

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

JasmyCoin (JASMY)

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Disclaimer

Please note that this risk disclosure is not exhaustive of all risks associated with trading JASMY. 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 JasmyCoin?

Jasmy is a tokenized platform that combines Internet of Things (IoT) technology with decentralized technology, such as blockchain and the Interplanetary File System (IPFS), allowing users to control their own data, including when and how the data is used.

JASMY functions as the service token for the JasmyCoin network. JASMY tokens can be used for transactions on the Jasmy network, including purchasing products and services and to protect recorded data. The token can also be used by individuals and businesses to transfer tokens using digital devices, such as smartphones or laptops, as proof of value exchange or payment for assignments and services.

Who is behind the project?

JasmyCoin was developed by Jasmy Corporation. The founders are former Sony executives, Kunitake Ando, Kazumasa Sato, Masanobu Yoshida, Hiroshi Harada. Kunitake Ando was the 7th president of Sony and was involved in several well-known projects including VAIO, Xperia and Sony Life Insurance.

How does it work?

The Jasmy platform creates and maintains an infrastructure for data owners to store, access and exchange their data. The Jasmy ecosystem consists of the following components:

- Personal Data Locker (PDL), an AI-powered data storage technology within a decentralized P2P network, which allows users to store code, text, information, pictures, videos, motion and audio. The PDL allows users to determine how the data is stored, managed and used. Users upload their personal information to the Jasmy PDL in exchange for JASMY tokens and enterprises pay

service fees in JASMY to access the data;

- Secure Knowledge Communicator (SKC), a data democratization tool which allows users to control, manage and trace personal data; and
- Smart Guardian (SG), a technology that facilitates the registration of IoT devices on a decentralised network.

Tokenomics of JASMY

JASMY is an ERC-20 token which runs on the Ethereum blockchain and is the native token of the Jasmy network.

The token can be used to:

1. transfer and approve transactions on the Jasmy platform;
2. pay for service fees when using JASMY;
3. reward businesses and individuals that use Jasmy's IoT data; and
4. incentivise developers and enterprises to continue building Jasmy's ecosystem.

There is a maximum supply of 50 billion JASMY tokens. The total supply has been distributed as follows:

Category	JASMY Distribution
Business Companies	30.00% of the total token supply
Developer Program	18.00% of the total token supply
Listing Expenditures	14.00% of the total token supply
Business Financing	20.00% of the total token supply
Airdrop	13.00% of the total token supply
Incentives (corporate business creation, platform development, financial activity and other business contributions)	5.00% of the total token supply

As of October 2023, the circulating supply of JASMY is ~48 billion tokens.

General Risks

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

Competition

Jasmy network faces competition from other decentralized storage and data privacy protocols such as Keep, Enigma, NuCypher, and others. JASMY's value derives from the Jasmy network's broader adoption in the market. If the Jasmy network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of JASMY.

Developer Dependence

Although there are developers working on the Jasmy network, there are no guarantees that they will continue to contribute. JASMY could be negatively affected by an inability to retain and/or attract developers to continue to maintain and build out the network infrastructure.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on JASMY and determined that Kraken was permitted to make JASMY available for trading to UK users, in compliance with UK law. This process generally consists of reviewing publicly available information on the following:

- The creation, governance, usage and design of JASMY, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created JASMY;
- The supply, demand, maturity, utility and liquidity of JASMY;
- Material technical risks associated with JASMY, including any code defects, security breaches and other threats concerning JASMY 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 JASMY, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of JASMY, 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 JASMY about whether JASMY, 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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