

PAYWARD LTD
CRYPTO ASSET RISK DISCLOSURE
CHEEMS

Cheems (CHEEMS)

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Disclaimer

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

Cheems is a meme-based cryptocurrency project inspired by the internet character “Cheems,” a Shiba Inu dog often featured in humorous online content. According to the official website, the project is designed for individuals who have experienced losses in the crypto market, offering a community space for shared recovery and support under the slogan “For the ones who lost it all.”

Who is behind the Project?

CHEEMS is described as a community-driven cryptocurrency project without a formal team or company overseeing its operations. Its activities rely on community participation for development, fundraising, and promotion. The project uses platforms like X (formerly Twitter) for updates and engagement.

Tokenomics of CHEEMS:

The total supply of CHEEMS is 690,690,690,690,690 tokens. The initial token supply was distributed as follows:

Total Supply	Distribution Method	% of Total Supply
690,690,690,690,690 CHEEMS	Airdrop	100%

As of August 2025, the circulating supply is approximately 204 trillion CHEEMS.

General Risks

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

Competition

CHEEMS faces competition from other meme-based cryptocurrencies such as Pepe, Floki, Bonk, and many others. CHEEMS's value derives from its broader adoption in the market. If CHEEMS fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of CHEEMS.

Due Diligence

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

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