



AMENDMENTS TO THE AIFC GLOSSARY

AIFC ACT NO. FR0018 OF 2018

Astana International Financial Centre, Astana

4 July 2018

AIFC GLOSSARY

In this document, a blue font and underlining indicates new text and strikethrough indicates deleted text, unless otherwise indicated.

Defined Terms	Definitions
<u>Private E-currency</u> (or <u>Private Electronic Currency</u> or <u>Private E-money</u>)	<u>A digital representation of value that (1) can be digitally traded and functions as (a) a medium of exchange; or (b) a unit of account; or (c) a store of value; (2) can be exchanged back-and-forth for Fiat Currency, but is neither issued nor guaranteed by the government of any jurisdiction, and (3) fulfils the above functions only by agreement within the community of users of the Private E-currency; and accordingly (4) is to be distinguished from Fiat Currency and E-money.</u>
<u>Centralised Private E-currency</u>	<u>Private E-currency issued by a single or several administrating authorities that establish the rules for its use, maintain a central payment ledger, and have authority to redeem the Currency (withdraw it from circulation).</u>
<u>Decentralised Private E-currency</u>	<u>Private E-currency that have no central administrating authority, and no central monitoring or oversight, give rise to no claims on their issuer, and contain no contractual right to receive Fiat Currency or another financial asset.</u>
<u>Fiat Currency</u>	<u>Currency which is issued by or on behalf of the government in its country (or countries) of issuance, and which is designated as legal tender in that or those countries through government decree, regulation or law.</u>
<u>E-currency</u> (or <u>E-money</u>)	<u>A digital representation of Fiat Currency used to electronically transfer value denominated in Fiat Currency.</u>
<u>Digital wallet</u> (or <u>E-wallet</u>)	<u>A means (software application, electronic device or other mechanism/medium) for holding, storing and transferring Private E-currency, E-money and/or other assets, investments.</u>
<u>Cold Digital wallet</u>	<u>A Digital wallet that is stored in a platform (device) that is not connected to the Internet.</u>
<u>Hot Digital wallet</u>	<u>A Digital wallet that is stored in a platform (software application) that is connected to the Internet.</u>
<u>Smart-Contract</u>	<u>A computer code that represents a contract, and that executes and enforces the terms of such</u>

	<u>contract on an automated basis, without the need for intermediation by any person.</u>
<u>Operating a Private E-currency Business</u>	<u>Operating a Private E-currency Trading Facility or Providing Custody for safeguarding and administering Private E-currencies belonging to another Person, or both.</u>
<u>Operating a Private E-currency Trading Facility</u>	<u>The Market Activity as defined in paragraph 3 of Schedule 3 of the Framework Regulations.</u>
<u>Providing Transaction Services for Decentralised Private E-currencies</u>	<u>Operating a facility that functions regularly to validate and add transaction records to the ledger of all transactions.</u>
<u>Transaction Services for Decentralised Private E-currencies</u> <u>(also known as Mining)</u>	<u>Validation and adding transactions made with a Decentralised Private E-currencies to the ledger of all transactions.</u>
Investment	A Security, Unit, Derivative <u>or a Private E-currency</u> and a right or interest in the relevant Security, Unit, Derivative <u>or Private E-currency</u> .