

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

Warden Protocol (WARD)

Last updated on January 29, 2026

Disclaimer

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

Warden Protocol is a Layer-1 blockchain and full-stack framework that integrates artificial intelligence with smart contracts. It enables users to interact with decentralized applications (dApps) through AI-powered Agents that can execute on-chain and off-chain operations. These Agents can be accessed through interfaces like chat or voice commands and perform functions such as bridging, swapping, and staking.

WARD is the native digital asset of the Warden ecosystem and is used for transaction fees, staking, governance, and monetizing Agent-related services. WARD also serves as a gas abstraction token across different blockchains integrated with Warden Protocol.

Who is behind Warden Protocol?.

Warden Protocol was co-founded by David Pinger, Antonio Pitasi, Josh Goodbody, Jon Heywood, Luis Vaello Garcia Luis Vaello Garcia, David Pinger, and Antonio Pitasi.

Tokenomics of WARD

WARD has a maximum supply of 1 billion tokens. They are distributed as follows:

Category	Amount
Public Goods	10%
Ecosystem and Community	12%
Liquidity	5%

Agent Incentives and Development	19%
Validators	10%
Treasury and R&D	24%
Core Contributors	20%
Total	100%

General Risks

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

Competition

Warden Protocol faces competition from other AI powered blockchain projects such as Cortex Labs, ChainGPT, and many others. WARD’s value derives from the project’s broader adoption in the market. If Warden Protocol fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of WARD.

Due Diligence

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