

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Clanker (CLANKER)

Last updated on August 26, 2026

Disclaimer

Payward Canada Inc. (Kraken) is registered under Canadian securities laws as a restricted dealer and is offering Crypto Contracts on crypto assets in reliance on a prospectus exemption contained in the exemptive relief decision [Re Payward Canada Inc.](#) dated 04/01/2025 (the Decision). The statutory rights in section 130.1 of the Securities Act (Ontario), and, if applicable, similar statutory rights under the securities legislation of each other province and territory in Canada, do not apply in respect of the Crypto Asset Statement to the extent a Crypto Contract is distributed under the prospectus relief in the Decision.

No securities regulatory authority has expressed an opinion about the Crypto Contracts or any Crypto Assets (as defined in the Risk Statement) made available on the Kraken platform, including an opinion that CLANKER is not itself a security and/or derivative. Changes to applicable law may adversely affect the use, transfer, exchange, or value of any of your crypto assets, and such changes may be sudden and without notice.

Please note that this Crypto Asset Statement may not be exhaustive of all risks associated with trading CLANKER. Please review the [Risk Statement](#) and [Fee Schedule](#) for additional discussion of general risks and transaction fees associated with the Crypto Contracts and Crypto Assets made available through the Canadian 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 provided by third parties.

What is Clanker and how does it work?

Clanker is a token launchpad on the Base network that lets people create ERC 20 tokens without writing code, originally through the Farcaster social network. The platform provides instant liquidity and built in fee rewards for the creators who launch tokens through it. It has been used to deploy a very large number of tokens and has processed billions of dollars in trading volume.

CLANKER is used to create and deploy new tokens on the platform and to pay fees within the tokenbot ecosystem. Creators who launch tokens through Clanker earn a share of the trading fees generated by those tokens.

Who is behind the project?

Clanker was created in 2024 by Jack Dishman, an engineer active in the Farcaster ecosystem, together with a collaborator known as Proxy. In 2026 ownership of Clanker was transferred to Neynar, a venture backed infrastructure company, following an earlier acquisition by the Farcaster developer Merkle Manufactory. CLANKER was deployed permissionlessly on the Base network and is not issued by a single regulated entity.

Tokenomics of Clanker

The total supply of CLANKER is 1,000,000 tokens. As of August 2026, approximately 986,277 tokens were in circulation. These figures are based on on chain data and market data providers.

General Risks

Like all other digital assets, there are some general risks to investing in CLANKER. These include short history risk, volatility, and 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 Clanker

Competition

The Clanker platform faces competition from other token launchpad platforms such as Pump.fun, Virtuals Protocol, and others. CLANKER's value derives from its broader adoption in the market. If the Clanker platform fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of CLANKER.

Adoption by Protocols & Users

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

Developer Dependence

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

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on CLANKER and determined that CLANKER is unlikely to be a security or derivative under Canadian 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 CLANKER, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created CLANKER;
- The supply, demand, maturity, utility and liquidity of CLANKER;
- Material technical risks associated with CLANKER, including any code defects, security breaches and other threats concerning CLANKER 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 CLANKER, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of CLANKER, and (ii) consideration of statements made by any regulators or securities regulatory authorities in Canada, other regulators of the International Organization of Securities

Commissions, or the regulator with the most significant connection to CLANKER about whether CLANKER, or generally about whether the type of crypto asset, is a security and/or derivative.