TETRA DIGITAL GROUP INC.

CADD PROGRAM

PRODUCT INFORMATION STATEMENT

SEPTEMBER 24, 2026

CAD DIGITAL TETRA trust

TABLE OF CONTENTS

DESCRIPTION	PAGE
TABLE OF CONTENTS	1
ABOUT THIS DOCUMENT	2
GENERAL INFORMATION ABOUT TETRA TRUST COMPANY	2
GENERAL INFORMATION ABOUT CAD DIGITAL	3
CADD VALUE PROPOSITION	3
OVERVIEW OF CADD	5
SUMMARY OF KEY TERMS	6
CADD PROGRAM STRUCTURE	10
CADD ISSUANCE AND MINTING	11
CADD REDEMPTION AND BURNING	12
DISTRIBUTION ARRANGEMENTS	13
CADD PROGRAM TECHNOLOGY	14
CONFLICTS OF INTEREST	16
CADD REGULATORY FRAMEWORK	18
RISK FACTORS	20
GLOSSARY	24
REVISION HISTORY	27

ABOUT THIS DOCUMENT

This document contains information about "**CADD**", a Canadian dollar fiat-backed digital asset, commonly referred to as a "stablecoin", which launched on March 30, 2026. This document contains important information about CADD, including its structure, issuance, distribution and redemption, principal parties involved, rights and interests of holders, and the fees and other costs that apply to CADD. The purpose of this document is to assist you in making an informed decision regarding the use of CADD. Please note that this document offers no advice or recommendations and does not consider your specific financial situation, needs, or individual objectives.

In this document, the term or references to "**you**", "**your"** or "**End User**" means the person holding, redeeming or otherwise using CADD and the term or references to "**we**", "**us**" or "**our**" means Tetra and CAD Digital.

All references in this document to "dollars", "CAD $" or "$" are to Canadian dollars, unless otherwise stated. References to "USD $" and "US dollars" are to United States dollars.

This document does not constitute a legal agreement between you and us, and is provided for informational purposes only. In the event of any conflict or inconsistency between the information in this document and the CADD Terms, the CADD Terms will prevail. We may update this document from time-to-time and will post the updated version at https://tetradg.com/cadd-stablecoin/.

Information contained in this document should not be construed as legal, tax or financial advice and readers are urged to consult their own professional advisors in connection therewith.

This document does not outline every risk associated with buying, holding, redeeming or otherwise using CADD. It is your sole responsibility to assess such risks based on your own circumstances and your review of the CADD Terms. Nothing on our website or in other materials provided by us should be interpreted as tax, legal, or investment advice.

GENERAL INFORMATION ABOUT TETRA TRUST COMPANY

Tetra Trust Company ("**Tetra**") is the issuer of CADD (in such capacity, the "**Issuer**") and the trustee of the CADD Reserve Trust (in such capacity, the "**Trustee**").

Tetra is incorporated and governed under the laws of the Province of Alberta and is authorized to carry on business as a trust corporation under the *Loan and Trust Corporations Act* (Alberta) (the "**LTCA**"). Tetra operates under the supervision of the Alberta Treasury Board and Finance (the "**ATBF**"). Registered as a trust corporation under the LTCA, Tetra is a fiduciary, obligated to act in the best interests of its clients.

Tetra is a wholly-owned subsidiary of Tetra Digital Group Inc. ("**Tetra Digital**"), a Calgary-based digital asset infrastructure company incorporated and governed under the laws of the Province of Alberta. Backed by Urbana Corporation, CNSX Global Markets, Wealthsimple and other strategic investors, Tetra Digital is led by a first class team of security, product, and business experts and a board of directors with extensive financial infrastructure and technology experience.

Founded in 2019, Tetra is a pioneer in digital asset custody in Canada, providing enterprise-grade custodial services of digital assets tailored to institutional clients. In July 2021, Tetra became Canada's first regulated and licensed custodian for digital assets. Tetra's digital asset custody services satisfy Canadian securities regulatory requirements applicable to registered dealers, advisers and investment fund managers for a "qualified custodian" and "acceptable third-party custodian" of digital assets. With a strong focus on regulatory compliance and security, Tetra has become a trusted name for institutions managing digital assets. To ensure the integrity of its custodial services, Tetra continuously seeks innovative solutions to improve its internal operations.

GENERAL INFORMATION ABOUT CAD DIGITAL

CAD Digital Inc. ("**CAD Digital**") is Tetra's primary service provider under the CADD Program. CAD Digital arranges for the issuance, distribution and redemption of CADD in its capacity as agent of the Issuer. See "CADD PROGRAM STRUCTURE" and "CONFLICTS OF INTEREST" for further details.

CAD Digital is incorporated and governed under the laws of the Province of Alberta. CAD Digital is a subsidiary of Tetra Digital backed by Urbana Corporation, Wealthsimple, Purpose Unlimited, Shakepay, ATB Financial, National Bank and Shopify.

CADD VALUE PROPOSITION

The term "stablecoin" is generally used to describe a digital asset that is recorded on a public, permissionless blockchain ledger that is intended to represent the value of a single fiat currency. While stablecoins were initially introduced as a tool for crypto asset trading and lending, in the past few years use cases for stablecoins for peer-to-peer payments, cross border remittance and institutional settlement have gained traction. As of February 19, 2026, the VISA Onchain Analytics Dashboard reported approximately USD $6.5 billion of retail transaction volume and USD $150.6 million of retail-sized transactions over the prior 30-day period.

Designed for the digital world, CADD is a prudentially-regulated and fully backed Canadian-dollar stablecoin for faster, cheaper, compliant and programmable transactions across regulated networks. CADD streamlines settlements with reduced friction, making moving Canadian dollars safer and more transparent – for everyone, everywhere.

CADD unlocks the following for its holders:

- ability to make CAD-denominated payments and remittances worldwide, in seconds and with reduced transaction costs;
- ability to conduct and settle transactions with full Canadian dollar backing; and
- a trusted way to move Canadian dollars on-chain, making digital transactions compliant, efficient, and sovereign by design.

Striving for Canadian leadership in regulated digital finance, CADD replaces outdated systems with a governed, fully-backed digital rail, delivering compliant and efficient transactions in Canadian dollars.

Canadian Monetary Sovereignty

Currently, USD-denominated stablecoins represent approximately 99% of the global stablecoin market by market capitalization. Together, Tether's USDT and Circle's USDC have over USD $250 billion in circulating supply, and they accounted for over USD $30 trillion in transaction volume in 2025. Canadians are already active participants in the markets for these foreign-issued, USD-denominated stablecoins.

A healthy, competitive Canadian dollar stablecoin ecosystem is essential to protecting Canadian monetary sovereignty and promoting competition in payments, particularly in an increasingly digital global economy. Without a Canadian dollar stablecoin ecosystem, Canadians will simply use foreign stablecoins, further entrenching U.S. dollar dominance in digital payments and undermining the role of the Canadian dollar. As stablecoin adoption accelerates globally, for cross-border payments, remittances, e-commerce, and everyday transactions, the currency in which stablecoins are denominated will increasingly matter. If Canadians conduct digital transactions primarily in USD stablecoins, the Canadian dollar's role will erode.

In November 2025, the federal government introduced the *Stablecoin Act* (Canada) as part of Budget 2025, recognizing the need for comprehensive regulation of the issuance of fiat-backed stablecoins in Canada. The goal of the stablecoin framework is to make stablecoins safer to hold and use in Canada, ensuring that issuers maintain proper reserves, offer redemption at par in the referenced fiat currency, maintain appropriate data security practices, and have sound corporate and financial governance[1].

The *Stablecoin Act* follows recent developments of legislative and regulatory frameworks for stablecoins in other jurisdictions, such as the United States and European Union. In August 2025, the United States enacted the Guiding and Establishing National Innovation for US Stablecoins (GENIUS) Act, following the full adoption of the Markets in Crypto Assets regulations in the European Union in 2024. Canada's stablecoin framework is designed to be compatible with these frameworks, with key elements consistent with recommendations of the Financial Stability Board[2].

The *Stablecoin Act* received Royal Assent on March 26, 2026, and will come into force once the federal Department of Finance adopts regulations to implement the legislation. Initial draft regulations are expected to be published sometime in 2026, with the goal of implementation in 2027. The Bank of Canada will also need to develop and deploy resources to administer the new framework. In the meantime, the CADD Program will provide Canadians with a safe stablecoin issued by a prudentially regulated financial institution that has significant experience with digital assets, and in particular the provision of regulated digital asset services to Canadians.

CADD brings digital efficiency to an environment built on trust and Canadian sovereignty. CADD is the first fully regulated Canadian stablecoin issued by a financial institution. It is backed 1:1 by Canadian dollars held domestically under Canadian law and built on institutional-grade custody, settlement, and compliance infrastructure through Tetra. CADD resides on multiple permissionless, public blockchain ledgers that are supported by Tetra, promoting transparency, security and straightforward reconciliation.

---

[1] https://www.canada.ca/en/department-finance/programs/financial-sector-policy/canadas-stablecoin-framework.html

[2] See note 1.

As a digital asset backed 1:1 by Canadian dollar reserves, CADD leverages Tetra's institutional-grade custody infrastructure, to provide stability and security for CADD to be used as a means of exchange and store of value in the digital economy. CADD offers Canadians greater user flexibility and safeguards against the foreign exchange risks associated with US dollar stablecoins, making it an ideal choice for maintaining value and conducting transactions in a secure environment.

OVERVIEW OF CADD

CADD is a Canadian stablecoin that is backed on a 1:1 basis against the Canadian dollar, meaning that for every CADD that we Mint, CAD $1.00 is held in reserve. CADD is redeemable by its holders on a 1:1 basis for Canadian dollars.

CADD is not legal tender in Canada, is not backed by the government, and CADD holdings are not insured under the *Canada Deposit Insurance Corporation Act* or under any other deposit insurance regime. CADD does not represent money held in an account in your name with a Canadian financial institution, deposit-taking business or any other bank.

CADD has not been designed, and is not expected, to generate financial returns or profit for holders of CADD, appreciate in value or generate interest.

CADD may be sent, received, stored, traded, or swapped and may be used to facilitate payments, transactions, and remittances between individuals, between businesses, or between a business and its customers.

CADD is issued and recorded on multiple permissionless, public blockchain ledgers supported by Tetra to promote transparency, security decentralization and straightforward reconciliation. Your Transactions in CADD are recorded on-chain and publicly available on the Supported Blockchains, offering transparent, cryptographically verifiable records that support regulatory oversight and real-time auditability. See "CADD ISSUANCE AND MINTING" and "CADD PROGRAM TECHNOLOGY".

Individuals cannot purchase CADD directly from Tetra and must purchase it through a distributor of CADD that is authorized by CAD Digital, on behalf of the Issuer (a "**Distributor**"), as disclosed on our website. See "DISTRIBUTION ARRANGEMENTS" for further details regarding Distributors.

CADD is Minted and distributed to Distributors only upon confirmation that the equivalent Canadian dollar amount has been received in the relevant settlement bank account. CADD is not pre-minted, minted based on credit or minted in exchange for any currency other than the Canadian dollar. Distributors submit requests for Subscriptions and Redemptions of CADD through the CADD Portal or CADD API. See "CADD ISSUANCE AND MINTING" and "CADD REDEMPTION AND BURNING".

The Trustee engages the Independent Audit Firm, BT WM LLP, to: (1) conduct an annual audit of the Annual Financial Statements of the CADD Reserve Trust, and (2) prepare monthly CADD Reserve Attestations. These will be posted on our website at https://tetradg.com/cadd-stablecoin/.

SUMMARY OF KEY TERMS

A summary of the key terms and conditions applicable to CADD is set out below for convenience. The summary is based on the CADD Terms, which sets out your rights and obligations as a holder of CADD, as well as the Trust Indenture, which sets out the Trustee's rights and obligations when holding the CADD Reserve. Copies of both of these documents are publicly available on our website at https://tetradg.com/cadd-stablecoin/.

Buy, Sell and Swap with Distributors:	You may buy CADD from, sell CADD to, or swap CADD for another crypto asset with, a Distributor for CAD $1.00 or digital assets having a value equal to CAD $1.00 (a "**Distributor Transaction**").
Send, Receive and Swap Peer-to-Peer:	You may send CADD to, receive CADD from, or swap CADD for another crypto asset with, a third party in a peer-to-peer transaction on a Supported Blockchain (a "**Peer-to-Peer Transaction**").
Supported Blockchains:	As of the date of this document, CADD is supported on Ethereum, Polygon POS, Base, Arbitrum and Solana. Support for the Tempo Blockchain will follow. For an up-to-date list, please see our website at https://tetradg.com/cadd-stablecoin/. See "CADD ISSUANCE AND MINTING" for further details.
Transaction Fees:	Your Distributor Transactions and Peer-to-Peer Transactions ("**Your Transactions**") may be subject to transaction fees imposed by the applicable Distributor or the applicable Supported Blockchain.
CADD Reserve:	For each CADD issued, we collect CAD $1.00, which is held in trust by Tetra, as Trustee (the "**CADD Reserve Trust**" or the "**Trust**") and invested in Canadian Liquid Assets (such Canadian Liquid Assets held by the Trustee, the "**Trust Capital**"). The Trust Capital cannot be used for any purpose other than funding Redemptions. As set out in the Trust Indenture, the Trust Capital will have a value that is not less than the total number of outstanding CADD multiplied by CAD $1.00. The fair value of the assets that comprise the CADD Reserve is calculated at the end of each day, and we post this fair value and the aggregate nominal value of all outstanding CADD daily on our website at https://tetradg.com/cadd-stablecoin/. The Trust Capital, together with any income generated on the Trust Capital (such income, the "**Trust Income**"), comprises the CADD Reserve and is held by the Trustee in a Trust Account. You are not eligible to receive any share of, or payment in respect of, the Trust Income. The Trustee administers the Trust and is responsible for investing the Trust Capital and operating the Trust Account in accordance with its

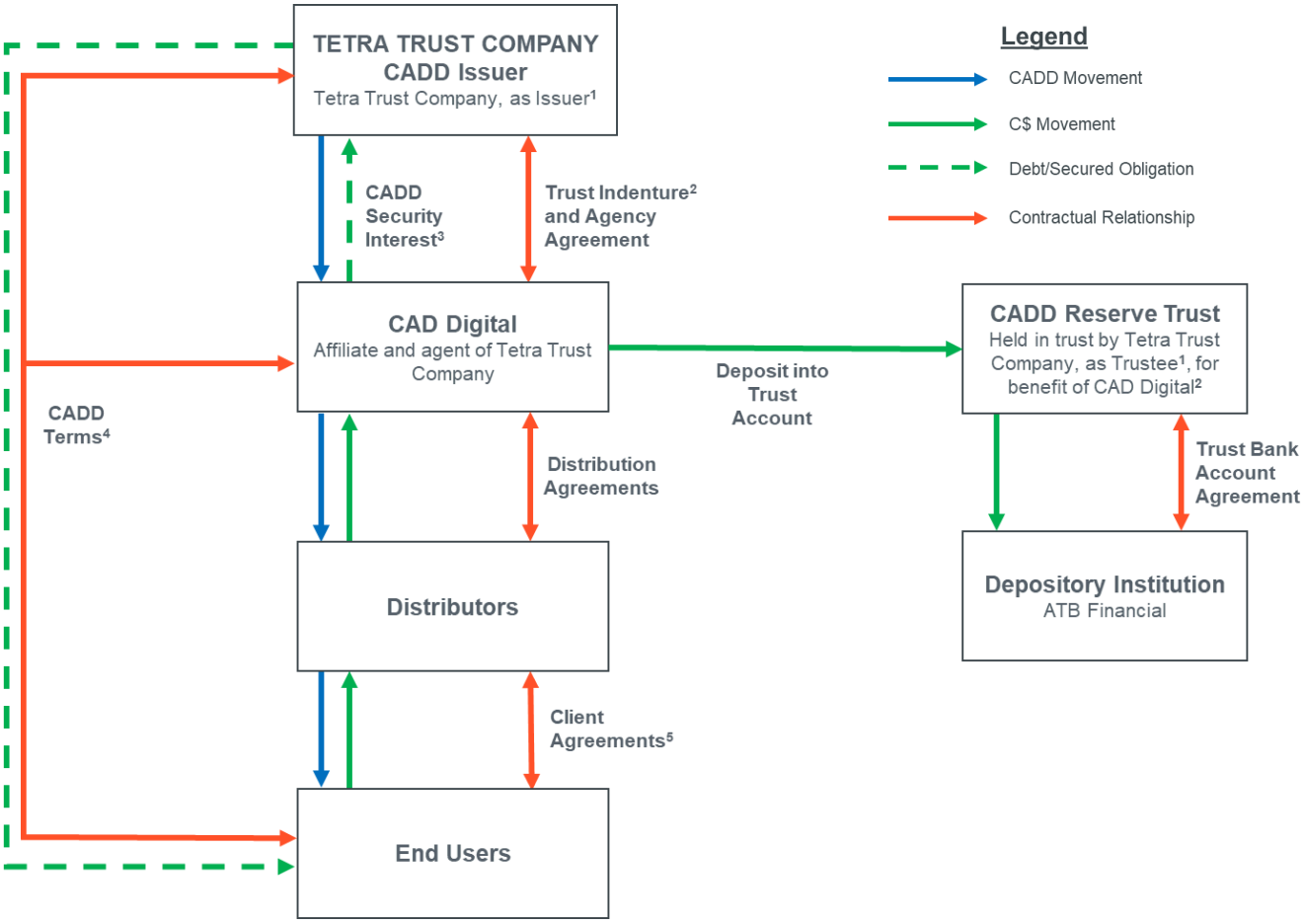
	fiduciary duty as set out in the Trust Indenture, a copy of which is available on our website at https://tetradg.com/cadd-stablecoin/.
Annual Audit and Monthly Attestations:	The Trustee engages the Independent Audit Firm, BT WM LLP, to: (1) conduct an annual audit of the Annual Financial Statements of the CADD Reserve Trust, and (2) prepare monthly CADD Reserve Attestations. These will be posted on our website at https://tetradg.com/cadd-stablecoin/. The audited Annual Financial Statements of the CADD Reserve Trust will be: (1) completed within 90 days of the Trust's applicable financial year-end, (2) prepared in accordance with Canadian GAAP applicable to publicly accountable enterprises, (3) audited in accordance with Canadian GAAS, and (4) accompanied by a report of the Independent Audit Firm, BT WM LLP.
Sales and Redemptions:	If you would like to exchange your CADD for Canadian dollars, you may sell, liquidate or dispose of your CADD with a Distributor in accordance with your agreement with your Distributor. Alternatively, you may Redeem CADD directly with the Issuer in accordance with the process described under "CADD REDEMPTION AND BURNING – End User Redemptions". Redemptions directly with the Issuer will be subject to administrative fees as described under "CADD REDEMPTION AND BURNING – End User Redemptions – Redemption Administrative Fees".
Prohibited Use:	By holding or otherwise using CADD, you agree that you will not: (1) use CADD for any illegal activity or in violation of Applicable Law or the CADD Terms; (2) intentionally try to defraud (or assist in the defrauding of) the Issuer, CAD Digital or other End Users of CADD; (3) provide false, inaccurate or misleading information; (4) take any action which interferes with our systems, data or information, including through the use of malicious software or programs; or (5) use our services on behalf of any third party or otherwise act as an intermediary between us and any third parties (each such use, a "**Prohibited Use**"), and we reserve the right to monitor Your Transactions and other information we receive about you for Prohibited Uses. We may suspend or permanently restrict your use of CADD (including your ability to Redeem CADD) and block or otherwise prevent Your Transactions: (1) in connection with any Prohibited Uses of CADD; (2) if required by Applicable Law; (3) based on a Distributor's notification or request (where applicable); or (4) if you breach the CADD Terms.
Limitations of Liability and Indemnity:	Under the CADD Terms, all services and products provided by us are provided "as is" without warranty of any kind and we make no

	representations or warranties that they will be uninterrupted, timely, secure, or error-free. Under the CADD Terms, you indemnify us against all losses arising, directly or indirectly, from: (1) your use (including holding) of CADD; (2) your violation of Applicable Law; or (3) your breach of the CADD Terms, unless such losses are caused by our gross negligence, willful misconduct or fraud. Except where such exclusions are prohibited by Applicable Law and/or except where caused by our gross negligence, willful misconduct or fraud, under no circumstance will we, including our Distributors and other service providers, be liable for negligence, negligent misrepresentation, fundamental breach, damages of any kind, arising out of or in connection with your use (including holding) of CADD. For further details, see Section 8 of the CADD Terms.
Arbitration:	All disputes arising out of or in any way connected with the CADD Terms will be referred to arbitration in accordance with the rules and procedures of the *Arbitration Act* (Alberta). For further details, see Section 19 of the CADD Terms.
Risk Factors:	The CADD Terms outline certain key risks associated with the use of CADD. These risks are also summarized in this document under "RISK FACTORS". The risks described are intended to be a summary of the major risks associated with CADD and do not outline every risk associated with holding or otherwise using CADD. There may be other risks that relate to the use of CADD. **It is your responsibility to assess and determine whether it is appropriate for you to accept such risks based on your own circumstances. Nothing in this document, on our website or in other materials provided by us should be interpreted as tax, legal, or investment advice. By holding or otherwise using CADD, you do so entirely at your own risk.**
Amendments:	We can modify the CADD Terms at any time by posting an updated version on our website. By continuing to use CADD after updates are posted, you agree to the applicable version of the CADD Terms. If you do not accept the updated terms, your only option is to discontinue use (including holding) of CADD. For further details, see Section 12 of the CADD Terms.

Trust Indenture:	The Trust Indenture, a copy of which is available on our website at https://tetradg.com/cadd-stablecoin/, sets out the rights and obligations of Tetra, when acting as Trustee and fiduciary of the CADD Reserve, including the restriction from using the Trust Capital for any purpose other than to fund Redemptions of CADD. The Trust Indenture requires that expenses incurred by the Trustee for the administration of the CADD Reserve Trust are reasonable. The Trust Indenture also provides for trustee fees payable to the Trustee and income distributions payable to CAD Digital, as beneficiary. See "CONFLICTS OF INTEREST" for details.
Privacy and Confidentiality:	Our handling of your personal information is governed by our privacy policy available at https://tetradg.com/cadd-stablecoin/ (the "**CADD Privacy Policy**"). By agreeing to the CADD Terms, CADD Holders consent to our collection, use and disclosure of your information in accordance with the CADD Privacy Policy.
Wind-down:	In the event of a wind-down of CADD, we will provide at least 180 days' written notice to CADD Holders by issuing a press release and posting on our website and social media channels. During the 180-day period (the "**Wind-Down Period**"), you will have the opportunity to sell or Redeem your CADD with a Distributor or directly with the Issuer as described under "CADD REDEMPTION AND BURNING – End User Redemptions". The Trustee may extend the Wind-Down Period for two additional 90-day periods if the Trustee determines that it is in the best interests of CADD Holders to do so. Following the Wind-Down Period, all Redemption rights associated with CADD will terminate and any CADD that remains outstanding will have no value with reference to the CADD Reserve. For further details regarding a wind-down, see Section 8 of the Trust Indenture.

CADD PROGRAM STRUCTURE

The following flowchart illustrates the structure of the CADD Program, including the key participants and their relationships.



Notes:

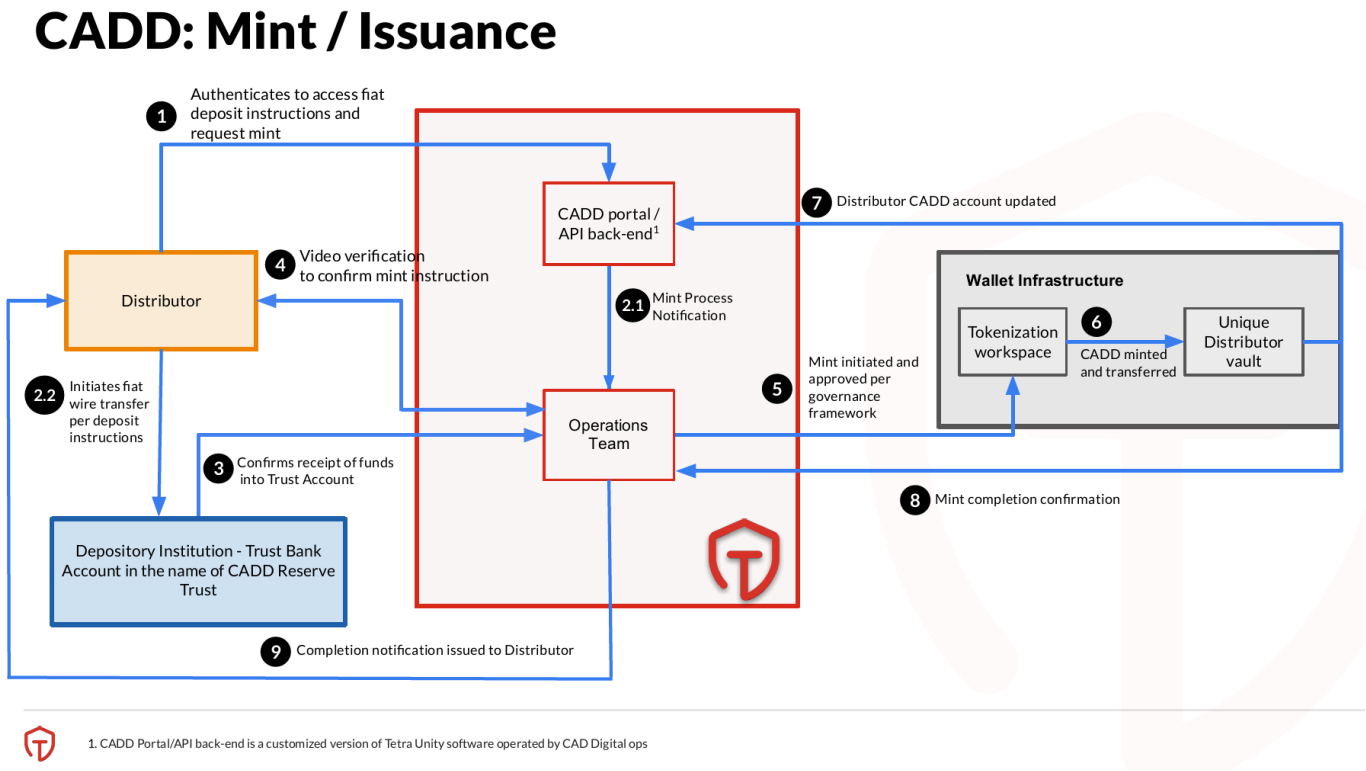
1. Tetra acts in two distinct capacities: as Issuer and Trustee.
2. CAD Digital is the sole beneficiary of the CADD Reserve Trust, but may only use the Trust Capital to fund Redemptions.
3. Security interest in favour of the Issuer to secure CAD Digital's obligation to pay the Issuer CAD $1.00 for each CADD issued.
4. See "SUMMARY OF KEY TERMS" above.
5. Each Distributor has its own client agreement/terms under which it offers CADD to its clients/users.

CADD ISSUANCE AND MINTING

Each CADD that is issued will be recorded on a Supported Blockchain. CAD Digital will ensure that CADD can be recorded and transferred on all Supported Blockchains. The current list of the Supported Blockchains is posted on our website and is available at https://tetradg.com/cadd-stablecoin/. We may designate additional blockchains as Supported Blockchains or remove a previously designated Supported Blockchain at any time, at our discretion.

We will monitor the Supported Blockchains and if we become aware of any forthcoming changes to the operating rules of a Supported Blockchain which would result in the creation of one or more related versions of the Supported Blockchain (each such version, a "**Fork**"), then we will provide notice on our website as soon as reasonably feasible as to which Fork will be supported and any other measures being taken to manage the impact of the Fork. For clarity, only CADD on the supported Fork will thereafter constitute CADD.

The following flowchart provides an overview of the Minting and issuance process of CADD.



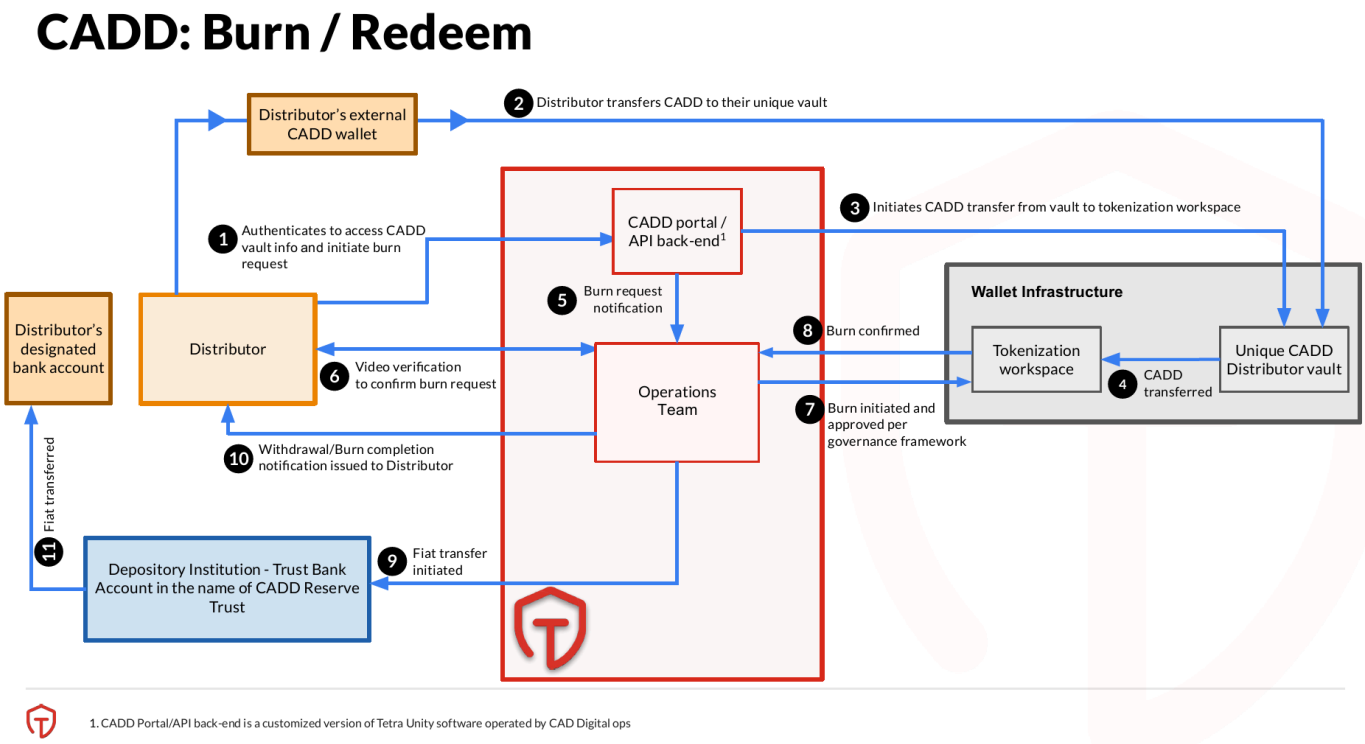
End Users cannot purchase CADD directly from the Issuer and must purchase it through Distributors. CADD is issued and distributed by the Issuer only to Distributors. See "DISTRIBUTION ARRANGEMENTS".

CAD Digital may decline to fulfill any Subscription request from the Distributor, including where CAD Digital believes the Subscription would be contrary to Applicable Law or would violate a CADD Agreement.

CADD REDEMPTION AND BURNING

Distributor Redemptions

The following flowchart illustrates the process by which Distributors Redeem CADD with the Issuer.



CAD Digital may decline to fulfill any Redemption request from the Distributor, including where CAD Digital believes the Redemption would be contrary to Applicable Law or would violate the Distribution Agreement.

End User Redemptions

We expect when you want to exchange your CADD for Canadian dollars, you will sell, liquidate or dispose of your CADD with a Distributor in accordance with your agreement with your Distributor. However, if you are unable or unwilling to do so, you may Redeem CADD directly with the Issuer in accordance with Section 3 of the CADD Terms (an "**End User Redemption**").

Prior to processing an End User Redemption, we must be satisfied that the Redeeming End User is the legal and beneficial owner of the Redeemed CADD, and that the Redemption complies with Applicable Law.

To request a Redemption, you must complete our registration process described in the CADD Terms, including completing identity verification and sanctions screening, providing information about your bank account designated for the receipt of Redemption Proceeds, expressly accepting the CADD Terms and taking any other steps as we reasonably consider necessary to

ensure compliance with Applicable Laws (including Canadian AML Law and Canadian Sanctions Law).

Following your completion of our registration process, we will provide you with a Burn address on your Supported Blockchain to which you may send CADD for Redemption, and you will have two (2) Business Days to send your CADD to that address for Redemption. Once we detect your CADD at the Burn address, we will Burn it and send the Redemption Proceeds to your designated bank account.

If you miss the cut-off time for your Redemption and send your CADD too late, we will send it back to the digital wallet address from which it was sent, less blockchain transaction fees applicable to the return transaction, or if the amount of CADD you send is insufficient to cover the cost of blockchain transaction fees applicable to the return, the CADD will remain at the Burn address until you initiate a new Redemption transaction by completing the registration process again.

We will use commercially reasonable efforts to process Redemptions in accordance with the timeframes set out in the CADD Terms, but we are not liable or responsible to you for any liability, losses or damages that you might incur due to delays in processing a Redemption or sending you the applicable Redemption Proceeds. You must complete a new registration process each time you want to Redeem CADD directly with the Issuer. For clarity, your registration approval does not lead to an ongoing client relationship with the Issuer.

Redemption Administrative Fees

You will be charged an administrative fee equal to the greater of: (1) CAD $50.00; and (2) 0.25% of the Gross Redemption Proceeds (the "**Redemption Administrative Fee**"), plus applicable taxes, for any Redemption that you request directly with the Issuer. We may change the Redemption Administrative Fee upon 10 Business Days' prior written notice by amending the CADD Terms. The Redemption Proceeds sent to your designated bank account will be net of the Redemption Administrative Fee (plus applicable taxes).

Please see Section 3 of the CADD Terms for a complete description of your Redemption rights.

DISTRIBUTION ARRANGEMENTS

The Issuer has appointed CAD Digital to act as its agent to perform certain financial services consisting of arranging for the issuance, distribution and redemption of CADD to be issued by the Issuer, including by entering into Distribution Agreements, on behalf of the Issuer, to distribute CADD.

CADD is available for purchase by you from Distributors authorized by CAD Digital, as disclosed on our website.

The Issuer has established certain criteria for Distributors of CADD, including, among other things, regulatory compliance, minimum capital requirements and identity verification and anti-terrorist and sanctions screening of each proposed Distributor. Canadian Distributors of CADD may include dealers, advisers, investment fund managers and commodity trading managers that are registered under Canadian Securities Law, financial institutions, money services businesses that are registered under Canadian AML Law, payment service providers

that are registered under the *Retail Payments Activities Act* (Canada) and digital platforms (including social media and e-commerce platforms), loyalty programs or merchants, in some cases subject to minimum capital requirements set by the Issuer. Non-Canadian Distributors of CADD must be in compliance with analogous regulatory frameworks or satisfy similar requirements in their home jurisdictions.

Distributors sell CADD to End Users, purchase CADD from End Users and swap CADD with End Users through their own platforms and systems. Distributor Transactions are made by the Distributors on their own account, and not as agent for the Issuer or CAD Digital.

CADD may be available for swapping with other digital assets on decentralized exchanges and applications through the operation of smart contracts on Supported Blockchains, and without the involvement of any centralized intermediary. CADD may also become listed on centralized digital asset exchanges that are not Distributors and without our involvement. Our ability to control or influence distribution through such markets may be limited. However, we will monitor transactions of CADD conducted on such markets through proactive wallet attribution and blockchain forensic analytics, as described under “CADD PROGRAM TECHNOLOGY”. Where appropriate, and using commercially reasonable efforts, we will utilize on-chain asset freeze or seize operations where necessary to detect and deter illicit activity, mitigate potential fraud and comply with Applicable Law.

Fees Payable from End Users to Distributors

Distributors: (1) may, in their discretion, charge fees or provide discounts to End Users in respect of End User transactions; and (2) will distribute CADD to End Users at a price of CAD $1.00 per CADD, plus/minus any such fees or discounts provided or charged by such Distributor. Such fees and discounts are solely between a Distributor and End Users, and the Distributor is solely responsible for ensuring such fees and discounts comply with Applicable Laws.

CADD PROGRAM TECHNOLOGY

CADD is a fully reserved, fiat-backed stablecoin represented as a digital token on a distributed ledger. The following are key features of the technology used in the CADD Program:

- CADD is issued on multiple permissionless, public blockchains to leverage transparency and decentralization.
    - CADD transactions are recorded on-chain, offering transparent, cryptographically verifiable records that support regulatory oversight and real-time auditability.
    - Distributors Subscribe for and Redeem CADD with CAD Digital, on behalf of the Issuer, which transactions are reflected as Mint or Burn, on-chain transactions.
    - End Users are able to transfer CADD peer-to-peer on-chain.
    - CAD Digital monitors on-chain movements using blockchain analytics tools.

CADD Portal and CADD API

The CADD Portal is an institutional-grade, secure online portal through which CAD Digital orchestrates the issuance, distribution and redemption of CADD with the Issuer, Distributors, Depository Institutions and other service providers involved in the CADD Program. The CADD API is an application programming interface that we may make available to Distributors, Depository Institutions and other service providers involved in the CADD Program through which certain communications in connection with Subscriptions and Redemptions may be transmitted.

Tetra Unity Inc. ("**Tetra Unity**"), a wholly-owned subsidiary of Tetra Digital and an affiliate of the Issuer and CAD Digital, has developed and operates the CADD Portal and CADD API for, and on behalf of, the Issuer.

The CADD Portal and the CADD API are used to transmit and process Subscription requests from Distributors and Redemption requests from Distributors and End Users. Additionally, the Issuer, Trustee, CAD Digital and Distributors are able to communicate through the CADD Portal and CADD API.

Services provided by Tetra Unity were included in Tetra Trust Company's successful System and Organization Controls (SOC) 2 – Type II audit and penetration testing procedures in 2025, which were completed by Schellman and CyberWealth, respectively. Tetra Unity will undergo a stand-alone SOC 2 – Type II audit and penetration testing procedures in 2026.

The CADD Portal and the CADD API are hosted on a global leading cloud service provider's cloud infrastructure utilizing redundancy services designed to support a monthly availability percentage of at least 99.9%, which aligns with the minimum service availability levels generally provided by such service provider prior to the application of service credits.

CADD Smart Contracts, Mint/Burn Engine and Related Infrastructure

The smart contracts, Mint/Burn engine and related blockchain infrastructure that are used for the Minting and Burning of CADD are licensed from and provided by a reputable third party provider, and are operated by CAD Digital as agent for, and under the supervision of the Issuer. The third party provider is a global leader in blockchain security and pioneer of multi-party computation (MPC) encryption technology. The Issuer selected the third party provider following a comprehensive review of potential providers and solutions in the market, including certifications, audits and compliance. The selected provider maintains the following certifications and audits (which may be replaced with comparable or successor certifications and audits, from time-to-time):

- International Organization for Standardization 22301:2019, which is the international standard for Business Continuity Management Systems;
    - CryptoCurrency Security Standard Level III Qualified Service Provider; and
    - SOC 2 – Type II report.

Blockchain Analytics Tools

We monitor all on-chain movements of CADD using proactive wallet attribution and blockchain forensic analytics, including tools and services provided by global leader Elliptic. Elliptic is a

leading blockchain intelligence platform and core analytics provider supporting the CADD Program.

Tetra has been using Elliptic since November 2022, and has integrated blockchain forensic capabilities into its digital asset compliance framework. Elliptic services are integrated into the CADD Portal and the CADD API. Through this integration, Elliptic supports transaction monitoring, wallet screening, and blockchain risk analysis associated with CADD Minting and Redemption activity by providing a risk score, while the MPC wallet infrastructure allows us to take post-screening actions as necessary.

Specifically, Elliptic provides wallet attribution and risk scoring to identify and assess counterparty risk for blockchain addresses interacting with the CADD ecosystem. Wallets linked to illicit activity, sanctioned entities, or high-risk jurisdictions may be flagged for review prior to transaction processing.

These capabilities support Tetra's compliance framework for blockchain transaction monitoring and sanctions screening in connection with the CADD Program, and are designed to align with the Issuer AML and Sanctions Compliance Program.

In the event that our on-chain monitoring gives rise to a material concern CADD is held in a digital wallet associated with illicit or illegal activity, we will utilize on-chain asset freeze or seize operations where necessary to detect and deter illicit activity, mitigate potential fraud and comply with Applicable Law.

CONFLICTS OF INTEREST

Tetra has adopted a conflict of interest policy which establishes how Tetra identifies and mitigates actual and perceived conflicts of interest, including those that arise with its affiliates, CAD Digital and Tetra Unity.

Conflicts of interest between Tetra and CAD Digital are managed through role separation, policy ownership and oversight mechanisms. CAD Digital's mandate is operational and limited to the services expressly delegated to it under the CADD Agreements.

CAD Digital is supervised by a board of directors (the "**CAD Digital Board**") that is comprised of the CEO of Tetra Digital, the CEO of Urbana Corporation, the CEO of Purpose Unlimited and the Chief Legal Officer of Wealthsimple Financial Corp. As a result, the CAD Digital Board represents the perspectives of both Tetra and CAD Digital and is comprised of senior leaders in Canada's financial services industry.

All CADD Policies and Procedures are approved by the board of directors of Tetra, and those CADD Policies and Procedures that are performed or administered by CAD Digital are also approved by the CAD Digital Board. CAD Digital's compliance with the CADD Policies and Procedures are also supervised by Tetra through its reporting and audit rights under the Agency Agreement.

Overlapping Roles and Responsibilities

Potential and perceived conflicts of interest arising from the overlapping roles and responsibilities of Tetra, CAD Digital and their respective personnel in connection with the

CADD Program are mitigated through a range of contractual provisions set out in the CADD Agreements and the CADD Policies and Procedures, including the following:

- CAD Digital is required to contribute all Subscription Proceeds received for CADD directly to the Trust, where it is invested in Canadian Liquid Assets that comprise the Trust Capital.
- The Trustee is prohibited from using the Trust Capital for any purpose other than to fund Redemptions.
- The CADD Reserve Trust is audited annually, and the CADD Reserve is subject to monthly CADD Reserve Attestations, by the Independent Audit Firm, BT WM LLP.
- Tetra's Audit Committee receives quarterly reporting in support of the annual audit.
- Tetra's reporting and decision making processes as Issuer and Trustee are documented separately.
- Unique individuals are assigned to the Operations and Compliance teams of Tetra and CAD Digital, and no individual who is a member of CAD Digital's Operations team is authorized to perform the following functions on behalf of Tetra: (1) approve withdrawals from the CADD Reserve Trust; or (2) supervise CAD Digital's performance of its duties under the Agency Agreement.
- Formal segregation or roles for initiators and approvers of transactions for the CADD Reserve Trust, including reserve verification, Redemption authorization and payment of expenses.

CAD Digital's Role as Beneficiary of the Trust

A perceived conflict of interest arises from CAD Digital's role as beneficiary of the CADD Reserve Trust, because CAD Digital could be incentivized not to honour Redemption requests so that the Trust Capital remains in the Trust, increasing the Trust Income for its benefit.

This perceived conflict of interest in managed through contractual restrictions in the Trust Indenture, which: (1) prohibit the Trustee from making distributions of the Trust Income to the beneficiary when there are any unfulfilled Redemption requests outstanding; and (2) in the context of a wind-down of the CADD Program, prohibit the Trustee from using the Trust Capital for any purpose other than to satisfy Redemption requests until the Redemption rights of all CADD Holders are exercised or terminated.

CAD Digital's Role as Agent of the Issuer

A perceived conflict of interest arises from CAD Digital's role as agent of the Issuer, because CAD Digital's operational control over the Subscription Proceeds received for CADD exposes Tetra to risk of loss due to CAD Digital's fraud, willful or reckless misconduct or insolvency.

This perceived conflict of interest is managed through the contractual provisions of the Agency Agreement, including: (1) the requirement for CAD Digital to contribute all Subscription Proceeds for CADD into the Trust; (2) the Issuer's security interest over CAD Digital's beneficial

interest in the Trust; (3) the Issuer's right to terminate CAD Digital in the event of insolvency or material breach of the Agency Agreement; (4) the Issuer's right to approve all requests made by CAD Digital to withdraw the Trust Capital from the CADD Reserve Trust for the purpose of satisfying Redemptions; and (5) the explicit statement that the Subscription Proceeds belong to the Issuer, and not CAD Digital.

This perceived conflict of interest is also managed through the mitigation strategies set out above under "CONFLICTS OF INTEREST – Overlapping Roles and Responsibilities".

CADD REGULATORY FRAMEWORK

Loan and Trust Corporations Act (Alberta)

Tetra carries on business as a trust corporation under the LTCA, under the supervision of the ATBF. Each CADD is recorded as a liability on the balance sheet of the Issuer, and the Subscription Proceeds for such CADD are contributed to the CADD Reserve Trust.

Tetra performs its obligations as Trustee of the CADD Reserve Trust in accordance with the LTCA and the regulations made thereunder. The Trust Indenture provides that the Trust Capital may only be used for the purpose of funding Redemptions of CADD. The Trust Indenture provides that the Trustee will carry out and perform its privileges, rights, duties, powers, authorities and obligations in good faith and will, at a minimum, exercise the care, diligence and skill in the provision of its privileges, rights, duties, powers, authorities and obligations that a trustee would exercise in dealing with trust property of a similar kind.

Tetra and CAD Digital have provided certain undertakings to the ATBF regarding the CADD Program. The ATBF obtained a legal opinion that, subject to the assumptions and qualifications set out in the legal opinion, the CADD Reserve Trust is valid and that, in the event of an insolvency of the Trustee, the trust capital should be treated as property of the CADD Reserve Trust and not as property of the Trustee available for distribution to the Trustee's creditors. The President of Treasury Board and Minister of Finance of the Province of Alberta has approved the offering of the CADD Program by Tetra and CAD Digital.

We have undertaken to notify the ATBF if the CADD holdings of the Issuer and/or the persons involved in the management of: (1) the Issuer and CAD Digital who are responsible for supervising the issuance, distribution and redemption of CADD, and (2) the CADD Reserve, exceed prescribed thresholds on an individual and aggregate basis of the total amount of CADD outstanding. Following this notification, for so long as such prescribed threshold is exceeded, we will notify the ATBF of further increases or decreases in such individual or aggregate holdings at prescribed thresholds of the total amount of CADD outstanding.

We have undertaken to the ATBF to disclose details of the following events, should they occur: (1) any event or circumstance, other than an event having a material adverse effect on the value of Canadian dollars generally, that has or is likely to have a material adverse effect on the value of CADD or the Trust Capital; (2) Redemptions of CADD are suspended or halted; or (3) Tetra is not able to satisfy Redemption rights at the price or in the timeframes set out in the CADD Terms. Details will be disclosed on our website at https://tetradg.com/cadd-stablecoin/.

Canadian Securities Law

CADD is issued directly by a regulated financial institution and does not entitle its holders to receive interest, dividends or any other form of yield or investment return.

Tetra has a strong legal basis for taking the position that CADD does not fall within the definition of "security" under Canadian Securities Law, including without limitation and where applicable, the "instrument evidencing indebtedness" and "investment contract" prongs of that definition. Tetra also has a strong legal basis for taking the position that CADD does not fall within scope of the regulatory frameworks for financial derivatives under Canadian Securities Law. This view is informed by analysis of the statutory definitions of "security" and "derivative", as well as the

regulations, rules, decisions, orders, staff notices, news releases and other guidance issued by the securities regulatory authority or regulator in each province and territory of Canada, and relevant case law.

Even if CADD were to fall within the definition of "security" under the *Securities Act* in force in one or more provinces or territories of Canada, CADD has been designed to satisfy all conditions prescribed in the "specified debt" exemptions from the: (1) prospectus requirement set out in Section 2.34(2)(d) or (d.1) of National Instrument 45-106 *Prospectus Exemptions*; and (2) dealer registration requirement set out in Section 8.21(2)(e) of National Instrument 31-103 *Registration Requirements, Exemptions and Ongoing Registrant Obligations*. The foregoing securities regulatory exemptions are available in all provinces and territories of Canada.

Canadian AML Law and Canadian Sanctions Law

Tetra is a reporting entity in the category of "financial entity" under the *Proceeds of Crime (Money Laundering) and Terrorist Financing Act* (Canada) and must implement a compliance program that satisfies the requirements of the PCMLTFA, the regulations made thereunder and guidance issued by the FINTRAC. Tetra is also subject to ongoing compliance obligations under Canadian Sanctions Law.

CAD Digital will own and operate the smart contracts and related blockchain infrastructure for Minting and Burning CADD. CAD Digital will distribute and process Redemptions of CADD as agent for Tetra. CAD Digital's services as agent for Tetra include the implementation and oversight of a program to ensure that Tetra's issuance and Redemption of CADD is conducted in compliance with Canadian AML Law and Canadian Sanctions Law (the "**Issuer AML and Sanctions Compliance Program**").

The Issuer AML and Sanctions Compliance Program includes use of the tools and services described above under "CADD PROGRAM TECHNOLOGY – Blockchain Analytics Tools" for the purpose of attempting to detect, prevent, deter and report attempted money laundering, terrorist financing and sanctions evasion in accordance with Canadian AML Law.

CAD Digital, on behalf of Tetra, will complete identity verification and screening on all Distributors in compliance with the Issuer AML and Sanctions Compliance Program. Each Distributor will be responsible for completing its own identity verification and screening on each End User with which it deals directly, in compliance with applicable Canadian AML Law and Canadian Sanctions Law.

Stablecoin Act

There is currently no comprehensive regulation of the issuance of fiat-backed stablecoins in Canada. As described under "CADD VALUE PROPOSITION", the federal government introduced the *Stablecoin Act* (Canada) as part of Budget 2025, and it received Royal Assent on March 26, 2026.

The Bank of Canada will administer the new regime for non-prudentially regulated issuers in Canada. Related amendments to the *Retail Payment Activities Act* (Canada) will also be made to enable the regulation of payment service providers that carry out payment functions using prescribed stablecoins. With the *Stablecoin Act* receiving Royal Assent on March 26, 2026, the Department of Finance Canada, working closely with the Bank of Canada, has begun regulatory

development. Once completed, draft regulations will be published in the Canada Gazette for consultations before being finalized. It is expected that this work will continue over 12-18 months from early 2026, with the stablecoin framework coming into force in 2027[3].

We are following the progress of the *Stablecoin Act* and its draft regulations, and look forward to it coming into force. We are also participating in regulatory and policy discussions where possible and appropriate to do so. We will seek to ensure that the CADD Program is consistent with, and is not restricted by, Canada's evolving regulatory framework for fiat-backed stablecoins.

RISK FACTORS

The CADD Terms outline certain key risks associated with the use of CADD. These risks are summarized below. The risks described are intended to be a summary of the major risks associated with CADD and do not outline every risk associated with holding or otherwise using CADD. There may be other risks that relate to the use of CADD.

It is your responsibility to assess and determine whether it is appropriate for you to accept such risks based on your own circumstances. Nothing in this document, on our website or in other materials provided by us should be interpreted as tax, legal, or investment advice. By holding or otherwise using CADD, you do so entirely at your own risk.

Risks Associated with Usage or Holding of CADD

CADD are not Backed by the Government or Insured

CADD are not legal tender in Canada and are not backed by the government. End User holdings of CADD in accounts at Distributors are not insured under the *Canada Deposit Insurance Corporation Act* or under any other deposit insurance regime. All Redemptions of CADD are dependent upon the adequacy of the CADD Reserve and our ability to process Redemptions.

Secondary Market Risks

For each CADD issued, we collect CAD $1.00, which is held in trust by the Trustee and invested in Canadian Liquid Assets. The Trust Capital cannot be used for any purpose other than funding Redemptions. Although CADD can be Redeemed for CAD $1.00 and the Trust Capital has a value that is not less than the total number of outstanding CADD multiplied by CAD $1.00, market conditions beyond our control may cause the value or price of CADD on external platforms (including Distributors), third-party markets or exchanges to vary. We do not assume responsibility for any losses or complications arising from such value or price fluctuations.

CADD may be available for swapping with other digital assets on decentralized exchanges and applications through the operation of smart contracts on Supported Blockchains, and without the involvement of any centralized intermediary. CADD may also become listed on centralized digital asset exchanges that are not Distributors and without our involvement. Our ability to control or influence distribution through such markets is limited.

[3] https://www.canada.ca/en/department-finance/programs/financial-sector-policy/canadas-stablecoin-framework.html.

Irreversible Nature of Transactions

Your Transactions will, in general, be irreversible, and losses due to Your Transactions that are fraudulent or accidental may not be recoverable. Once a CADD Holder sends CADD from their account with a Distributor to any other digital wallet address, the CADD Holder may lose access to, and any claim on, that CADD permanently. If, in Your Transaction, CADD is transferred to the wrong address or the incorrect amount of CADD is transferred (in either case, whether fraudulently or accidentally), you will only be able to recover such CADD if the transferee of such CADD agrees to send the CADD back to you. Additionally, if you send CADD to a wallet or address that does not support CADD, such transfer will generally be irreversible.

We bear no responsibility for any losses you might incur as a result of your transfers of CADD, including sending: (1) CADD to the wrong address, (2) the incorrect amount of CADD, or (3) CADD to a wallet or address that does not support CADD.

Suspensions, Restrictions and/or Seizures of CADD relating to Prohibited Uses, Applicable Law and Unlawful Activity

By holding or otherwise using CADD, you agree that you will not hold or use CADD in connection with any Prohibited Use, and we reserve the right to monitor Your Transactions and other information we receive about you for Prohibited Uses. We may suspend or permanently restrict your use of CADD (including your ability to Redeem CADD) and block or otherwise prevent Your Transactions: (1) in connection with any Prohibited Uses of CADD; (2) if required by Applicable Law (including court orders, regulatory directives, or instructions from law enforcement or other competent authorities); (3) based on a Distributor's notification or request (where applicable); or (4) if you breach the CADD Terms.

Additionally, if we determine that you are, or are acting on behalf of, a person designated or listed under Canadian Sanctions Law, or are located in, or are a citizen or resident of any jurisdiction that is designated or listed under Canadian Sanctions Law, we may suspend or permanently restrict your use of CADD (including your ability to Redeem CADD). In such cases, any CADD presented for Redemption may be frozen and/or forfeited.

Your CADD may also be subject to seizure or forfeiture by authorities, and we will comply with any legal requirements in this regard. CADD that is frozen, seized, forfeited, or otherwise restricted under Applicable Law may become permanently inaccessible and unusable, and may, where appropriate, be Burnt.

We may, at our sole discretion, restrict or block certain addresses if we believe they are linked to unlawful activity or any conduct that breaches the CADD Terms. This includes preventing the transfer of CADD to or from such addresses.

Depending on your jurisdiction, you may be restricted from using CADD. It is your sole responsibility to ensure that your use of CADD complies with Applicable Laws.

Reliance on CAD Digital

CADD Holders are dependent on the capabilities and capacity of CAD Digital, as agent for the Issuer, to effectively administer the CADD Program, including arranging for the issuance, distribution and redemption of CADD. In the event CAD Digital ceases to act as agent for and

on behalf of the Issuer, there is no guarantee how orderly, efficient and uninterrupted the transition will be from CAD Digital to the Issuer or to the Issuer's appointed replacement agent. Additionally, if the Issuer desires to appoint a replacement agent to administer the CADD Program, there is no guarantee that the Issuer will be able to find a replacement agent.

CADD Wind-Down

In certain circumstances, we may be required to wind-down CADD. In the event of a wind-down of CADD, we will provide at least 180 days' written notice to CADD Holders by issuing a press release and posting on our website and social media channels. During the Wind-Down Period, you will have the opportunity to sell or Redeem your CADD with a Distributor or directly with the Issuer. The Trustee may extend the Wind-Down Period for two additional 90-day periods if the Trustee determines that it is in the best interests of CADD Holders to do so. If you do not sell or Redeem your CADD with a Distributor or directly with the Issuer during the Wind-Down Period, your Redemption rights will terminate and any CADD that remains outstanding will have no value with reference to the CADD Reserve.

Conflicts of Interest

Potential and perceived conflicts of interest arise from the overlapping roles and responsibilities of Tetra, CAD Digital and their respective personnel in connection with the CADD Program, and from CAD Digital's role as beneficiary of the CADD Reserve Trust. See "CONFLICTS OF INTEREST" for details.

If such conflicts of interest materialize, they could have a potential adverse effect on the CADD Program, include your ability to Redeem CADD.

Technological Risks Associated with CADD, Digital Assets and Blockchain Networks

There are significant technological risks related to CADD and digital assets generally.

Cybersecurity Risks, Data Breaches and Attacks

The nature of crypto assets, including CADD, may lead to an increased risk of fraud or cyberattack and technological difficulties may prevent or impair your use of CADD.

We are subject to cybersecurity risks, including the risk of failures, disruptions, breaches or other compromises of our information technology systems, whether resulting from intentional or unintentional acts. Such events may arise from internal or external sources and could result in loss, theft or unauthorized disclosure of proprietary, confidential or personal information, as well as disruptions to our operations. Any such occurrence could adversely affect our ability to carry on operations relating to the CADD Program, including the maintenance of systems and processes related to the smart contracts, Mint/Burn engine and related blockchain infrastructure, and may result in delays, interruptions or failures in facilitating transactions.

Although through the CADD Policies and Procedures, we have implemented policies, procedures and technical safeguards intended to manage and mitigate cybersecurity risks, there can be no assurance that these measures will be effective in preventing cybersecurity incidents or that future incidents will not occur.

Additionally, Distributors and third-party service providers that we rely on may be subject to cybersecurity risks that are beyond our control, which could adversely affect our operations and the functioning of the CADD Program.

Private Keys

CADD that is recorded at a particular digital wallet on a blockchain ledger address is controlled by whomever holds the private key for that wallet address. If your private key is compromised or lost, you may be unable to access your CADD, CADD in that address may be stolen or lost, or otherwise unrecoverable and irreversible.

Supported Blockchains

Each CADD that is issued by the Issuer is recorded on one of the Supported Blockchains. CAD Digital ensures that CADD can be recorded and transferred on all Supported Blockchains. We may designate additional blockchains as Supported Blockchains or remove a previously designated Supported Blockchain at any time, in our discretion.

Supported Blockchains may encounter congestion, elevated transaction costs, network modifications, outages, or Forks, which may impact your ability to send, receive or swap CADD. We neither possess ownership nor exercise control over any Supported Blockchain protocols, and are not responsible for their operation. We do not guarantee the security, performance, or availability of any Supported Blockchain.

If we become aware of any forthcoming changes to the operating rules of a Supported Blockchain which would result in the creation of one or more Forks, then we will provide notice on our website as soon as reasonably feasible as to which Fork will be supported and any other measures being taken to manage the impact of the Fork. Only CADD on the supported Fork will thereafter constitute CADD in accordance with the CADD Terms. Forking events could adversely impact the viability of CADD, including its value.

Additionally, some of Your Transactions will be deemed to be made when recorded on the Supported Blockchain, which is not necessarily the date or time that Your Transaction is initiated.

Alternative or Equivalent Versions of CADD

Given the public nature of crypto assets, unaffiliated third parties can create alternative or equivalent versions of CADD (including wrapped versions of CADD), including on one or more Supported Blockchains. Such alternative or equivalent versions would not be under our control and we assume no responsibility for any value that may be lost as a result of the acquisition or use of such alternative or equivalent versions of CADD.

Dependence on the Internet

CADD is accessed via the internet and is dependent upon the continued functioning of the internet. Any telecommunication breakdown, internet disturbance, security breach or cyberattack, or power outage or shortage, may impact your ability to purchase, sell, send, receive or swap CADD. Additionally, such a disruption may affect our capabilities to effectively administer the CADD Program, including arranging for the issuance, distribution and

Redemption of CADD. We will not be liable or responsible to you for any failure or delay in fulfilling or performing any of our obligations, when and to the extent such failure or delay is caused by these disruptions.

GLOSSARY

"**Agency Agreement**" means the CAD Digital Financial Service Agency Agreement dated March 30, 2026 under which the Issuer engages CAD Digital to act as its agent to arrange for the issuance, distribution and redemption of CADD.

"**Annual Financial Statements**" means the annual financial statements of the CADD Reserve Trust, which include the statement of financial position, the statement of profit and loss and other comprehensive income, the statement of changes in equity and the statement of cash flows, and notes to the financial statements, each prepared for the most recently completed financial year and the financial year immediately preceding the most recently completed financial year, if any.

"**Applicable Law**" means any law, rule, statute, regulation, by-law, order, ordinance, protocol, code, guideline, treaty, policy, notice or direction issued by any governmental or regulatory authority or any judicial, arbitral, administrative, ministerial or departmental judgment, in each case, published or in force at any time during the term of the CADD Agreements, which govern or regulate CAD Digital, the Issuer, the Trustee, Distributors or you, as applicable, in the performance of its obligations or the exercise of its rights under the applicable CADD Agreement.

"**Burn**" means to permanently remove CADD from circulation. "**Burning**" and **"Burnt**" have a corresponding meaning.

"**Business Day**" means any day on which banks in the Province of Alberta are open for business.

"**CADD API**" means the application programming interface that CAD Digital may, at its discretion, make available to Distributor through which certain communications in connection with Subscriptions and Redemptions may be transmitted.

"**CADD Agreements**" means the Trust Indenture, the CADD Terms, the Agency Agreement and the Distribution Agreements.

"**CADD Holder**" means any holder of issued and outstanding CADD, which, for greater certainty, includes Distributors and End Users when holding CADD.

"**CADD Policies and Procedures**" means policies and procedures adopted by Tetra and CAD Digital for the purpose of performing their obligations under the CADD Agreements.

"**CADD Portal**" means an online portal through which CAD Digital arranges for the issuance, distribution and redemption of CADD.

"**CADD Program**" means the issuance, distribution and redemption of CADD by Tetra in accordance with the CADD Agreements and the CADD Policies and Procedures.

"**CADD Reserve**" means, at any time: (1) the Trust Capital; and (2) the Trust Income, but excludes all amounts which have been paid or distributed therefrom pursuant to the provisions of the Trust Indenture.

"**CADD Reserve Attestations**" means an attestation prepared by the Independent Audit Firm based on their review of the CADD Reserve and related records in accordance with the requirements set out in the Trust Indenture.

"**CADD Terms**" means the terms and conditions governing the issuance, holding, Redemption and other uses of CADD by CADD Holders, which are publicly available on the Issuer's website.

"**Canadian AML Law**" means the PCMLTFA, regulations made thereunder and guidance issued by FINTRAC.

"**Canadian GAAP**" means generally accepted accounting principles in effect from time to time in Canada, including IFRS, applicable to the relevant period and applied in a consistent manner from period to period during such time.

"**Canadian GAAS**" means generally accepted auditing standards in effect from time to time in Canada, applicable to the relevant period and applied in a consistent manner from period to period during such time.

"**Canadian Liquid Assets**" means: (1) Canadian dollars; (2) investments that are evidence of indebtedness with a remaining term to maturity of 90 days or less and that are issued, or fully and unconditionally guaranteed as to principal and interest, by the Government of Canada; (3) securities issued by one or more money market funds licensed, regulated or authorized by a governmental or regulatory authority in Canada; or (4) such other liquid assets as may be acceptable to the Trustee having regard to the *Capital and Liquidity Treatment of Crypto-asset Exposures (Banking) – Guideline* published by the Office of the Superintendent of Financial Institutions (or any replacement or successor guideline).

"**Canadian Sanctions Law**" means the economic sanctions and anti-terrorism laws and legal requirements in Canada as set out in the *Special Economic Measures Act*, the *United Nations Act*, the *Freezing Assets of Corrupt Foreign Officials Act*, the *Justice for Victims of Corrupt Foreign Officials Act* (Sergei Magnitsky Law), Part II.1 of the *Criminal Code*, and related regulations made thereunder, each as amended or replaced from time to time.

"**Canadian Securities Law**" means the *Securities Act* and, where applicable, the *Commodity Futures Act* or *Derivatives Act* in force in each province and territory of Canada, together with the regulations, by laws, rules, instruments, blanket orders, notices, policies and guidance made thereunder by the securities regulatory authority or regulator in the province or territory, each as amended or replaced from time to time.

"**Depository Institution**" means an institution in any of the following categories, provided that cash balances held by such institution are insured by the Canada Deposit Insurance Corporation, the Canadian Investor Protection Fund or a similar guarantee or insurance scheme authorized by federal, provincial or territorial legislation and in accordance with the coverage limits prescribed under such guarantee or insurance scheme:

- a bank listed in Schedule I or Schedule II to the *Bank Act* (Canada);

- an *authorized foreign bank* as defined in section 2 of the *Bank Act* (Canada) in respect of its business in Canada;
- a cooperative credit society, savings and credit union, caisse populaire or central cooperative credit society that is regulated by a provincial Act or an association regulated by the *Cooperative Credit Associations Act* (Canada);
- His Majesty in right of a province or an agent or mandatary of His Majesty in right of a province, if His Majesty in right of a province or the agent or mandatary accepts deposits transferable by order;
- a company to which the *Insurance Companies Act* (Canada) applies or an insurance company regulated by a provincial Act;
- a company to which the *Trust and Loan Companies Act* (Canada) applies;
- a trust company that is regulated by a provincial Act;
- a loan company that accepts deposits transferable by order and is regulated by a provincial Act; or
- an investment dealer that is a member of the Canadian Investment Regulatory Organization ("**CIRO**") and that is permitted under the rules of CIRO, as amended from time to time, to hold cash and securities of clients,

that the Trustee may select from time to time for holding all or any part of the CADD Reserve.

"**Distribution Agreement**" means a distribution agreement between CAD Digital and a Distributor of CADD governing the distribution of CADD by such Distributor.

"**FINTRAC**" means the Financial Transactions and Reports Analysis Centre of Canada.

"**Gross Redemption Proceeds**" means CAD$1.00 per CADD that is Redeemed.

"**IFRS**" means the International Financial Reporting Standards, namely the standards, interpretations and the framework for the preparation and presentation of financial statements (in the absence of a standard or an interpretation) adopted by the International Accounting Standards Board (IASB).

"**Independent Audit Firm**" means BT WM LLP, or such other independent audit firm engaged by the Issuer from time-to-time.

"**Mint**" means the process by which new CADD is issued and recorded on a Supported Blockchain by operation of smart contracts administered by CAD Digital as agent for the Issuer. "**Minted**" and "**Minting**" have a corresponding meaning.

"**PCMLTFA**" means the *Proceeds of Crime (Money Laundering) and Terrorist Financing Act* (Canada).

"**Redemption**" means the redemption of CADD with CAD Digital, as agent for the Issuer, by a Distributor or an End User. "**Redeem**" has a corresponding meaning.

"**Redemption Proceeds**" means the Gross Redemption Proceeds less any applicable Redemption Administrative Fees and taxes.

"**Subscription**" means the subscription by, and issuance to, a Distributor for a specified number of CADD in consideration for a corresponding number of Canadian dollars. "**Subscribe**" has a corresponding meaning.

"**Subscription Proceeds**" means CAD $1.00 per CADD.

"**Supported Blockchain**" means the permissionless, public blockchains that are approved and supported by the Issuer for CADD, including Ethereum, Polygon POS, Base, Arbitrum and Solana.

"**Trust Account**" means one or more trust accounts opened and maintained by the Trustee in the name of the Trust, at a Depository Institution, for the sole purpose of holding the CADD Reserve in trust on behalf of the beneficiary thereof pursuant to the Trust Indenture.

"**Trust Indenture**" means the trust indenture dated March 30, 2026 pursuant to which the Trustee holds the CADD Reserve in trust for the benefit of CAD Digital.

REVISION HISTORY

Prior versions of this document are available upon request by emailing caddoperations@tetradg.com.

Date	Version	Description
2026/05/04	1.0	Initial version posted on website
2026/09/24	1.1	General review and update