



Regulation A (RegA+), Regulation D (RegD), Regulation S (RegS), and Regulation CF (RegCF) have enabled hundreds of companies to raise funds from investors across the country. Those investors have received shares that, in the absence of contractual restrictions, are freely tradable (after one year in the case of RegD, RegCF and RegS). However, finding buyers or sellers of these securities means a new patchwork of regulation applies. KoreConX can help investors and intermediaries comply with those regulations.

Regulatory Requirements Trading securities is just as, if not more, regulated than the initial issuance of your securities, and there are requirements to be traded on an ATS. These requirements are set by the broker-dealer operating the ATS and are based on state securities law relating to the correctness of the disclosure available about the company, operating history, and financial statements.

Regulatory Requirements

Each party to the resale of securities is subject to regulation at the state and federal levels:

- **Securityholders:** Under federal laws, if you are not an “affiliate” of the issuer, you can rely on the exemption provided by Section 4(a)(1) of the Securities Act to resell securities. At the state level, things become more complicated, and the transaction must either be registered under the laws of the states in which the buyer and seller are located, or be made in compliance with an exemption from registration.
- **Broker-dealers:** If you are effecting a resale transaction in unlisted securities, you must make sure the transaction complies with the requirements of each state that has jurisdiction over the buyer and seller.
- **ATSs:** Transactions on your platform must comply with federal and state laws regarding secondary trades of securities.



KoreConX Solution

KoreConX's latest compliance service helps with all of these issues.

- **TradeCheck:** This is KoreConX's assurance that the state rules relating to resales of unlisted securities are met. KoreConX walks the issuer through state requirements and what may be needed to comply. KoreConX then produces a report detailing which states transactions may be effected in, and for what time period. This service includes the inclusion of the issuer's information in the Mergent "Securities Manuals." The end result will usually be clearance for all states and territories other than California, although the number of transactions permitted by an individual seller may be limited in some states.



TradeCheck

TradeCheck Solution: Our latest compliance service, helps satisfy these regulatory requirements and provides information to you and the ATS with respect to any trading restrictions that may be in place.

TradeCheck Report: This is your assurance that you are meeting the regulatory requirements for having your securities traded on an ATS. We walk you through the state requirements and what may be needed to comply. We then produce a report detailing in which states trading may occur and for what time period.

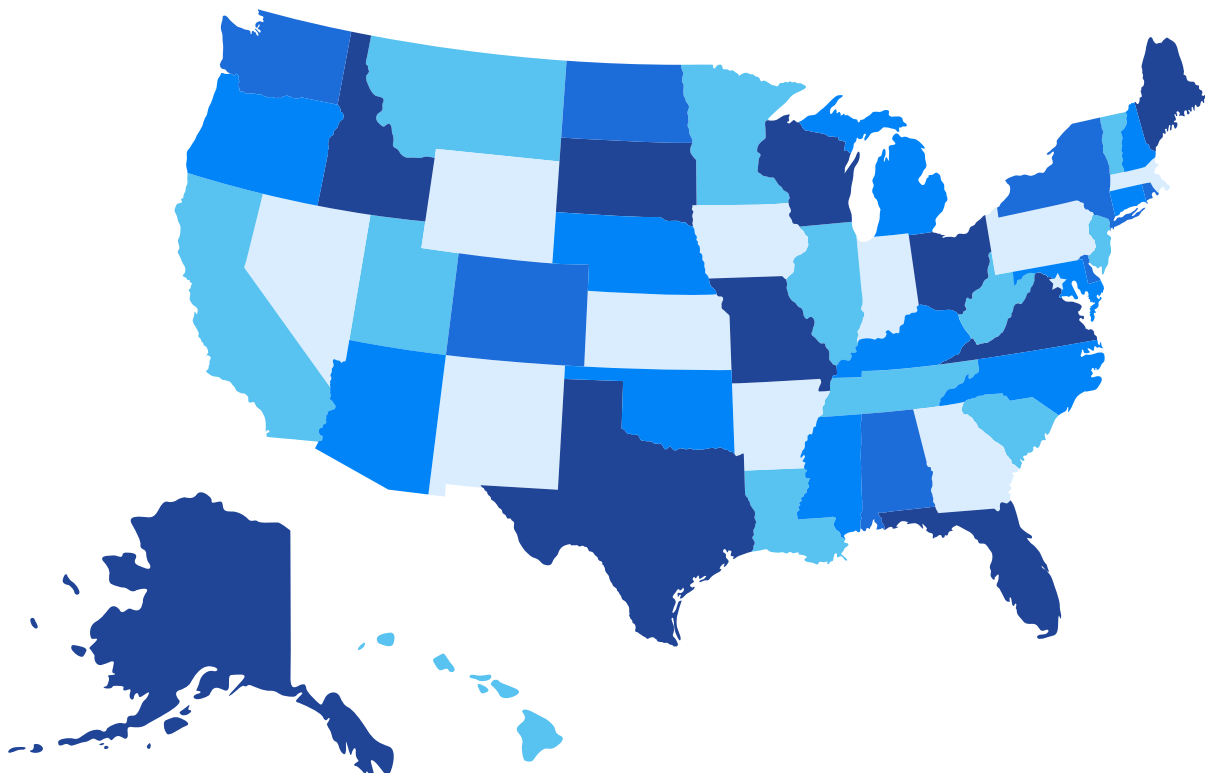
This service includes the inclusion of your information in the Mergent "Securities Manuals." The end result will usually be clearance for all states and territories other than California, although the number of transactions permitted by an individual seller may be limited in some states.

California: Unless resales are made only to accredited investors, or the securities are listed on a national securities exchange (like NASDAQ or NYSE), your securities must be registered for resales with California in order to allow for your holders to sell to purchasers there. As part of the TradeCheck package, We can assist with the California registration to facilitate trading of securities.

What does the initial review cover?

Mergent Securities Manual Listing - and states qualified in except for California.

Report Indicates what types of individuals are allowed to trade in secondary ATS markets and based upon where they reside. Provides the Jurisdictions from which an investor can trade from base upon Blue Sky state laws specific to each state. (Summary of Audited Financial statements, and securities holders.) - This information comes from the SEC directly and some may be requested from the Company itself to confirm the information. Having such a report helps to facilitate your acceptance on an ATS by the Broker Dealer ATS provider and puts you in the Mergent listing.



About KoreConX

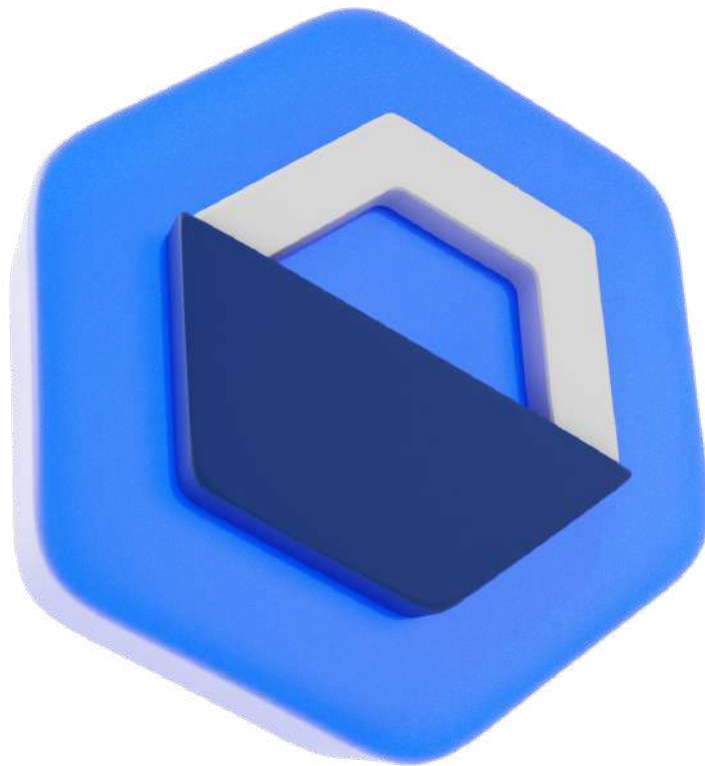
Founded in 2016, KoreConX is the first secure, All-In-One platform that manages private companies' capital market activity and stakeholder communications. With an innovative approach and to ensure compliance with securities regulations and corporate law, KoreConX offers a single environment to connect companies to the capital markets and now secondary markets. Additionally, investors, broker-dealers, law firms, accountants and investor acquisition firms, all leverage our ecosystem solution. For investor relations and fundraising, the platform enables private companies to share and manage corporate records and investments: it assists with portfolio management, capitalization table and shareholder management, virtual minute book, security registration, transfer agent services, and virtual deal rooms for raising capital. The All-In-One platform manages the full life cycle of digital securities, including their issuance, trading, clearing, settlement, management, reporting, corporate actions, and custodianship.

KoreConX is also host to the largest library of educational and industry insights for the Private Markets. Our KoreSummit boasts over 4,800 hours of content from leading industry experts and is a treasure trove of information that will assist and educate you and your team. KoreConX is also honored to have been referenced and cited by MIT, SEC, and ADG.



KorePartners

KorePartners include broker-dealers, securities lawyers, secondary market platforms, share registry/SEC-Transfer Agents, investor acquisition firms, corporate secretary firms, accounting firms, investor relations firms, consulting firms, and incorporation providers.



KoreSummit

KoreConX is proud to host the largest library on RegA+ and RegCF on the Internet. Much of this content comes from the most important event for us: KoreSummit. This event brings together top thought leaders to discuss the main aspects of the regulations and teaches how to raise capital smoothly and compliantly. KoreSummit boasts over 4,800 hours of content from leading industry experts and is a treasure trove of information that will assist and educate you and your team. KoreSummit is completely free of charge for speakers and attendees.



Kore TalkX

Another piece of our multimedia content is our KoreTalkX, a channel of interaction on the relevant topic between top thought leaders, for all those interested in investing and raising capital. It airs every other Tuesday, on LinkedIn Live and YouTube.



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