

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

GTC

Gitcoin (GTC)

Last updated on August 11, 2025

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 GTC 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 GTC. 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 Gitcoin and how does it work?

As an organization, Gitcoin is a community of blockchain and cryptocurrency creators, developers, and enthusiasts whose mission is to fund and help build “digital public goods,” which can be defined as free and open source projects that are designed to benefit all members of society.

To carry out this mission, Gitcoin maintains a crowdfunding platform through which it issues grants to promising blockchain-related projects that have the potential to disrupt centralized, legacy industries. The organization provides resources enabling projects to establish bug bounty programs, as well as hosting hackathons.

GTC is the project’s native currency, and is used in the administration of the Gitcoin DAO. Specifically, holders of GTC help decide how the project treasury’s resources are allocated through its governance process.

Who is behind the project?

Bitcoin was founded by Kevin O'woki, with support and early investment from entities including ConsenSys and the Ethereum Foundation. Notable early supporters include Vivek Singh (COO of ConsenSys) and Scott Moore (Ethereum ecosystem contributor).

Tokenomics of GTC

The GTC token had a fixed supply of 100 million at genesis. The initial token distribution was structured to reward early contributors, fund the DAO treasury, and incentivize long-term alignment with stakeholders.

Category	Percentage of Total Supply	Vesting / Unlock Details
Retroactive Airdrop (early users)	15%	Fully unlocked at token generation
Bitcoin DAO (community treasury)	50%	Vesting: linear over 24 months
Existing Stakeholders (team, investors, partners)	35%	Vesting: linear over 24 months
Total	100%	

As of August 2025, the circulating supply is approximately 96.4 million GTC.

General Risks

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

Lack of Economic Value

The Bitcoin team makes clear that GTC is not designed to capture value in any way. Its sole purpose is to enable the Bitcoin DAO governance process and oversee the ecosystem. It has no claim on financial rights and any expectation of profits from purchasing it is unwarranted.

Due Diligence

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