



CoinfloorEX¹ has established the following guidelines with respect to how forks on any cryptocurrency blockchain that we support for physically delivered futures trading will be handled within the relevant futures contracts.

- Whenever possible, CoinfloorEX will decide whether or not to support in futures the existing fork², a potential fork³, or both forks prior to the beginning of any upcoming contract cycle during or before which the fork may occur and as soon as possible otherwise.
- The decision of which forked blockchain to support in futures will be made at the sole discretion of CoinfloorEX, considering multiple factors, such as hash power committed to each fork and the level of community support.
- If a decision is made to support in futures the potential fork or both forks, CoinfloorEX will release a statement prior to the next contract commencing, detailing which fork will be supported in this contract. Otherwise, CoinfloorEX will either only be supporting in futures the existing fork or a potential fork that the existing fork is forwards compatible with, and no statement will be released.
- In the event CoinfloorEX decides to support in futures both forks or a potential fork that the existing fork is not forwards compatible with, CoinfloorEX will launch a separate futures contract for the potential fork coin with a new naming convention alongside the existing fork⁴. As a result, there would be two futures contracts going forward; the one based on the existing fork and another based on the potential fork. This will operationally be equivalent to the launch of a completely new currency. Coins for the potential fork held in custody will be segregated from and treated separately to coins relating to the existing fork and CoinfloorEX will regard them as separate assets. Clients will be credited.
- In the event CoinfloorEX decides to only support in futures a potential fork that the existing fork is forwards compatible with, CoinfloorEX will switch all subsequent futures contracts over to the potential fork.
- If a fork is both announced and implemented while a futures contract is active⁵, the decision of which forked blockchain to support in futures will be made at the sole discretion of CoinfloorEX, considering multiple factors, such as hash power committed to each fork and the level of community support.
- In the event that a fork related to a futures contract we support in futures dies⁶, the physical delivery obligations taken out with respect to this contract will be considered to not have been delivered and if after an observation period⁷, the status does not change, the delivered assets will be deemed to be destroyed and will be removed from the recipient's CoinfloorEX balance.
- If we decide to support a fork in spot but not in the current futures contract, all clients will have credited to their spot balances an amount of the potential fork equal to their spot existing fork balances plus their net futures conversion balances⁸ at the time of the fork. This will be credited in the new potential fork currency to a new balance. Any profits or leverage in the futures contract at the time of the fork will not be considered in determining the amount to be credited to the new potential fork balance.

¹ CoinfloorEX is a trading name of Coinfloor Limited (BVI). ² This is the the fork that represents the existing unchanged codebase. ³ For the purposes of this fork policy, airdrops are considered as equivalent to potential forks. ⁴ It is expected that the likelihood of this scenario occurring is extremely low based on past precedent and the incentives particular to physically delivered cryptocurrency mining, verification, or processing, (especially as it relates to PoW based blockchains). ⁵ It is expected that the likelihood of this scenario occurring is extremely low based on past precedent. ⁶ A fork dies when it is not able to operate at an acceptable level for an extended period of time and/or it's hashing/community support falls below a certain level. It is at CoinfloorEX's sole discretion to decide whether a fork has reached these levels and therefore can be defined as dead. It is expected that the likelihood of this scenario occurring is extremely low. ⁷ The length of the observation period is at CoinfloorEX's sole discretion. ⁸ The Net Futures Conversion Balance is defined as the result of adding all the amounts a given client converted to a given futures contract period from spot minus the amounts a client converted from the given futures contract period to spot. The net futures conversion balance can't go below zero.