

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

OKB (OKB)

Last updated on 30 October 2025

Disclaimer

Please note that this Crypto Asset Statement is not exhaustive of all risks associated with trading OKB. 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 Crypto Asset Statement is based on publicly available information that may be inaccurate, incomplete, or change at any time.

What is OKB (OKB) and how does it work?

X Layer is an Ethereum Layer-2 network in the OKX ecosystem. It aims to make on-chain activity cheaper and faster while relying on Ethereum for security. Built with Polygon's Chain Development Kit, it's EVM-compatible, supports apps for payments, trading, and other Web3 services, and connects directly with the OKX exchange and wallet.

The OKB token is used to pay transaction fees on X Layer and will be used for governance across the OKX ecosystem. Holders can also use OKB in supported programs to earn rewards.

Who is behind the project?

OKX was founded by Star Xu.

Tokenomics of OKB

The total supply of OKB is 21 million tokens, which is distributed as follows:

Category	Percentage
Development & Marketing	60%
Team Motivation	20%
Purchased by Shareholder	10%

Blockchain Foundation	10%
Total	100%

General Risks

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

Competition

The X Layer network faces competition from other Layer-2 EVM-compatible networks such as Arbitrum, Optimism, Avalanche, and many others. OKB's value derives from its broader adoption in the market. If the X Layer network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of OKB.

Due Diligence

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