

## **EXHIBIT K**

### **PROCEDURES EMPLOYED TO PROVIDE FOR SECURITY OF CLEARING AGENCY SYSTEMS**

Section V. of Exhibit L (Measures or Procedures to Safeguard Funds and Securities Employed by Paxos Securities Settlement Company, LLC) and Section 2.3 of Exhibit M.2. (the Paxos Securities Settlement Company, LLC (“PSSC”) Regulation SCI Compliance Policy) describe the measures and procedures employed by PSSC for the security of the systems that perform clearing agency functions. The content therein that is responsive to this Exhibit K is described in those Exhibits because PSSC believes it better puts the descriptions in the appropriate context of PSSC’s overall operations and that the placement promotes better readability and understanding.

There have been no instances within the past year in which the measures described in PSSC’s Regulation SCI Compliance Policy have failed to prevent unauthorized access to the systems that will perform clearing agency functions.