



ZARP Stablecoin Terms of Service

The Terms constitute a legally binding agreement between anyone using the ZARP Stablecoin on any platform or via any application, website, or API, and ZARP Stablecoin (Pty) Ltd (“the Company”), which is a company incorporated under the laws of the Republic of South Africa with company number 2020/762178/07. For the purposes of these Terms, any reference to “we”, “us”, “our”, “ZARP”, “the Company” and/or any similar term means ZARP Stablecoin (Pty) Ltd and its stablecoin token.

ZARP is a cryptocurrency token on the Ethereum, Fantom and Polygon blockchains that is pegged to the price of the South African Rand. Any user of ZARP must unconditionally accept these terms and act in accordance with them. In so doing, you also accept and agree that you are solely responsible for understanding and complying with all laws, rules, regulations and requirements of the jurisdiction in which you live that may be applicable to your use of ZARP, including but not limited to, those related to export or import activity, taxes or foreign currency transactions.

If you do not agree with or accept all of the terms please immediately discontinue any and all use of ZARP.

1. SERVICE & PLATFORM

- 1.1. ZARP Stablecoin (Pty) Ltd (the Company) exclusively operates the cryptographic keys necessary for the minting (creation) and burning (destruction) of the stablecoin ZARP.

- 1.2. ZARP is a smart contract that generates tokens on the Ethereum, Fantom, and Polygon blockchains. ZARP tokens may be acquired from the Company for South African Rands and returned to the Company for South African Rands by partners of the Company only.

2. DISCLAIMERS & RISK

- 2.1. ZARP is an ERC20 token and may be compatible with software or other technology provided by third-parties. The Company does not guarantee the security or functionality of any third-party software or technology and is not responsible for any losses of ZARP due to the failure of third-party software or technology.
- 2.2. Furthermore, the Ethereum, Fantom, and Polygon blockchains may experience backlogs, higher than normal transaction fees, changes to the network, failure or a fork in the protocol. The company does not own or control these blockchains and is not responsible for their security, functionality, or availability.

3. ZARP STABLECOIN GENERAL

- 3.1. ZARP is not money or legal tender and is not a monetary or financial instrument. ZARP tokens can be returned to the Company and South African Rands redeemed from the Company's treasury accounts, subject to the limitations below.
- 3.2. The South African Rands used to purchase ZARP tokens are deposited into the Company's account with a registered South African Bank.
- 3.3. The Company may apply funds in the said account to earn interest on those funds from a registered bank or financial institution, provided that it will ensure a ratio of at least one-to-one of each ZARP token to the amount held in the Company's call deposit treasury account at all times. Any such interest earned may be kept by the Company as fees.

4. KNOW-YOUR-CUSTOMER (KYC) AND ANTI-MONEY LAUNDERING (AML)

- 4.1. You agree to provide true, current and complete information about yourself during the account registration process.

- 4.2. The Company will verify and record information identifying each partner who registers an account for the purposes of purchasing or selling ZARP tokens.
- 4.3. New partners must provide certain identity documentation or information in order to apply for a partner account. This will be done according to the Company's internal and on-going KYC and AML procedure and checks.
- 4.4. The company reserves the right to refuse or reject a registration at its discretion or based on regulatory restrictions.
- 4.5. By using ZARP you agree not to conduct any activities related to international money laundering, fraud or abuse. The Partner hereby also acknowledges that their use of ZARP is not related to an act of money laundering.

5. DEPOSITS

- 5.1. ZARP tokens may only be acquired by partners who have registered an account and provided verified identification information as per Clause 4.
- 5.2. Partners acquiring ZARP tokens must provide a receiving address on the Ethereum, Fantom, or Polygon blockchains that is exclusively owned and operated by the Partner. This address will be whitelisted by our smart contract and ZARP tokens will only be sent to this address.

6. WITHDRAWALS

- 6.1. South African Rands that are redeemed from the Company for ZARP tokens will be transferred exclusively to the bank account designated by, and owned by, the Partner. The account holder name on the receiving bank account must match the name on the customer's KYC documentation.
- 6.2. Please note that any withdrawal may be delayed as necessary to comply with applicable law and/or the Company's Compliance Programme, including verification of customer identification and anti-money laundering procedures. Withdrawals may take up to three (3) days to complete, provided that larger withdrawals may take substantially longer to complete.
- 6.3. ZARP tokens sent to the Company to be redeemed for South African rands will be burned (destroyed) at the Company's discretion in order to

ensure that total token supply does not exceed South African Rands stored in the Company's call deposit treasury account.