

PAYWARD LTD
CRYPTO ASSET RISK DISCLOSURE
Verse World (VERSE)

Last updated on July 10, 2025

Disclaimer

Please note that this risk disclosure is not exhaustive of all risks associated with trading VERSE. 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 Verse World and how does it work?

Verse World is a metaverse built to blend digital interaction with real-world commerce, entertainment, and community. Operating on the Solana blockchain, Verse World offers a metaverse experience centred on social interaction, gaming, and creator monetisation. Users can engage with lifelike digital avatars of influencers and key opinion leaders (KOLs), participate in mini-games that include competitive features such as prize pools and entry fees, and interact with AI-powered non-playable characters (NPCs) that retain memory to simulate realistic social dynamics. The platform also supports a Web3-enabled creator economy, allowing users to build, trade, and monetise in-game content, services, and experiences within an immersive 3D environment.

The VERSE token serves as the core utility and governance asset within the Verse World ecosystem, facilitating a range of functions. It acts as the in-game currency for purchasing items, cosmetics, land, and upgrades, and is also used to pay entry fees and contribute to prize pools in competitive activities. VERSE tokens can be burned to access premium features, such as rare items or status-based cosmetics, supporting a deflationary model. According to the project team's roadmap, users who stake VERSE will gain the ability to participate in governance by voting on platform-level decisions, while creators and players can earn VERSE through gameplay, event participation, content creation, or referrals.

Who is behind Verse World?

Verse World was co-founded by Nabil Bouali and Mickael Reignier. Reignier continues to lead the project as CEO.

Tokenomics of VERSE

VERSE has a total supply of 1 billion tokens. The token allocation is as follows:

Category	Amount
Community Rewards	45%
DEX Liquidity	5%
Reserve/Treasury	14%
CEX Liquidity	5%
Partners Strategic Sale	4%
Ecosystem Fund	12%
Team and Advisors	15%
Total	100%

General Risks

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

Competition

Verse World faces competition from other metaverse platforms and gaming ecosystems such as The Sandbox, Decentraland, and many others. VERSE's value derives from the project's broader adoption in the market. If Verse World fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of VERSE.

Due Diligence

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