BITBON PROTOCOL

Bitbon Protocol is the final document of tokenization of the nonmonetary asset
"Components and Services of the **Bit**bon System Infrastructure" and the nonmonetary
asset being the information resource "**Bit**bon System Infrastructure Access Set".

No.	Parameter	Attributes and Properties	Note
1	Initial asset[1]	Property — nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure"[2]	Paragraph 1 of Provision 4 of the **Bit**bon System Public Contract
2	Initial asset owner	SIMCORD LLC, EDRPOU 37657823	Paragraph 1 of Provision 4 of the **Bit**bon System Public Contract
3	Original asset[3]	Property — information resource "**Bit**bon System Infrastructure Access Set". Intangible asset (IA) in accordance with the International Financial Reporting Standards (IAS 38)	Paragraph 1 of Provision 4 of the **Bit**bon System Public Contract
4	Original asset owner	SIMCORD LLC, EDRPOU 37657823	Paragraph 1 of Provision 4 of the **Bit**bon System Public Contract
5	Initial asset management method	**Bit**bon digital asset[4]	Paragraph 1 of Provision 6 of the **Bit**bon System Public Contract
6	Management goal	Organization and development of the **Bit**bon System Social Network[5]	Paragraph 3 of Provision 1 of the **Bit**bon System Public Contract

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[1] **Initial asset** is property that exists outside the **Bit**bon System, the right to dispose of which is used by its owner when creating the tokenized asset information resource as the original asset for creating a tokenized asset.

[2] Extract from the inventory passport dated May 1, 2023, to the **Bit**bon System project infrastructure component.

[3] **Original asset** is property that exists inside the **Bit**bon System but not in the distributed ledger token accounting system, the right to dispose of which is used by its owner to create a tokenized asset. In the **Bit**bon System, the tokenized asset information resource is the original asset.

[4] **Bit**bon is a digital asset created by SIMCORD LLC as a result of tokenization of the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure".
Bitbon is an information technology asset and a key element of the **Bit**bon System infrastructure, which provides access to the functionalities of the **Bit**bon System infrastructure.

[5] **Bitbon System Social Network** is a form of organization of the **Bit**bon System Community as a decentralized social network of economic relations that allows Users to realize social relations using tokenized assets via the **Bit**bon System infrastructure in accordance with the **Bit**bon System Public Contract. The **Bit**bon System is managed by **Bit**bon System Participants in the interests of all **Bit**bon System Users in accordance with the Appendix "Management of the **Bit**bon System" based on the "Participant" status, the role and account rating of the Participant, the combination of which determines the capabilities of each Participant in managing the **Bit**bon System Social Network.

No.	Parameter	Attributes and Properties	Note
7	Digital asset creator	SIMCORD LLC, EDRPOU 37657823	Paragraph 4 of Provision 7 of the **Bit**bon System Public Contract
8	Initial asset management tool	**Bit**bon units[6]. Commodity (finished product) in accordance with the International Financial Reporting Standards (IAS 2)	Paragraph 1 of Provision 7 of the **Bit**bon System Public Contract Paragraph 14 of Provision 6 of the **Bit**bon System Public Contract
9	Digital asset hash	0x98fbe4b80322f60ae867fceabc3515453 07aff0c26dd873ac4b0d5e2844a0567	Digital asset hash is a distributed ledger token hash. Established by this Protocol based on data from the distributed ledger
10	Digital asset creation date	March 13, 2018, 8:23:57 +UTC	**Information from the distributed ledger of the Bitbon System** Transaction hash (distributed ledger token hash): 0x98fbe4b80322f60ae867fceabc3 51545307aff0c26dd873ac4b0d5e2844a0567 Block: 351 Time: March 13, 2018, 8:23:57 +UTC
11	Number of digital asset units	100,000,000 (one hundred million) **Bit**bon units, which corresponds to 100% of the scope of the right of access to the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) and 100% of the scope of access to the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon)	Paragraph 4 of Provision 7 of the **Bit**bon System Public Contract **Information from the distributed ledger of the Bitbon System** Transaction hash (distributed ledger transaction hash): 0x98fbe4b80322f60ae867fceabc3 51545307aff0c26dd873ac4b0d5e2844a0567 Number of **Bit**bon units: 100,000,000.00
12	Indivisible part of one digital asset unit	0.00000001	Paragraph 16 of Provision 7 of the **Bit**bon System Public Contract
13	Scope of the property right to which one digital asset unit corresponds	One **Bit**bon unit corresponds to 10^{-6} % of the scope of rights of access to the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) and 10^{-6} % of the scope of access to the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon)	Paragraph 15 of Provision 7 of the **Bit**bon System Public Contract
14	Scope of the property right to which an indivisible part of one digital asset unit corresponds	Indivisible part of one **Bit**bon unit corresponds to 10^{-14} % of the scope of rights of access to the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) and 10^{-14} % of the scope of access to the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon)	Paragraph 17 of Provision 7 of the **Bit**bon System Public Contract
15	Formula for the scope of the property right	$$V = \frac{X + Y \times 0.00000001}{100,000,000} \times 100\%$$	where **V** is the scope of rights of access to the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) expressed as a percentage; **X** is the number of **Bit**bon units (whole part); **Y** is the number of indivisible parts of one **Bit**bon unit; **Y × 0.00000001** is the number of **Bit**bon units (fractional part)

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[6] **Bit**bon unit is a finished software product as an instrument for accounting of the right to use the initial asset for **Bit**bon in accordance with the procedure established by the original asset for **Bit**bon, which represents a User's right to access the **Bit**bon System Social Network and a Participant's mandatory attribute.
Bitbon units are an instrument for authorizing the execution of a deal in the **Bit**bon System as well as determining the scope of access to the functionalities of the **Bit**bon System infrastructure and their activation within the scope corresponding to the number of such units.

No.	Parameter	Attributes and Properties	Note
16	Additional issue of digital asset units	Impossible	Paragraph 20 of Provision 7 of the **Bit**bon System Public Contract
17	Form and recording of digital asset circulation	Assignment of a certain scope of the right of access to the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) and the scope of access to the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon) by means of a distributed ledger token transaction	Paragraph 18 of Provision 7 of the **Bit**bon System Public Contract
18	Subjects of legal relations of the digital asset circulation	**Bit**bon System Users[7]	Paragraph 21 of Provision 7 of the **Bit**bon System Public Contract
19	Securing obligations of the initial asset owner	SIMCORD LLC shall not transfer ownership of the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" (initial asset for **Bit**bon) to third parties during the period of the **Bit**bon digital asset circulation	Paragraph 15 of Provision 6 of the **Bit**bon System Public Contract
20	Securing obligations of the original asset owner	SIMCORD LLC shall not transfer ownership of the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon) to third parties during the period of the **Bit**bon digital asset circulation	Paragraph 17 of Provision 6 of the **Bit**bon System Public Contract
21	Taxation	Each party to legal relations of **Bit**bon circulation is an independent taxpayer that, in case there is an object of taxation, pays taxes in the manner established in the country of his/her tax residence	Paragraph 22 of Provision 7 of the **Bit**bon System Public Contract
22	Digital asset purpose	Management accounting of the right of access to the initial asset, namely the right to dispose of the nonmonetary asset "Components and Services of the **Bit**bon System Infrastructure" in the manner established by the information resource "**Bit**bon System Infrastructure Access Set" (original asset for **Bit**bon)	Paragraph 12 of Provision 6 of the **Bit**bon System Public Contract
23	Digital asset functional purpose	Ensuring a method for management accounting by SIMCORD LLC of the right to use the functionalities of the **Bit**bon System infrastructure by Participants.

Ensuring methods for financial and management accounting by **Bit**bon System Users of their property and personal non-property rights.

Ensuring a method for **Bit**bon System Participants to exercise their rights to manage the **Bit**bon System | Paragraph 13 of Provision 6 of the **Bit**bon System Public Contract |
| 24 | Digital asset circulation[8] environment | **Bit**bon System Social Network | Paragraph 3 of Provision 1 of the **Bit**bon System Public Contract

Paragraph 1 of Provision 3 of the **Bit**bon System Public Contract |

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[7] **Bitbon System User** is an entity that completed the registration in the **Bit**bon System and, therefore, gained access to a **Bit**bon System account that he/she uses to interact with the **Bit**bon System infrastructure.

[8] **Digital asset circulation** is a property of a digital asset that, in accordance with the terms and conditions of the digital asset protocol, allows **Bit**bon System Users to implement two methods of transferring rights by:
· changing the registration address (Assetbox) for a certain number of the **Bit**bon System digital asset units by means of a distributed ledger token transaction, which, based on the triune nature of a digital asset, entails the assignment of a certain scope of rights established by the digital asset protocol;
· changing the owner of the digital asset hash, which entails the reregistration of rights of ownership to a digital asset for another **Bit**bon System User.

No.	Parameter	Attributes and Properties	Note
25	Digital asset accounting environment	Ethereum-based blockchain using Community PoS consensus algorithm	Current version of the node (client) software[9]
26	List of restrictions imposed by the digital asset owner	No restrictions	Paragraph 19 of Provision 6 of the Bitbon System Public Contract
27	Control of Protocol execution	The First Bitbon System Operator — SIMCORD LLC	Paragraph 9 of Provision 6 of the Bitbon System Public Contract
28	Digital asset circulation term	Indefinite. Exercise of the right of access to the nonmonetary asset "Components and Services of the Bitbon System Infrastructure" (initial asset for Bitbon) and access to the information resource "Bitbon System Infrastructure Access Set" (original asset for Bitbon) is not limited in time and events	Paragraph 18 of Provision 6 of the Bitbon System Public Contract
29	Relevant information	Audit and statistics of the Bitbon digital asset	Distributed ledger token accounting system[10]

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[9] The current version of the node (client) software.

[10] You can find up-to-date information about the Bitbon digital asset by scanning the following QR code: