

# PAYWARD LTD

## CRYPTO ASSET RISK DISCLOSURE

### ODOS

#### Odos Protocol (ODOS)

Last updated on August 13, 2025

#### Disclaimer

*Please note that this Crypto Asset Statement is not exhaustive of all risks associated with trading ODOS. 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 ODOS and how does it work?

ODOS is the digital token that powers Odos Protocol, a service that helps crypto traders get the best possible price when swapping one token for another. The protocol checks prices on hundreds of decentralised exchanges across many blockchains, then sends your trade down the cheapest path—all in a single, non-custodial transaction that stays under your control until you approve it.

ODOS exists on Base, an Ethereum-compatible (“Layer 2”) network, and can be moved to other chains through Odos’ own bridges. Today the token is useful in three main ways:

- Fee discounts – Holding or staking ODOS can earn you partial refunds on trading fees.
- Voting rights – Each token equals one vote in Odos DAO, the community that decides on upgrades and treasury spending.
- Staking rewards – You can lock ODOS in staking contracts or on supported exchanges to earn extra tokens funded by protocol revenue and incentive pools.

In short: ODOS aims to give traders lower costs, a say in governance, and the option to earn rewards, while Odos Protocol works in the background to route swaps as cheaply and efficiently as possible.

#### Who is behind the project?

The ODOS protocol was co-founded by Ahmet Ozcan, Yuri Papadin, Matt Deible, and Justin Deible. Ozcan is the CEO, Papadin the COO, Matt Deible the Head of Research, and Justin Deible the Lead Developer. Semiotic Labs is the legal entity behind the ODOS protocol.

#### Tokenomics of ODOS

The total supply of ODOS is fixed at 10 billion tokens, distributed as follows:

Allocation	Percentage / Amount of tokens
VC Investors	10.37% (1.037B)
Semiotic Labs Investor	10% (1B)
Team	20.63% (2.063B)
DevCo Reserves	9% (900M)
DAO Retroactive Community Distribution	10% (1B)
DAO Loyalty Program	30% (3B)
DAO Treasury Reserves	10% (1B)

The tokenomics emphasise rewarding users through the loyalty program, which distributes ODOS tokens as rebates and incentives based on user activity and engagement. Qualifying balances are calculated per epoch, which spans 30 days, encouraging ongoing participation.

### General Risks

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

#### Competition

The Odos Protocol faces competition from other decentralised exchange protocols primarily offering token swaps, such as 1inch or CoWswap. If Odos fails to achieve sufficient adoption compared to its competitors, the value of ODOS may be negatively impacted.

#### Regulatory Scrutiny

A regulatory crackdown on decentralized finance (DeFi) could significantly affect the adoption of Odos Protocol and the value of ODOS. If regulations were introduced that increase compliance costs or limit DeFi operations, this could hinder the platform's growth.

#### Adoption by Protocols & Users

ODOS' value derives from protocols building on Odos. If Odos fails to attract sufficient adoption, this could negatively impact the value of ODOS.

#### Developer Dependence

While there are many developers who contribute to Odos, there are no guarantees that they will continue to contribute. ODOS, Odos' native asset, could be negatively affected by an inability to retain and/or attract developers to keep up with market needs and improve its decentralized exchange tooling when necessary.

### **Due Diligence**

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