

Declaration on the risks associated with participation in W.E.T.E.R. and GOROD L.E.S. projects

General Provisions

- 1.1.** The purpose of this Declaration is to provide the Participant with information about the risks associated with the purchase of participation shares in the W.E.T.E.R. and GOROD L.E.S. projects (hereinafter referred to as Shares) under the Participation Agreement (hereinafter referred to as the Agreement), and a warning about possible losses when investing in W.E.T.E.R. and GOROD L.E.S. (hereinafter referred to as Projects).
- 1.2.** The risks in this Declaration mean the possibility of financial losses for the Participant (in the form of real damage and (or) lost profits) directly or indirectly associated with the acquisition of the Shares offered by the Website Administration.
- 1.3.** The Participant is aware that the provision of funds to the Projects is associated with certain risks, the responsibility for which cannot be assigned to the Website Administration or the Projects, since the ability to foresee and prevent the consequences of such risks is limited or impossible. In this regard, the Participant must independently assess the possibility of carrying out his acquisitions of Shares and the likelihood of the consequences of his actions. At the same time, the Website Administration will make every effort to assist the Participant in reducing possible risks when providing funds to Projects by acquiring the proposed Shares in the frames of the Agreement.
- 1.4.** Website Administration does not provide guarantees for the preservation and increase of the capital provided by the Participant. The Participant may lose some or all of the capital invested in the Projects.
- 1.5.** The Participant is fully aware of the risks, independently selects the proposed Shares (quantity) for acquisition that best suits his investment goals and objectives, and is also solely responsible for his choice.
- 1.6.** Website Administration is not responsible for losses incurred by the Participant due to ignorance of the instructions set forth in the User Agreement.
- 1.7.** The Participant assumes the risk of making unscheduled transactions in the Account in case of re-sending an order before receiving the result of processing the previous order. The Participant is obliged to keep passwords and be sure that third parties will not get access to his personal Account. In the event of a threat or unauthorized access to the Personal Account, the Participant undertakes to immediately block access to the Account by notifying the Website Administration. The Participant will be bound by the Website Administration about transactions and operations carried out in the Personal Account, even if access to the Personal Account was illegally obtained by a third party.
- 1.8.** The conclusion of the Agreement means that this Declaration has been read and understood by the Participant, while he is aware of the real risks when making investment decisions.

Possible economic risks

- 1.9.** Economic risk – the risk of occurrence of unfavorable economic events.
- 1.10.** Risk of loss of expected income – the possibility of an event occurring that leads to partial or complete loss of the expected income from the Shares (lost profits).
- 1.11.** Risk of loss of invested funds – the possibility of an event occurring that leads to partial or complete loss of the invested funds.
- 1.12.** Liquidity risk – the possibility of financial losses in the course of the sale of the Shares due to a change in the assessment of their quality.
- 1.13.** Risk of failure to achieve investment goals – the possibility of financial losses arising from the Participant’s failure to achieve his investment goals.
- 1.14.** Risk of levying commissions and other fees – the possibility of financial losses on the part of the Participant, associated with his complete or partial ignorance about the costs associated with the implementation of transactions with the Shares.

Other possible risks

- 1.15.** Legal risk – the risk of incurring financial losses by the Participant because of the entry into force of new regulations or changes in existing ones. Legal risk also includes the possibility of financial losses for the Participant due to the absence or ambiguity (uncertainty) of legal acts directly or indirectly regulating activities.
- 1.16.** Socio-political risk – the risk of the Participant incurring financial losses associated with a change in the political and economic course, the risk of political and social instability, including the announcement and (or) implementation of strikes, emergency situations, the outbreak of hostilities, etc. The most radical changes may lead to the refusal or postponement of the Website Administration to fulfill its obligations under the Shares, to the restriction of certain (for example, foreign) investments, and possibly to the confiscation or nationalization of the property of certain categories of Participants.
- 1.17.** Natural and technogenic risk – the risk of the Participant incurring financial losses associated with natural and weather phenomena (natural disasters), as well as those associated with catastrophes and large-scale accidents at technosphere facilities, which may or have caused human casualties, damage to human health or the environment, significant material losses and disruption of people’s living conditions.
- 1.18.** Criminal risk – the risk of the Participant incurring financial losses due to illegal actions of third parties, including the risk of committing fraudulent actions in relation to the Participant’s assets (for example, debiting funds or the Participant’s Shares based on forged documents, unauthorized access to the Participant’s personal Account on the Website, etc.).
- 1.19.** Operational risk – the risk of the Participant incurring direct or indirect financial losses due to malfunctions of information, electrical and other systems, including life support systems, remote access systems, software, telecommunications equipment and other technical problems; due to errors associated with the technology of operations,

management procedures, accounting and control.