





Socialization vocabulary:

(D) E B D

"A beginner's guide on launching a security token offering"







1.SecurityTokenOffering (STO):

A type of fundraising method in which digital tokens representing ownership in an asset or enterprise are issued on a blockchain.





2. Regulation:

The rules and laws governing the issuance and trading of securities, which vary from one jurisdiction to another.

3.Blockchain:

A decentralized digital ledger technology that records transactions across multiple computers in a way that ensures transparency and security.











4. Divisibility:

The ability to divide a token or asset into smaller units, allowing for broader accessibility to investors.

5.Howey Test:

A legal test used in the United States to determine whether certain transactions qualify as investment contracts, and therefore subject to securities regulations.





6.Transparency:

The quality of being open and easily auditable, particularly in the context of blockchain where transaction records are publicly accessible.







7.Rapid Settlement:

The swift completion of asset transfers or ownership changes, facilitated by automated processes on a blockchain network.



