

# Hedgex Exchange Term Condition for iTab Contract

Hedgex Exchange ("HE") and iTab ("Client") agree to the following terms and conditions for the hedging contract (the "Contract") entered into on [Date] ("Effective Date") for the following details:

## 1. Contract Overview

**Contract Type:** This contract is a forward contract for the sale and purchase of [Asset Class] with a notional amount of [Notional Amount].

**Maturity Date:** The contract is expected to mature in approximately 5 years from the Effective Date, but may vary due to market conditions or other factors. The exact maturity date will be determined by HE and notified to the Client in writing.

**Exchange Rates:** The exchange rates for the Contract will be determined by HE, and will be based on market rates at the time of maturity.

## Terms and Conditions for Hedging Contract Termination

These Terms and Conditions ("Terms") govern the termination of hedging contracts associated with HGX tokens (the "Contract"). By entering into this Contract, you ("Client") agree to be bound by these Terms.

### 1. Termination Period

The Client may not terminate the hedging contract for a period of 1 year from the date of creation of the Contract ("Non-Termination Period").

### 2. Profit Distribution

The Client will begin to receive profits from the hedging pool within a minimum of 24 hours and a maximum of 48 hours after the Contract is created.

Profit distribution from the hedging pool will occur at 12:00 PM UTC time zone.

### 3. Contract Termination After the Non-Termination Period

After the Non-Termination Period of 1 year, the Client may request to terminate the Contract.

Upon termination request, a deduction of HGX tokens will apply, which will be as follows:

- A minimum deduction of 10% and a maximum deduction of 50% of the total HGX tokens will be imposed, based on market conditions at the time of termination.
- b. The specific percentage of the deduction will be determined through voting by all hedging contract holders.

### 4. Deduction Details

In the initial stage, the deduction is fixed at 10%.

Any remaining balance after the deduction will be returned to the Client in the form of principal HGX tokens.

### 5. Example Calculation

For example, if the Client created a hedging contract for 1000 HGX in BTC and, after 365 days (1 year), has claimed 300 HGX, the remaining balance of 700 HGX will be subject to a deduction of 70 HGX (10%).

The settlement amount to be returned to the Client will therefore be 630 HGX.

## **6. Market Conditions and Voting (DAO)**

The decision on the exact percentage of the deduction after the Non-Termination Period will be based on market conditions.

All active hedging contract holders will have the opportunity to vote on the deduction percentage at the time of a termination request.

## **7. Acknowledgment and Agreement**

By creating a hedging contract and agreeing to these Terms, the Client acknowledges that they have read, understood, and accepted all conditions outlined herein.

## **8. Amendments**

These Terms may be amended occasionally, and the Client will be notified of any significant changes. Continued participation after such notification constitutes acceptance of the updated Terms.

## **5. Governing Law**

Jurisdiction: This Contract will be governed by and construed in accordance with the laws of [Jurisdiction].

Dispute Resolution: Any disputes arising out of or in connection with this Contract will be resolved through binding arbitration in accordance with the rules of [Arbitration Rule].

## **6. Confidentiality**

Confidentiality Agreement: The parties agree to maintain confidentiality regarding all information exchanged in connection with this Contract.

## **7. Entire Agreement**

Entire Agreement: This Contract constitutes the entire agreement between the parties and supersedes all prior negotiations, understandings, and agreements between the parties.

By executing this Contract, both parties acknowledge that they have read, understand, and agree to be bound by its terms and conditions.