PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

ZIGChain (ZIG)

Last updated on September 3, 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 ZIG 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 ZIG. 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 ZIGChain and how does it work?

ZIGChain is a Layer 1 blockchain designed to facilitate decentralized wealth generation. Launched in 2024, it enables developers to build applications that support tokenized investments, real-world assets (RWAs), and Shariah-compliant financial products. The platform aims to bridge traditional and decentralized finance by providing infrastructure for scalable and compliant financial applications.

ZIGChain operates within the Cosmos ecosystem, utilizing a modular tech stack known as the Wealth Management Engine. This engine seeks to allow wealth managers to create investment strategies accessible to a broader audience. The blockchain supports various modules, including a Token Factory, Exchange Module, and Wealth Management Module, facilitating diverse financial activities The native token, ZIG, is used across the ecosystem for several functions. It serves as gas for transactions and smart contract executions, provides staking incentives for validators, and according to the project team, will enable governance participation for holders through proposal voting. Additionally, ZIG is required for accessing premium modules and services on the blockchain, including the Wealth Management Engine and Exchange Module. These utilities support the core economic activity and network functionality of ZIGChain.

Who is behind the project?

ZIGChain is developed by Zignaly, a company founded in 2018. The project is led by Bart Bordallo (Chief Executive Officer), Abdul Rafay Gadit (Chief Financial Officer), and David Rodríguez (Chief Marketing Officer). ZIGChain operates under the ZIGCHAIN FOUNDATION, which was incorporated on April 25, 2025, in the Cayman Islands.

Tokenomics of ZIGChain

As of early 2026, ZIGChain's native token, ZIG, has a total supply of 2,000,000,000 tokens and a maximum supply of 1,953,940,796 tokens. As of early 2026, the circulating supply is approximately 1,408,940,795 ZIG according to CoinMarketCap.

General Risks

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

Competition

The ZIGChain network faces competition from other finance-focused Layer 1 blockchains such as Kava (KAVA), Kujira (KUJI), and Sei Network (SEI). ZIG's value derives from its broader adoption in the decentralized finance (DeFi) and tokenized asset infrastructure space. If the ZIGChain network fails to achieve sufficient adoption compared to other finance-oriented Layer 1 platforms, this could negatively impact the value of ZIG.

Due Diligence

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