Paxos Digital Singapore Pte. Ltd.
Registration Number: 202316062N

Report on Management's Assertion regarding the Global Dollar (USDG) Redeemable Tokens and Redemption Assets as of 11 May 2026 and 29 May 2026 at 5:00 PM United States Eastern Time

KPMG LLP
12 Marina View #15-01
Asia Square Tower 2
Singapore 018961

Telephone +65 6213 3388
Fax +65 6225 0984
Internet www.kpmg.com.sg

Independent reasonable assurance report

Board of Directors and Management
Paxos Digital Singapore Pte. Ltd.

We were engaged by the Board of Directors of Paxos Digital Singapore Pte. Ltd. (the "Company") to report on management of the Company's assertion on page 5 of the Global Dollar (USDG) Redemption Assets Report as of 11 May 2026 and 29 May 2026 at 5:00 PM United States Eastern Time (the "USDG Redemption Assets Report") regarding:

(a) the total USDG natively minted tokens and the total USDG redeemable tokens outstanding (Exhibit A),

(b) the composition of redemption assets by asset type (Exhibit B), and

(c) the comparison of the two (Exhibit C),

which includes the Criteria used by management of the Company as a basis for the assertion ("Management's Assertion"), in the form of an independent reasonable assurance conclusion about whether the Management's Assertion has been properly stated and whether the accompanying Exhibits A, B and C have been properly prepared and presented, in all material respects in accordance with the Criteria.

Our conclusion excludes the information on the websites which has been referenced to throughout the USDG Redemption Assets Report.

Criteria

Exhibits A, B and C were prepared in accordance with the Part I of "AICPA 2025 Criteria for Stablecoin Reporting: Specific to Asset-Backed Fiat Pegged Tokens" and the reserve assets composition requirements in sub-paragraph b of Reserve Asset Undertakings included in the Letter of Undertaking agreed with the Monetary Authority of Singapore (MAS) and executed by the Company, which states "b. we undertake to hold reserve assets only in the following types of assets (in any combination): i. cash; ii. cash equivalent; iii. bonds or notes with no more than three months residual maturity, that is issued by either: a. the government or public entity of the country that the currency of the SCS is pegged to; or b. a recognised multilateral agency; or iv. any bonds or notes stated in sub-paragraph b. iii. above that are held under a reverse repurchase agreement, where: a. the term of the agreement is overnight; and b. the counterparty to that agreement holds a long-term rating of not less than AA- by Fitch Ratings or Standard and Poor's Ratings Services, or not less than Aa3 by Moody's Investor Services".

Management's responsibility

Management is responsible for preparing and presenting Management's Assertion and the accompanying Exhibits A, B and C in the USDG Redemption Assets Report that are free from material misstatement in accordance with the Criteria and for the information contained therein.

This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of Management's Assertion and the accompanying Exhibits A, B and C that are free from material misstatement whether due to fraud or error.

Management is also responsible for preventing and detecting fraud and for identifying and ensuring that the Company complies with laws and regulations applicable to its activities.

Management is also responsible for ensuring that staff involved with the preparation and presentation of the Management's Assertion and the accompanying Exhibits A, B and C are properly trained, information systems are properly updated and that any changes in reporting encompass all significant reporting units.

Auditors' independence and quality management

We have complied with the independence and other ethical requirements of the Accounting and Corporate Regulatory Authority (ACRA) *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* (ACRA Code), which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behaviour.

Our firm applies Singapore Standard on Quality Management (SSQM) 1 *Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements,* which requires the firm to design, implement and operate a system of quality management including policies or procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Auditors' responsibility

Our responsibility is to examine the Management's Assertion and the accompanying Exhibits A, B and C in the USDG Redemption Assets Report prepared and presented by the Company, which incorporates the reserve assets of Paxos Issuance Europe Oy, a separate legal entity from the Company incorporated in Finland, as presented in Exhibit B, and to report thereon in the form of an independent reasonable assurance conclusion based on the evidence obtained. We conducted our engagement in accordance with Singapore Standard on Assurance Engagements 3000, *Assurance Engagements other than Audits or Reviews of Historical Financial Information.* That standard requires that we plan and perform our procedures to obtain reasonable assurance about whether the Management's Assertion is properly stated and the accompanying Exhibits A, B and C are properly prepared and presented, in all material respects, in accordance with the Criteria.

The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the Management's Assertion and the accompanying Exhibits A, B and C, whether due to fraud or error.

In making those risk assessments, we have considered internal controls relevant to the preparation and presentation of the Management's Assertion and the accompanying Exhibits A, B and C in order to design assurance procedures that are appropriate in the circumstances, but not for the purposes of expressing a conclusion as to the effectiveness of the Company's internal control over the preparation and presentation of the Management's Assertion and the accompanying Exhibits A, B and C.

Our engagement also included assessing the appropriateness of the Management's Assertion and the accompanying Exhibits A, B and C, the suitability of the Criteria used by the Company in preparing and presenting the Management's Assertion and the accompanying Exhibits A, B and C in the circumstances of the engagement, obtaining an understanding of the process undertaken by management to prepare the non-financial information in the Management's Assertion and the accompanying Exhibits A, B and C, comparison of the non-financial information the Management's Assertion and the accompanying Exhibits A, B and C to the sources from which it was obtained and re-computation of the calculations in the accompanying Exhibits A, B and C. Reasonable assurance is less than absolute assurance.

Because of the inherent limitations in any system of internal accounting control, fraud or error may occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Conclusion

Our conclusion has been formed on the basis of, and is subject to, the matters outlined in this report.

We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

In our opinion, the Management's Assertion has been properly stated and the accompanying Exhibits A, B and C have been properly prepared and presented, in all material respects, in accordance with the Criteria.

Purpose and restriction on use

This report is prepared solely to assist the Company in its submission of the USDG Redemption Assets Report to the Monetary Authority of Singapore (MAS). As a result, the report may not be suitable for another purpose.

KPMG LLP

KPMG LLP
Public Accountants and
Chartered Accountants

Singapore
25 June 2026

Global Dollar (USDG) Redemption Assets Report as of May 11, 2026 and May 29, 2026 at United States 5:00 PM Eastern Time

Background[1]

Paxos Digital Singapore Pte. Ltd. and Paxos Issuance Europe Oy (together "Paxos", or the "Company") are issuers of Global Dollar ("USDG"). Paxos Digital Singapore Pte. Ltd. (PDS) was granted a Major Payment Institution (MPI) license by the Monetary Authority of Singapore ("MAS") to issue stablecoins on 1 July 2024. Paxos Issuance Europe Oy (PIE) obtained an Electronic Money Institution ("EMI") license to issue and redeem e-money tokens on 23 November 2022 and is regulated by the Finnish Financial Supervisory Authority ("FIN-FSA").

The Global Dollar token ("USDG") is a cryptographic token that allows financial market participants to transact in a crypto asset pegged 1:1 to the U.S. dollar. USDG is issued and redeemed by PDS and PIE under a multi-jurisdictional compliance model in consideration of MAS's upcoming stablecoin regulatory framework and compliant with MiCA's e-money token requirements, including capital, segregation of reserves, redemption at par, and ongoing disclosures.

Management of Paxos is responsible for the completeness, accuracy, and validity of the USDG Redemption Assets Report as of May 11, 2026 and May 29, 2026 at 5:00 pm United States Eastern Time (the Report Dates).

Management's Assertion

Management of Paxos asserts that as of May 11, 2026 and May 29, 2026 at 5:00 pm United States Eastern Time:

- the total USDG natively minted tokens and total USDG redeemable tokens outstanding (Exhibit A), the composition of redemption assets by asset type (Exhibit B), and the comparison of the two (Exhibit C), are prepared in accordance with part 1 of the AICPA 2025 Criteria for Stablecoin Reporting: Specific to Asset-Backed Fiat Pegged Tokens[2] (the AICPA Criteria).
- the total redemption assets (Exhibit B) are equal to or greater than total USDG redeemable tokens outstanding (Exhibit A), as presented in Exhibit C. The criteria we used in making this assertion were that the total redemption assets, which are defined as unencumbered assets held by the Company in segregated accounts on behalf of the USDG token holders and measured as described in Exhibit B, are equal to or greater than the USDG redeemable tokens outstanding, which are defined in the AICPA Criteria.
- the Company has applied the reserve assets composition requirements applicable to USDG under (i) sub-paragraph b of Reserve Asset Undertakings included in the Letter of Undertaking agreed with MAS and executed by PDS[3] and (ii) Regulation (EU) 2023/1114 on markets in crypto-assets ("MiCA")[1] [4] and associated EBA draft Regulatory Technical Standards (2024/11)[1] [5] to the redemption assets, as

[1] Not subject to the Independent Accountants' Examination Report

[2] https://www.aicpa-cima.com/resources/download/stablecoin-reporting-criteria

[3] See Appendix II

[4] https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX%3A02023R1114-20240109

[5] https://www.eba.europa.eu/activities/single-rulebook/regulatory-activities/asset-referenced-and-e-money-tokens-micar/regulatory-technical-standards-specify-highly-liquid-financial-instruments-reserve-assets-under

presented in Exhibit B.

Summary[1]

The following summarizes the total USDG redeemable tokens outstanding and total redemption assets as of the Report Dates, which are disclosed in Exhibits A and B.

Report Dates	**May 11, 2026**	**May 29, 2026**
Total USDG redeemable tokens outstanding (Exhibit A line d)	3,548,729,823	2,632,390,397
Total redemption assets in United States Dollar (Exhibit B)	$3,552,140,490	$2,638,846,632
Percentage value of the reserve assets in excess of the par value	0.10%	0.25%
Total Redemption Assets held in the EU	11,645,875	9,451,875

To the best of the knowledge and belief of the undersigned, the information contained in the USDG Redemption Assets Report as of the Report Dates at 5:00pm United States Eastern Time is accurate and complete.

Signed by:
3AE82FA8ABFF47B...
Wee Siang Lee
Executive Director
Paxos Digital Singapore Pte. Ltd.

June 25, 2026

Signed by:
83B8B3951C1F4B5...
Tero Reuna
Head of EU
Paxos Issuance Europe Oy

June 25, 2026

Exhibit A: Total USDG Natively Minted Tokens and Total USDG Redeemable Tokens Outstanding

The following table summarizes the types of USDG tokens:

	USDG Tokens (in quantity of tokens)	Blockchain Ethereum[ii]		Blockchain Solana[iii]		Blockchain Ink[iv]		Blockchain X Layer[v]		Blockchain Arbitrum One[vi]		Total	
		May 11, 2026	May 29, 2026	May 11, 2026	May 29, 2026	May 11, 2026	May 29, 2026	May 11, 2026	May 29, 2026	May 11, 2026	May 29, 2026	May 11, 2026	May 29, 2026
a.	**Total USDG natively minted tokens**	**533,982,004**	**515,207,568**	**1,549,336,838**	**686,807,503**	**111,537,208**	**71,608,086**	**1,353,623,781**	**1,358,517,248**	**249,992**	**249,992**	**3,548,729,823**	**2,632,390,397**
b.	Less temporary USDG nonredeemable tokens	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Temporarily access-restricted	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Time-locked	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
c.	Less permanent USDG nonredeemable tokens	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Permanently access-restricted	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Total USDG nonredeemable tokens[i]	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**
d.	**Total USDG redeemable tokens outstanding**	**533,982,004**	**515,207,568**	**1,549,336,838**	**686,807,503**	**111,537,208**	**71,608,086**	**1,353,623,781**	**1,358,517,248**	**249,992**	**249,992**	**3,548,729,823**	**2,632,390,397**
i	All USDG tokens are redeemable. There are no temporary or permanent USDG nonredeemable tokens												

ii	Blockchain Ethereum refers to the smart contract running on Ethereum at 0xe343167631d89B6Ffc58B88d6b7fB0228795491D	
iii	Blockchain Solana refers to the smart contract running on Solana at 2u1tszSeqZ3qBWF3uNGPFc8TzMk2tdiwknnRMWGWjGWH	
iv	Blockchain Ink refers to the smart contract running on Ink at 0xe343167631d89B6Ffc58B88d6b7fB0228795491D	
v	Blockchain X Layer refers to the smart contract running on X Layer at 0x4ae46a509f6b1d9056937ba4500cb143933d2dc8	
vi	Blockchain Arbitrum One refers to the smart contract running on Arbitrum one at 0x004B506865409877C9fA29bfb1ebA929984B9bbC	
NOTE: Refer to the Company's terms related to USDG token purchases and redemptions and the definitions of purchase and redemption rights (including which holders have such rights)[6]		

[6] https://www.paxos.com/terms-and-conditions/general-terms-and-conditions and https://www.paxos.com/terms-and-conditions/stablecoin-terms-conditions

Exhibit B: Composition of Redemption Assets by Asset Type

The following table summarizes redemption assets by asset type in United States Dollar (USD):

	May 11, 2026	May 29, 2026
Cash	$83,748,968	$127,386,834
Government money market funds, at net asset value	$2,309,443,924	$1,408,550,038
Repurchase agreements, at fair value	-	-
Obligations of U.S. Treasury, at fair value	$1,158,947,598	$1,102,909,760
Total	**$3,552,140,490**	**$2,638,846,632**

The redemption assets included in this Exhibit B relate to the redemption assets supporting the USDG redeemable tokens reported in Exhibit A.

The Company maintains the redemption assets securing USDG in segregated accounts that are unencumbered and held on behalf of USDG token holders in one or more of the following forms: (i) fiat currency held in bank accounts; (ii) (a) investments (including through overcollateralized overnight reverse repurchase agreements) in debt instruments that are expressly guaranteed by the full faith and credit of the United States Government; and/or (b) money-market funds composed of such debt instruments. Amounts backed by debt instruments that are expressly guaranteed by the full faith and credit of the United States Government are subject to market pricing risk.

1. *Cash*

The Company's cash is held at commercial banks. As of May 11, 2026 and May 29, 2026 the USD demand deposits at commercial banks totaled $83,748,968 and $127,386,834 respectively, which are uninsured. The following table summarizes cash by type of account, regulatory agency, and geographic location.

Entity	Type of Account	Regulatory Agency	Geographic Location	May 11, 2026	May 29, 2026
PDS	Segregated Account – Stablecoin Reserve	Monetary Authority of Singapore (MAS)	Singapore	$77,360,557	$122,442,423
PIE	Segregated Account – Stablecoin Reserve	Commission de Surveillance du Secteur Financier (CSSF)	Luxembourg	$6,388,411	$4,944,411
Total				**$83,748,968**	**$127,386,834**

2. *Government Money Market Funds*

Government money market funds at net asset value hold investments in direct obligations of the Government of the United States and reverse repurchase agreements on such obligations. As of May 11, 2026 and May 29, 2026, the Company held the following Government money market funds at net asset value.

Entity	CUSIP	Maturity Date	May 11, 2026	May 29, 2026
PDS	262006208	N/A	$2,304,186,460	$1,404,042,574
PIE	IE00B14RXK43	N/A	$2,507,364	$2,307,364
PIE	IE0004WWOG99	N/A	$2,750,100	$2,200,100
Total			**$2,309,443,924**	**$1,408,550,038**

3. *Repurchase Agreements, at Fair Value*

Repurchase agreements are agreements with selected commercial banks and broker-dealers, under which the Company acquires securities as collateral (debt obligation) subject to an obligation of the counterparty to repurchase and the Company to resell the securities (obligation) at an agreed-upon time and price. The Company, through a custodian or a sub-custodian, receives delivery of the underlying securities collateralizing repurchase agreements. The Company is not permitted to sell or repledge the securities acquired as collateral. Repurchase agreements are exposed to credit and liquidity risk. To manage these risks, the repurchase agreements entered by the Company are overcollateralized such that the fair value of the underlying collateral is greater than the par amount of the repurchase agreement. The Company monitors the fair value of the underlying collateral on a daily basis, with additional securities obtained as collateral as necessary. Since the repurchase agreements mature overnight, the par amount of the repurchase agreement is considered to be equal to fair value as the amount is deemed to be a cash deposit with no risk of change in value as of the end of each day. As of May 11, 2026 and May 29, 2026, the Company held no repurchase agreements.

4. *Obligations of U.S. Treasury, at Fair Value*

Obligations of U.S. Treasury are held by a qualified custodian. The Company only holds U.S. Treasury securities that are three months or less from their respective maturities. As of May 11, 2026 and May 29, 2026, the Company held obligations of the U.S. Treasury.

Treasury bills as of May 11, 2026								
Entity	Counterparty	CUSIP/ISIN	Unit cost	Unit price	Maturity Date	Par	Cost	Fair Value
PDS	Bank 1 in Singapore	912797TR8	$99.62	$99.99	5/12/2026	$160,000,000	$159,386,406	$159,984,128
PDS	Bank 1 in Singapore	912797SV0	$99.09	$99.90	5/21/2026	$40,000,000	$39,637,011	$39,960,111
PDS	Bank 1 in Singapore	912797SW8	$99.64	$99.83	5/28/2026	$75,000,000	$74,732,250	$74,873,563
PDS	Bank 1 in Singapore	912797SX6	$99.65	$99.76	6/4/2026	$60,000,000	$59,791,691	$59,857,160
PDS	Bank 1 in Singapore	912797TZ0	$99.46	$99.71	6/9/2026	$140,000,000	$139,248,531	$139,596,981
PDS	Bank 1 in Singapore	912797UA3	$99.45	$99.64	6/16/2026	$130,000,000	$129,288,973	$129,534,600
PDS	Bank 1 in Singapore	912797UB1	$99.47	$99.57	6/23/2026	$105,000,000	$104,446,591	$104,551,008
PDS	Bank 2 in Singapore	912797TS6	$99.74	$99.92	5/19/2026	$92,000,000	$91,762,461	$91,926,911
PDS	Bank 2 in Singapore	912797SV0	$99.63	$99.90	5/21/2026	$31,000,000	$30,885,300	$30,969,000
PDS	Bank 2 in Singapore	912797SW8	$99.40	$99.83	5/28/2026	$95,000,000	$94,430,856	$94,837,603
PDS	Bank 2 in Singapore	912797TD9	$99.58	$99.62	6/18/2026	$65,000,000	$64,727,758	$64,753,686
PDS	Bank 2 in Singapore	912797TE7	$99.44	$99.55	6/25/2026	$69,000,000	$68,614,137	$68,689,931
PDS	Bank 2 in Singapore	912797TF4	$99.30	$99.48	7/2/2026	$50,000,000	$49,651,458	$49,741,083
PDS	Bank 2 in Singapore	912797TN7	$99.30	$99.34	7/16/2026	$50,000,000	$49,651,944	$49,671,833
Total Treasury bills								**$1,158,947,598**

Treasury bills as of May 29, 2026								
Entity	Counterparty	CUSIP/ISIN	Unit cost	Unit price	Maturity Date	Par	Cost	Fair Value
PDS	Bank 1 in Singapore	912797SX6	$99.65	$99.94	6/4/2026	$60,000,000	$59,791,691	$59,964,290
PDS	Bank 1 in Singapore	912797TZ0	$99.46	$99.89	6/9/2026	$140,000,000	$139,248,531	$139,847,131
PDS	Bank 1 in Singapore	912797UA3	$99.45	$99.82	6/16/2026	$130,000,000	$129,288,973	$129,767,300
PDS	Bank 1 in Singapore	912797UB1	$99.47	$99.75	6/23/2026	$105,000,000	$104,446,591	$104,738,958
PDS	Bank 1 in Singapore	912797TE7	$99.57	$99.73	6/25/2026	$75,000,000	$74,679,560	$74,798,794
PDS	Bank 1 in Singapore	912797UN5	$99.45	$99.61	7/7/2026	$100,000,000	$99,452,597	$99,611,842
PDS	Bank 1 in Singapore	912797RF6	$99.59	$99.59	7/9/2026	$50,000,000	$49,794,545	$49,794,544
PDS	Bank 2 in Singapore	912797TD9	$99.58	$99.80	6/18/2026	$65,000,000	$64,727,758	$64,870,361
PDS	Bank 2 in Singapore	912797TE7	$99.44	$99.73	6/25/2026	$69,000,000	$68,614,137	$68,813,959
PDS	Bank 2 in Singapore	912797TF4	$99.42	$99.66	7/2/2026	$85,000,000	$84,506,092	$84,713,030
PDS	Bank 2 in Singapore	912797TN7	$99.30	$99.52	7/16/2026	$50,000,000	$49,651,944	$49,761,333
PDS	Bank 2 in Singapore	912797UP0	$99.44	$99.54	7/14/2026	$92,000,000	$91,486,231	$91,577,976
PDS	Bank 2 in Singapore	912797RF6	$99.58	$99.59	7/9/2026	$85,000,000	$84,641,760	$84,650,242
Total Treasury bills								**$1,102,909,760**

Exhibit C: Comparison Between the Redemption Assets and the USDG Redeemable Tokens Outstanding

The following table summarizes the redemption assets and the USDG redeemable tokens outstanding:

	May 11, 2026	**May 29, 2026**
Redemption assets	$3,552,140,490	$2,638,846,632
Less: Amount of USDG redeemable tokens outstanding[i]	3,548,729,823	2,632,390,397
Subtotal prior to timing difference	**$3,410,667**	**$6,456,235**
Timing differences:		
USDG tokens purchased but not yet minted	-	-
USDG tokens redeemed but not yet paid	-	-
Subtotal prior to temporary difference	**$3,410,667**	**$6,456,235**
Temporary differences:[ii]		
USDG access-restricted tokens	N/A	N/A
USDG time-locked tokens	N/A	N/A
Surplus (Deficit)[iii]	**$3,410,667**	**$6,456,235**
i The amount of USDG redeemable tokens outstanding includes requests for purchases and redemptions that have not yet been processed due to timing differences		
ii All USDG tokens are redeemable. There are no temporary or permanent USDG nonredeemable tokens		
iii The Company’s terms stipulate that for each USDG redeemable token outstanding there is $1 available assets for redemption. This surplus indicates that asset-backing levels are in accordance with the Company’s terms[4]		

The tokens and redemption assets included in this Exhibit C relate to the USDG redeemable tokens reported in Exhibit A and redemption assets reported in Exhibit B.

Appendix I: General considerations related to Crypto Assets[1]

As of the date of this report, crypto assets remain an evolving area of technology and marketplace activity. Those who choose to invest in crypto assets should inform themselves of the general risks and uncertainties associated with such assets.

(1) Crypto assets are owned anonymously. While the public keys of virtual wallets holding crypto assets reside on the distributed networks and can be viewed publicly, the ownership of the wallets are normally not registered and therefore, anonymous. Ownership of crypto assets is evidenced primarily by the possession of the underlying private key (e.g. passcode). The possessor of the private key controls the corresponding crypto asset wallet.

(2) Risk of irreversible transactions. Transactions for most crypto assets that occur over the blockchain are generally irreversible, even if such transactions occur fraudulently or accidentally. If a private key is lost or fraudulently used, the crypto assets in the corresponding wallet may not be recoverable.

(3) Regulatory uncertainty. Legislative and regulatory changes or actions at the state or federal level may change or affect the use, transfer, exchange, and value of crypto assets. The effects of any such changes are not determinable as of the date of this report.

Appendix II: PDS Letter of Undertaking (LoU) Reserve Asset Undertakings

Background[1]

The Letter of Undertaking ("LoU") was agreed with the Monetary Authority of Singapore ("MAS") and executed by Paxos Digital Singapore Pte. Ltd. ("PDS") in connection with the grant of its Major Payment Institution licence. PDS has executed the LoU and committed to comply with the undertakings set out therein as a condition of its licensing. The LoU sets out specific prudential and reserve asset requirements that reflect MAS' policy intent under its stablecoin regulatory framework, including expectations relating to the composition, quality, and safeguarding of reserve assets supporting single-currency stablecoins (SCSs).

PDS' LoU with MAS includes the following requirements on reserve asset types:

Reserve Asset Undertakings

b. we undertake to hold reserve assets only in the following types of assets (in any combination):

> *i. cash;*
>
> *ii. cash equivalent;*
>
> *iii. bonds or notes with no more than three months residual maturity, that is issued by either:*
>
> > *a. the government or public entity of the country that the currency of the SCS is pegged to;*
> >
> > *or*
> >
> > *b. a recognised multilateral agency; or*
>
> *iv. any bonds or notes stated in sub-paragraph b. iii. above that are held under a reverse repurchase agreement, where:*
>
> > *a. the term of the agreement is overnight; and*
> >
> > *b. the counterparty to that agreement holds a long-term rating of not less than AA- by Fitch Ratings or Standard and Poor's Ratings Services, or not less than Aa3 by Moody's Investor* Services;