

## Examples of cryptocurrencies are:

- Bitcoin
- Litecoin
- Namecoin
- PPCoin
- Ethereum



### NOTE:

There is **NO** recourse for those who invest in digital currencies

## Pros and Cons?

### Pros

- Easy to transfer money between different party's
- Relatively inexpensive to transact, no bank charges
- Blockchain is used to keep records of transactions

### Cons

- It is not regulated
- Computers can crash and information can be lost if there is no backup
- Unstable fluctuation which is based on supply and demand
- The system can be hacked
- Exposure to theft



### NOTE:

If you invest in digital currency you will have no recourse should you lose your money.



Financial  
**SAFEGUARD**

**Digital  
Currency**

## What is digital currency?

A **digital currency** is not money you can touch and feel, but rather in an electronic form, known as cryptocurrency.



### NOTE:

As digital currencies are unregulated, end-users are exposed to risks.

# How does digital currency work?

Ayanda is interested in investing in digital currency, she is aware that it is not regulated by the FSCA. Let's follow Ayanda's journey.

