

# PAYWARD CANADA INC.

## CRYPTO ASSET STATEMENT

### BLUE

Last updated on March 12, 2026

#### Disclaimer

*Payward Canada Inc. (Kraken) is registered under Canadian securities laws as a restricted dealer and is offering Crypto Contracts on crypto assets in reliance on a prospectus exemption contained in the exemptive relief decision [Re Payward Canada Inc.](#), dated 04/01/2025 (the Decision). The statutory rights in section 130.1 of the Securities Act (Ontario), and, if applicable, similar statutory rights under the securities legislation of each other province and territory in Canada, do not apply in respect of the Crypto Asset Statement to the extent a Crypto Contract is distributed under the prospectus relief in the Decision.*

*No securities regulatory authority has expressed an opinion about the Crypto Contracts or any Crypto Assets (as defined in the Risk Statement) made available on the Kraken platform, including an opinion that BLUE is not itself a security and/or derivative. Changes to applicable law may adversely affect the use, transfer, exchange, or value of any of your crypto assets, and such changes may be sudden and without notice.*

*Please note that this Crypto Asset Statement may not be exhaustive of all risks associated with trading BLUE. Please review the [Risk Statement](#) and [Fee Schedule](#) for additional discussion of general risks and transaction fees associated with the Crypto Contracts and Crypto Assets made available through the Canadian Platform. These materials are for general information purposes only and are not investment advice or a recommendation or solicitation to buy, sell or hold any crypto asset or to engage in any specific trading strategy. The information contained in this Crypto Asset Statement is based on publicly available information provided by third parties.*

#### What is Bluefin and how does it work?

Bluefin is a decentralized exchange (DEX) that focuses on perpetual contract trading. It aims to combine the liquidity and performance of centralized exchanges with the security and transparency of decentralized finance (DeFi). Built on the Sui blockchain, Bluefin leverages its infrastructure to offer low-latency and high-throughput trading, providing users with an institutional-grade trading experience while maintaining self-custody of assets.

The BLUE token is the native utility token of Bluefin. It is used within the ecosystem for staking and rewards, incentivizing participation from traders and liquidity providers. BLUE holders can stake their tokens to support the security and long-term growth of the protocol, while also earning rewards through various incentive programs.

#### Who is behind the project?

Bluefin is developed by Bluefin Labs Inc. and stewarded by the Bluefin Foundation. The protocol was co-founded in 2021 by Rabeel Jawaid (CEO) and Ahmed Jawaid (COO).

## Tokenomics of BLUE

BLUE has a fixed maximum supply of 1 billion tokens, which were distributed as follows:

Category	Amount
User Incentives	32.5%
Strategic Participants	28%
Core Contributors	20%
Protocol Development	8.5%
Treasury	6.5%
Liquidity Reserve	4.5%

## General Risks

Like all other digital assets, there are some general risks to investing in BLUE. These include short history risk, volatility, and liquidity risk, demand risk, forking risk, code defects, cryptography risk, regulatory risk, concentration risk, electronic trading risk and cyber security risk. For more information on general risks associated with smart contracts and digital assets, see [Kraken's Risk Statement](#).

## Risks specific to BLUE

### *Competition*

The Bluefin network faces competition from other cryptocurrencies such as dYdX, GMX and many others. Bluefin's value derives from its broader adoption in the market. If the Bluefin network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of BLUE.

## Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on BLUE and determined that BLUE is unlikely to be a security or derivative under Canadian securities legislation. Our analysis generally includes, but is not limited to, reviewing publicly available information on the following:

- The creation, governance, usage and design of BLUE, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created BLUE;
- The supply, demand, maturity, utility and liquidity of BLUE;
- Material technical risks associated with BLUE, including any code defects, security breaches and other threats concerning BLUE and its supporting blockchain (such as the susceptibility to hacking and impact of forking), or the practices and protocols that apply to them; and

- Legal and regulatory risks associated with BLUE, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of BLUE, and (ii) consideration of statements made by any regulators or securities regulatory authorities in Canada, other regulators of the International Organization of Securities Commissions, or the regulator with the most significant connection to BLUE about whether BLUE, or generally about whether the type of crypto asset, is a security and/or derivative.