

2026 Q1 Update to the Newton Protocol & NEWT Disclosure & Transparency Report

April 30, 2026

This Q1 2026 update supplements the Newton Protocol and NEWT Transparency Report originally published in June 2025 and its subsequent updates. It provides updates on developer progress, regulatory disclosures, ecosystem growth, and treasury operations for the period from January 1, 2026 through March 31, 2026. Except as expressly noted below, the disclosures in the prior reports remain unchanged. The section numbering that follows corresponds to the initial Transparency Report.

2. Project and Protocol

Protocol Documentation and Website

During Q1 2026, the Foundation published an updated whitepaper (see: <https://newton.xyz/whitepaper>) and launched a significantly revised version of the newton.xyz website. The updated materials reflect the current state of Newton Protocol as a pre-settlement transaction authorization layer, and emphasize its positioning as a shared, credibly neutral policy and authorization layer that reduces bespoke compliance implementations and enables reusable, composable policy templates across ecosystems. The website redesign consolidates the Foundation's external communications under the newton.xyz domain.

In connection with the launch of the updated website and whitepaper, the Foundation consolidated its social media presence. The Newt.Foundation and Magic Newton X (Twitter) accounts were merged into a single account at [@newton_xyz](https://twitter.com/newton_xyz). This consolidation is intended to provide a clearer and more unified public communications channel for the Newton Protocol ecosystem.

Interactive Protocol Demo

In late February 2026, the Foundation made available an interactive protocol demonstration at demo.newton.xyz. The demo provides developers and prospective integration partners with a practical, hands-on introduction to Newton Protocol's policy engine and authorization workflow, including illustrative scenarios covering risk-based transaction blocking, zero-knowledge privacy attestations, and AI agent guardrails. The demo is intended as an educational and developer enablement tool and does not represent a production deployment.

3. Roadmap

There are no material changes to the roadmap. The Foundation continues to prioritize incremental decentralization, developer enablement, and security-first deployment of policy verification infrastructure.

4. Technology and Infrastructure

New Integrations and Data Providers

During Q1 2026, Magic Labs, as a core contributor to the Newton Protocol ecosystem, developed and deployed additional integrations that expand the range of identity, compliance, and behavioral signals that can be referenced by Newton Protocol policies. Two integrations were announced publicly during the quarter:

Human Passport Data Oracle (announced March 5, 2026). Newton Protocol integrated Human Passport, a product of human.tech, to support onchain humanity verification. The integration enables developers to incorporate up to three complementary verification signals into a Newton Protocol policy: a Passport Stamps Score (user-verified credentials proving unique personhood), a Models API Score (ML-based onchain behavioral analysis for Sybil detection), and Proof of Clean Hands (zero-knowledge KYC and sanctions screening attestations). The integration is designed to allow applications to enforce pre-transaction humanity requirements without relying on centralized gatekeepers.

Persona Data Oracle (announced March 9, 2026). Newton Protocol integrated Persona, a leading identity infrastructure platform, to enable real-time identity and jurisdictional compliance enforcement. The Persona Data Oracle connects Persona's validated identity attributes (including age, nationality, residency, and state) with Newton's policy engine, enabling jurisdictional checks that are enforced at the transaction level rather than the application level.

As with prior disclosures, these integrations are illustrative of how Newton Protocol can serve as a neutral policy layer across heterogeneous systems. They do not constitute endorsements of any specific application, nor do they represent guarantees of regulatory compliance. Additional detail on integrations is available at blog.newton.xyz.

5. Foundation Structure and Key Contributors

New Hire: Head of Commercial

Effective March 10, 2026, the Foundation announced the appointment of Jeff Marsilio as Head of Commercial for Newton Protocol. Mr. Marsilio co-founded Niftys (acquired by MoonPay), led enterprise licensing at the NBA where he contributed to significant digital revenue growth, and previously served as Chief Business Officer at CommunityLabs, a venture backed by Lightspeed and Bain Capital Crypto. Mr. Marsilio brings experience in institutional adoption of novel infrastructure within complex regulatory environments.

10. Financial Overview and Transparency

Loan Arrangements

During Q1 2026, the Foundation concluded its token loan arrangement with Flow Traders Investments Limited. The loan term was completed and the associated NEWT tokens were returned to the Foundation.

The Foundation has entered into a new retainer arrangement with Echo Trade, a Dubai-based liquidity provider. As with prior arrangements, the engagement is designed to support equitable token distribution and accessibility, without incentives that disadvantage the community and without conferring any discretionary authority over protocol decisions. No NEWT tokens have been allocated to this arrangement in a manner that would constitute a sale; the structure and terms of the engagement are consistent with the Foundation's commitment to transparency and regulatory compliance.

The Foundation notes that these arrangements of this type are intended solely to support liquidity and community access, and do not reflect any change to the Foundation's operations, governance, or token economic model.

11. Protocol Governance

There are no material updates to the Newton Protocol governance framework. The Protocol remains in Phase 0: Governance Planning, during which governance efforts are focused on documentation, principle-setting, and long-term structural design. For additional detail on Phase 0 governance and the planned progression toward decentralization, see the Foundation's Governance Model documentation at docs.newt.foundation/governance/governance-model.

12. Community and Public Relations Initiatives

Industry Events and Conference Presence

During Q1 2026, the Foundation and ecosystem contributors maintained an active presence at industry events focused on blockchain infrastructure, compliance, and policy innovation.

- **New York Digital Asset Summit (NYDAS).** The Foundation participated in the New York Digital Asset Summit (NYDAS) in March 2026. In connection with the Summit, Newton Protocol co-hosted a joint happy hour event in collaboration with The Rollup, Nest, and other ecosystem participants. The event was focused on relationship-building and technical dialogue across infrastructure layers demonstrating how Newton's authorization and compliance layer is vital to onchain finance.
- **DC Blockchain Summit 2026.** In March 2026, Foundation representatives participated in the DC Blockchain Summit 2026. Participation was focused on engaging with industry experts and policymakers and promoting discussion of Newton Protocol's authorization layer as a meaningful infrastructure primitive for compliance use cases in the context of developing U.S. digital asset regulations, including the GENIUS Act and related legislative discussions.

Regional Community Engagement

The Foundation and ecosystem contributors continued to support regional community growth initiatives across multiple markets during Q1 2026.

- **Korean Community: D'CENT Year-End Gala Campaign (January 2026).** As a continuation of the Foundation's Korean-market community initiatives disclosed in the

Q4 2025 update, Newton Protocol participated as a featured project in the D'CENT Year-End Gala campaign in partnership with D'CENT Wallet (operated by IoTrust). The campaign, which ran from December 10, 2025 through January 13, 2026, offered a reward pool of 66,000 NEWT distributed through a combination of onchain quests and hardware wallet purchase incentives. The campaign was structured to encourage NEWT utility and ecosystem engagement; all airdrop distributions were conducted by D'CENT onchain and the remaining undistributed NEWT from the campaign was returned to the Foundation.

- **Korean Ambassador Content Campaign (March 2026).** During March 2026, the Foundation supported a structured Korean-language content creator campaign managed by Ark Point. The campaign ran for approximately four weeks and produced over 100 pieces of content across X (Twitter), Telegram, and YouTube, covering Newton Protocol's architecture, protocol demo walkthroughs, partnership analyses, regulatory context, and real-world DeFi case studies. The campaign was evaluated on criteria including content quality, volume, consistency, and topic diversity. Participants included both long-form analytical writers and accessible educators, with several pieces identified as suitable for future community reference materials. The campaign is intended as an ongoing ecosystem awareness and education initiative.
- **Vietnamese/English Content Bounty (February-March 2026).** The Foundation's Vietnamese-language community channel, @MagicNewton_VN, organized a Content Bounty Program (Round 1) for Vietnamese- and English-language contributors, with a submission period running from February 24 through March 10, 2026. The program offered a \$1,000 USDT prize pool across 14 winners, with content evaluated on clarity, accuracy, creativity, and engagement. Topics included Newton Protocol's architecture, policy infrastructure, integrations, and the protocol demo. The program is part of the Foundation's broader effort to expand accessible educational content in regional markets.

Protocol Integrations and Ecosystem Partnerships

In addition to the data oracle integrations described in Section 4, the following ecosystem partnership and integration activity occurred during Q1 2026:

- **Tread.fi Integration.** In March 2026, Tread.fi announced its integration of Newton Protocol's policy engine as part of its Unified Orchestration Account (UOA) product. Tread.fi is building cross-chain trading and execution infrastructure for digital assets; its UOA product is designed to enable users to trade across decentralized perpetual exchanges and manage margin balances cross-chain. Newton Protocol's policy engine is integrated to allow wallet-specific rules on transfers, including whitelisted addresses and transaction limits. Future planned features include support for AI agent-authorized trading within user-defined policy constraints. David Jeong, a Director of the Magic Newton Foundation, is the CEO of Tread.fi. Consistent with the Foundation's conflict of interest policy disclosed in the June 2025 Transparency Report, Mr. Jeong has disclosed this affiliation and recuses himself from Foundation discussions and decisions related to Tread.fi.

- **Human.tech Twitter Space (March 27, 2026).** Newton Protocol participated in a joint Twitter Space hosted by human.tech titled "Accelerate Humanity: Enforcing Identity in the Age of Infinite Agents." The event featured Sean Li, co-founder and CEO of Magic Labs, and focused on identity verification in the context of agentic AI systems and the Human Passport integration with Newton Protocol. The event was intended as a developer and community education initiative.

Beyond the above, the Foundation and ecosystem contributors continued general business development and partnership outreach activities during the quarter. These ongoing efforts are consistent with the Foundation's mission to support developer adoption and ecosystem growth.

13. Legal and Regulatory Considerations

Updated MiCA Disclosure

On January 21, 2026, the Foundation published an updated disclosure under the EU Markets in Crypto-Assets Regulation (MiCA). This updated filing reflects the current scope and functionality of Newton Protocol following its evolution into a generalized policy and authorization engine, the role and utility of the NEWT token in the updated architecture, and clarifications consistent with prior transparency reporting. The updated MiCA disclosure is publicly available at mica.newton.xyz.

Regulatory Engagement and Positioning

The Foundation's participation in the DC Blockchain Summit and other policy-focused forums during Q1 2026 reflects its ongoing engagement with the developing U.S. regulatory landscape for digital assets. Newton Protocol's authorization layer is designed to support the kinds of verifiable, programmable compliance controls that are increasingly contemplated by regulatory frameworks such as the GENIUS Act, MiCA, and FATF Travel Rule requirements. The Foundation does not represent that Newton Protocol, by itself, satisfies any particular regulatory obligation, and recommends that participants consult qualified legal counsel regarding their specific regulatory requirements.

This update is provided for informational purposes and supplements prior disclosures. It does not constitute an offer to sell or solicitation to buy NEWT tokens. The information provided is accurate to the best of the Magic Newton Foundation's knowledge as of the date of publication. Future-looking statements involve uncertainties and actual outcomes may differ. Magic Newton Foundation and Magic Labs are separate unaffiliated entities; this report has been prepared by and reflects the disclosures of the Magic Newton Foundation only.