

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Ponke (\$PONKE)

Last updated on May 29, 2024

Disclaimer

Please note that this Crypto Asset Statement is not exhaustive of all risks associated with trading APU. 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 Statement for additional discussion of general risks 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 that may be inaccurate, incomplete, or change at any time.

What is Ponke?

Ponke is a memecoin on the Solana network described as being associated with a playful and irreverent persona called Ponke.

Who is behind the Project?

Ponke does not explicitly list team members or individuals behind the project based on the available information. The creators of Ponke have not been publicly identified.

How does it work?

Ponke is a Memecoin built on the Solana blockchain. As of August 2024, it has a total supply of 555,543,997 tokens.

Tokenomics of PONKE:

The project team has not provided any information pertaining to the tokenomics of the asset. However Ponke was created with a maximum supply of 555 555 555 tokens.

General Risks

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

Competition Risk

Ponke faces competition from other cryptocurrencies such as Doge, Shiba Inu, PEPE, and many others. PONKE's value derives from its broader adoption in the market. If the Ponke fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of PONKE.

Due Diligence

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

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 APU 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.