

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

MV

GensoKishi Metaverse (MV)

Last updated on August 11, 2025

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 MV 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 MV. 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 GensoKishi Metaverse and how does it work?

GensoKishi Metaverse (MV) is the utility and governance token powering GensoKishi Online, a blockchain-based play-to-earn (P2E) metaverse that evolved from the MMORPG Elemental Knights Online. The project enables users to create, trade, and monetize NFTs representing characters, weapons, maps, land, and user-generated content. MV serves as the governance token and can be staked to earn ROND (an in-game token), pay fees, and acquire rights to construct content such as new worlds or costumes. The MV token operates on Polygon (and is ERC-20 compatible) and supports a digital economy in which token holders govern and fuel development.

Players can stake MV tokens in the GensoKishi Staking Dapp to earn ROND tokens based on the amount and duration staked. MV holders receive governance rights and incentives tied to content creation and platform evolution.

Who is behind the project?

The CEO of GensoKishi Metaverse is Maxi Kuan.

Tokenomics of MV

GensoKishi has a fixed maximum supply of 2 billion tokens. The initial allocation was distributed as follows:

Category	Allocation (%)
Ecosystem Fund	28%
Marketing	12%
Liquidity and listing	27%
Private sale	5%
Management team assignment	22%
Advisors and collaborators	6%
Total	100%

As of August 2025, the circulating supply of MV is approximately 339.7 million.

General Risks

Like all other digital assets, there are some general risks to investing in MV. 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 MV

Competition

GensoKishi Metaverse (MV) faces competition from other blockchain-based gaming and metaverse ecosystems such as Decentraland (MANA), The Sandbox (SAND), Axie Infinity (AXS), Illuvium (ILV), and others. MV's value derives from adoption within the gaming and NFT markets. If GensoKishi Metaverse fails to achieve sufficient adoption compared to these alternatives, this could negatively impact the value of MV.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on GensoKishi Metaverse and determined that the asset 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 MV, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) who created MV;
- The supply, demand, maturity, utility and liquidity of MV;

- Material technical risks associated with MV, including any code defects, security breaches and other threats concerning MV 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 MV, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of MV, 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 MV regarding whether MV, or generally regarding whether the type of crypto asset, is a security and/or derivative.