

THE PARLIAMENT OF
ASGARDIA



Asgardia National Currency Act

05.02.2021 (3-rd reading)

Objectives

The purpose of this law is to determine the rules, regulations and defining principles regarding transactions related to Asgardia's currency SOLAR, Planet Earth currencies, import & export transactions, and capital movements.

Legal Basis

1. According to Article 13 par. 2, of the Constitution of Asgardia: *“Asgardia’s currency shall be a monetary unit named SOLAR”*.
2. According to Article 13 par. 4 of the Constitution of Asgardia:
“SOLAR shall be issued by the National Bank of Asgardia in the amount tied to the parameters of the Moon, the Sun, the other celestial bodies set by a special law of Asgardia...”
3. Further, according to Article 39 par. 1 of the Constitution:
“The National Bank of Asgardia shall be responsible for the exchange rate, emission and financial circulation, stability of the national currency, and liquidity of the banking system...”

Therefore:

The Constitution of Asgardia introduces the national currency of Asgardia “SOLAR”, specifies that the Bank of Asgardia issues SOLAR and protects the stability of it and finally, it gives the mandate to the Parliament to enact a “special law” to regulate SOLAR and the parameters of its issuance.

In execution of this direct authorization provided by the Constitution to the Parliament and in order to establish the principles and core provisions which shall regulate further the parameters related to the national currency of Asgardia, this law is introduced.

Article 1: Definitions

- 1.1 The principal currency of the Asgardian Nation is SOLAR.
- 1.2 The official image of SOLAR will be established by Decree of the Head of Nation after the review by Parliament upon the presentation by Government.
- 1.3 SOLAR is a digital currency, but can also be produced and distributed in coins and bills as required upon the decision of the Government of Asgardia
- 1.4 The digital currency SOLAR is defined as the digital expression of a value that can:
 - 1.4.1 be used as a means of exchange;
 - 1.4.2 be a unit of accounting;
 - 1.4.3 act as a legal tender in transactions.
- 1.5 A digital wallet is a software program that stores and interacts with an electronic financial system to enable users to send, receive and monitor currency accounts at the National Bank of Asgardia.

Article 2: SOLAR currency creation

- 2.1 The only authority that can create/burn SOLAR currency is the Government of Asgardia, or a delegated agency under the present Act.
- 2.2 National Bank of Asgardia issues SOLAR currency.
- 2.3 SOLAR digital currency transactions will use relevant electronic financial systems to ensure security and convenience.

Article 3: SOLAR currency terms of use

3. 1 Taxes and other government duties and services are denominated in SOLARs.
- 3.3. SOLAR is the only payment instrument in Asgardia's economic system. Among other things, SOLAR ensures payment for goods and services by Asgardians, Residents, Citizens and in the free market.

Article 4: Exchange Control

- 4.1 The Government of Asgardia, represented by the Ministry of Finance, the National Bank of Asgardia or other bodies authorized by it, will have an electronic financial system for the exchange of fiat, crypto currencies and other types of currencies. The initial exchange rate between SOLAR and Planet Earth currencies is set at one SOLAR to one EURO.
- 4.2 The currency of Asgardia - SOLAR - shall, in the future, be freely bought and sold in the Planet Earth currency market.

- 4.3 Asgardian citizens and residents and earthlings buying or selling their Asgardian currency for currency of another country or nation shall use an electronic financial system to make such transactions. The management system may levy a fee for this service as per the Government decision.
- 4.4 Purchase/ Sale of Asgardian Currency in exchange for the Planet Earth currencies must be approved by the Government of Asgardia (Asgardia Finance Ministry or National Bank of Asgardia), where such single transaction amount exceeds a threshold limit as set by the Asgardia Finance Ministry. Regarding transactions requiring foreign exchange payment, these may be made within the threshold limits also set by the Government of Asgardia.

Article 5: Regulations

- 5.1 All the necessary bylaws will be developed by the Government of Asgardia (Ministry of Finance, Ministry of Safety and Security, Ministry of Justice and others if deemed necessary) to ensure the continuous safe and profitable operation of the SOLAR currency.
- 5.2 The regulations applying to a specific electronic financial system used for currency transactions and payment systems will be determined and approved by the Government of Asgardia.
- 5.3 It is prohibited to attempt to try and hack the electronic financial system of Asgardia.
- 5.4 Any information gained or learned of any misconduct or legal transgression of this Currency act must be reported immediately to the Ministry of Finance of Asgardia, the Ministry of Justice, and the Ministry of Safety and Security; one's failure to do so, representing a legal omission, can be penalized.
- 5.5 No omission or non-declaration of acts or actions can be seen as an absolute permission or refusal for the performance of such acts; and any action taken in regard to the SOLAR currency must not be intended to work to the detriment of the SOLAR and its stability as an Asgardia currency.

Article 6: Penalties

- 6.1 All prohibited or legal omissions performed under this act are liable to fines or other sanctions, including the expulsion from the finance system, revocation of citizenship or resident status, or a combination of the above.
- 6.2 The value of the fine or the expulsion from citizenship or residency can only be determined by the Judiciary of Asgardia on the balance of the information and evidence presented to it.
- 6.3 Parallel procedures before the competent Earth States' courts are also possible in order to pursue the appropriate compensation in the case of damages inflicted to Asgardia.