

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

BONK

Bonk (BONK)

Last updated on August 08, 2025

Disclaimer

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

Bonk (BONK) is a dog-themed memecoin built on the Solana blockchain. The project claims to have launched on December 25, 2022, as a community-centric memecoin created to support and rejuvenate the Solana ecosystem following a challenging market period. It began as a widespread airdrop, distributing tokens to NFT projects, artists, collectors, developers, and community members, and has since expanded into a broader ecosystem including DeFi, NFTs, gaming, marketplaces, and more.

As a Solana-based SPL token, BONK is interoperable throughout the Solana ecosystem. It is integrated across multiple decentralized applications and protocols, facilitating utility such as payments, NFT trading, decentralized finance functions, and community-driven services. BONK's model also includes periodic token burns to reduce supply and potentially support value, and its ecosystem continues to attract developer activity and institutional interest.

Who is behind the project?

There is little information published about Bonk's founders or development team. Mitchell Rudy is listed as the director of BONK's legal entity in their corporate registration, and as a software developer on social media.

Tokenomics of BONK

Bonk has a fixed total supply of 100 trillion BONK tokens. The initial distribution was as follows:

Percentages refer to the total supply as of launch.

Category	Percentage	Allocation (BONK)
NFT Projects	21%	21,000,000,000,000 BONK

Market Participants and Solana DeFi Users	16%	16,000,000,000,000 BONK
1/1 Artists and Collectors	10%	10,000,000,000,000 BONK
Solana Chain Developers	5%	5,000,000,000,000 BONK
Early Contributors	21%	21,000,000,000,000 BONK
Bonk DAO	16%	16,000,000,000,000 BONK
Initial Liquidity Distribution	5%	5,000,000,000,000 BONK
Marketing Promotions	5%	5,000,000,000,000 BONK
Unknown	1%	1,000,000,000,000 BONK
Total	100%	100,000,000,000,000 BONK

As of August 2025, the circulating supply is approximately 87 trillion BONK.

General Risks

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

Competition

Bonk faces competition from other memecoin such as Bitcoin, Dogecoin, Dogwifhat, Shiba Inu, and many others. BONK's value derives from its broader adoption in the market. If Bonk fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of BONK.

Due Diligence

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

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