

## INFORMATION ABOUT THE ISSUER AND DESIGNERS

Litecoin is a decentralised cryptocurrency and is not issued by any central authority or issuer.

Litecoin was initially created by a group of developers who forked the Bitcoin Core codebase to create a faster and more efficient cryptocurrency. The lead developer and creator of Litecoin is Charlie Lee, who continues to play an active role in the development and promotion of the cryptocurrency. Since then, Litecoin has been maintained and developed by a diverse community of developers, contributors and users.

## ESSENTIAL CHARACTERISTICS OF THE CRYPTO TOKEN

Litecoin is a decentralised digital currency that uses a peer-to-peer network to facilitate fast and secure transactions. It has a block time of 2.5 minutes, which is four times faster than Bitcoin's 10-minute block time. This allows for faster transaction confirmations and lower transaction fees. Litecoin also uses a different hashing algorithm than Bitcoin, called Scrypt, which is designed to be more resistant to mining with specialised hardware.

Litecoin's block reward is halved every 840,000 blocks, which occurs approximately every four years. This is similar to Bitcoin's halving schedule and helps to ensure a finite supply of coins over time. The total supply of Litecoin is capped at 84 million coins, compared to Bitcoin's cap of 21 million coins.

## REGULATORY STATUS IN OTHER JURISDICTIONS

The regulatory status of Litecoin varies by jurisdiction. In some countries, Litecoin is considered a virtual commodity and is not subject to specific regulations. However, in other countries, such as the United States, Litecoin may be subject to securities regulations. The US Securities and Exchange Commission (SEC) has stated that cryptocurrencies that meet the definition of a security are subject to its jurisdiction.

In other jurisdictions, the regulatory status of Litecoin is generally unclear, as many countries have yet to provide specific guidance on the regulation of cryptocurrencies. Some countries have taken a wait-and-see approach, while others have banned the use of cryptocurrencies altogether.

## DETAILS OF PERSONS RESPONSIBLE FOR PERFORMING OBLIGATIONS AND WHERE RIGHTS MAY BE EXERCISED

As a decentralised cryptocurrency, there is no central authority responsible for performing obligations associated with Litecoin. However, users can transact with each other directly on the Litecoin network and exercise their rights to send and receive payments.

## INFORMATION ON THE UNDERLYING DLT OR SIMILAR TECHNOLOGY

Litecoin uses blockchain technology, which is a distributed ledger that records all transactions on the network. The blockchain is maintained by a network of nodes that validate and verify transactions using cryptographic algorithms. Litecoin is designed to be secure and immutable, making it resistant to fraud and tampering.

## INFORMATION ON THE UNDERLYING TECHNOLOGY USED BY THE AUTHORISED FIRM (IG LIMITED)

Authorised firms that offer Litecoin services typically use secure and reliable technologies to store and manage customer assets. These technologies include cold storage, multi-signature wallets and advanced encryption algorithms. Firms may also adhere to industry standards such as the Payment Card Industry Data Security Standard (PCI DSS) and the ISO 27001 information security management standard. IG allows its clients to buy or sell Litecoin CFDs and, as a result, its clients do not take ownership of the underlying asset. IG does not store or manage Litecoin on behalf of its clients.

## DETAILS ABOUT HOW OWNERSHIP OF THE CRYPTO TOKEN IS ESTABLISHED, CERTIFIED OR OTHERWISE EVIDENCED

Ownership of Litecoin is established through private keys that are used to access the user's wallet and sign transactions. These private keys are generated by the user and stored securely on their device or with a custodian. Litecoin ownership is not certified or otherwise evidenced by any central authority or government. However, when trading with IG, you will be trading CFDs and therefore there is no physical ownership by the client.

## HOW THE CRYPTO TOKEN IS VALUED AND WHAT BENCHMARKS, INDICES OR THIRD PARTIES ARE RELIED ON

The value of Litecoin is determined by supply and demand on various exchanges and trading platforms. There is no central authority or benchmark that sets the price of Litecoin. Instead, the market determines the value based on the number of buyers and sellers and the perceived utility of Litecoin. IG's CFD is priced from a weighted average of multiple liquidity providers.

## DETAILS OF ANY REGULATED EXCHANGE, MTF OR OTHER FACILITY ON WHICH THE CRYPTO TOKEN IS TRADED

Litecoin is traded on a variety of exchanges, including both centralised and decentralised exchanges. Some of the most popular exchanges for trading Litecoin include Binance, Coinbase, Kraken and Bitfinex.

In addition to these exchanges, Litecoin is also listed on several regulated exchanges and alternative trading systems (ATs). For example, in the United States, Litecoin is listed on the Gemini exchange, which is a regulated exchange that is licensed by the New York State Department of Financial Services (NYDFS).

## RISK OF VOLATILITY AND UNPREDICTABILITY

The value of crypto tokens like Litecoin can be extremely volatile and subject to significant fluctuations in price, which can be caused by a variety of factors including market demand and supply, geopolitical events, and changes in government regulations. The value of Litecoin can fluctuate rapidly and unpredictably, and there is no guarantee that the value of the crypto token will remain stable or increase.

## FIAT CRYPTO TOKEN RESERVES, STABILISATION AND REDEMPTION

Litecoin does not have any fiat or cryptocurrency token reserves for stabilisation and redemption. Unlike stablecoins, which are typically backed by fiat currency or other assets, Litecoin is a volatile cryptocurrency that is not pegged to any specific asset or currency.

The value of Litecoin is determined by supply and demand on cryptocurrency exchanges, and its price can fluctuate rapidly in response to market conditions and other factors.

## CYBERSECURITY RISKS

Crypto tokens, like Litecoin, are vulnerable to cyber-attacks that can result in the loss or theft of the tokens. Cybersecurity risks associated with the underlying technology used for the crypto token, such as blockchain, should be carefully considered. There may be risks associated with the storage, transfer and use of crypto tokens, and measures should be taken to mitigate these risks. Since IG offers a CFD, the client is not exposed to these risks.

## RISKS OF FRAUD, HACKING AND FINANCIAL CRIME

There are significant risks of fraud, hacking and financial crime associated with crypto tokens, such as Litecoin. Fraudulent schemes and scams that involve crypto tokens have become increasingly common and it is important to be aware of these risks when investing in or using crypto tokens. It is also important to consider the risks associated with the use of crypto tokens in illicit activities, such as money laundering and terrorist financing. Since IG offers a CFD, the client is not exposed to these risks.

## OTHER RELEVANT INFORMATION

There may be other factors that are relevant to understanding and assessing the risks associated with a particular crypto token. For example, it may be important to understand the governance structure of the crypto token, the legal and regulatory framework in which the token operates and the nature of the project or venture that is being funded through the use of the crypto token. It is important to conduct thorough research and due diligence before investing in or using a crypto token and to seek professional advice if necessary.