



## **AstraBit Disclosure About Auto-Trading**

### **IMPORTANT REGULATORY NOTICE**

*Certain cryptocurrencies, digital assets, and related instruments referenced, accessed, or facilitated through AstraBit trading services may not be registered with, or regulated by, the U.S. Securities and Exchange Commission ("SEC"), the Financial Industry Regulatory Authority ("FINRA"), or the U.S. Commodity Futures Trading Commission ("CFTC"), and may be offered, traded, or made available through non-U.S. or otherwise non-U.S.-regulated trading venues or protocols.*

*Customers engaging with non-U.S.-registered or non-regulated digital assets, including transactions conducted on non-U.S.-regulated exchanges, platforms, or decentralized protocols, do not receive the protections, oversight, or remedies applicable to activities conducted through SEC-, FINRA-, or CFTC-regulated entities or markets. These protections include, without limitation, regulatory supervision, investor protection rules, examination and enforcement regimes, customer asset protection requirements, and coverage under the Securities Investor Protection Corporation ("SIPC").*

*Digital assets that are not registered securities, not traded on U.S.-regulated exchanges, or not otherwise subject to U.S. federal securities or commodities laws may be subject to materially different legal, regulatory, and risk considerations, including heightened counterparty risk, market volatility, operational risk, custody risk, limited disclosure obligations, and reduced dispute resolution or recovery mechanisms.*

*Customers are solely responsible for understanding the regulatory status of any digital asset, exchange, or platform with which they engage. AstraBit and AstraBlox will clearly disclose when a product or service is offered pursuant to SEC, FINRA, CFTC, or other U.S. regulatory authority, and any service not expressly identified as such should be presumed to be non-regulated.*

**IMPORTANT: Transactions through AstraBit's or AstraBlox's automated trading, staking, or other services may involve and/or be limited to non-U.S.-registered or non-U.S.-regulated digital assets.**

**ASTRABIT STRONGLY ENCOURAGES YOU TO CONSULT WITH YOUR LICENSED FINANCIAL, LEGAL, AND TAX ADVISOR BEFORE MAKING ANY PURCHASE OR TAKING RELIANCE ON ANY ASTRABIT SOFTWARE OR PRODUCTS, OR ANY TRADING, STAKING, OR INVESTMENT STRATEGY, REGARDLESS OF WHETHER IT IS MADE AVAILABLE THROUGH ASTRABIT'S MARKETPLACE OR IF YOU SUBSCRIBE TO IT THROUGH ANY THIRD-PARTY. NO ASTRABIT REGISTERED REPRESENTATIVE, EMPLOYEE, OR ASSOCIATED PERSON OF ASTRABIT IS PERMITTED TO GIVE ADVICE, NOR WILL ANY ASTRABIT PERSONNEL RECEIVE COMPENSATION OR INCENTIVES FOR PROMOTING OR RECOMMENDING SPECIFIC TRADING, STAKING, OR INVESTMENT ACTIVITY.**

If you subscribe to, or are thinking about subscribing to, any AstraBit automated trading, staking, or other service, please read this investor alert. AstraBit offers "auto-trading" programs that allow you to subscribe to and copy any digital asset trading, staking, or investment strategy ("Strategy") and receive



quick, automatic execution of trades 24 hours a day, 7 days a week. In an “auto-trading” program, you establish an account at a firm that has agreed to accept trading instructions from you or any investment strategy you connect. In order to allow “auto-trading” in your account, you must acknowledge and agree to AstraBit’s End User Agreement (<https://astrabit.io/legal/eula>), authorizing AstraBit to accept trading instructions directly from your chosen Strategy, and to execute transactions in your account without first getting your permission. AstraBit will make transactions in your account without consulting you about the price, the type of asset, the amount, or when to buy or sell.

“Auto-trading,” like any other arrangement that allows someone else to trade in your account without first asking your permission, can be highly risky. Here are some steps you’ll want to take to check out an auto-trading program, before you hand over any money:

1. **Research the Strategy and Strategist** — Find out whether the firm that’s selling the Strategy (whether AstraBit or any third-party) is registered to do business as a licensed Broker-Dealer or investment adviser. You can do this by visiting the SEC website and clicking on the words “Check Out Your Broker or Adviser” or by using this link: <https://www.investor.gov/introduction-investing/getting-started/working-investment-professional/check-out-your-investment-professional>. The SEC may or may not consider firms or persons that publish Strategies (“Strategists”) and that also engage in “auto-trading” to be engaging in Broker-Dealer activity or to be investment advisers. If you have reason to believe a firm may be engaged in US-regulated securities activities and you cannot find proof that the firm is registered as a Broker-Dealer or an investment adviser, please let the SEC know by using their online Center for Complaints and Enforcement Tips (<https://www.sec.gov/submit-tip-or-complaint>).
2. **Independently Confirm Performance** — Be wary of claims of superior performance, especially ones that rely upon “cherry picking” successful recommendations and ignoring those that generated losses. You’ll want to see a complete track record of how the Strategy fared over several months to evaluate whether it is living up to its promises. If the Strategist isn’t willing to provide this information, think twice about subscribing to their Strategy and entrusting your money to them.
3. **Steer Clear of Testimonials** — Watch out if the Strategy or Strategist promotional materials, such as its website, contain “testimonials” from supposedly satisfied clients, especially if all the “testimonials” are full of praise. The SEC forbids registered investment advisers from advertising their services using testimonials.
4. **Follow the Money** — Find out whether the firm offering the Strategy or the Strategist themselves is being paid by others to recommend or trade particular Assets. This is particularly important because you are giving AstraBit the ability to transact in your account without asking your permission. You’ll want to evaluate any conflicts of interest AstraBit or the Strategist might have in making recommendations.

5. **Fully Vet the Broker** — Before establishing an account with AstraBit or any firm, or subscribing to any Strategy, thoroughly check for any disciplinary history of the firm and, if applicable, any of its registered representatives. If the firm and/or its representatives are required to be registered with FINRA, you can conduct these checks by using FINRA's free BrokerCheck service (<https://brokercheck.finra.org/>) and/or by contacting your state securities regulator (<https://www.nasaa.org/contact-your-regulator/>).

**REMEMBER: If you are engaging with non-U.S.-registered or non-U.S.-regulated digital assets, including transactions conducted on non-U.S.-regulated exchanges, platforms, or decentralized protocols, you do not receive the protections, oversight, or remedies applicable to activities conducted through SEC-, FINRA-, or CFTC-regulated entities or markets.**

6. **When in Doubt** — When you are uncertain about any financial, legal, or tax matter, you should always consult with your own, independent, and licensed financial, legal, and tax advisor before making any purchase, relying on any AstraBit software or products, or participating in any Strategy. Ultimately, you must decide what is best for you and your investment objectives.

If you have any questions or require further clarification regarding the regulatory status of any AstraBit or AstraBlox service or product, including whether such service is subject to U.S. Securities and Exchange Commission ("SEC") or Financial Industry Regulatory Authority ("FINRA") oversight, or whether related disclosures are provided pursuant to Regulation Best Interest ("Reg BI"), please contact us at [support@astrabit.io](mailto:support@astrabit.io)