UniFi

Ricardian Contracts

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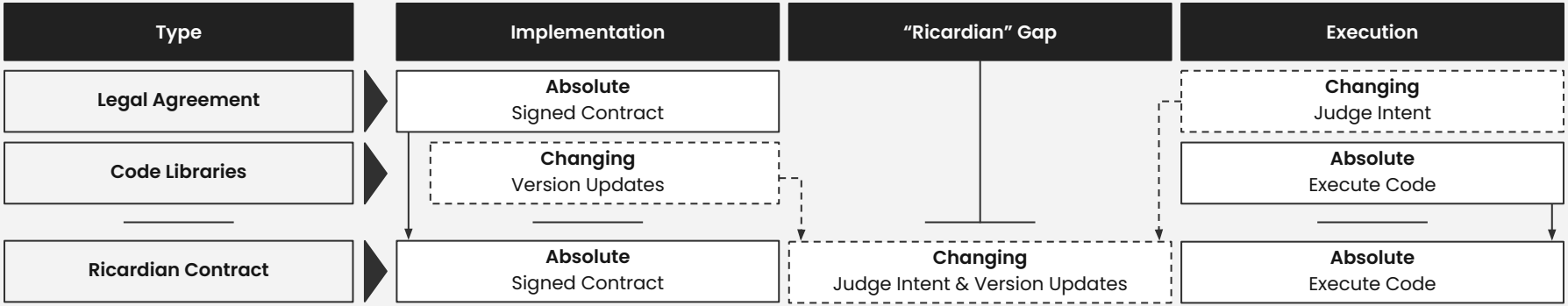
Contents

Ricardian Contracts

01

Starting from Scratch



Property	Legal Contract	Smart Contract	Ricardian Contract
Human Readable	**Yes**	No	**Yes**
Subject to Interpretation	**Yes**	No	**Yes**
Machine Readable	No	**Yes**	**Yes**
Self Executing	No	**Yes**	**Yes**

Why Ricardian Contracts

Versatile Legal Contracts

Blockchain Functionality Meets Legal Agreements

- Adds DLT and **smart contract functionality** to standard legal agreements
- Implement **condition precedent** and subsequent
- Enhanced transparency, **reduced costs**, and time optimizations when resolving a dispute
- Preserve **richness and nuance** legal agreements

Legally Binding Smart Contracts

Smart Contracts That Hold Weight in Court

- **Legally binding** and can be used in court.
- Have the power to resolve disputes occurring **outside DLT-based systems**
- Provides **security** against fraudulent activities
- **Legitimize DLT** technology in the eyes of regulators and governments

Bottom Line: Readable, Trustworthy, Versatile.

Bridging the Gap

Type	Implementation	"Ricardian" Gap	Execution
Ricardian Contract	**Absolute** Signed Contract	**Changing** Judge Intent & Version Updates	**Absolute** Execute Code

Document Templatization	Parameter Extraction	"Ricardian" Link
Standardization of term sheet using word document templates so information can be extracted accurately and consistently.	Use various tools to extract entities, information, and logic from a legal agreement to use as parameters in the smart contract.	Link the legal document with the smart contract to form a document that is human and machine readable. Human in the loop.
Smart Contract Templatization	**Smart Contract Generation**	**Ricardian Contract Creation**
Predefined smart contract logic that can be 'upgraded' if it no longer executes in line with the original intent of the term sheet.	Automated generation of a smart contract specific to the term sheet. Deployed using Hedera Smart Contract services.	Creation of a human and machine readable ricardian contract using Hedera Token Services. Embed "Ricardian" metadata in the token.

Business Value

02

Use Cases

01 Financing

Bonds

Loans

Ricardian contracts can be generated from term sheets and used to execute tokenized debt instruments, which can help firms raise funds & obtain capital.

Tokenizing debt instruments can solve long settlement times and manual processes by automating and speeding up the issuance process.

02 ESG

Carbon Credit Tokens

ESG NFTs

The generation of fungible or non-fungible ESG security tokens can be used by corporations to offset their footprint and achieve carbon negative status.

Ricardian contracts run on Hedera's carbon negative network can facilitate the automation of ESG token related activities while ensuring legal and regulatory compliance.

03 Industry

Supply Chain - Ownership & Visibility

Record ownership rights as items move through the supply chain, showing a clear chain of ownership at each stage. With IoT sensors, products can be tracked from producers, to warehouses, to manufacturers, and to suppliers.

Healthcare - Drug Traceability

Patient, health payers, and drug manufacturers can enter into encrypted and authentic Ricardian agreements on a DLT platform. Health payers will reimburse manufacturers when patients order prescriptions as per their plan.

Insurance - Automated Policies

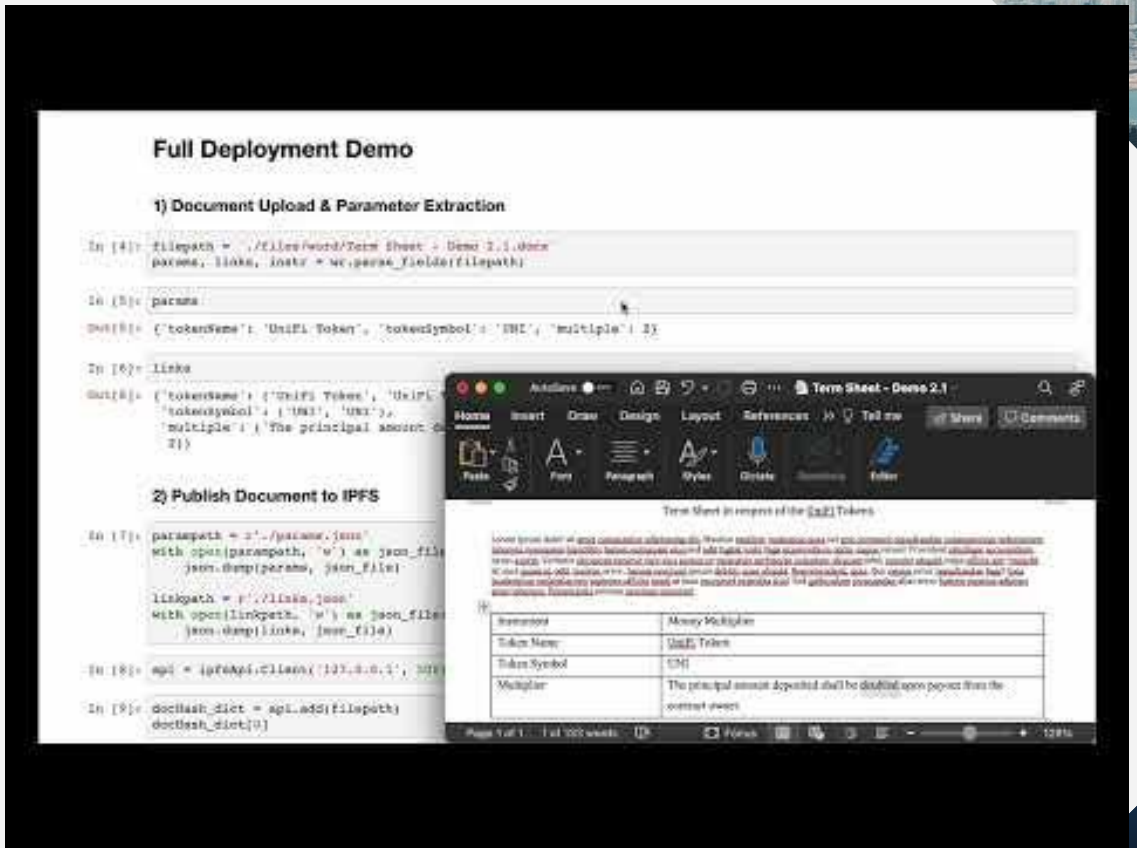
The insurance process is largely manual, adding huge administrative costs and time delays that result in higher premiums for customers. Automating policies by writing them into Ricardian contracts will ease these issues.

UniFi Demo

03

Parameter Extraction

Full Deployment



TOKO Integration

04

TOKO Integration

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Flexible Document Upload

Support various structured (xlsx, csv) and unstructured (docx, pdf, json) document formats.

Robust Parameter Extraction

Robust parameter extraction models built using natural logic processing and deep learning, aided by data synthesis.

Ricardian Interface

User interface to visualize link between the smart contract & the original document. Human in the loop for quality control.

TOKO

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Controlling Tokens with Ricardian Contracts

Use Ricardian Contracts to control the end-to-end supply & transfer of security tokens created by TOKO.

KYC, User Roles, and Permissioning

Comprehensive KYC, IAM, & LEI functionality to eliminate fraud and enhance auditing capabilities.

Upgradeable Ricardian Contracts

Deploy upgradeable Ricardian Contracts to iteratively add features or fix bugs as outlined in the legal agreement.

Thank You

UniFi - Ricardian Contracts