

DONATIONS OF CRYPTOCURRENCY – MINIMUM \$5000 CAD

Due to the volatile nature of both the value and the trading of cryptocurrency assets (“crypto”), GiveWise places the following parameters around its acceptance of crypto:

- ❖ Donations of crypto will be processed between 9AM and 3PM PST Mon-Thurs, and 9AM to Noon PST on Fridays. Therefore, we strongly encourage Donors to email donations@givewise.ca ahead of making their crypto donation, and providing:
 - Full name,
 - GiveWise Giving Fund #,
 - Type of crypto,
 - Amount (# of units),
 - Exchange and Network the donation is being sent through
 - Anticipated date/time of donation

This way our donations team will know to look for the donation, and if they have any questions will contact the donor promptly, and will liquidate the crypto to \$CAD as promptly as possible to reduce exposure of the asset’s value.

- ❖ Because the “crypto machine” never sleeps, and trading is happening at all times, final donated valuation of a crypto donation can vary widely from the time of initiation. GiveWise takes no responsibility for changes in the final valuation of the donation that is credited to the donor, from the time it is initiated by the donor.
- ❖ Due to the vast array of transaction methods and vehicles for crypto to be moved, GiveWise will assess any fees incurred relating to the actions required to convert the crypto into \$CAD directly to the Donor’s Giving Fund as a cost recovery, deducted from the end amount of the donation.
- ❖ GiveWise strongly encourages the donor to perform a test transaction of the minimum Kraken allows GiveWise on the receiving end: 0.0001 BTC (currently about \$10-\$12 CAD) first. The minimums on the donor’s platform may be higher. This test will be free of any fees from GiveWise. Once this test transaction has been verified successfully, GiveWise will contact the donor to complete the full donation transaction.
- ❖ Currently the following cryptocurrencies are accepted by GiveWise for a flat \$100 transaction fee:
 - Bitcoin on the Bitcoin Network, Deposit Address:

3NtTvjQgrWT9o8c9jx4g2m8pvrkhv2NitK



- Ethereum on the Ethereum Network, Deposit Address:

0xb4aeb68b217a0ed3396d5d247efcfb966b26b83c



- ❖ It is the donor's responsibility to ensure they are sending the funds to the proper Deposit Address using the proper Network, otherwise the funds will be lost. GiveWise assumes no responsibility for funds being transferred from the donors' networks to GiveWise's Kraken account.
- ❖ For any other types of cryptocurrencies, contact Dan Kyte, Director of Finance and Investments, at dan.kyte@givewise.ca. Dan will work to assess whether GiveWise can accept the proposed currency, and what the transaction fees will be.

Clarification of valuation of cryptocurrency donations using an example:

At 10 AM PT, a donor initiates a BTC "Withdrawal" from their Kraken account of 0.03 BTC (\$2783.39 CAD at that time) to the GiveWise Deposit Address. Kraken charges a transaction fee of 0.0002 BTC (\$18.56 CAD at that time).

45 minutes later, GiveWise receives a deposit of 0.0297 BTC (\$2742.65 CAD at that time)

At 3PM PT GiveWise checks their Kraken Account and acknowledges the receipt of 0.0297 BTC (\$2713.18 at that time), this is the amount that the donor will be issued a tax receipt for.

GiveWise immediately converts to CAD, with a platform fee of 1.5% (\$40.70). The donation is now worth \$2672.48 CAD.

GiveWise transfers the funds out of its Kraken account to its fiat Donations bank account. Kraken assesses a 1% fee of \$26.72 CAD. The donation is now worth \$2645.76 CAD.

GiveWise credits the donor's Giving Fund for \$2645.76, and assesses a \$100 cost recovery fee. The donor now has \$2545.76 available to grant out to charities at their convenience.

The table on the following page summarizes the above scenario:

Action	Crypto Amount	\$CAD Equivalent
Donor Initiates donation	0.03 BTC	\$2783.39
Platform assesses transaction fee	0.0002 BTC	(\$18.56)
GiveWise Receives BTC	0.0297 BTC	\$2742.65
GiveWise Acknowledges Receipt of BTC (Tax Receipt value to Donor)	0.0297 BTC	\$2713.18
GiveWise converts immediately to CAD		\$2713.18
Platform transaction charge (1.5%)		(\$40.70)
Net Value		\$2672.48
GiveWise transfers funds to fiat bank acct.		\$2672.48
Platform transaction charge (1%)		(\$26.72)
GiveWise credits Donor's Giving Fund		\$2645.76
GiveWise assesses cost recovery fee		(\$100)
NET FINAL AMOUNT IN DONOR'S FUND		\$2545.76

As one may note, the current cryptocurrency environment is one of many steps, with various parties assessing fees at almost every step. Add in the volatility of the assets' values, and a CAD amount that the donor's Giving Fund is credited with in the end may be significantly different from the CAD equivalent of the initiated cryptocurrency amount. In the example above, the CAD value at initiation was \$2713.18, and the final credited value of the donation was \$2545.76, which was \$176.42 less. This represents 6.2% of the donation. It is also possible that the value of the donated BTC could have risen over the time period of the transaction, and by the time GiveWise converted the BTC to CAD this rise could have more than covered all of the fees assessed. GiveWise does not "time the market" in any manner; we simply convert donated cryptocurrencies to CAD in the natural course of our daily financial tasks, regardless of the movements in the markets.

If you have any further questions, please reach out to Dan Kyte at dan.kyte@givewise.ca.