# PAYWARD LTD
## CRYPTO ASSET RISK DISCLOSURE
## USDGO (USDGO)

Last updated on April 10, 2026

**Disclaimer**

***Please note that this risk disclosure is not exhaustive of all risks associated with trading USDGO. 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 risk disclosure is based on publicly available information that may be inaccurate, incomplete, or change at any time.***

**What is USDGO and how does it work?**

USDGO is a U.S. dollar-pegged stablecoin designed for enterprise payments, treasury management, and cross-border settlement. It is issued by Anchorage Digital Bank N.A., a federally chartered crypto bank regulated by the Office of the Comptroller of the Currency, with OSL Group serving as the branding operator and distributor. Each USDGO token is minted on a 1:1 basis against deposited U.S. dollars and is backed by reserves consisting of cash and short-term U.S. Treasury instruments.

USDGO is a stablecoin intended to maintain a 1:1 value with the U.S. dollar. The token is designed to support transactions such as payments, settlement, treasury management, and cross-border trade. USDGO is minted when funds are received and redeemed when tokens are returned through the issuer's designated processes, subject to applicable requirements.

**Who is behind the project?**

OSL Group's leadership includes Kevin Cui who serves as Executive Director and Chief Executive Officer, Gary Tiu who serves as Executive Director and Head of Regulatory Affairs, Ivan Wong who serves as Chief Financial Officer, and Cheng Yun who serves as Chief Technology Officer. The issuer, Anchorage Digital was co-founded by Nathan McCauley and Diogo Mónica. Nathan McCauley serves as Chief Executive Officer.

**Tokenomics of USDGO**

USDGO is a stablecoin issued by Anchorage Digital Bank N.A. that reflects the value of one U.S. dollar. The circulating supply is designed to correspond to the value of reserves consisting of cash and short-term U.S. Treasuries supporting the token. USDGO is issued for value stability relative to the U.S. dollar and for transactional use such as payments, settlement, treasury management, and cross-border trade. The supply of USDGO is not capped and expands or contracts based on minting and redemption activity conducted through the issuer's designated infrastructure.

**General Risks**

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

*Depegging Risk*

At any given point in time, the price of USDGO may not accurately reflect the value of the underlying asset USD. This risk arises because the price of USDGO is determined by supply and demand in the secondary market, rather than the actual value of USD. If demand for USDGO exceeds the available supply, the price of USDGO may increase, leading to a higher price relative to USD. Conversely, if there is a surplus of USDGO tokens and insufficient demand, the price may decrease, causing USDGO to be worth less than USD.

USDGO should always be redeemable 1:1 with USD but there is always a risk of a smart contract bug. A potential bug could have a negative impact on the value of USDGO.

*Risk of Asset Freezing*

Anchorage Digital Bank N.A. reserves the right to "block" certain USDGO addresses, and, if such addresses are Anchorage Digital Bank N.A. custodied addresses, freeze associated USDGO. Additionally, if USDGO is deemed illegal in certain jurisdictions, the associated USDGO tokens could be frozen resulting in the owner of the wallet not being able to transfer USDGO.

*Redemption Risk*

The value of USDGO is backed by a reserve of U.S. dollars and secure, low-risk assets held by Anchorage Digital Bank N.A. However, there is a risk that Anchorage Digital Bank N.A. may be unable to meet redemption demands in a timely manner at some point in the future. If the issuer is unable to meet redemption requests due to insufficient reserves, it could lead to a loss of confidence in the asset, negatively impacting its value.

**Due Diligence**

Prior to listing on the Kraken platform, Kraken performed due diligence on USDGO and determined it was permitted to make USDGO available for trading to UK users. This process generally consists of reviewing publicly available information on the following:

- The creation, governance, usage and design of USDGO, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created USDGO;

- The supply, demand, maturity, utility and liquidity of USDGO;
- Material technical risks associated with USDGO, including any code defects, security breaches and other threats concerning USDGO 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 USDGO, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of USDGO, 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 USDGO about whether USDGO, 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.