PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Impossible Cloud Network Token (ICNT)

Last updated on August 29, 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 ICNT 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 ICNT. 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 Impossible Cloud Network Token and how does it work?

The Impossible Cloud Network is a decentralized cloud-infrastructure protocol built on the Base blockchain. It employs a layered architecture, with an Application & Service layer for deploying and hosting software, a Hardware layer of globally distributed ScalerNodes contributed by independent providers, a HyperNode Network that validates node performance and feeds results into a transparent Satellite Network, and the Base blockchain itself which records resource allocation, staking, collateral and slashing logic. On-chain smart contracts manage usage tracking and enforce penalties for under-performance, while off-chain software handles node discovery and workload assignment, creating a permissionless marketplace for cloud services without vendor lock-in.

ICNT is the network's native utility token. It functions today for staking, allowing operators to lock tokens as collateral to secure node operations and earn rewards. ICNT is also used to serve as the payment currency for storage, compute, and bandwidth fees, and to enable token holders to participate in on-chain governance.

Who is behind the project?

Impossible Cloud Network is founded by Kai Wawrzinek and Christian Kaul.

Tokenomics of Impossible Cloud Network Token
The total supply of ICNT is 700 million tokens which.

General Risks
Like all other digital assets, there are some general risks to investing in ICNT. 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 Impossible Cloud Network Token

Competition
The Impossible Cloud Network faces competition from other decentralized infrastructure projects such as Akash Network. ICNT's value derives from its broader adoption in the market. If the Impossible Cloud network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of ICNT.

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