

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

UNQ

Unique Network (UNQ)

Last updated on September 04, 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 UNQ 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 UNQ. 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 Unique Network (UNQ) and how does it work?

Unique Network is a next-generation blockchain platform specifically designed for creating, managing, and trading NFTs within the Polkadot and Kusama ecosystems. It operates as a Substrate-based parachain, offering interoperability, scalability, and support for both EVM-compatible and Polkadot-specific features. The network enables advanced NFT functionalities—including customizable NFTs, composable or nested NFTs, re-fungible tokens (RFTs), and dynamic metadata—without the need for deploying smart contracts, which simplifies minting and lowers costs. Unique Network also emphasizes sustainability, highlighting low minting costs and minimal carbon footprint.

UNQ serves as the utility and governance token of the Unique Network ecosystem. It is used to facilitate payment for all transaction fees—including NFTs and smart contract operations—on the network. UNQ holders can participate in on-chain mechanisms such as App Promotion Staking, Reputation Staking, and Vote Staking (governance), earning rewards in return. Through governance, UNQ holders can propose and fund upgrades, feature requests, and treasury allocations.

Who is behind the project?

Unique Network is led by co-founders Alexander Mitrovich, Chief Executive Officer, and Greg Zaitsev,

Chief Technology Officer. The executive team also includes Irina Karagyaur, Head of Metaverse Growth, and Charu Sethi, Chief Marketing Officer. On the technical side, Maria Matyushina serves as Director of Software Engineering. Together, they guide Unique Network's development and strategic direction as an NFT-focused blockchain parachain within the Polkadot and Kusama ecosystems.

Tokenomics of UNQ

UNQ has a fixed supply of 1,000,000,000 tokens. At launch, UNQ was distributed as follows:

Category	Percentage
Treasury	24%
Private Sale	20%
Team & Advisors	18%
Angel	15%
Polkadot Crowdloan	15%
Public Sale	8%

UNQ follows an inflationary issuance model: inflation begins at 10% in the first year and gradually decreases until it reaches 4% by the tenth year. These inflationary emissions are distributed through staking rewards and ecosystem incentives, resulting in an increasing total supply over time.

Due to inflation, the total supply now exceeds the 1 billion genesis allocation.

As of September 2025, the circulating supply is approximately 195.7 million UNQ.

General Risks

Like all other digital assets, there are some general risks to investing in UNQ. 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 Unique Network

Competition

The Unique Network faces competition from other blockchain platforms such as Origin Protocol, Metaplex, Moonbeam, Substrate, and many others. Unique Network's value derives from its broader adoption in the market. If the Unique Network fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of UNQ.

Due Diligence

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