

## DESCRIPTION OF INVESTMENT RISK

Investment through the crowdfunding platform HEAVY FINANCE (hereinafter – Platform) is related to risk. The Platform operator takes measures in order to mitigate risks related to investment – set criteria for project selection which are to be published on the Platform, aims to ensure that the project owner meets their obligations by requiring collateral and/or other guarantees from the project owner.

**However the risks related to investment remain and an investor may lose all of the profit gained through the Platform and all of the invested sum. Investments made through the Platform are not subject to the insurance cover provided for in the Law on Insurance of Deposits and Liabilities to Investors of the Republic of Lithuania.**

Aiming to ensure that the project owners fulfil the obligations which they undertake, the project owners will be required to provide the assets that they acquire with the financing received through the Platform, as collateral. A risk exists that the value of the acquired assets will change over the course of the project. Due to this there is a chance that the proceeds received from the sale of such assets may not be enough to cover all of the project owner's obligations.

At this moment the Platform does not provide for the possibility for investors to transfer the claims acquired through it. Therefore there will be no possibility to redeem all or part of the invested sum through the sale of such claims before the end of a project.

The operator of the Platform bears no responsibility for any losses suffered by investors when investing through the Platform and does not guarantee that the project owners shall perform their obligations properly.