

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

Grass (GRASS)

Last updated on March 10, 2026

Disclaimer

Please note that this Crypto Asset Statement is not exhaustive of all risks associated with trading GRASS. 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 Grass and how does it work?

Grass is a decentralized bandwidth-sharing network built on Solana. Participants install a desktop or mobile “Router” application that routes a portion of their idle internet bandwidth toward tasks such as web-scraping, public-data collection, and other proxy-based workloads requested by vetted institutional clients. The network posts cryptographic proofs of bandwidth contribution and data lineage on-chain, creating an immutable audit trail.

The native utility and governance token, GRASS, underpins economic activity in three ways. First, clients pay network fees in GRASS for bandwidth or curated datasets. Second, node operators stake GRASS to routers or validators to secure correct behavior; higher stake weight yields a greater share of rewards. Third, token holders may vote on parameter changes and future incentive programs via an on-chain governance module.

Who is behind the project?

Grass was co-founded by Andrej Radonjic (Chief Executive Officer) and Chris Nguyen (Chief Technology Officer). Core development is coordinated by Wynd Labs, while long-term oversight of the protocol and treasury is handled by the Grass Foundation, a Cayman-based non-profit entity that issues grants and oversees ecosystem growth initiatives.

Tokenomics of GRASS

GRASS has a fixed maximum supply of 1 billion tokens, which were distributed as follows:

Category	Amount
----------	--------

Community	30%
Early Investors	25.2%
Foundation & Ecosystem Growth	22.8%
Contributors	22%
Future Incentives	17%
Airdrop One	10%
Router Rewards	3%

General Risks

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

Competition

The Grass network faces competition from other cryptocurrencies such as Mysterium Network, Honeygain, PacketStream, and many others. Grass’s value derives from its broader adoption in the market. If the Grass network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of GRASS.

Developer Dependence

While there are many developers who contribute to Grass, there are no guarantees that they will continue to contribute. GRASS, Grass’s native asset, could be negatively affected by an inability to retain and/or attract developers to keep up with market needs and improve its decentralized bandwidth-exchange tooling when necessary.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on GRASS and determined it was permitted to make GRASS 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 GRASS, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created GRASS;
- The supply, demand, maturity, utility and liquidity of GRASS;

- Material technical risks associated with GRASS, including any code defects, security breaches and other threats concerning GRASS 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 GRASS, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of GRASS, 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 GRASS about whether GRASS, 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.](#)

Payward Ltd (trading as Kraken) is registered as a cryptoasset firm with the Financial Conduct Authority (FRN: 928768) registered office at 6th Floor, One London Wall, London, EC2Y 5EB. Cryptoasset services offered by Payward Ltd are unregulated and not covered by the Financial Services Compensation Scheme as well as the FCA's consumer protection regulations. Note the value of cryptoassets can go down as well as up, gains may be subject to Capital Gains Tax and there may be extra charges when paying via credit card from your provider.