PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Unstable Coin (USDUC)

Last updated on August 30, 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 USDUC 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 USDUC. 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 Unstable Coin and how does it work?

Unstable coin (USDUC) is a memecoin on the Solana blockchain, inspired by USDC and Circle. The USDUC token's sole utility is to foster community engagement and provide social commentary in the form of a memecoin.

Who is behind the project?

The project team behind USDUC has not been publicly disclosed.

Tokenomics of Unstable Coin

The maximum supply of USDUC is 1 billion tokens. The TGE was a fair launch with 100% of the supply available upon launch, with no initial private sales or pre-mined tokens as this was launched on Pump.fun.

General Risks

Like all other digital assets, there are some general risks to investing in USDUC. 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 Unstable Coin

Competition

The Unstable Coin network faces competition from other memecoins such as Official Trump (TRUMP), Dogecoin (DOGE), and others. USDUC's value derives from its broader adoption in the market. If the Unstable Coin network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of USDUC.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on USDUC and determined that USDUC 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 USDUC, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created USDUC;
- The supply, demand, maturity, utility and liquidity of USDUC;
- Material technical risks associated with USDUC, including any code defects, security breaches and other threats concerning USDUC 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 USDUC, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of USDUC, 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 USDUC about whether USDUC, or generally about whether the type of crypto asset, is a security and/or derivative.