

PAYWARD LTD
CRYPTO ASSET RISK DISCLOSURE
Aevo DEX (AEVO)

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Disclaimer

Please note that this risk disclosure is not exhaustive of all risks associated with trading AEVO. 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 risk disclosure is based on publicly available information that may be inaccurate, incomplete, or change at any time.

What is Aevo DEX and how does it work?

Aevo is an order-book-style decentralised derivatives exchange that supports options, perpetual futures and Pre-Launch Futures, allowing traders to speculate on tokens before their generation events.

The exchange runs on Aevo Roll-up, a custom optimistic roll-up that settles batched transactions to Ethereum approximately once per hour, matched orders are executed and collateral managed by smart contracts on-chain, so users retain self-custody at all times.

Trading occurs on an off-chain central-limit order book backed by a risk engine that checks margin before orders are accepted. Deposited USDC can be auto-converted to aeUSD, a yield-bearing stablecoin used as on-platform collateral.

Who is behind the project?

Aevo was formed in July 2023 when Ribbon Finance merged its options-vault protocol into the new derivatives exchange. As of August 2025, the project is led by co-founders Julian Koh and Ken Chan, together with Gabriel Ravindran (COO), Karon Pangestu (Head of Growth) and Jeremy Obadia (Head of Derivatives).

Tokenomics of AEVO

AEVO has around 912 million tokens in circulation out of a fixed 1 billion total supply.

The distribution was as follows:

Category	Allocation
Initial Private-Sale Investors	18.5%
Binance Launchpool	4.5%
Market Makers	2%
Team	23%
Company Treasury	2.7%
Airdrop	3%
DAO Treasury	36%

General Risks

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

Competition Risks

Aevo competes with other decentralised derivatives venues such as dYdX and GMX; insufficient adoption could depress AEVO's value.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on AEVO. Kraken was permitted to make AEVO available for trading to UK users, in compliance with UK law. This process generally consists of reviewing publicly available information on the following:

- The creation, governance, usage and design of AEVO, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created AEVO;
- The supply, demand, maturity, utility and liquidity of AEVO;
- Material technical risks associated with AEVO, including any code defects, security breaches and other threats concerning AEVO 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 AEVO, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of AEVO, 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 AEVO about whether AEVO, 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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