PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Sapien (SAPIEN)

Last updated on August 27, 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 SAPIEN 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 SAPIEN. 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 Sapien and how does it work?

SAPIEN is a decentralized platform that connects organizations needing high-quality AI training data with contributors who perform data-labeling and validation tasks. The platform ensures data accuracy through a review process and records outcomes on the blockchain to build a transparent reputation profile for each contributor.

The team plans to have SAPIEN as the native asset for staking to unlock premium task pools and higher reward multipliers, gating access to enterprise features like The Forge, building a verifiable on-chain reputation, and enabling governance voting.

Who is behind the project?

SAPIEN was co-founded and is led by Rowan Stone (CEO), Trevor Koverko (CSO), Henry Chen (COO), and Kelly Ryan (CTO).

Tokenomics of Sapien

The total supply of SAPIEN is 1 billion tokens.

General Risks

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

Competition

Sapien AI faces competition from other decentralized data marketplaces such as Ocean Protocol and Fetch.ai. SAPIEN's value derives from its broader adoption in the market. If Sapien AI fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of SAPIEN.

Due Diligence

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