terms and Conditions.

Any forward-looking statements in this whitepaper reflect BlackFort Inc (BVI) & BlackFort Tech Estonia current views with respect to future events and are subject to these and other risks, uncertainties and assumptions relating to BlackFort Inc (BVI) & BlackFort Tech Estonia operations, results of operations and growth strategy. These forward-looking statements speak only as of the date of this whitepaper. Prospective participants in the token sale should specifically consider the factors identified in the Terms could cause actual results to differ before making a purchase decision. No statement in this Whitepaper is intended as a profit forecast and no statement in this whitepaper should be interpreted to mean that BlackFort Inc (BVI) & BlackFort Tech Estonia earnings for the current or future years would be as may be implied in this whitepaper.

9.2 Risk Statement:

Purchaser, legal and regulatory, market and operational risks are set out in the in the disclaimer. You should review these risks before purchasing BXF as well as seek independent financial and tax advice.

10 References

- (1) <https://www.statista.com/statistics/647374/worldwide-blockchain-wallet-users/>
- (2) <https://selfkey.org/list-of-cryptocurrency-exchange-hacks/>
- (3) <https://cointelegraph.com/bitcoin-for-beginners/what-is-bitcoin-wallets>
- (4) <https://www.awin.com/us/how-to-use-awin/20-reasons-to-use-affiliate-marketing>
- (5) <https://www.investopedia.com/terms/o/order-book.asp>