

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

ARX

Last updated on June 05, 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 ARX 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 ARX. 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 ARX and how does it work?

Arcium is a decentralised confidential computing network that enables encrypted computation to be performed over data without exposing the underlying inputs. The network uses secure multi-party computation, combined with additional cryptographic techniques, allowing developers to run computations on fully encrypted data through configurable execution environments. It supports a range of confidential applications, including in decentralised finance, artificial intelligence, payments, and gaming. The network is live and operates on the Solana blockchain.

At the time of writing the token is not live. The ARX will be used for staking, delegation, and governance. Holders will stake and delegate ARX to secure the network and to activate the compute capacity of node operators, and ARX holders will participate in on-chain protocol governance.

Who is behind the project?

Arcium was founded by Yannik Schrade, Lukas Steiner, Nicolas Schapeler, and Julian Deschler, who established the Arcium Association in 2022. Yannik Schrade serves as Chief Executive Officer.

Tokenomics of ARX

The total supply of ARX is 1 billion tokens which is distributed as follows:

ARX Allocation	% of Total supply
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Community Sale	2%
Angels (including echo.xyz)	5.82017%
Liquidity	3%
Exchange Listings & GTM	6%
Early Backers & Supporters	20.387%
Core Contributors	20.8%
Ecosystem & Treasury	20.04283%
Validators	4.95%
Community	17%
Total	100%

General Risks

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

Competition

The Arcium network faces competition from other confidential computing networks such as Secret Network, Oasis Network, and others. ARX's value derives from its broader adoption in the market. If the Arcium network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of ARX.

Due Diligence

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