

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

RAD

Last updated on March 4, 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 RAD 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 RAD. 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 Radicle and how does it work?

Radicle is an open-source protocol for peer-to-peer software collaboration. Instead of relying on a central server, participants store project data locally and synchronize it through Radicle Link, a gossip-based replication layer built on Git. An optional Ethereum integration lets projects anchor identities and other metadata on-chain, preserving familiar Git workflows while adding tamper-evident history and programmable funding rails.

RAD, an ERC-20 governance and utility token, powers this on-chain layer. Token-holders can create and vote on Radworks Governance Proposals to manage the community treasury, upgrade contracts, and tune protocol parameters. Paying fees in RAD unlocks discounted - or, in some cases, waived - costs when interacting with Radicle's Ethereum contracts (for example, when creating a Radicle Org).

Who is behind the project?

Radicle was co-founded by Alexis Sellier and Eleftherios Diakomichalis. Development is stewarded by Radworks, a Swiss-based foundation that funds core protocol engineering and ecosystem growth.

Tokenomics of RAD

RAD has a fixed maximum supply of 100 million tokens, which were distributed as follows:

Category	Amount
Treasury	50%
Investors	20%
Team	19%
Foundation	5%
Liquidity Bootstrapping Pool	4%
Seeders Program	2%

Approximately 59 million tokens are in circulation as of March 4, 2026.

General Risks

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

Competition

The Radicle network faces competition from other software-development platforms such as GitHub, GitLab, and many others. Radicle's value derives from its broader adoption in the market. If the Radicle network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of RAD.

Due Diligence

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