

CONFIDENCE IN YEM



YEM FOUNDATION

watching - acting - representing



YEM
FOUNDATION

REGULATING-
ORGANISATION
FOR THE YEM

The YEM was conceived in 2017 with the aim of creating an international digital currency that combines all the available strengths of blockchain technology without adopting the weaknesses of other cryptocurrencies:

REQUIREMENTS FOR DIGITAL MEANS OF PAYMENT

Back in 2014, the European Banking Authority (EBA) issued a 46-page study on the risks and opportunities of cryptocurrencies (EBA/Op/2014/08), which explained 70 risks in detail.

The YEM was designed to eliminate or at least minimize these risks.

SEC Chairman Jay Clayton says:

„We at the SEC are committed to promoting capital formation. The technology on which cryptocurrencies and ICOs are based may prove to be disruptive, transformative and efficiency enhancing. I am confident that developments in fintech will help facilitate capital formation and provide promising investment opportunities for institutional and Main Street investors alike. ”

<https://www.sec.gov/news/public-statement/statement-clayton-2017-12-11>

YEM

SUSTAINABLE STABLE SAFE



TAX TREATMENT OF DIGITAL MEANS OF PAYMENT

In a circular letter (III C3 - S 7160-b/13/10001) to all tax authorities, the German Federal Ministry of Finance (BMF) provided guidance on the VAT treatment of virtual currencies in February 2018:

The BMF clarifies: "Virtual currencies (cryptocurrencies, e.g. Bitcoin) are treated as equivalent to legal tender insofar as these so-called virtual currencies have been accepted by the parties to the transaction as an alternative, contractual and direct means of payment and do not serve any purpose other than use as a means of payment."

Therefore, the YEM is to be treated the same as the euro for tax purposes in payment transactions.

THE STATUS QUO OF THE CRYPTOCURRENCY LANDSCAPE

In recent years, tens of thousands of cryptocurrencies have been created around the world. However, many of them have turned out to be fraudulent and/or were used in projects that failed in the early stages.

Most of the other cryptocurrencies are not pure currencies, but rather corporate investments or other investments in disguise.

YEM is one of the few "real" digital currencies that serve the sole purpose of being a means of payment.

CONCEPTUAL WEAKNESSES OF EXISTING CRYPTOCURRENCIES.

Many cryptocurrencies, such as bitcoin, have several critical weaknesses that make them virtually impossible to use as a daily means of payment. These weaknesses are conceptual in nature, which means that they cannot simply be fixed through rework.

1. ANONYMITY

Bitcoin and many other cryptocurrencies are based on anonymity. This encourages fraud, manipulation and illegal transactions (drug trafficking, terrorist financing, extortion, money laundering).

No state in the world will tolerate an anonymous payment system beyond its control in the long run.

THE DISADVANTAGES OF TRADITIONAL CRYPTO CURRENCIES



It is to be expected that anonymous payment systems will gradually be banned worldwide, which will be accompanied by an extreme decline in value.

2. VOLATILITY

Bitcoin and Co. are traded worldwide on unregulated exchanges. Therefore, the performance often resembles a roller coaster. Price gains, but also losses of 20% and more per day are not uncommon.

No entrepreneur in the world will risk the success of his business by keeping such an extremely volatile currency.

3. TAX INSECURITY

The German Federal Ministry of Finance specifies that the recipient of a crypto payment is obliged to record the value in euros at the time of the transaction so that VAT, for example, can be calculated and paid correctly.

This essential information is missing for all transactions with Bitcoin, Ether and Co., making the use of these currencies as a daily means of payment virtually impossible.

CONCEPTUAL STRENGTHS OF YEM

The YEM was designed from the beginning to avoid the weaknesses of the other digital currencies. This has resulted in an independent, strong and legally compliant currency that can be easily integrated into daily payment transactions.

1. PRIVACY INSTEAD OF ANONYMITY

All YEM holders must be uniquely verified (KYC) before you can make transactions. This makes anonymous payments with YEM impossible, as sender and recipient can be identified at any time.

At the same time, the privacy of all users is secured, as all data is encrypted at the highest level and stored in the blockchain in a way that cannot be manipulated.

Each user is assigned a personal number (PerNum), which also serves as the account number for the online account.

THE ADVANTAGES OF YEM



2. STABILITY INSTEAD OF VOLATILITY

The YEM is officially traded on the YEM Exchange (www.yem.exchange), whereby the last completed trade always determines the current price in USD.

The YEM Foundation sets a current price range, which may not be crossed upwards or downwards during trading. Thus, speculative day trading with YEM is not interesting.

3. FISCAL SECURITY

To the best of our knowledge, YEM is the only digital currency where not only the value in YEM at the exact time of the transaction is stored tamper-proof on the blockchain, but also the USD value (as a reference currency) and the value of the national currencies of the sender and receiver. Thus, any user can download tax-relevant transactions as account statements at any time and fulfill their tax obligations.

Government representatives and central banks from various countries have responded very positively to this special feature of YEM.

The YEM Foundation is the regulatory organization for the YEM and takes measures for the protection and stability of the YEM, comparable to the central bank of a fiat currency.

According to the United Nations (UN) statutes, the YEM Foundation has the status of an International Non-Governmental Organization (INGO). Therefore, the Foundation is officially listed as an INGO by the Union of International Associations (UIA). The UIA keeps records of all active non-governmental organizations on behalf of the United Nations.

Currently, the YEM FOUNDATION is seeking participant status in the UN Economic and Social Council and also in the Council of Europe, as several global goals of the United Nations, such as the global fight against poverty, are supported by the YEM Foundation.

It also represents the YEM to the International Monetary Fund (IMF), to national central banks, to other state institutions such as governments and ministries, and to other institutions and non-governmental organizations.

<https://uia.org/s/or/en/1122282533>

<https://www.un.org/ecosoc/en/home>

THE YEM FOUNDATION



The YEM Foundation was established in 2017 under the name Rainbow Currency Foundation, with the Board democratically elected by all YEM holders. The Foundation is registered in the Business Registry of the State of Nevada, USA, as a non-profit corporation.

The Board is composed of 7 elected directors, and care has been taken to ensure that all areas around the world are represented by the Board. In the future, in addition to the international board, there will also be national directors, so that YEM is also optimally represented at the national level.

The Foundation will be completed by an advisory board, the Advisory Board, to which experts from the fields of business, FinTech, law and taxation will be invited.

The work of the YEM Foundation is financed from an initial budget of 5 billion YEM (worth 5 million USD at the time), which ensures that the Foundation is independent of donations from the business community. Thus, direct or even indirect influence is excluded.

The YEM is a digital currency made available to users with the help of modern blockchain technology. After the launch in 2017, it quickly became clear that the available blockchains did not meet the high security, quality and functional requirements of the YEM Foundation.

Therefore, in 2018, the development of YEMCHAIN, a blockchain perfectly tailored to the specific requirements of YEM, was commissioned. The YEMCHAIN has been in operation since August 2018 and has been working quickly and flawlessly ever since.

For each transaction, not only the sender, the recipient and the transaction amount in YEM are logged, but also the purpose and value of the transaction in U.S. dollars, as well as in the sender's and recipient's national fiat currencies.

Thus, all information is stored on the YEMCHAIN in an untamperable manner for proper accounting and tax treatment. This is unique in the crypto world.

THE YEMCHAIN



Each transaction is provided with a so-called hash code. With this hash code, each transaction can be viewed publicly at any time on the YEMCHAIN website (www.yemchain.com). The account numbers are hidden to protect the privacy of the transaction participants.

While other blockchains are real energy guzzlers, because a worldwide network of computers have to solve ever more complicated computational tasks in order to successfully complete a transaction and are rewarded for this with cryptocurrency from time to time (so-called mining), the YEMCHAIN is energy and resource efficient.

That is why the transaction fees on the YEMCHAIN are comparatively low (maximum 0.1% per transaction, and the transaction times are many times faster than Bitcoin and Co. (fraction of a second).

In addition, the YEMCHAIN is also designed for other functions, e.g. data management, smart contracts, digital mapping of tangible assets, land registry functions and much more.

The YEM has been used daily in payment transactions worldwide for more than 3 years. With more than 1 million users and transactions totaling over 200 billion euros, the YEM is already one of the most widely used digital currencies in the world.

The advantages are obvious:

1. SPEED

Transactions in YEM are executed in a fraction of a second, no matter where the sender and receiver are located on the planet.

2. SECURITY

Transactions in YEM cannot be manipulated or diverted. Human error as a source of error is eliminated.

3. LOW FEES

The standard fee for transactions in YEM is only 0.1%. Compared to banks, credit cards and other payment service providers, there is no lower priced alternative in daily payment transactions.

4. NO EXCHANGE RATES

While banks and financial service providers charge up to 5% fees, cross-border transactions in YEM do not incur any exchange rate losses.

YOUR EVERYDAY MONEY



5. FULL TRANSPARENCY

Every transaction in YEM is published anonymously on YEMCHAIN. This excludes the possibility of subsequent manipulation.

6. HONESTY

Each participant in the economic circuit of the YEM must identify and verify himself in detail. This makes the YEM unattractive for money laundering, tax evasion and other criminal activities.

7. STABILITY

While other virtual currencies are highly volatile, the value of the YEM moves within a price range set by the YEM Foundation, which is adjusted from time to time depending on market conditions. This range allows for price fluctuations of no more than 3.3%, but has never been fully utilized.

8. AVAILABILITY

Billions of people do not have access to the current financial system. In contrast, YEM is available to anyone who has access to the Internet.

YEM is used daily as an alternative means of payment around the world. More than 1.2 million individuals and businesses already hold YEM as part of their financial and wealth planning. Here are some highlights of YEM usage:

1. BUYING REAL ESTATE WITH YEM

Already in 2018, the first property was fully paid for with YEM. What made it special was that even the notarized purchase agreement documented the price and payment in YEM. The purchase price was then paid from wallet to wallet.

Since then, YEM has been used several times in real estate purchases. From the German condominium to the Austrian single-family home and the vacation villa in Nicaragua to the luxury apartment in Dubai, YEM has always been the means of payment in whole or in part.

2. BUYING A CAR WITH YEM

Also in 2018, the first new car was auctioned against YEM. A Hyundai i10 has since been driving as the first cryptomobile on Germany's roads. Today, there are countless new and used cars, motorcycles, and other means of transportation purchased in Europe, Africa, or elsewhere with YEM.

MILESTONES OF THE YEM



3. YEM AS A FORM OF INVESTMENT

You can make the YEM work for you at a Swiss asset management firm. A London-based financial group offers digital asset management for the YEM.

APPRECIATION OF THE YEM

Since October 2017, the YEM has had a game-changing success story: 1,000 euros in YEM has become worth more than 650,000 euros to date. *

5. YEM AS SHARE CAPITAL

YEM is also a welcome alternative to the euro in the corporate sector: In February 2019, the first limited liability company was established 100% with YEM.

YEM AS CAPITAL RESERVE

More and more companies are holding YEM as a capital reserve, accepting YEM as a means of payment, and integrating YEM into their financial and liquidity planning.

* = Results from the past have no predictive value for the future.

Central banks and financial authorities are neutral by nature. Therefore, there are only opinions that relate to digital currencies in general.

BAFIN

"Virtual currencies are cryptographic, i.e. encrypted, substitute currencies that can now be used to purchase numerous goods, services and IT applications on the Internet."

"Virtual currencies are among the business models of FinTechs, young companies that use technology-based systems to offer specialized and particularly customer-oriented financial services."

FEDERAL MINISTRY OF FINANCE

"Virtual currencies (cryptocurrencies, e.g. Bitcoin) are treated as equivalent to legal tender, insofar as these so-called virtual currencies have been accepted by the parties to the transaction as an alternative, contractual and direct means of payment and serve no purpose other than use as a means of payment."

THE YEM FROM AN AUTHORITY'S POINT OF VIEW



EUROPEAN BANKING SUPERVISORS (CEBS)

"Initially used in the context of online computer games and social networks, currencies later evolved into means of payment accepted offline or in "real life." Today, virtual currencies can increasingly be used as a means of payment for goods and services in retail stores, restaurants and entertainment venues.

These transactions often do not incur fees or charges and do not involve a bank."

CONCLUSION

Digital currencies like YEM are legal tender, and they are becoming more and more regulated by law. Blockchain technology has undeniable benefits, though there are justified warnings about fraudulent and legally questionable offerings.

Thanks to its unique security features and consistent risk minimization, the YEM is already one of the world's leading digital currencies in international payments.

CONFIDENCE IN YEM



YEM

YOUR
EVERYDAY
MONEY