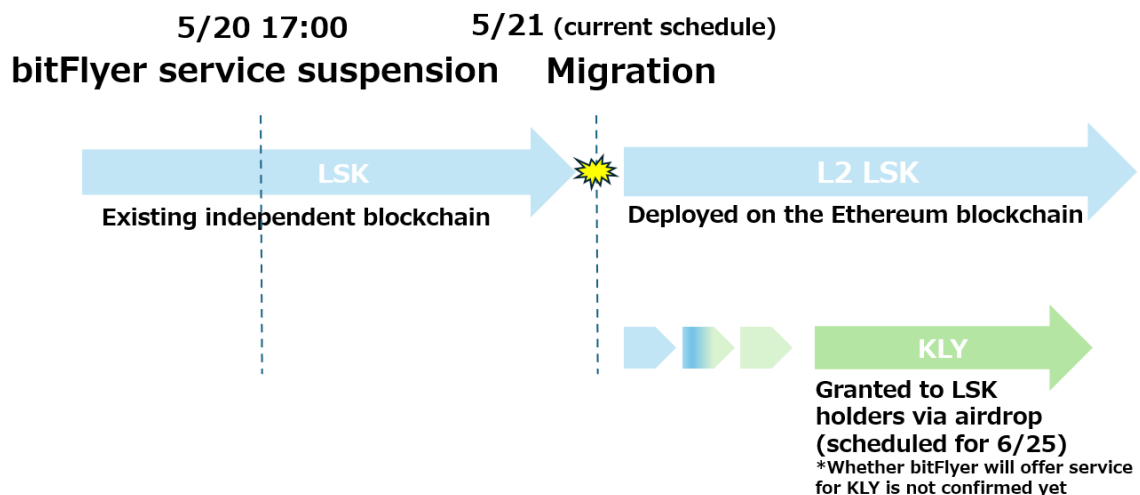


### Lisk (LSK) Service Suspension and Service for the Migrated Tokens

In response to the migration of Lisk (LSK) from its independent blockchain to the Ethereum blockchain and issuance as tokens under the ERC-20 standard, bitFlyer, Inc. (Head office: Minato-ku, Tokyo; Representative Director: Yuzo Kano; hereinafter referred to as “bitFlyer”) will suspend services for LSK starting around 5:00 pm (JST) on Monday, May 20th, 2024. Purchase and selling on Buy/Sell, deposits and withdrawals, and bitFlyer Recurring Buy will no longer be available from that date. bitFlyer is currently preparing to offer service for the newly issued ERC-20 standard tokens (hereafter “L2 LSK”), which requires passing an examination by the Japan Virtual and Crypto assets Exchange Association (JVCEA). Details will be announced separately as soon as they are available.

#### LSK blockchain migration process



#### About the LSK Blockchain Migration

The token issuer Onchain Foundation has announced that the LSK tokens will be migrated from their independent blockchain to the Ethereum blockchain and issued as ERC-20 standard tokens on Tuesday, May 21st, 2024. Besides existing LSK being migrated to L2 LSK, existing LSK holders will also be granted Klayr (KLY) tokens issued on a new blockchain via airdrop. For more information, please see the following announcement by the token issuer.

<https://lisk.com/blog/posts/lisk-token-migration-snapshot-height-announcement>

#### bitFlyer’s Response

##### 1. Information on existing LSK

The existing LSK blockchain will be terminated on Tuesday, May 21st, 2024 and trading and token retrieval will become impossible. For that reason, bitFlyer will suspend service for

LSK from 5:00 pm (JST) on Monday, May 20th, 2024. Purchase and selling on Buy/Sell, deposits and withdrawals, and bitFlyer Recurring Buy will not be available from that date.

## 2. Information on L2 LSK

bitFlyer is currently preparing to offer service for L2 LSK. However, this requires passing an examination by the JVCEA, which is expected to take a certain amount of time, and the results of the examination cannot be guaranteed by bitFlyer. Details will be announced separately as soon as they are available.

### **For Customers Holding Existing LSKs After Service Suspension**

For the case that bitFlyer can support L2 LSK, L2 LSK tokens will be allocated to each customer at a 1:1 equivalent to their existing LSK holdings. However, please note that bitFlyer may not be able to compensate customers for their existing LSK holdings if support for L2 LSK is not possible, e.g. due to failure to pass the JVCEA examination.

### **Please Be Aware of the Following:**

- The LSK blockchain migration will be carried out by the token issuer and bitFlyer will not be liable for any changes or any losses incurred by customers as a result of such changes.
- Existing LSK holders will be able to claim L2 LSK at a 1:1 equivalent from the token issuer after the migration to L2 LSK. However, customers who keep LSK in their bitFlyer account will not be able to make a direct request to the issuer. If you wish to make a claim to the issuer directly, you will need to transfer the LSK funds in your bitFlyer account to a private wallet before bitFlyer suspends service for LSK.
- With the migration of the existing LSK to L2 LSK, there might be price fluctuations, or price gaps may occur at the timing of the migration. Prices are in no way guaranteed by bitFlyer.
- bitFlyer has not yet determined how to proceed with the KLY that the token issuer intends to grant existing LSK holders.

#### **About bitFlyer, Inc.**

bitFlyer was founded in 2014 with the mission to "Simplify the World with Blockchain" and has developed its crypto asset trading business globally with its group companies bitFlyer USA, Inc. and bitFlyer EUROPE S.A.

bitFlyer has achieved the highest customer satisfaction\* thanks to the patronage of its customers.

As a crypto asset exchange operator and a type 1 financial instruments trade operator, bitFlyer continues to expand and improve its services and aims to provide a highly liquid crypto asset exchange that satisfies as many customers as possible.

Official website: <https://bitflyer.com/en-jp>

\*Survey: November 2022 Market Research on Crypto Asset Exchange Services  
Research Organization: Japan Marketing Research Organization  
Survey period: November 11, 2022 - November 25, 2022

**Disclaimer (Please read carefully):**

- Crypto assets are not a legal tender.
- Crypto assets may be used to settle a payment only in the event that the person receiving the payment agrees.
- Buying/selling crypto assets or exchanging them for other crypto assets are transactions which may result in losses incurred from price fluctuations of crypto assets. It is possible that the price of crypto assets declines due to influences from changes in balance of supply and demand, trends on prices of goods, currencies and other markets, as well as changes in situation related to crypto assets.
- Trading with over-the-counter crypto asset derivatives may cause losses, because their trading price may fluctuate in either way due to influence from changes in balance of supply and demand of over-the-counter crypto asset derivatives on our platform as well as indirect influence from price changes of the crypto assets referred by those over-the-counter crypto asset derivatives.
- Over-the-counter crypto asset derivative trades are trades in which the notional amount, which is the product of the trading price and the open interest volume, can be larger than the amount of the margin deposit. Therefore, the amount of loss incurred may be larger than the amount of margin deposit if the notional amount fluctuates to a greater extent than the amount of margin deposit to your disadvantage due to changes in balance of supply and demand of over-the-counter crypto asset derivatives or price fluctuations of the crypto assets referred by the derivatives.
- The margin deposit size for over-the-counter crypto assets derivatives must be no less than 50% of the notional amount, while the notional amount must be no more than 2 times the margin deposit. (Both for individual customers.) More information can be found on our "[What is bitFlyer Crypto CFD?](#)" page.
- When making purchases or sales of crypto assets on Buy/Sell, or exchanging them for other crypto assets, customers bear the spread. The spread is the difference between the purchase and selling prices. The fees incurred when buying or selling crypto assets, exchanging them for other crypto assets or over-the-counter crypto asset derivatives as well as the calculation methods for the corresponding fees can be found on our "[Fees and Taxes](#)" page.
- Over-the-counter crypto asset derivatives are negotiated transactions between you and bitFlyer, Inc. which is the counterparty for you on those derivatives.
- You should thoroughly read and understand all of our documents that require user agreement. Trade at your own risk and judgment.

bitFlyer, Inc.

Director-General of the Kanto Finance Bureau No. 00003

Financial Instruments Business Kanto Local Finance Bureau (FIBO) No. 3294

Member of Japan Virtual and Crypto asset Exchange Association, which is Certified Association for Payment Service Providers as well as Financial Instruments Firms Association

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