

1 December 2022

BINGX GLOBAL PTY LTD (www.bingx.com)
Suite 118, 252 Russel Street,
Melbourne VIC
3000
Australia

Dear Sirs

BINGX GLOBAL PTY LTD (“BINGX”) – PROOF OF RESERVE (“POR”) REPORT

Our report is solely for the purposes of offering BingX’s customers and prospective customers additional transparency and reassurance that their In-Scope Assets are collateralized, exist on the blockchain(s) and under the control of BingX at the below mentioned reporting date. For the purpose of this agreed-upon procedures (“AUP”) engagement the term “collateralized” will be defined as where BingX’s *In-Scope Assets* as per the *Asset Balance Report* are equal to or greater than the net liability of *In-Scope Assets* as per the *Customer Liability Report* owed to and receivable from customers.

For the purpose of this engagement the customers’ funds, spot, standard, futures, copy trading, perpetual futures, C2C and grid accounts for bitcoin (“BTC”), Ether (“ETH”), USDC and USDT held on the Bitcoin and Ethereum blockchains will be defined as the *In-Scope Assets*. The block height of these *In-Scope Assets* have been assessed as 764965 and 16064755 for Bitcoin, and Ethereum respectively as at 00:00:00 UTC on 28 November 2022.

BingX has requested that we perform an AUP engagement on the customers’ cryptocurrency holdings and corresponding liability of funds owed to the customers of BingX as at 00:00:00 Universal Time Coordinate (“UTC”) on the 28th of November 2022 (“the reporting date”). The directors of BingX acknowledge that the AUP are appropriate for the purpose of the engagement and are responsible for the subject matter on which the AUP are performed.

We have conducted the AUP engagement in accordance with the International Standard on Related Services (ISRS) 4400 (Revised), *Agreed-Upon Procedures Engagements*. An AUP engagement involves us performing the procedures that have been agreed with BingX, and report the findings, which are the factual results of the AUP performed. We make no representation regarding the appropriateness of the AUP.

This AUP engagement is not an assurance engagement. Accordingly, we do not express an opinion or an assurance conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported.

We have complied with the relevant ethical requirements. For the purpose of this engagement, there are no independence requirements with which we are required to comply.

Registered Auditor – A firm of Chartered Accountants (SA) • IRBA Registration Number 900222
Partners: MV Ninan (CEO), MC Olckers (Managing Partner), C Abrahamse, JM Barnard, AK Batt, T Beukes, DS Dollman, M Edelberg, Y Ferreira, T Gangen, R Groenewald, AK Hoosain, MY Ismail, N Jansen, J Marais, B Mbunge, FN Miller, G Molyneux, A Moruck, S Naidoo, MG Odendaal, W Olivier, M Pieterse, W Rabe, D Resnick, BG Sacks, MA Salee, N Silbowitz, SM Solomon, HH Swanepoel, AL Swartz, MJA Teuchert, N Thelander, JC Van Tubbergh, N Volschenk, J Watkins-Baker

A full list of national partners is available on request or at www.mazars.co.za

Our firm applies International Standard on Quality Control (ISQC) 1, *Quality Control for Firms that Perform Audits and Reviews of Financial Statements, and Other Assurance and Related Services Engagements*, and accordingly, maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

PROCEDURES AND FINDINGS

We have performed the procedures described below, which were agreed upon with BingX on the POR report.

	Procedure	Findings
1	Obtain from management the <i>Asset Balance Reports</i> for the <i>In-Scope Assets</i> as at 00:00:00 UTC on 28 November 2022 that lists and quantifies the nominal balance of all customers' <i>In-Scope Assets</i> held by BingX.	We obtained from management the <i>Asset Balance Reports</i> for the <i>In-Scope Assets</i> as at 00:00:00 UTC on 28 November 2022 that lists and quantifies the nominal balance of all customers' <i>In-Scope Assets</i> held by BingX.
2	Obtain from management a full listing of all <i>In-Scope Assets</i> ' public keys/addresses that constitutes the nominal balance included in the <i>Asset Balance Report</i> referred to in procedure 1 as at 00:00:00 UTC on 28 November 2022.	We obtained from management a full listing of all <i>In-Scope Assets</i> ' public keys/addresses that constitutes the nominal balance included in the <i>Asset Balance Report</i> referred to in procedure 1 as at 00:00:00 UTC on 28 November 2022.
3	Independently obtain the nominal balance, as at 00:00:00 UTC on 28 November 2022, of each of the public keys/address obtained as part of procedure 2 from their respective blockchains.	We independently obtained the nominal balance, as at 00:00:00 UTC on 28 November 2022, of each of the public keys/address obtained as part of procedure 2 from their respective blockchains.
4	Compare the total nominal balance of each blockchain's <i>In-Scope Assets</i> obtained in procedure 3 to the <i>Asset Balance Reports</i> obtained in procedure 1 and document any variances greater than 1%.	We compared the total nominal balance of each blockchain's <i>In-Scope Assets</i> obtained in procedure 3 to the <i>Asset Balance Reports</i> obtained in procedure 1. We did not find variances greater than 1%.
5	For each of the public keys/addresses obtained in procedure 2 perform a combination of; - Perform "instructed movement of funds", where management is instructed to move a specific amount from a public key/address on a specific time and obtain the transactional hash to verify the instructed transaction on the respective blockchain.	For each of the public keys/addresses obtained in procedure 2 we performed a combination ¹ of; - "Instructed movement of funds", where management was instructed to move a specific amount from a public key/address on a specific time. We obtained the transactional hash from management and verified the instructed transaction on the respective blockchain.

¹ Singular or multiple

	- Linking extended public key(s) with the child public key/address(es) through derivation paths. The combination of the above procedures corroborates that BingX has ownership over the private key(s) associated with the public key/addresses referred to in procedure 2 and controls the funds held in the public key/address as at 00:00:00 UTC on 28 November 2022.	- Linking extended public key(s) with the child public key/address(es) through derivation paths. The combination of the above procedures corroborates that BingX has ownership over the private key(s) associated with the public key/addresses referred to in procedure 2 and controls the funds held in the public key/address as at 00:00:00 UTC on 28 November 2022.
6	6.1 Obtain and inspect the scripts used by management to extract the <i>Customer Liability Report</i> from the database to ensure the logic and the parameters are designed to extract a complete and accurate listing of client liability balances of the <i>In-Scope Assets</i> as at 00:00:00 UTC on 28 November 2022 while excluding any internal and negative accounts. 6.2 Observe management access the data base and execute the scripts to extract the relevant data from the data base. Obtain the data produced from management (i.e. the <i>Customer Liability Report</i>) and perform a row count on the data set to ensure that the data extracted is complete	6.1 We obtained and inspected the scripts used by management to extract the <i>Customer Liability Report</i> from the database. Based on management's explanation of the various parameters we ensured the logic and the parameters were designed to extract a complete and accurate listing of client liability balances of the <i>In-Scope Assets</i> as at 00:00:00 UTC on 28 November 2022 while excluding any internal and negative accounts. 6.2 We observed management access the database and executed the scripts to extract the relevant data from the database. We obtained the data produced from management (i.e. the <i>Customer Liability Report</i>) and performed a row count on the data set to ensure that the data extracted is complete.
7	Aggregate the nominal value per asset class on the <i>Asset Balance Reports</i>, which was reconciled to the self-custodied cryptocurrencies listed in procedure 2, and compare these aggregated balances per asset class to the <i>Customer Liability Report</i>. Conclude whether the nominal value of all <i>In-Scope Assets</i> as per the <i>Asset Balance Reports</i> are equal to or greater than the net liability of funds owed to and receivable from the customers as per the <i>Customer Liability Report</i> and therefore meets the definition of being collateralized.	We aggregated the nominal value per asset class on the <i>Asset Balance Reports</i>, which was reconciled to the self-custodied cryptocurrencies listed in procedure 2, and compared these aggregated balances per asset class to the <i>Customer Liability Report</i>. We can conclude that the nominal value of all <i>In-Scope Assets</i> as per the <i>Asset Balance Reports</i> are equal to or greater than the net liability of funds owed to and receivable from the customers as per the <i>Customer Liability Report</i> and therefore meets the definition of being collateralized.



8	Calculate the collateralization ratio's for each of the <i>In-Scope Assets</i> using the balances as per the <i>Asset Balance Reports</i> and the <i>Customer Liability Report</i> .	Based on the <i>In-Scope Assets</i> as included on the <i>Asset Balance-</i> and the <i>Customer Liability Report</i> , the collateralization ratios are 132%, 122%, 186% and 112% for BTC, ETH, USDC and USDT respectively.
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A handwritten signature of the Mazars firm, written in black ink.

MAZARS
Partner: Wiehann Olivier
1 December 2022
Cape Town
South Africa