

F2C

FAST SAFE SIMPLE

WHITE PAPER

PROJECT OFFICIALS CONFIRM THAT ALL THE PROVIDED INFORMATION IS RELIABLE AND DOES NOT MISLEAD INVESTORS REGARDING THE F2C SERVICE AND HOSTED F2C SHARES.

THE INFORMATION OF CORPORATE EVENTS AND FINANCIAL STATEMENTS IS AVAILABLE ON THE WEBSITE "F2C.DEV".

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Glossary

AML (Anti-Money Laundering) – refers to the laws, regulations, and procedures intended to prevent criminals from disguising illegally obtained funds as legitimate income;

KYC (Know Your Customer) – is the practice carried out by companies to verify the identity of their clients in compliance with legal requirements and current laws and regulations;

FATF – (Financial Action Task Force on Money Laundering and Terrorism Financing) is the global money laundering and terrorist financing watchdog. The inter-governmental body sets international standards that aim to prevent these illegal activities and the harm they cause to society;

SumSub – a database used for checking electronic images of physical documents, which is used in the KYC area to automatically process documents in Asian languages-Korean, Japanese, and Chinese;

Crystal – crypto currency fraud detection tool;

Oracle — an agent that finds and confirms real events and transmits this data to the blockchain for the use of smart contracts;

Digital account – remotely opened digital bank account;

Compliance Team – the team that monitors the compliance of operations;

GDPR (General Data Protection Regulation) – is a regulation in EU law on data protection and privacy in the European Union (EU) and the European Economic Area (EEA).

F2C Share token - is an Ethereum-based equity instrument that provides real-time dividends.

Introduction

The development of crypto currency markets using blockchain technology is accompanied by the rapid development of financial institutions – exchanges, brokers, trusts, exchangers specializing in customer service in these markets.

Today's blockchain financial market can be compared to the development of the traditional banking system in the 18-19th century, and today's banking system is the result of accumulated experience over the past 200 years.

But the blockchain market and its infrastructure should go this way in 10 years. Therefore, the transfer of experience and tools from the traditional financial system to the blockchain is inevitable, and those of the new market players who take this experience into account will be more successful than their competitors.

Market Problems and Challenges

The beginning of 2020 was very stressful for most crypto currency exchanges. On January 10, 2020, the fifth anti-money Laundering Directive (5AMLD) entered into force in the EU and EFTA. Some platforms were closed, while others focused all their efforts to comply with the new rules of the game.

The presence of a financial security monitoring department on a crypto currency exchange is an important indicator of the platform's reliability. Each site has an individual approach to countering illegal operations. Such systems must be developed and implemented on each platform. Monitoring is often similar to risk scoring systems in banks

and allows to check the quality of all transactions, which in turn allows to track and immediately block suspicious transactions.

Secure data storage:

It is no secret that the main task of the crypto exchange is to take all necessary measures to maintain strict confidentiality of any incoming data. This is set out in the user agreement, privacy policy, and GDPR requirements.

All information must be stored on encrypted servers, and none of the employees must have access to it, except for a certified AML officer.

crypto currency exchanges are not only responsible for the monetary assets of their clients but are also responsible for combating money laundering and terrorist financing.

One of the important functions of the F2Cswap service is to ensure the purity of transactions.

F2Cswap's ecosystem

The F2Cswap ecosystem – is a suite of fintech solutions that helps clients transfer, store, and manage digital and fiat assets.

The F2Cswap ecosystem is based on the many years of experience of a team of financiers, lawyers, programmers with a large background, who have managed to combine the accumulated knowledge and developments of the traditional financial world with the new blockchain universe.

The F2Cswap system includes the following services:

F2C Gate – KYC customer verification service and provision of IBAN accounts; Oracle financial data matching functions;

T7 - reliable trading with a professional broker; A wide range of derivatives, taking into account new opportunities and horizons.

Stable reliability and profitability of your assets:

We work with time-tested financial services partners. Reasonable compliance and complete confidentiality of our clients' data.

F2C Passporting - replacing recurring questions with the documentation of a legal entity and information about the owner with one reusable main record.

Our clients

The main consumers of our services are crypto exchanges, brokerage companies, trusts, crypto exchangers.

Our goal is to help funds, brokers, management companies, and trusts by integrating our service to attract new customers, increase sales, conduct transactions and operations in full compliance with FATF regulatory requirements, securely store and manage assets.

Whom do we serve?

❖ **Crypto Exchanges**

Strengthening of legislation in the framework of control over clients of crypto exchanges requires them to implement a verification service. More than half of the 800 exchanges do not comply with the KYC rules. Crypto exchanges can easily verify customers using the F2C gate service, and Oracle will help with the transfer of fiat assets.

❖ **Brokerage companies**

New financial markets for crypto-assets are forcing brokerage companies to look for new opportunities for their clients. At the same time, the biggest problem is the protection of digital assets from hacker attacks and fraud of managers.

F2C Gate

The **F2C Gate** service is an international fintech project that provides specialized financial institutions with services:

- AML and KYC customer verification service, and provision of IBAN accounts;
- Oracle functions for matching financial data.

The F2C Gate project combines the positive aspects of the centralized financial system and the blockchain, taking into account their shortcomings. As a result, a system was obtained that uses the controllability of a centralized system and the transparency of blockchain technology.

However, the mere use of special programs does not give full guarantees. Of course, the main role here is played by the Compliance Team, which works 24/7, and conducts manual monitoring of any suspicious transactions, and also helps clients go through all stages of verification.

FATF Compliance

The F2C Gate service is AML and KYC procedures built according to FATF requirements. The internal control system for countering the legalization (laundering) of proceeds from crime and the financing of terrorism (hereinafter referred to as the AML/CFT System) is organized following the requirements of EU AML/CFT legislation and takes into account the recommendations developed by international organizations — the Financial Action Task Force — FATF), the Basel Committee on Banking Supervision (Basel Committee on Banking Supervision), the Wolfsberg Group (Wolfsberg Group), the

Eurasian Group on Combating Money Laundering and the Financing of Terrorism (EAG), etc.

Stages of a transaction with an exchange client

By the legislation of the member states of the European Union, banks are required to verify the identity of the client through the KYC procedure. The procedure is carried out both at the beginning of business relations with the client, and in the process of interaction with him. In some cases, this procedure takes a long time and causes several problems and inconveniences for the client of the financial institution.

Our service is fully automated for passing KYC. Customer data will be securely registered on the blockchain and available only to the exchange subscribed to our service.

How our service interacts with the exchange

On the website of the exchange that cooperates with our service, there is access to the f2c.dev website.

- Customer registration on the lk.f2c.dev website;
- Verification of customer:
Passing KYC through the SumSub service;
- In case of positive passing of KYC - receiving a personal IBAN account in a Payment Agent cooperating with the service;
- Transfer of the client's own funds from their bank to their IBAN account using SWIFT/SEPA
- Transfer of data about the client's accounts to the exchange on the blockchain with the help of an Oracle.

How our service interacts when transferring a client's crypto currency to an exchange:

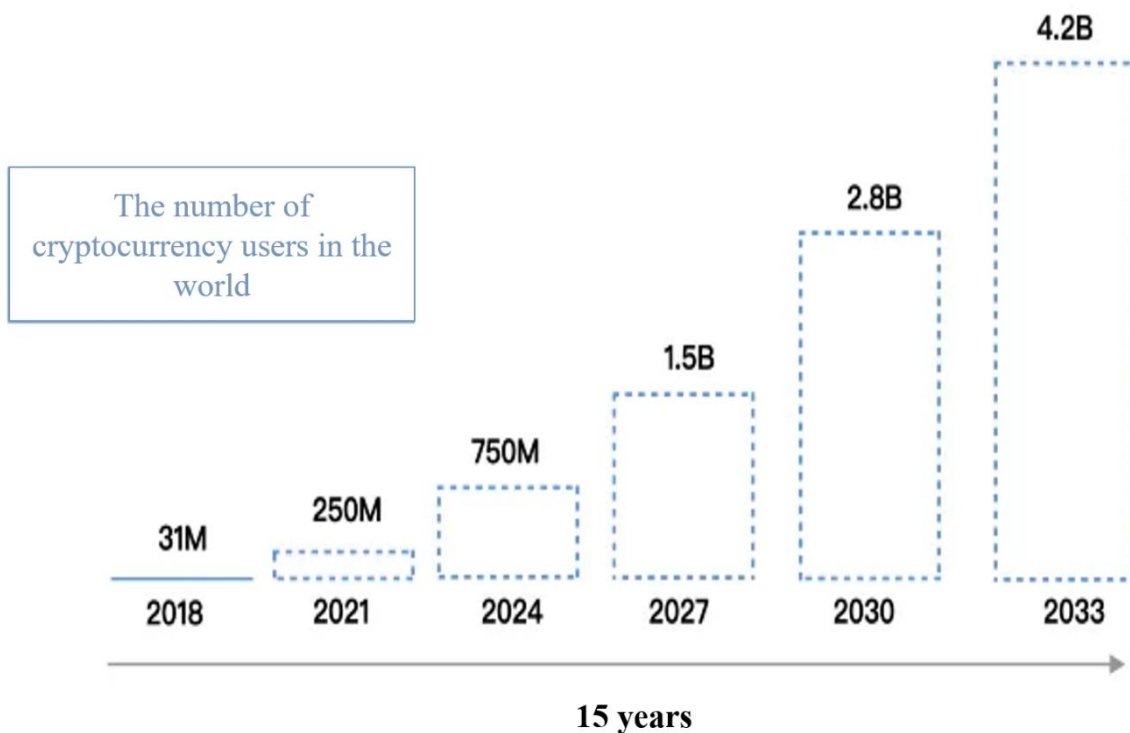
- Registration on the F2C website;
- Verification of customer;
- Passing KYC through the SumSub service;
- crypto currency verification via the Crystal Blockchain system;
- Crediting the client's crypto currency to the exchange's account.

The project's economics and marketing

The growth of the market of crypto-assets

The fall of the markets led to increased distrust of the centralized system, and this only accelerated the development of the crypto currency market. The younger generation is more likely to prefer digital money and assets to conventional fiat ones in 3-5 years. According to Statista, the total number of users of blockchain wallets worldwide increased by 35.8% over the year (from more than 34.6 million in Q1 2019 to 47 million in Q1 2020).

Based on the graph provided by them, it is noticeable that the growth in the number of crypto-wallets has been going exponentially since 2016.



Growth in the turnover of crypto-assets

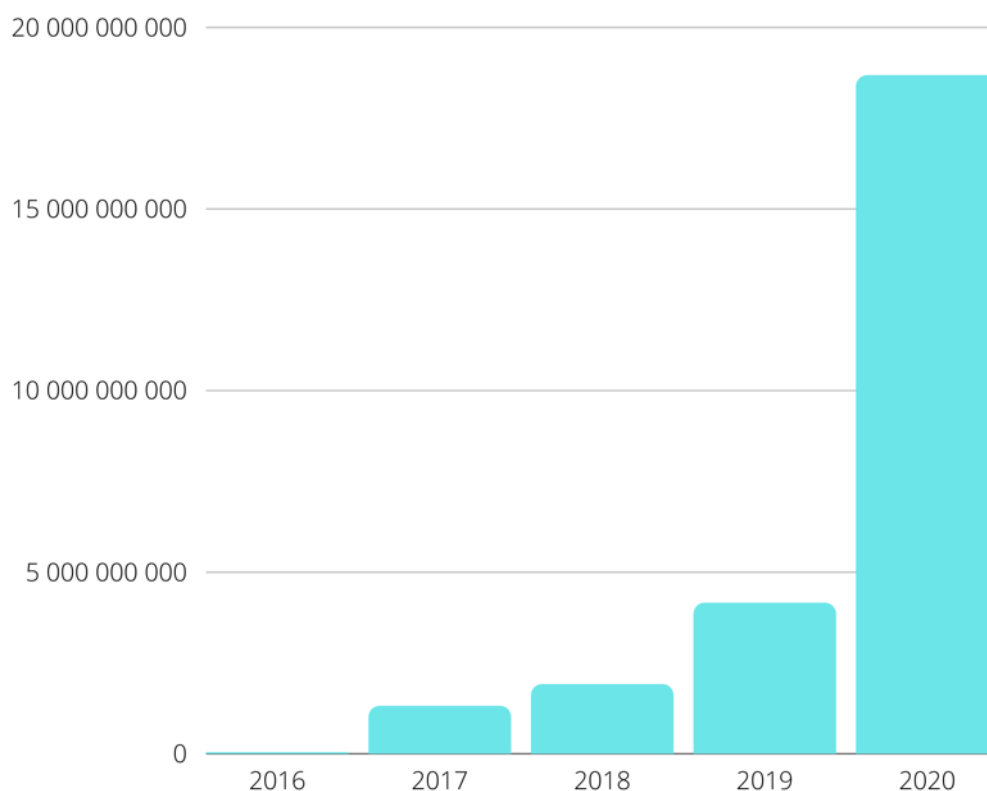
Currently, the daily turnover of all cryptocurrencies is about 100 billion US dollars, the market capitalization is more than 500 billion US dollars (data taken from the site coinmarketcap.com).

The turnover of the most popular stablecoin USDT has grown 15-20 times in two years (from 2 billion US dollars per day in 2018 to 30-40 billion US dollars in 2020), and its trading volumes have increased several times and now average about 50-60 billion US dollars per day.

For example, the total annual volume of USD in 2015 was 1.532.698 US dollars, and by June 2020 it was approximately 8 trillion US dollars (the graph is based on data from the site coingecko.com).

Besides, the capitalization of USD is also growing steadily, and from 2019 to 2020 it grew more than 3 times (the graph is based on data from the site coingecko.com).

Capitalization of USDT, billion dollars



Compliance with KYC and AML rules

More than half of the 800 crypto currency exchanges in 80 countries do not comply with KYC/AML measures.

This was reported by the analytical company CipherTrace. According to CipherTrace statistics, 60% of the top 10 exchanges with insufficient KYC are located in Europe, 20% in Latin America and the Caribbean, and the last 20% in the Asia-Pacific region.

At Least Half of the VASPs in All Regions Have Weak or Porous KYC

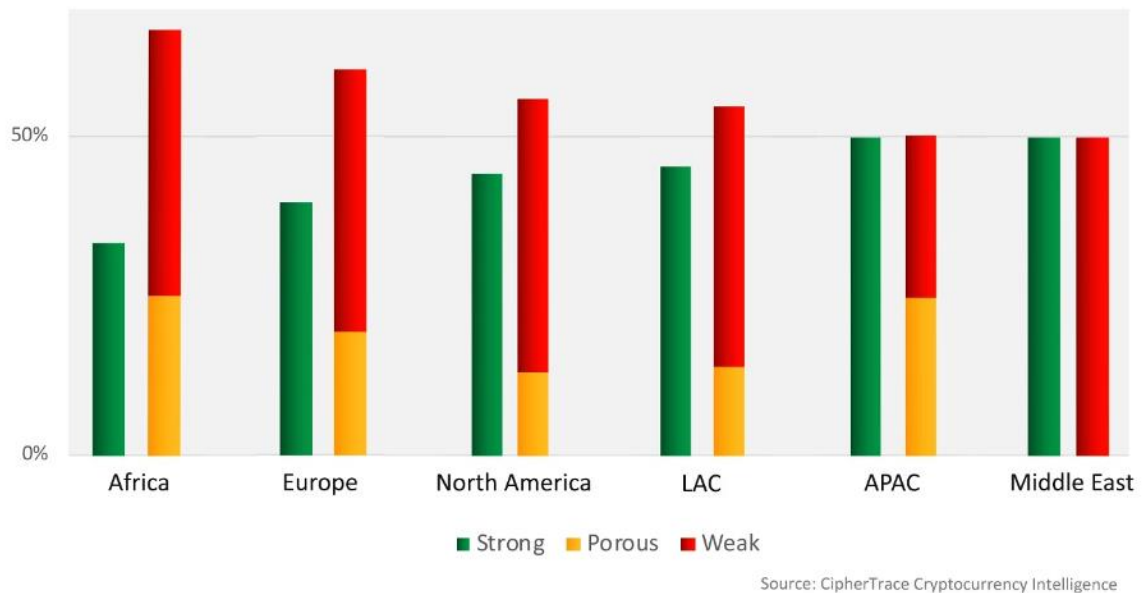


Figure 1

Europe is leading despite the adoption of the Fifth Anti-Money Laundering Directive (AMLD5), analysts say.

In Africa, 70% of trading platforms do not comply with KYC standards, and most of them are located in the Seychelles, which potentially makes this country attractive for money laundering.

Of the decentralized exchanges, more than 90% have implemented insufficient KYC measures, while 81% have virtually none.

In terms of countries, the situation is worse in the United States, Singapore, and the United Kingdom, since more sites are concentrated there.

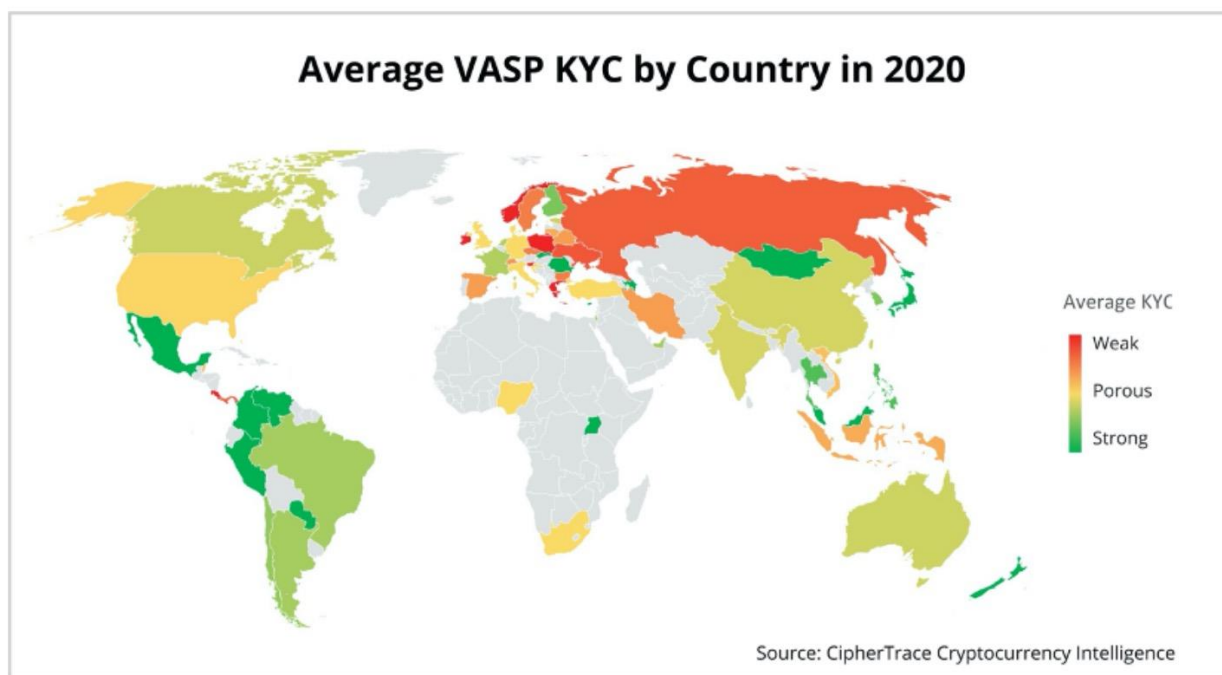


Figure 2

Converting Fiat Assets to crypto-assets

The transition from fiat money to digital assets is currently difficult and costly and carries great risks for customers.

Developed countries accept the new realities of the development of financial markets, and bring legislation by the market, create platforms for the development of crypto projects, and develop their crypto currency. At the same time, other countries are doing exactly the opposite.

Banks groundlessly refuse to transfer funds in favor of digital exchanges, and existing digital exchangers that accept payments by plastic cards charge a commission from 7.5 to 20% of the investment amount.

How does the transition from Fiat funds to crypto-assets take place today:

1. Via exchange on crypto exchanges – withdrawal of funds to the exchange's accounts;
2. Through semi-legal exchanges, by transfer through the Bank card of a physical person to receive the crypto-assets;
3. With the use of cash.

At the same time, clients face the following risks:

- Lack of legal protection when transferring money to someone else's card;
- It is dangerous to transfer a considerable amount of money through exchanges that have been tested for years since there is a possibility of blocking the card in the Bank by transferring from one individual to another;
- Periodic hacking of exchanges by hackers.
- The probability of man-made disasters is quite high;

- Potentially possible impact or impact on the automated system with subsequent loss.

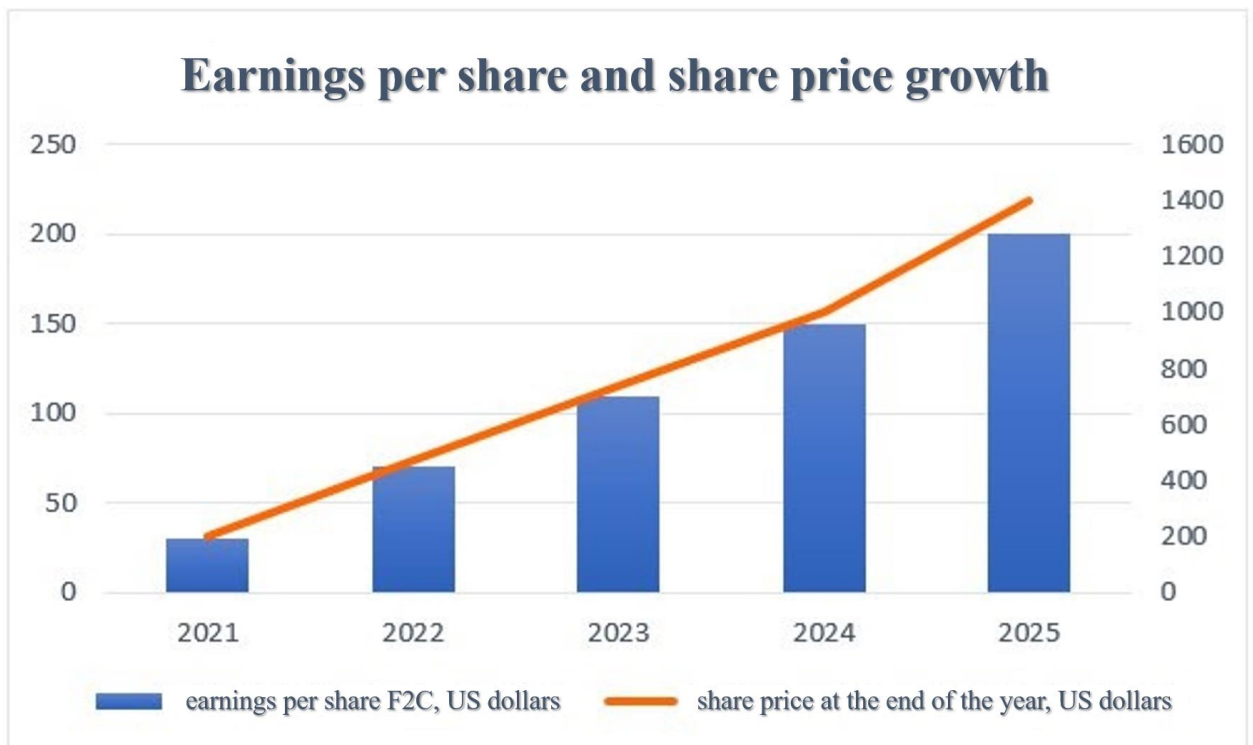
Most VIP clients refuse to take these risks.

The F2C Gate service performs the function of an Oracle that delivers data to the Blockchain on the client's assets, while the client does not bear the risk of losing their assets, and exchanges and other crypto businesses do not violate the laws of their clients ' countries.

Sales forecast

Our main clients are exchanges with a turnover of at least 20 million USD per month and individuals with a desire to convert fiat into crypto of more than 10 thousand USD.

According to our development plan, 2 exchanges should be connected to our F2CSwap service in 2021, subsequently, this figure will grow to 10 exchanges in 5 years.



F2C Shareholders Income

The transaction fee in the F2C service is 3% of the turnover. The scheme of work is simple: when sending any amount of crypto-assets to the smart contract, it (the smart contract) automatically distributes 1% of this amount among the F2C Share token holders in proportion to the number of tokens in the owner's wallet and deposits the required amount to the wallet. This makes a significant difference from ordinary shares, where dividends are distributed only after all taxes and expenses have been paid.

Based on a predictive sales model, our shareholders will start earning income immediately after the first transaction.

We forecast return on token-share to grow from \$1.4 in 2021 to \$485.6 by 2025, and the share price from \$150 to \$ 1.400, respectively.

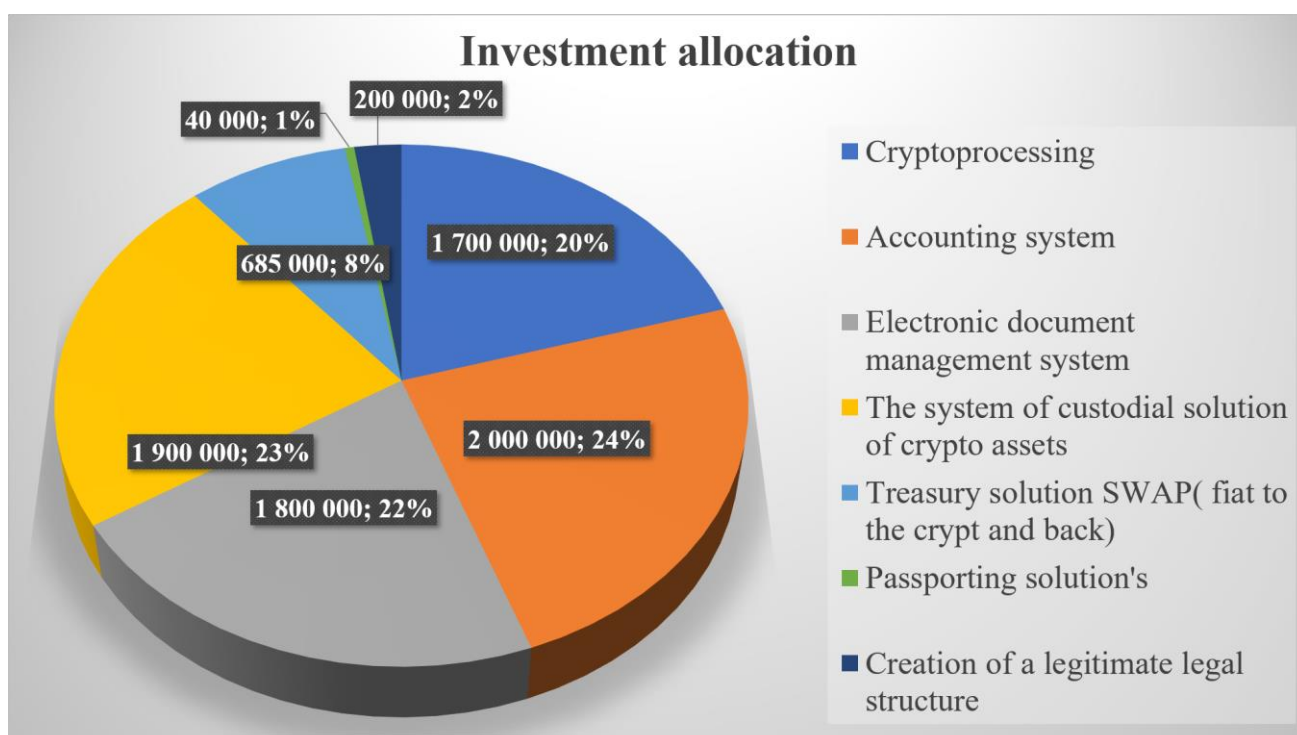
IDO Launching

To attract additional investments from traditional investors, we have a legal entity - a Luxembourg fund. The Fund is an issuer of F2C Share tokens on the TRON blockchain. These tokens are pledged for 20% F2C share on the Ethereum blockchain.

The investments in project

Total \$8.325.000 was invested in the F2CSwap project.

The distribution of investments is shown in the diagram below:



Technological component of the project

The F2C project is consist of 3 basic parts:

- **Crypto processing:**

For the crypto processing in our project, we use the Ethereum and TRON blockchains tokenized portfolio.

The popularity of processing as a business service is growing along with the demand for prompt electronic payments around the world.

- **An Opera day on a centralized DBMS:**

A centralized database provides the collection, storage, and analysis of financial data flows related to the provision of operations in the crypto and fiat worlds.

This database is connected to all external information providers (transaction participants), which in turn makes it possible to automatically change information directly from other sources via the API.

- **Business process management system :**

Based on the fact that the entire system is automated as much as possible, for further coordination of all managers, we have an electronic document management system. The DBMS covers all processes from biometric verification to cost control, including security issues. In this system, all business processes are registered for the interaction of employees with each other from the information ecosystem.

To get acquainted with the component of the project in more detail at this link:

<https://drive.google.com/file/d/1SvN2gkS8auj9HW-ndg4ldOk9zkbh5AP3/view?usp=sharing>

The Road Map

2019

- Development and launch of a crypto processing service in commercial maintenance;
- Integration of business process management systems with crypto processing;
- The first placement of tokens F2C Share.

2020

- Integration between service and internal accounting systems (management and accounting);
- Second placement of tokens F2C SHARE (10%) among individuals;
- Signing of a cooperation contract with an international crypto exchange XignalMT;

2021

- Launching into industrial operation;
- Carrying out IDO of F2C SHARE tokens on dex USWAP(20%)
- Signing of cooperation agreements with Sterling Payment Agent;
- Enhanced security for AML crypto-assets (Crystal Blockchain);
- Signing a contract with Tether for USDT delivery;

Team History

The best experts participate in the F2C project. These experts work every day to provide the best service.

The Advisers

Ulf Wokurka	Has many years of experience in the financial sector in foreign and Kazakhstani STBs.
Vladimir Kononenko	More than 35 years of experience in the field of taxes and law in state financial organizations, as well as in the big four companies. Of these, he was a regional partner for 18 years, heading a tax and legal practice.
Vyacheslav Averkin	Crypto Evangelist

A team member	Post	Achievements
Alexander Kolokhmatov	Founder and Architect	20 years of experience in the banking industry, Supervised the automation of business processes and information security.
Galiya Akhmetzhanova	Founder and Financial expert	Over 25 years of experience in the stock market, investor, and expert in the field of Private Banking.
Kairat Bektanov	Co-founder	A financier with 20 years of experience, a specialist in securities and derivatives.
Alexandr Ozerov	Co-founder	20+ years of experience in banking IT systems, business process automation, information security gurus.
Dmitry Badovsky	Economic Engineer	Task manager and software developer
Nikolay Vinokurtsev	A telecommunication engineer	Over 20 years of experience in developing electronic workflows, automation of business processes in the banking sector.
Alexander Vikhlyaev	Software engineer	
Arman Dospambetov	Co-founder	Economist - international affairs, business consultant,

		20+ experience in financial markets, an expert in the field of strategic marketing.
Bolatbek Kekilov	Co-founder	20 years experience in the Government of the Republic of Kazakhstan and international companies, including the Big Four. Specialist in international relations, business development, and investment.
Saule Gabdulgazizova	Lawyer	Specialist in the securities market. She works to eliminate/minimize legal risks. Now she's gaining knowledge and new experience in the application and development of blockchain.
Elena Blimkina	Financial specialist	Many years of experience in managing finances at the same time in several companies.
Tair Buirakulov	Legal adviser	Expert in Legal Support of Financial and Commercial Activities. 13 years of management, large and emblematic deals in the Kazakh market and the international sphere.