

DICE TOKEN RISKS

By purchasing, owning, and using Dice token, you expressly acknowledge and assume the following risks:

1. RISK OF LOSING ACCESS TO DICE TOKEN DUE TO LOSS OF PRIVATE KEY(S), CUSTODIAL ERROR OR PURCHASER ERROR

A private key, or a combination of private keys, is necessary to control and dispose of Dice token stored in your digital wallet or vault. Accordingly, loss of requisite private key(s) associated with your digital wallet or vault storing Dice token will result in loss of such Dice token. Moreover, any third party that gains access to such private key(s), including by gaining access to login credentials of a hosted wallet service you use, may be able to misappropriate your Dice token. Any errors or malfunctions caused by or otherwise related to the digital wallet or vault you choose to receive and store Dice token in, including your own failure to properly maintain or use such digital wallet or vault, may also result in the loss of your Dice token. Additionally, your failure to follow precisely the procedures set forth in for buying and receiving Tokens, including, for instance, if you provide the wrong address for the receiving Dice token, or provides an address that is not ERC20 compatible, may result in the loss of your Tokens.

2. RISKS ASSOCIATED WITH THE ETHEREUM PROTOCOL

Because Dice token and the DICEGAME platform are based on the Ethereum protocol, any malfunction, breakdown or abandonment of the Ethereum protocol may have a material adverse effect on the platform or Dice token. Moreover, advances in cryptography, or technical advances such as the development of quantum computing, could present risks to the Dice token and the platform, including the utility of the Dice token for obtaining services, by rendering ineffective the cryptographic consensus mechanism that underpins the Ethereum protocol.

3. RISK OF MINING ATTACKS

As with other decentralized cryptographic tokens based on the Ethereum protocol, Dice token are susceptible to attacks by miners in the course of validating Dice token transactions on the Ethereum blockchain, including, but not limited, to double-spend attacks, majority mining power attacks, and selfish-mining attacks. Any successful attacks present a risk to the platform and Dice token, including, but not limited to, accurate execution and recording of transactions involving Dice token.

4. RISK OF HACKING AND SECURITY WEAKNESSES

Hackers or other malicious groups or organizations may attempt to interfere with the platform or Dice token in a variety of ways, including, but not limited to, malware attacks, denial of service attacks, consensus-based attacks, Sybil attacks, smurfing, and spoofing. Furthermore, because the platform is based on open-source software, there is a risk that a third party or a member of the Company team may intentionally or unintentionally introduce weaknesses into the core infrastructure of the platform, which could negatively affect the platform and Dice token, including the utility of Dice token for obtaining services.

5. RISKS ASSOCIATED WITH MARKETS FOR DICE TOKEN

If secondary trading of Dice tokens is facilitated by third party exchanges, such exchanges may be relatively new and subject to little or no regulatory oversight, making them more susceptible to fraud or manipulation. Furthermore, to the extent that third-parties do ascribe an external exchange value to Dice token (e.g., as denominated in a digital or fiat currency), such value may be extremely volatile.

6. RISKS OF ICO MARKET

The market of initial coin offerings is new. There is a risk that the market of initial coin offerings will not sustain its current growth rate and will instead decrease in the future.

6.1. RISKS OF ICO MARKET USING ETHEREUM

Dice tokens are valid in respect of ICOs using Ethereum. To the extent the ICO market migrates away from Ethereum as the predominant ICO platform, Dice tokens, and the discounts associated therewith, will have fewer applications. Although Dice tokens do not expire, if ICOs cease to use Ethereum altogether Dice tokens will nevertheless become ineffective.

7. RISK OF UNINSURED LOSSES

Unlike bank accounts or accounts at some other financial institutions, Dice token are uninsured unless you specifically obtain private insurance to insure them. Thus, in the event of loss or loss of utility value, there is no public insurer or private insurance arranged by Company, to offer recourse to you.

8. RISKS ASSOCIATED WITH UNCERTAIN REGULATIONS AND ENFORCEMENT ACTIONS

The regulatory status of Dice token and distributed ledger technology is unclear or unsettled in many jurisdictions. It is difficult to predict how or whether regulatory agencies may apply existing regulation with respect to such technology and its applications, including the DICEGAME platform and Dice token. It is likewise difficult to predict how or whether legislatures or regulatory agencies may implement changes to law and regulation affecting distributed ledger technology and its applications, including the DICEGAME platform and Dice token. Regulatory actions could negatively impact the platform and Dice token in various ways, including, for purposes of illustration only, through a determination that the purchase, sale and delivery of Dice token constitutes unlawful activity or that Dice token are a regulated instrument that require registration or licensing of those instruments or some or all of the parties involved in the purchase, sale and delivery thereof. The Company may cease operations in a jurisdiction in the event that regulatory actions, or changes to law or regulation, make it illegal to operate in such jurisdiction, or commercially undesirable to obtain the necessary regulatory approval(s) to operate in such jurisdiction.

9. RISKS ARISING FROM TAXATION

The tax characterization of Dice token is uncertain. You must seek your own tax advice in connection with purchasing Dice token, which may result in adverse tax consequences to you, including withholding taxes, income taxes and tax reporting requirements.

10. RISK OF COMPETING PLATFORMS

It is possible that alternative platforms could be established that utilize the same open source code and protocol underlying the platform and attempt to facilitate services that are materially similar to the DICEGAME services.

11. RISKS ARISING FROM LACK OF CONTROL

Because Dice tokens confer no governance rights or control of any kind with respect to the DICEGAME platform or the Company, all decisions involving the Company's products or services within the DICEGAME platform or the Company itself will be made by the Company at its sole discretion. These decisions could adversely affect the DICEGAME platform and the utility of any Dice tokens you own, including their utility for obtaining services and discounts.

12. RISK ASSOCIATED WITH KYC

DICEGAME reserves the right to conduct a "know your client" assessment (KYC) on all purchasers of Dice tokens. Such KYC may be conducted following the receipt of funds from purchasers of Dice tokens. In the event KYC is not satisfied (as determined by the Company, in its sole discretion), the Company may return any such funds and refuse to issue Dice tokens. In such cases purchasers of Dice tokens will not be compensated for any loss of use of such funds during the period beginning with such payment until so returned.

13. UNANTICIPATED RISKS

Cryptographic tokens such as Dice tokens are a new and untested technology. In addition to the risks included in this DICE TOKEN's risks list, there are other risks associated with your purchase, possession and use of Dice tokens, including unanticipated risks. Such risks may further materialize as unanticipated variations or combinations of the risks discussed in this particular list

FURTHER INFORMATION

For further information regarding the Dice token sale, please contact info@dicegame.io.

THIS RISK FACTORS DOCUMENT IS SUPPLEMENTAL TO THE TERMS AND [THE WHITE PAPER](#) AND SHOULD BE READ IN CONJUNCTION THEREWITH.