Open Finance
Network

Trading Real Assets on Blockchain

LISTING
FRAMEWORK

SECURITY TOKEN LISTING FRAMEWORK

OVERVIEW

Open Finance Network is the leading trading platform for alternative assets. This framework is designed to provide insight into how we evaluate security tokens for listing on the OFN platform. It is not an endorsement of any specific security or asset. We reserve full and absolute discretion to list, not list, or de-list any asset for trading on OFN regardless of how the criteria in this framework may apply to the asset. We expect this framework and document to evolve over time.

REGULATORY COMPLIANCE & LEGAL

Assessment of the application of laws, regulations and compliance best practices.

Securities Offering Exemptions	The asset is classified as a security and the primary offering was conducted under one of the following exemptions: • Regulation D (506b, 506c) • Regulation S • Regulation A+ (Tier 1 or Tier 2) • Regulation CF
Compliance Obligations	The primary offering of the asset met the necessary compliance obligations, including: • Anti-Money Laundering (AML) • Know-Your-Customer (KYC) • Investor Suitability • Investor Accreditation (for Reg D) • Solicitation compliance (for Reg S)
Bad Actor Checks	The management team is run through a standard "Bad Actor" check and background check, and reviewed for integrity and reputational risk.

COMPANY MISSION & VALUES

Assessment of the issuer, the core function of the asset, and governance around the asset and issuer.

Founders and Leadership	The management team is able to articulate the vision, strategy and use cases of the security token and how it creates value for network participants and the industry as a whole.
Open Network	The system is designed as an open financial network accessible to anyone with an internet connection. The core technology enables individuals to have more control over their own wealth and property, or provides freedom and flexibility to financial well-being. The overall network should also contribute to the broader mission of 'democratizing' finance.
Governance	Assessment of long-term operating expectations and decision making. Defined roadmap for the decentralized network and outlined project goals from a business and technology perspective. Structured process to propose and implement major updates to the network, with a system or voting process for conflict resolution.

OPERATIONS & TECHNOLOGY

Assessment of the operations and technology of the asset and issuer.

Business & Operations	Track record of management team or history of interacting with community. Demonstrated ability to set a reasonable budget and managing funds, and achieving project milestones. Cash management best practices in place.
Engineering & Security	Open source code, documented peer reviews, and overall assessment of the engineering team. Demonstrated focus on stringent security protocols and best practices to limit scams, hacks, and theft of funds.