

Risk Disclosure Statement

Sharizeh

Last Updated: May 18, 2025

Introduction

This Risk Disclosure Statement ("Disclosure") is provided by *Globalution Consulting LLC*, the operator of the Sharizeh platform ("Sharizeh" or "the Platform"), a neutral Software-as-a-Service (SaaS) platform that offers a digital space and modern tools, including AI-powered analysis, for investors and innovators. Sharizeh provides a marketplace akin to a bulletin board where investors independently discover projects, startups, companies, and art-focused crowdfunding initiatives presented by project owners. By accessing or using the Platform, you acknowledge that you have read, understood, and accepted the risks outlined in this Disclosure. If you do not accept these risks, you should not use the Platform.

Sharizeh does not facilitate connections, provide matching services, offer advice, consulting, or recommendations, or act as a broker, advisor, or intermediary. The Platform is a passive space where users engage at their own discretion. Investing or participating in projects listed on the Platform involves significant risks, including the potential loss of your entire investment. You are strongly encouraged to consult with independent financial, legal, and tax advisors before making any decisions or participating in any transactions discovered on the Platform.

1. Financial Risks

Investments in startups, projects, and non-public companies discovered on the Sharizeh marketplace carry a high degree of financial risk. Key financial risks include, but are not limited to:

- **Loss of Capital:** Startups and early-stage companies have a high failure rate, with up to 90% failing within their first few years due to insufficient funding, mismanagement, or market challenges. You may lose some or all of your invested capital, including principal amounts for equity investments, loans, or acquired projects, found independently on the Platform.
- **No Guaranteed Returns:** Returns on investments, such as interest on loans, dividends, or capital gains, are not guaranteed. Project owners may fail to generate sufficient revenue to pay interest or dividends, or they may default on loan repayments entirely.
- **Limited Financial History:** Many projects and startups presented on the Platform lack a financial track record (e.g., fewer than two years of balance sheets), which increases the uncertainty of their ability to achieve projected outcomes.
- **Crowdfunding Contributions:** Contributions to art-focused crowdfunding campaigns listed on the Platform do not constitute investments and do not yield financial returns. Contributors receive perks, which may not hold monetary value, and there is a risk that projects may fail to deliver promised perks.

2. Market Risks

The projects, startups, and companies presented on Sharizeh primarily operate in emerging markets, including Latin America, Africa, and Asia. These markets present unique risks, including:

- **Economic and Political Volatility:** Emerging markets are subject to economic instability, political unrest, currency fluctuations, and inflation, which can adversely affect the performance of projects, companies, and startups discovered on the Platform.
- **Lack of Market Access:** Many projects in these regions struggle to access traditional funding sources (e.g., banks, venture capital) due to restrictive lending policies or a narrow focus on sectors like AI, climate, or health, potentially limiting their growth and increasing the risk of failure. But it was precisely on this basis that Sharizeh's idea was born: to provide access to capital to those who are denied regular access.

3. Liquidity Risks

Investments discovered on Sharizeh are generally illiquid, meaning you may not be able to easily sell or exit your investment. Key liquidity risks include:

- **Long Holding Periods:** Equity investments are subject to a mandatory one-year holding period before they can be traded on the Platform's secondary market (whose establishment is planned). Even after this period, there is no guarantee of finding a buyer.
- **Secondary Market Challenges:** The secondary market, once established, may have limited activity due to a small pool of investors, regulatory restrictions, or lack of demand for certain stakes. This may prevent you from selling your stakes at a desired price or at all.
- **Valuation Fluctuations:** Share valuations on the secondary market are based on discounted cash flow (DCF) analyses and performance metrics. If a company underperforms compared to its forecasts (e.g., a projected \$1,000,000 loss in the first year of operations turns into a \$1,300,000 loss), the valuation may decrease, reducing the value of your investment and making it harder to sell your stakes at a desired price or at all.

4. Regulatory Risks

The regulatory environment for private placements and crowdfunding varies across jurisdictions and is subject to change, which may impact your use of the Platform:

- **Changes in Laws:** Changes in U.S. or international laws governing private placements, securities, or crowdfunding may impose new restrictions, taxes, or compliance requirements, potentially affecting the viability of projects discovered on the Platform.
- **Jurisdictional Differences:** Investments may require additional legal actions (e.g., notarization) depending on the jurisdiction of the project owner or investor. These actions are outside the Platform's control and may introduce delays, costs, or legal risks.
- **Limited Oversight:** Private placements listed on the Platform are not subject to the same regulatory scrutiny as public offerings. While Sharizeh provides tools like AI analysis and conducts Due Diligence Checks (KYC, KYB, AML, PEP) it definitely does neither guarantee the accuracy of information provided by project owners, nor their actual knowledge, skills, or reliability.

5. Platform-Specific Risks

Sharizeh operates as a neutral SaaS platform and relies on technology, third-party services, and user provided content, introducing specific risks:

- **Reliance on AI Analysis:** The Platform offers AI-powered analysis as a tool to assess the plausibility of business plans and key metrics. This tool is provided for informational purposes only and is not infallible. Users rely on it at their own risk, as it may fail to detect errors, misrepresentations, or risks, leading to inaccurate assessments. The basic data (such as business plans or financial plans) are provided by the project owners and investors should not miss the opportunity to study the provided documents and form an informed opinion before making an investment or granting a loan.
- **Third-Party Payment Risks:** Payments are processed via Stripe Connect, and Sharizeh does not hold or manage funds. Delays, errors, or failures in Stripe's services, as well as Stripe's fees (borne by the recipient), are outside Sharizeh's control and may affect transactions.
- **Neutral Role as a SaaS Platform:** Sharizeh does not facilitate connections, provide matching services, offer advice, consulting, recommendations, or act as a broker, advisor, or intermediary. It provides a space and tools for users to engage, independently. The Platform does not guarantee the success of projects, the accuracy of information provided by project owners, or the fulfillment of contractual obligations between parties. Sharizeh is not a contractual party of agreements.
- **Documentation Risks:** The Platform generates certificates and invoices for transactions (e.g., equity certificates with QR codes), but these are based on user-submitted data. Errors in documentation or disputes over their validity may arise, requiring resolution outside the Platform. The contracts or agreements are made between the innovators, start-ups, companies, projects and the investors.

In case of legal disputes, please contact the responsible party and not the neutral SaaS platform Sharizeh.

6. Seek Independent Advice

Given the high-risk nature of investments and projects discovered on the Platform, Sharizeh strongly encourages all users to seek independent financial, legal, and tax advice before making any decisions or participating in any transactions. This Risk Disclosure is not a substitute for professional advice, and you are solely responsible for evaluating the risks and merits of any investment, loan, or crowdfunding contribution.

Contact Information

If you have questions about this Risk Disclosure Statement or the risks associated with using the Platform, please contact Sharizeh at:

Email: Legal@Sharizeh.com

Acknowledgment

By using Sharizeh, you acknowledge that you have read and understood this Risk Disclosure Statement and accept the risks described herein. Sharizeh and Globalution Consulting LLC shall not be liable for any losses incurred as a result of your use of the Platform, including but not limited to financial losses, missed opportunities, or regulatory penalties. Sharizeh's role is limited to providing a neutral SaaS space and tools, and all decisions, actions, and risks are borne by users independently.