



Oversight Function Specifications

CF Cryptocurrency Index Family

Version: 6.0

Version Date: 13th July 2022

Contents

| | |
|--|---|
| 1 Version History..... | 2 |
| 2 Title | 3 |
| 3 Constitution | 3 |
| 4 Process for Removal, Replacement or Substitution | 3 |
| 5 Scope..... | 3 |
| 6 Purpose | 3 |
| 7 Deliberation Frequency | 4 |
| 8 Tasks | 4 |
| 9 Reporting | 5 |
| 10 Amendments & Review | 5 |

1 Version History

| Version | Date | Changes |
|---------|----------------------------|---|
| 1 | 14th November 2018 | N/A |
| 2 | 7th August 2019 | Clarification |
| 3 | 11th September 2019 | Update legal text with BMR registration |
| 4 | 20 th May 2020 | Update copyright |
| 5 | 28 th July 2020 | Additional responsibility of reporting misconduct to the relevant competent authority |
| 6 | 13 th July 2022 | Addition of definition of and responsibility for oversight of "Accepted Assets" |

2 Title

The name of the organ shall be the CF Cryptocurrency Index Family Oversight Function ("**the Function**").

3 Constitution

The Function shall be undertaken on a permanent basis by an individual employed within the CF Group that fulfils the below criteria:

- Not involved in the day to day provision of benchmarks
- Has the necessary experience of oversight roles to give independent and objective review and challenge to the management body of CF Benchmarks
- Is subject to the *CF Benchmarks Conflict of Interest Policy*

4 Process for Removal, Replacement or Substitution

- The appointed individual shall only be removed, replaced or substituted by a resolution of the Board of Directors of CF Benchmarks
- Upon the removal of the individual undertaking the Oversight Function a successor shall be named immediately, where there is not an appropriate individual that can immediately step in as a replacement then the Senior Independent Director of the CF Benchmarks Board of Directors shall undertake the Function until a suitable permanent successor can be appointed¹

5 Scope

The Function shall provide oversight to the CF Cryptocurrency Index Family.

6 Purpose

To provide sufficient oversight and challenge ensure that all benchmarks that are members of the CF Cryptocurrency Index Family are administrated to through the codified policies of the administrator that ensure benchmark integrity. This will be accomplished through regular deliberations of the Oversight Function.

¹ The SINED will relinquish board voting rights whilst fulfilling the Function

7 Deliberation Frequency

The CF Cryptocurrency Index Family Oversight Function shall deliberate on no less than a quarterly basis. The agenda of each deliberation shall be determined in advance so that appropriate analysis and data can be requested from the Index Administrator. For the purposes of a deliberation the Function may ask individuals to provide input or context. Such individuals can be drawn from the Index Administrator in cases of understanding any of the mechanics in the benchmark administration process. Individuals may also be drawn from market participants where the Function is seeking further understanding of the underlying market.

8 Tasks

The CF Oversight Function is tasked with carrying out oversight of the administration of the CF Cryptocurrency Index Family and includes the below:

Providing review and challenge to:

- Benchmark definitions for in scope benchmarks on no less than an annual frequency
- The **Methodology Assessment Analysis** for any additional benchmarks that the Administrator intends to launch as members of the family and for any in-scope benchmarks at no less than an annual frequency
- **Input Data Analysis** as provided by the Administrator for any additional benchmarks that the Administrator intends to launch as members of the family and for any in-scope benchmark at a minimum, on an annual basis for each in-scope benchmark
- The **CF Benchmarks Control Framework** at a frequency commensurate with the level of conflicts identified by the **CF Benchmarks Conflicts of Interest Policy** and recorded in the **CF Benchmarks Conflicts Register**

Providing oversight to:

- Any changes to the benchmark methodologies and ensure the administrator conducts adequate consultation with stakeholders in instances of major methodology changes and benchmark cessation
- Any internally or externally conducted audits and monitoring the implementation of any remedial actions
- The Administrators use of any outsourced parties for the provision of the benchmarks
- Reviewing and approving the selection criteria applicable to Cryptocurrency exchanges and their admissible markets that contribute data relating to the CF Cryptocurrency Index Family (the “**Constituent Exchanges**” and “**Accepted Assets**”), approving the Constituent Exchanges, Accepted Assets and the process by which relevant submissions are made.

- The Benchmark Administrators Republishing Policy and determining its suitability to the CF Cryptocurrency Index Family
- The Administrators investigations of potential and actual benchmark manipulation

Reporting of any misconduct by the Administrator to the relevant competent authorities in accordance with Article 5 (3i).

9 Reporting

Summaries of agendas, deliberations and challenges addressed to the Administrator and resultant action points will be recorded and published.

10 Amendments & Review

This specification document may be amended from time to time with the approval of both the Function and the Board of Directors of CF Benchmarks.

Contact Information

CF Benchmarks Ltd

| Address | Contact |
|--|--|
| CF Benchmarks Ltd 6 th Floor One London Wall London EC2Y 7BP United Kingdom | Web: https://www.cfbenchmarks.com Phone: +44 20 7655 6085 Email: contact@cfbenchmarks.com |

Notice and Disclaimer

No part of this publication may be reproduced, distributed, or transmitted in any form or by any means, including photocopying, recording, or other electronic or mechanical methods, without the prior written permission of the publisher, except in the case of brief quotations embodied in critical reviews and certain other non-commercial uses permitted by copyright law. For permission requests, write to the publisher, addressed "Attention: Permissions Coordinator," at the address below.

CF Benchmarks Ltd is registered in England with registered number 11654816 and registered office at 6th Floor, One London Wall, EC2Y 7BP United Kingdom.

This document and all of the information contained in it, including without limitation all methods, processes, concepts, text, data, graphs, charts (collectively, the "Information") is the property of CF Benchmarks Ltd or its licensors, direct or indirect suppliers or any third party involved in making or compiling any Information (collectively, with CF Benchmarks Ltd, the "Information Providers") and is provided for informational purposes only. The Information may not be reproduced or disseminated in whole or in part without prior written consent from CF Benchmarks Ltd.

The Information may not be used to create derivative works or to verify or correct other data or information without prior written consent from CF Benchmarks Ltd. For example (but without limitation), the Information may not be used to create indices, databases, risk models, analytics, software, or in connection with the issuing, offering, sponsoring, managing or marketing of any securities, portfolios, financial products or other investment vehicles utilizing or based on, linked to, tracking or otherwise derived from the Information or any other CF Benchmarks Ltd data, information, products or services.

The user of the Information assumes the entire risk of any use it may make or permit to be made of the Information. NONE OF THE INFORMATION PROVIDERS MAKES ANY EXPRESS OR IMPLIED WARRANTIES OR REPRESENTATIONS WITH RESPECT TO THE INFORMATION (OR THE RESULTS TO BE OBTAINED BY THE USE THEREOF), AND TO THE MAXIMUM EXTENT PERMITTED BY APPLICABLE LAW, EACH INFORMATION PROVIDER EXPRESSLY DISCLAIMS ALL IMPLIED WARRANTIES (INCLUDING, WITHOUT LIMITATION, ANY IMPLIED WARRANTIES OF ORIGINALITY, ACCURACY, TIMELINESS, NON-INFRINGEMENT, COMPLETENESS, MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE) WITH RESPECT TO ANY OF THE INFORMATION.

Without limiting any of the foregoing and to the maximum extent permitted by applicable law, in no event shall any Information Provider have any liability regarding any of the Information for any direct, indirect, special, punitive, consequential (including lost profits) or any other damages even if notified of the possibility of such damages. The foregoing shall not exclude or limit any liability that may not by applicable law be excluded or limited, including without limitation (as applicable), any liability for death or personal injury to the extent that such injury results from the negligence or wilful default of itself, its servants, agents or sub-contractors.

Information containing any historical information, data or analysis should not be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. Past performance does not guarantee future results.

None of the Information constitutes an offer to sell (or a solicitation of an offer to buy), any security, financial product or other investment vehicle or any trading strategy.

None of CF Benchmarks Ltd's products or services recommends, endorses, approves or otherwise expresses any opinion regarding any issuer, securities, financial products or instruments or trading strategies and none of CF Benchmarks Ltd's products or services is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

The Information has not been submitted to, nor received approval from, the United Kingdom Financial Conduct Authority, the United States Securities and Exchange Commission or any other regulatory body. Any use of or access to products, services or information of CF Benchmarks Ltd requires a license from CF Benchmarks Ltd. CF Benchmarks is a registered trademark of Crypto Facilities Ltd.

Any use of or access to products, services or information of CF Benchmarks Ltd requires a license from CF Benchmarks Ltd.