

PAYWARD LTD
CRYPTO ASSET RISK DISCLOSURE
Dolomite (DOLO)

Last updated on March 12, 2026

Disclaimer

Please note that this risk disclosure is not exhaustive of all risks associated with trading DOLO. 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 Dolomite and how does it work?

Dolomite is a decentralized money-market protocol and exchange that originated on Arbitrum and now operates across Arbitrum, Ethereum, and Berachain. The protocol enables trustless spot trading, over-collateralised borrowing, leverage, and yield strategies through its “virtual liquidity” system. Its native ERC-20 token, DOLO, went live on April 24, 2025. DOLO holders can lock tokens to obtain veDOLO for on-chain governance and emission weighting, or receive oDOLO, an option-escrowed form that can later convert to DOLO or veDOLO under defined conditions. Cross-chain supply integrity is maintained through a burn-and-mint model and Chainlink’s CCIP messaging, allowing the total supply to remain consistent regardless of network.

Who is behind the project?

Development is led by Leavitt Innovations Inc. under contract to the Dolomite Foundation (Cayman Islands). Dolomite Ltd. (British Virgin Islands) is the token issuer, while a Marshall-Islands-registered DAO represents token-holder governance. Key founders are Corey Caplan (CEO, Leavitt Innovations; Director, Dolomite Foundation) and Adam Knuckey (COO, Leavitt Innovations).

Tokenomics of DOLO

DOLO has a fixed maximum supply of 1 billion tokens, which were distributed as follows:

Category	Amount
Liquidity Mining	20.00%
Airdrop	20.00%
Core Team	20.21%
Investors	15.18%
Foundation	10.65%
Future Partner Rewards	5.75%
Service Providers	3.00%
Boyco Incentives	3.00%
Protocol-Owned Liquidity	2.00%
Advisors	0.21%

General Risks

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

Competition

The Dolomite network faces competition from other cryptocurrencies such as Aave, Uniswap, and many others. Dolomite’s value derives from its broader adoption in the market. If the Dolomite network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of DOLO.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on DOLO and determined that DOLO is unlikely to be a security or derivative under UK 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 DOLO, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created DOLO;
- The supply, demand, maturity, utility and liquidity of DOLO;

- Material technical risks associated with DOLO, including any code defects, security breaches and other threats concerning DOLO 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 DOLO, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of DOLO, 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 DOLO about whether DOLO, 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.