

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Hivemapper (HONEY)

Last updated on September 14, 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 HONEY 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 HONEY. 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 Hivemapper and how does it work?

Hivemapper is an open, global and decentralised mapping network launched in November 2022 that crowdsources street-level imagery and map-editing tasks from drivers and mobile users. Contributors receive the native HONEY token, an SPL-token built on Solana, as compensation for uploading fresh, high-quality data and for AI-training activities.

The network operates under a “Proof-of-Physical-Work” model: real-world data collection represents the work securing the system, while HONEY aligns incentives between data producers and data consumers. When enterprises access map data they must first purchase non-transferable Map Credits by burning HONEY; 75 % of the tokens are permanently destroyed and 25 % are re-minted (capped at 500 000 HONEY per week) and distributed to contributors, creating a net-deflationary supply pressure that ties token value to map utilisation. Because the network is on Solana, transactions settle quickly and at low cost, enabling near-real-time reward distribution and micro-burn events. Customers connect via APIs to consume imagery, vector tiles and AI-ready datasets, paying exclusively in HONEY-derived Map Credits. This closed-loop economy is designed to keep the map up to date while scaling coverage through community participation.

Who is behind the project?

Hivemapper was founded by Ariel Seidman, the CEO, and Evan Moss, the CTO. The company is headquartered in the United States and continues to steward core protocol development while an independent Hivemapper Foundation oversees community governance and Map Improvement Proposals (MIPs).

Tokenomics of Hivemapper

As of early 2026, the circulating supply is approximately 6.1 billion HONEY, representing about 61% of the maximum supply of 10 billion HONEY, according to CoinMarketCap.

General Risks

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

Competition

Hivemapper is aiming for a share of the decentralised mapping market by leveraging user-generated dashcam imagery, i.e., competitors like FOAM and XYO Network. Each offers unique tradeoffs, fostering competition between them. Hivemapper's value derives from its broader adoption and data accuracy. If Hivemapper fails to achieve sufficient adoption or data quality compared to other options in the market, this could negatively impact the value of Hivemapper.

Due Diligence

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