

PAYWARD LTD

CRYPTO ASSET RISK DISCLOSURE

Snek (SNEK)

Last updated on February 24, 2025

Disclaimer

Please note that this risk disclosure is not exhaustive of all risks associated with trading SNEK. Investors should perform their own assessment to determine the appropriate level of risk for their personal circumstances. Be sure to do your own research and due diligence while taking into account your own financial situation and risk tolerance. Please review the [Risk Summary](#) for additional discussion of general risks associated with the assets made available in the 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 risk disclosure is based on publicly available information that may be inaccurate, incomplete, or change at any time.

What is SNEK and how does it work?

Snek (SNEK) is a meme-based cryptocurrency that operates on the Cardano blockchain. While it does not offer inherent utility, Snek is positioned as a community-driven project without a formal team or company overseeing its development. The project has built an ecosystem around its brand and focuses on community participation.

Who is behind the Project?

SNEK is described as a community-driven cryptocurrency project without a formal team or company overseeing its operations. Its development, fundraising, and promotion rely on community participation. The project shares updates and engages with users primarily through platforms like X (formerly Twitter).

Tokenomics of SNEK:

The total supply of SNEK is 76,715,880,000 tokens which is distributed as follows:

SNEK Allocation	SNEK tokens	% of Total supply
Presale holders	38,357,940,000	50%
Initial liquidity	30,686,352,000	40%
Marketing	1,534,317,600	2%
Utility	3,835,794,000	5%
Reserve	2,301,476,400	3%
Total	76,715,880,000	100%

General Risks

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

Competition

The Snek faces competition from other memecoins such as Dogecoin, Shiba Inu, and many others. Snek's value derives from its broader adoption in the market. If the Snek fails to achieve sufficient adoption compared to the other options in the market, this could negatively impact the value of SNEK.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on SNEK and determined it was permitted to make SNEK available for trading to UK users. Our analysis generally includes, but is not limited to, reviewing publicly available information on the following:

- The creation, governance, usage and design of SNEK, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created SNEK;
- The supply, demand, maturity, utility and liquidity of SNEK;
- Material technical risks associated with SNEK, including any code defects, security breaches and other threats concerning SNEK 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 SNEK, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of SNEK, and (ii) consideration of statements made by any regulators or securities regulatory authorities in the UK, other regulators of the International Organization of Securities Commissions, or the regulator with the most significant connection to SNEK about whether SNEK, or generally about whether the type of crypto asset, is a security and/or derivative.

Don't invest unless you're prepared to lose all the money you invest. This is a high-risk investment and you should not expect to be protected if something goes wrong. [Take 2 mins to learn more.](#)

Payward Ltd (trading as Kraken) is registered as a cryptoasset firm with the Financial Conduct Authority (FRN: 928768) registered office at 6th Floor, One London Wall, London, EC2Y 5EB. Cryptoasset services offered by Payward Ltd are unregulated and not covered by the Financial Services Compensation Scheme as well as the FCA's consumer protection regulations. Note the value of cryptoassets can go down as well as up, gains may be subject to Capital Gains Tax and there may be extra charges when paying via credit card from your provider.