

# PAYWARD CANADA INC.

## CRYPTO ASSET STATEMENT

### SOLV

Last updated on July 24, 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 SOLV 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 SOLV. 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 Solv Protocol and how does it work?

Solv Protocol is a decentralised finance platform that lets Bitcoin holders put their BTC to work on multiple blockchains without managing complex bridges or vaults. Users deposit BTC into the Staking Abstraction Layer, which issues a liquid token such as SolvBTC that can move between chains and earn BTC-denominated yield through automated strategies. All custody, strategy routing and rebalancing are handled by smart contracts, so users interact with one simple interface while retaining on-chain transparency and self-custody.

SOLV is the native governance and utility token of the protocol. Holders use it to submit and vote on DAO proposals, to stake for rewards paid in SOLV and to receive discounted fees when interacting with Solv products.

#### Who is behind the project?

The Solv Protocol was founded by Will Wang, Ryan Chow, and Meng Yan.

## Tokenomics of SOLV

The total supply of SOLV is 9,66 billion tokens which is distributed as follows:

SOLV Allocation	SOLV tokens	% of Total supply
Binance Megadrop	588,294 million	6.09%
Community Airdrop	713,874 million	7.39%
Team & Advisors	1,091,58 billion	11.3%
Community Rewards & DAO Treasury	1,511,79 billion	15.65%
Community Rewards (External Partners)	713,874 million	7.39%
Ecosystem Development	683,928 million	7.08%
Business Development	336,168 million	3.48%
Vesting Voucher Holders	84,042 million	0.87%
Private Sale Investors	2,424,66 billion	25.1%
Liquidity	252,126 million	2.61%
Bitcoin Reserve Offering	1,259,664 billion	13.04%
<b>Total</b>	<b>9,66 billion</b>	<b>100%</b>

## General Risks

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

### *Competition*

The Solv Protocol network faces competition from other other Bitcoin liquid-staking and yield solutions such as tBTC. SOLV's value derives from its broader adoption in the market. If the Solv Protocol network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of SOLV.

## Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on SOLV and determined that SOLV 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 SOLV, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created SOLV;
- The supply, demand, maturity, utility and liquidity of SOLV;

- Material technical risks associated with SOLV, including any code defects, security breaches and other threats concerning SOLV 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 SOLV, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of SOLV, 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 SOLV about whether SOLV, or generally about whether the type of crypto asset, is a security and/or derivative.