



Appendix to the Bitbon System Public Contract
“Bitbon System Provider”

The Appendix “Bitbon System Provider” (hereinafter — Appendix) specifies the fundamental principles and procedure for providing in the Bitbon System, establishes the status of a Bitbon System Provider, regulates his/her rights and obligations in order to ensure support and development of the decentralized execution environment of the Bitbon System.

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SECTION 1. GENERAL PROVISIONS

Chapter 1. Terms and Definitions

Article 1. Use of Terms

1. The terms used in this Appendix shall be interpreted in accordance with the definitions given below:

1) **Assetbox power** is a parameter of a Registrar's Assetbox that defines the legal weight of a specific Registrar in the **Bitbon** System Social Network when confirming deals in the **Bitbon** System. Assetbox power is calculated as a sum of base and social powers of a Registrar's Assetbox and directly influences the remuneration of a Registrar.

2) **Registrar pool** is one or several Assetboxes engaged in providing in the **Bitbon** System that are connected through special transactions and form a structure, which operates in accordance with rules and technical protocols of building consensus in the **Bitbon** System.

2. For the correct interpretation of other terms used in this Appendix, it is necessary to be guided by the [Appendix "Terms and Definitions in the Bitbon System Social Network"](#) that is an integral part of the **Bitbon** System Public Contract.

Chapter 2. Subject and Structure of the Appendix

Article 2. Subject of the Appendix

1. This Appendix regulates relations between **Bitbon** System Users that arise when engaging in providing in the **Bitbon** System.

2. This Appendix specifies the fundamental principles and procedure for providing in the **Bitbon** System, establishes the status and roles of a **Bitbon** System Provider, as well as regulates his/her rights and obligations.

Article 3. Structure of the Appendix

1. This Appendix consists of the **preamble**, **sections**, **chapters**, which consist of **articles** that include **parts** and **paragraphs**. The structure of the Appendix also



includes links and references to the Provisions of the **Bitbon** System Public Contract, as well as to separate Appendices that are an integral part of the **Bitbon** System Public Contract.

SECTION 2. OPERATIVE PROVISIONS

Chapter 3. Concept of Providing in the Bitbon System

Article 4. Providing in the Bitbon System

1. Providing in the **Bitbon** System (hereinafter — providing) is a type of activity of a **Bitbon** System User aimed at ensuring the decentralization of the **Bitbon** System by providing a certain number of **Bitbon** digital asset units (hereinafter — **Bitbon** units) owned by this User and resources of proper quality that include communication channels, CPU time and memory for long-term storage of information in order to ensure the circulation of digital assets.

Article 5. Status and Roles of a Bitbon System Provider

1. The status of a Provider allows a **Bitbon** System User to maintain decentralization of the **Bitbon** System by providing his/her own resources for such purposes in accordance with this Appendix.

2. A **Bitbon** System Provider (hereinafter — Provider) receives remuneration for participating in providing in accordance with this Appendix.

3. A Provider participates in ensuring the decentralization of the **Bitbon** System with the role of a Registrar and/or a Partitioner.

4. A Provider with the role of a Registrar records deals in the **Bitbon** System in order to confirm a legal fact by achieving consensus using the Community PoS (Community Proof-of-Stake) algorithm in accordance with the Appendix “Providing in the **Bitbon** System: Economic and Legal Decentralization of the **Bitbon** System”.

5. A Provider with the role of a Partitioner keeps records of deals in the **Bitbon** System by providing his/her own computing and telecommunication resources in accordance with the Appendix “Providing in the **Bitbon** System: Technological Decentralization of the **Bitbon** System”.



Chapter 4. Providing Fund

Article 6. Concept of the Providing Fund

1. Providing fund is a **Bitbon** System component that accumulates incoming **Bitbon** units and redistributes them among Providers based on the method or methods of providing selected by each Provider.
2. Providers receive remuneration as a result of redistribution of **Bitbon** units performed by the providing fund based on the resources used by each Provider in accordance with the Appendix “Funds of the **Bitbon** System”.
3. To enable providing, 30,000,000.00 **Bitbon** units were transferred from the **Bitbon** System capitalization fund to the providing fund in order to optimize the processes related to the participation of Providers in supporting and developing the decentralized execution environment of the **Bitbon** System.
4. Every providing period (72 hours), a certain number of **Bitbon** units are allocated from the providing fund for subsequent distribution among Providers as remuneration.

Article 7. Methods for Adding Funds to the Providing Fund

1. Only **Bitbon** units can be added to the providing fund.
2. Only funds from sources envisioned by the [Bitbon System Public Contract](#), this Appendix and/or other Appendices that are an integral part of the **Bitbon** System Public Contract can be added to the providing fund.

Article 8. Principles of Distributing Bitbon Units from the Providing Fund

1. The activity of Providers launches the mechanism for distributing remuneration, which is based on the redistribution of **Bitbon** units in the **Bitbon** System from the providing fund to the Assetboxes of Providers.
2. **Bitbon** units are redistributed from the providing fund among Registrators and Partitioners equally. Therefore, the total remuneration of all Registrators will be equal to the total remuneration of Partitioners and vice versa.
3. The process of distributing remuneration among Providers is cyclical and infinite.



4. The system for distributing remuneration for participating in providing is built in a way that would motivate Providers to create and develop their own pools, which, in turn, contributes to the increase in reliability of the decentralized execution environment of the Bitbon System. Therefore, a Provider receives remuneration for ensuring the operation of the Bitbon System infrastructure, developing the community of Providers and the Bitbon System Social Network.

Chapter 5. Bitbon System Provider

Article 9. Rights and Obligations of a Bitbon System Provider

1. A Bitbon System User with the status of a Provider has general rights and obligations of a User, as well as special rights of a Provider that are specified in the Bitbon System Public Contract and this Appendix.

2. **A Provider has the right:**

2.1. To carry out activity with the role of a Registrator and/or a Partitioner using the components and services of the Bitbon System provided for this type of activity.

2.2. To receive remuneration for participating in providing, in accordance with the selected role.

2.3. To record deals related to the circulation of digital assets of Bitbon System Users, while carrying out activity with the role of a Registrator.

2.4. To refuse to participate in providing in general or with one of the selected roles at any time.

3. **A Provider is obliged:**

3.1. To participate in providing, while complying with the terms and conditions established by the Bitbon System Public Contract and this Appendix.

3.2. Not to violate the rights of third parties and/or the applicable legislation and/or the norms of international legislation by participating in providing.

3.3. To ensure the confidentiality of access to his/her account in the Bitbon System (hereinafter — account) and prevent third parties from participating in providing using his/her account.



- 3.4. To monitor any changes in his/her Registrator pool, while carrying out activity with the role of a Registrator.
- 3.5. To record deals related to the circulation of the **Bitbon** digital asset in the **Bitbon** System, while carrying out activity with the role of a Registrator.
- 3.6. Not to take actions aimed at disrupting the stable and/or uninterrupted operation of the **Bitbon** System infrastructure.
- 3.7. Not to prevent other **Bitbon** System Users from participating in providing.
- 3.8. Not to participate in providing if he/she does not agree with the terms and conditions for carrying out this type of activity in the **Bitbon** System.

Article 10. Remuneration of a Bitbon System Provider

1. A Provider receives remuneration for ensuring the decentralization of the **Bitbon** System, developing the community of Providers and the **Bitbon** System Social Network as a whole.
2. Remuneration of a Provider depends on the amount and quality of the resources used by each Provider separately.
3. Remuneration of a Provider is expressed exclusively in **Bitbon** units.
4. The main chronological unit used for calculating remuneration of a Provider is a providing period, which is 72 hours.
5. Remuneration of a Provider with the role of a Registrator for participating in providing depends on the number of **Bitbon** units used in providing and on the scale of the structure of social connections of the Registrator pool formed by this Provider.
6. A Registrator accepts remuneration for participating in providing using One Space, a base service in the **Bitbon** System. Until the launch of One Space, a Registrator accepts remuneration for participating in providing in the Bit Trade account (<https://www.bit.trade/>).
7. The maximum possible remuneration distributed among all Registrators from the providing fund is 13,900.00 **Bitbon** units for one providing period (72 hours).
8. The power of a Registrator's Assetbox is the indicator that characterizes the quantity and quality of the resources used by a Registrator in providing, which directly affects the size of this Registrator's remuneration.



9. The expected remuneration for participating in providing will be achieved over 10 providing periods after an Assetbox connects to the Registrator pool.
10. The fundamental principles and procedure of a Registrator's activity are established by the [Bitbon System Public Contract](#), this Appendix and the Appendix "Providing in the Bitbon System: Economic and Legal Decentralization of the Bitbon System".
11. Remuneration of a Provider with the role of a Partitioner depends on the technical properties and features of the resources provided by this Partitioner, including the quality of communication channels, CPU time and memory for long-term storage of information in order to ensure the circulation of digital assets.
12. The fundamental principles and procedure of a Partitioner's activity are established by the [Bitbon System Public Contract](#), this Appendix and the Appendix "Providing in the Bitbon System: Technological Decentralization of the Bitbon System".



SECTION 3. CONCLUDING PROVISIONS

Chapter 6. General and Other Terms and Conditions

Article 11. General Terms and Conditions

1. Amendments and additions to this Appendix can be made only in accordance with the rules specified in the [Appendix “Making Amendments and/or Additions to the Bitbon System Public Contract”](#).
2. In case of any differences between various versions (printed, electronic, etc.) of this Appendix, the electronic version published on the official information resources of the **Bitbon System** shall prevail.
3. This Appendix has been translated into other languages for convenience of **Bitbon System Users** only. In case of any differences in the understanding and/or interpretation of this Appendix, the Russian version shall prevail.
4. According to Provision 2 of the **Bitbon System Public Contract**, this Appendix is an integral part of the **Bitbon System Public Contract** and comes into effect right after its publication on the official information resources of the **Bitbon System**.
5. According to paragraph 3 of Provision 2 of the **Bitbon System Public Contract**, amendments and/or additions to this Appendix can be made only if such amendments and/or additions do not contradict the Provisions of the **Bitbon System Public Contract** and the Appendices that are an integral part thereof. The amendments and/or additions made are published on the official information resources of the **Bitbon System** and come into effect right after their publication.

Article 12. Other Terms and Conditions

1. **Bitbon System Operators** aim to maintain the uninterrupted operation of the **Bitbon System** infrastructure. By participating in providing, a **Bitbon System User** accepts that there is a possibility of failures in the operation of the services and/or components of the **Bitbon System**, which can lead to temporary restriction of the rights and opportunities of a Provider in part or in full.



2. Remuneration of a Provider that is not accrued due to the failure in the operation of the services and/or components of the **Bitbon** System shall not be accrued again and/or reimbursed.
3. A **Bitbon** System User shall not participate in providing if he/she does not accept the terms and conditions established by the **Bitbon** System Public Contract and/or this Appendix in part or in full.
4. The participation of a **Bitbon** System User in providing indicates the agreement to the terms and conditions established by the **Bitbon** System Public Contract and this Appendix.