

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

Creditcoin (CTC)

Last updated on 25 June 2025

Disclaimer

Please note that this Crypto Asset Statement is not exhaustive of all risks associated with trading CTC. Investors should perform their own assessment to determine the appropriate level of risk for their personal circumstances. Be sure to do your own research and due diligence while taking into account your own financial situation and risk tolerance. Please review the [Risk Summary](#) for additional discussion of general risks associated with the assets made available in the 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 that may be inaccurate, incomplete, or change at any time.

What is Creditcoin and how does it work?

Creditcoin is a blockchain protocol designed to enable real-world credit transactions on a public, immutable ledger. It aims to bridge traditional lending and digital assets by facilitating credit access without intermediaries. The project's documentation describes CTC as the native token used for credit operations and ecosystem participation .

Creditcoin (CTC) has two primary token formats: CTC (Native), which operates on the project's Substrate-based blockchain, and CTC (ERC-20), also known as G-CRE, which exists on Ethereum. The native token is used for core network operations, including paying gas fees, staking in the Nominated Proof-of-Stake (NPoS) system, securing the network, and participating in governance. The ERC-20 version is primarily used for trading on centralized and decentralized exchanges and can be bridged to the native chain for expanded utility. Additional token uses include interacting with smart contracts, participating in DeFi applications, tokenizing real-world assets (RWAs), and enabling decentralized applications (dApps) within the Creditcoin ecosystem.

Who is behind the project?

Juzhou Chen is the founder of Creditcoin. The Creditcoin Foundation oversees the protocol. Development is led by Gluwa, Inc., which provides the backend infrastructure and core development.

Tokenomics of CTC

With the 2.0+ update, there is no longer a fixed supply of CTC. The initial distribution of CTC (ERC-20) aka G-CRE tokens are as follows:

Category	Amount
Investors	200 million
Gluwa, Inc.	300 million
Creditcoin Foundation	100 million

General Risks

Like all other digital assets, there are some general risks to investing in Creditcoin. These include short history risk, volatility risk, 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 Creditcoin

Competition

The Creditcoin network faces competition from other credit-scoring and lending protocols such as Centrifuge (CFG), Goldfinch (GFI), and many others. CTC's value derives from its broader adoption in the market. If the Creditcoin Network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of CTC.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on CTC and determined it was permitted to make CTC available for trading to UK users. Our analysis generally includes, but is not limited to, reviewing publicly available information on the following:

- The creation, governance, usage and design of CTC, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created CTC;
- The supply, demand, maturity, utility and liquidity of CTC;
- Material technical risks associated with CTC, including any code defects, security breaches and other threats concerning CTC 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 CTC, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of CTC, and (ii) consideration of statements made by any regulators or securities regulatory authorities in the UK, other regulators of the International Organization of Securities Commissions, or the

regulator with the most significant connection to CTC about whether CTC, or generally about whether the type of crypto asset, is a security and/or derivative.

Don't invest unless you're prepared to lose all the money you invest. This is a high-risk investment and you should not expect to be protected if something goes wrong. [Take 2 mins to learn more.](#)

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