HODL

ANCHOR

Abstract

In the past, individuals were able to accumulate wealth through their savings accounts. However, with inflation rates at a 40-year high and a low-interest-rate environment, simple saving leads to a loss of purchasing power. Nowadays, individuals are expected to lose 5-10% of their wealth per year. To counter these effects, many individuals seek other investment vehicles to maintain their wealth. One of these alternatives is Decentralized Finance (DeFi). DeFi platforms offer financial instruments such as borrowing and lending, liquidity providing and saving products to achieve yield.

The current challenge within DeFi is the reliability of achieving a stable and predictable yield. The Anchor Protocol aims to solve this issue by providing users with a decentralized money market that functions on the Terra blockchain.

Anchor enables users to borrow and lend stablecoins to achieve yield that is attained through Anchor's money market, anchored in UST, Terra's native stablecoin. The savings product that Anchor offers pays depositors a stable interest rate of 19.5% APY at the time of writing. The combination of a fixed interest rate and the stability of a stablecoin offers users certainty and an opportunity to counter inflation.

'We believe that the path to mass adoption for decentralized finance is the savings product.'

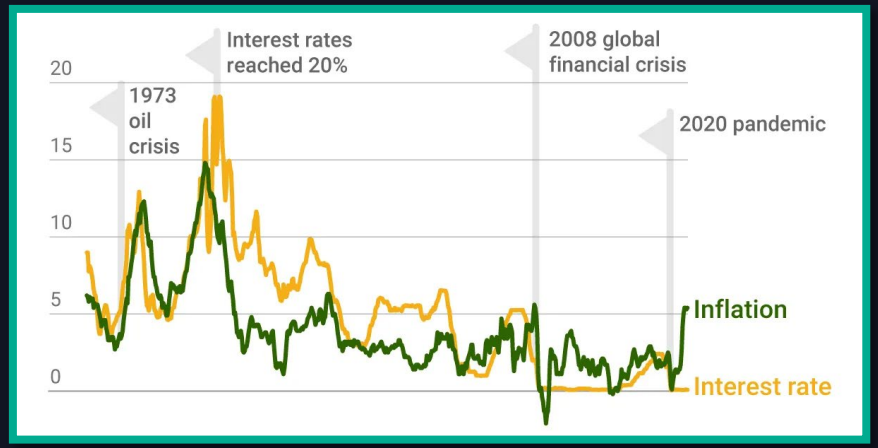
- Anchor Protocol

Preface

For decades, a savings account was one of the safest investment vehicles for people to build wealth. Individuals who had a savings account received an interest rate between 5 and 10%.

This has changed throughout the years. Interest rates have been in a downward trend and with the current economic circumstances, a large increase is not feasible without direct negative implications. During this time, inflation has been rising and for most regions in the world, it's at a 40-year high.

The loss of purchasing power leads savers to alternative investment vehicles. Individuals started to invest in equities, bonds, real estate, crypto and eventually DeFi.



Source: gzeromedia.com

Anchor Protocol | Problem statement

Source: LeewayHertz.com

Preface

DeFi platforms offer investment products such as borrowing & lending, liquidity providing, and saving products to generate yield. The saving product most often offered in DeFi is single asset staking, which generates additional interest in the deposited cryptocurrency. This is unsuitable for most users due to the price volatility of cryptocurrencies.

Other platforms offer saving products on dollar-based stablecoins - cryptocurrencies pegged to the dollar. The downside of this product lies in the cyclical nature of the stable coin yields as these fluctuate greatly based on market conditions, giving depositors an uncertainty about their yields.

Anchor protocol aims to solve these issues by offering a high and stable interest rate paid in stablecoins, eliminating possible depreciation. By tackling both problems Anchor envisions becoming the gold standard for passive income on the blockchain.

Overview

Founded in 2020, Anchor Protocol is a decentralized money market that operates on the Terra network. Users of Anchor can borrow and lend the native Terra dollar-stablecoin: TerraUSD (UST).

Borrowers of UST must provide collateral equal to or greater than the amount borrowed and are required to pay interest on their loan. On the opposite side, depositors of UST get rewarded with a fixed interest rate, currently set at 19.5% Annual Percentage Yield (APY).

Users can also use the platform for staking or providing liquidity to Anchor's native token ANC, thus contributing to the project's network effects and liquidity. Lastly, users can also choose to bond their assets, stake them and earn staking rewards in return.

Source: coinlive.me

Anchor Protocol | Solution

Overview

In order to sustain a healthy yield for depositors, Anchor employs Bonded assets (bAssets) as a requirement for collateral from borrowers.

Bonded Assets are tokenized representations of staked assets in a Proof-of-Stake (PoS) blockchain that generate a yield in the form of staking rewards.

When supplied as collateral, the rewards from the bAssets are employed by Anchor to distribute these yields to the platform's lenders.

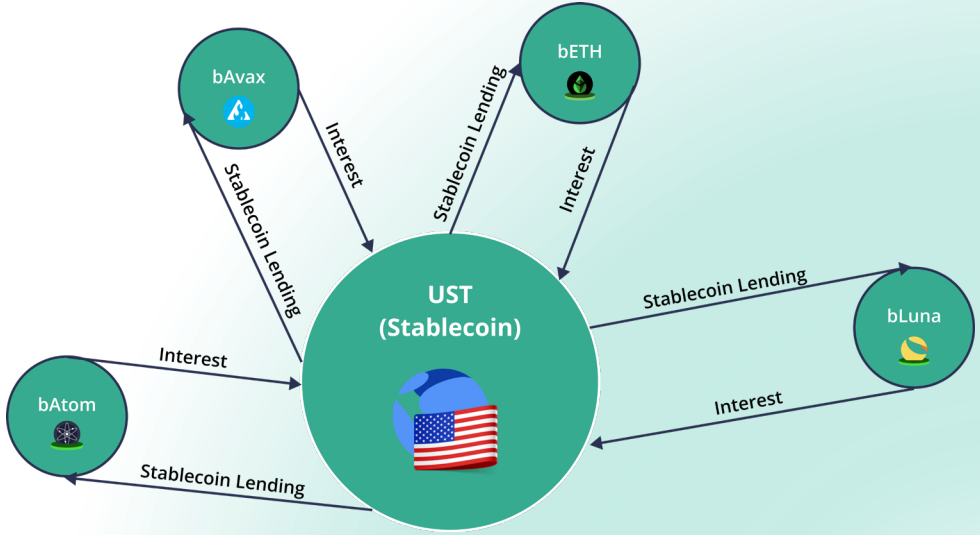
Through the staking rewards and borrow rate, the protocol maintains the offered interest rate of 19.5% APY on UST, referred to as the "Anchor Rate" – the target APY which the Anchor Protocol aims to always offer to its depositors.

Terra Money Market

In the broader context of the Terra ecosystem, Anchor Protocol is a money market that provides UST borrowing and lending pools that generate returns from the interest paid by borrowers. Borrowers put down bAssets as collateral to borrow UST from the pool.

The ratio between lent UST and deposited UST is known as the Utilization Ratio. This ratio is used to determine the interest on the platform for both lenders and borrowers. What is typically observed with such models is that the utilization ratio is highly cyclical due to the volatility of the cryptocurrency market.

In order to provide a reliable yield on UST deposits, Anchor Protocol has set its own benchmark – the Anchor Rate. The platform provides its depositors an interest in their native token, which is coming from the staking rewards gathered from the bAssets it holds as collateral.

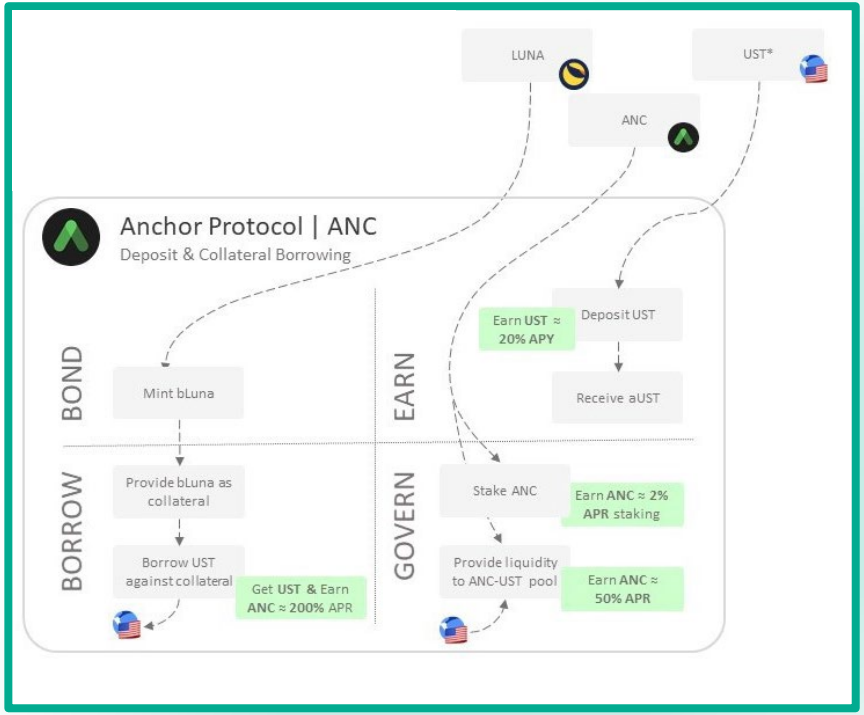


Terra Money Market

Anchor Protocol collects staking rewards from bAssets on PoS chains such as Luna or Ethereum. All received staking rewards are sold and converted into UST. Thus, the Anchor Rate can be perceived as the average of all weighted yields from bAssets used as collateral for borrowing UST.

Lastly, all debts against the borrowed UST are over-collateralized via a loan-to-value (LTV) mechanism which poses a borrowing limit for the user. In case extreme volatility is experienced in the market, Anchor's liquidation protocol will maintain deposit safety by paying off borrowers' debts that are at risk of violating collateral requirements.

With Anchor, the return that depositors can expect is a function of borrowers' on-chain income. The Anchor money market is a unique enabler of "yield transfer" from the borrower to the depositor by accepting bAssets as collateral.



Source: bryanlabs.net

Audit

- Despite being critically positioned within the Terra ecosystem and being created by Terraform Labs (TFL), audit scores of the Anchor Protocol have shown the team's priority to ship a complete consumer-focused product to market fast.

  This is reflected in the fact that one critical and two major issues were found during the audits before launch, which were promptly resolved. More recently, Anchor Protocol was reviewed by DeFiSafety who provided a score of 75%. This was mainly because it was unclear whether the code was extensively tested for verification before deploying into the open market.

- It is also worthy to note that the Anchor smart contract logic has not been exposed to extensive volatility, typical of the crypto markets. The protocol has been live since April 2021 and has not undergone an event where many positions must be liquidated in a short period of time.

Source: defisafety.com

Use Cases

The DeFi platform offers four main options: Earning, Borrowing, bAssets, and Governance.

The first three features are closely interlinked:
- To borrow UST, a user needs to deposit a bAsset as collateral.
- The borrowed UST is supplied by individuals who want to earn a stablecoin yield.
- To encourage users to borrow, borrowers are rewarded in the Anchor Governance token - ANC.

Anchor created a DeFi platform where one user can help the other. The interface designed by Anchor is easy to use and accessible to everyone with an internet connection. Anchor users merely need to have a digital wallet that can connect to the Terra blockchain, buy UST, and deposit the stablecoin on the DeFi platform.

Source: Fabrizio Medium.com

Anchor Protocol | Use Cases

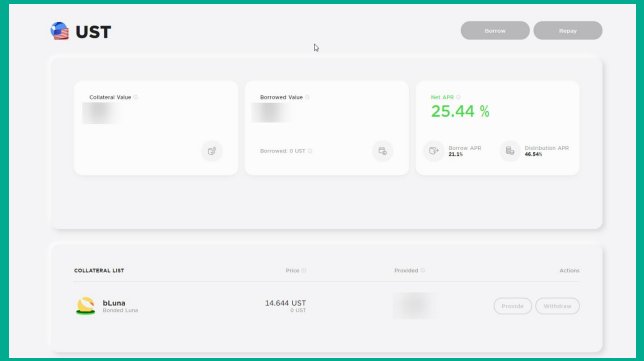
Earn

The earn option on the Anchor platform provides investors the possibility to deposit UST to earn passive income. As mentioned before, users of the protocol can effortlessly deposit and withdraw the stablecoin. The platform provides the users a clear overview of their deposits, history of transactions, current deposit APY, and the amount of interest earned. Since its inception, the protocol only supports UST as the base currency, other future Terra stablecoins are expected to be integrated as well.

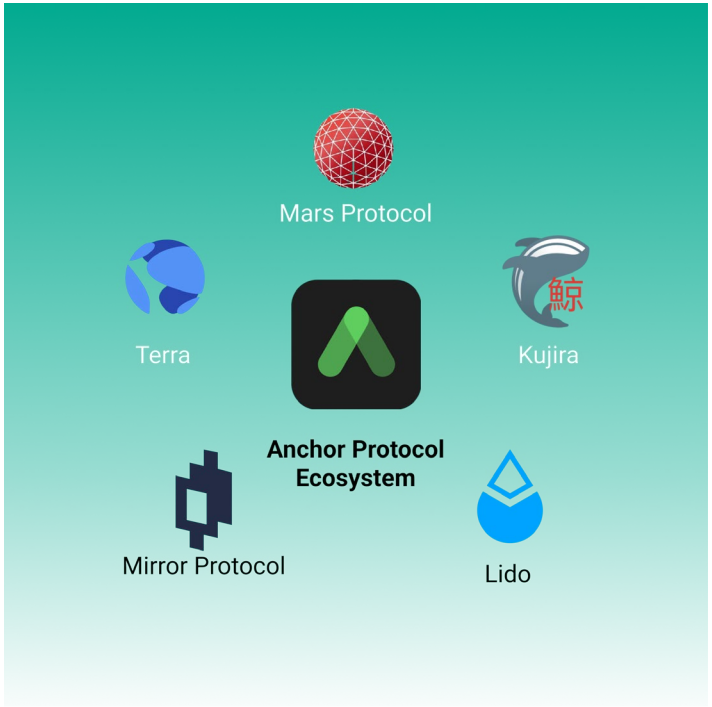
Source: medium.com/coinmonks

Borrow & yield leverage

Users of the platform are able to borrow UST, by depositing collateral in the form of a bAsset. Users can gain access to liquidity without losing their exposure to the underlying crypto asset. Borrowers then have the choice to spend the UST or they can leverage their holdings as they can use the newly acquired UST to deposit it into the earning pool and yield 19.5% APY. Notably, borrowers are also rewarded with ANC tokens which, in the past, has made borrowing from the protocol a profitable strategy as the APY of the distributed ANC tokens was higher than the borrow APY.



Anchor Protocol | Ecosystem



Partners

In a short period, Anchor Protocol has grown into one of the biggest money markets in DeFi. The protocol has become the benchmark for stablecoin interest rates and aims to widen its ecosystem. Most of Anchor's partners also operate within financial services or provide financial infrastructure for other protocols.

One of Anchor's closest partners is "Terraform Labs", which provides financial infrastructure for the next generation of decentralized applications. Another notable partner of Anchor is Lido Finance, which is a staking solution for ETH. The embedment within the Terra ecosystem, offers a solid base for platforms such as Mirror Protocol, Mars Protocol and Kujira to be developed in parallel, or on top of it.

Anchor is also backed by notable Venture Capitalists such as Galaxy Digital and Pantera Capital which can be beneficial for further development of the protocol.

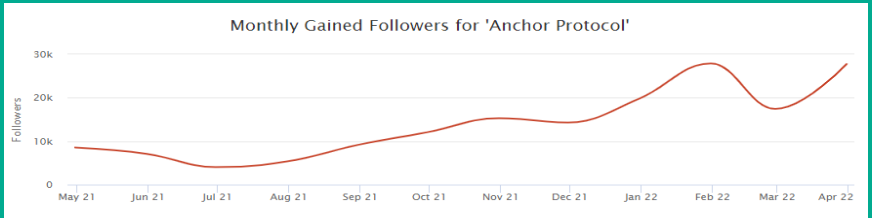
Anchor Protocol | Community

Community

Since the establishment of Anchor, the community has grown immensely, and the platform has reached thousands of users. The crypto market conditions which have been in a slight downward trend, has led to an increase in Anchor users, looking for returns on their stablecoin positions.

The provided yield has attracted many users who do not want to lose their exposure in crypto, but do not want to experience sudden corrections. The total deposited UST on the platform currently sits at $12B, an increase of $7B since the beginning of the year. The platform currently has an outstanding debt of $2.8B UST.

The increase in users has also resulted in an increase in the following of their social channels. The biggest following can be found on their exponentially growing Twitter account with 208K followers.



Social channels

- **Website:** Anchorprotocol.com
- **Whitepaper:** Anchorprotocol.com/whitepaper
- **GitHub:** Github.com/Anchor-Protocol
- **Twitter:** twitter.com/Anchor_protocol
- **Telegram:** t.me/Anchor_official
- **Discord:** discord.com/Anchorprotocol
- **Reddit:** reddit.com/r/Anchor/
- **Medium:** anchor-protocol.medium.com

Anchor Protocol | Team overview

Do Kwon
Co-Founder

Experience

- Co-Founder & CEO Terraform Labs
- Founder & CEO Anyfi

Daniel Shin
Co-Founder

Experience

- Co-Founder Terraform Labs
- Business Analyst McKinsey & Company
- Co-Founder Fast Track Asia

Matthew Cantieri
General Manager

Experience

- Founding member Enterprise Ethereum Alliance
- Partner Microsoft M12 venture fund
- Analyst Morgan Stanley

*This page does not include the entire team.

Anchor Protocol | Team

Do Kwon is one of the founders of Anchor Protocol and a notable figure in the cryptocurrency space. Before Kwon started to work in cryptocurrency, he attended Stanford University where he studied Computer Science. After graduating with a Bachelor degree, he founded Anyfi - a startup which provided decentralized mesh networking solutions, a communication network made up of radio nodes.

After Anyfi, he co-founded Terraform Labs, the organization which developed one of the largest cryptocurrencies Terra (LUNA) and its counter-part stablecoin TerraUSD (UST). Terraform Labs essentially founded Anchor Protocol to further develop the Luna ecosystem.

Do Kwon
Co-Founder

Daniel Shin
Co-Founder

Daniel Shin is the other co-founder of Anchor Protocol and Terraform Labs. Before starting his career, Shin attended Wharton Business School . After graduating with a Bachelor's degree in Economics, he put his knowledge to the test and worked as a Business Analyst at McKinsey. After his working experience, he pursued his entrepreneurial side and founded multiple companies.

One of the founded companies is Fast Track Asia, a start-up incubator that helps entrepreneurs in their next big steps. Other founded organisations include Bass Investment, a Venture Capital and a payment service provider, Chai Corporation. The latter uses an e-wallet that leverages blockchain technology to provide the lowest-in-market transaction fees to merchants and dynamic benefits to consumers.

Since March 2021, Matthew Cantieri is the General Manager of Anchor protocol with Terraform Labs. Matthew has an extensive background. After his MBA in Analytic Finance at the University of Chicago Booth School of business and his BA in Economics, Mathematics at Columbia University in New York, he started his career in traditional banking with functions at Morgan Stanley and Credit Suisse.

Later he fulfilled multiple business development, strategic and management roles. Before his adventure in cryptocurrency, he was a Partner in M12 – a Venture Fund of Microsoft. After that, he became closely involved with the cryptocurrency industry. Cantieri is a founding member of the Enterprise Ethereum Alliance and is an investor in multiple known cryptocurrency projects.

Matthew Cantieri
General Manager

Conclusion

The founding team of Anchor Protocol is one of the main driving forces behind the success of the platform. Being backed by an organization such as Terraform Labs, whose reach in the market is tremendous, can really help the further development of Anchor. The entrepreneurial spirit of Shin combined with the deep knowledge of Computer Science of Kwon, provides a strong symbiotic relationship. The broad history of Cantieri ads a lot of experience to this mix, making sure the team is more than capable to lead Anchor to a successful future.

Anchor Protocol | Coinmetrics

HODL

Ticker: ANC

General

Token type	CW20
Rank	99
Market cap	$ 717,610,381
Full diluted Market cap	$ 2,115,953,414
Cap	Medium
Circulating supply	173,412,807 $ANC
Total supply	339,142,807 $ANC
Max supply	1,000,000,000 $ANC
Reported volume 24H	$ 48,178,905

Pricing

Price in USD	$ 2.11
All time high in USD	$ 8,23
All time low in USD	$ 1,26
Price in BTC	0.00005186 $BTC
Price in ETH	0,00026219$ETH
Decimals	18

Price at Token Generation Event (TGE)

TGE price	$ 3,7242
TGE date	17/03/2021
Total USD raised	$ 20,000,000
Tokens sold	200,000,000 $ANC (20% of all tokens)

Calculations

Average supply inflation	212 500 000 $ANC per year
Average inflation rate	46,15%
Estimated supply deflation	-
Estimated percentage deflation	-
Volatility (30-day avg.)	High
Liquidity (30-day avg.)	Medium

Distribution

Total address count	1,470
Top 10 percentage total supply	81,55%
Total staked supply	48,87%

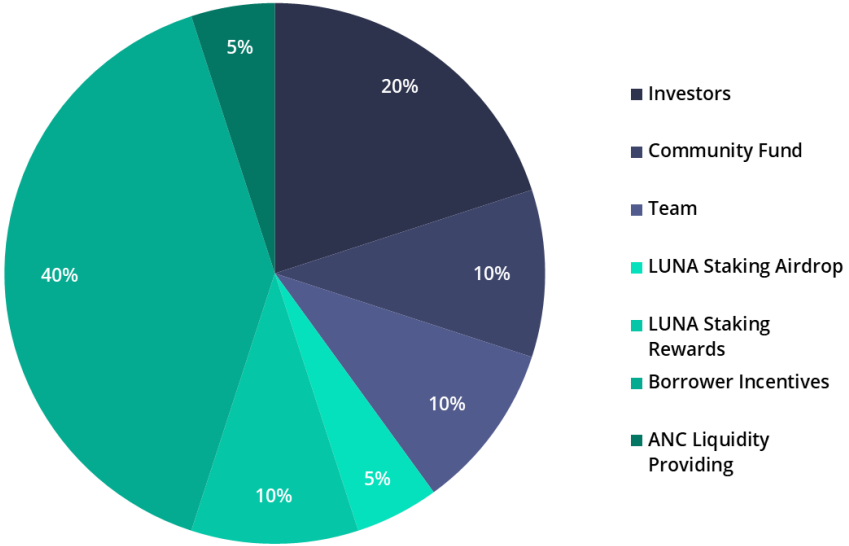
ANCHOR

Distribution

As a core protocol/service within the Terra ecosystem, the token distribution of Anchor Protocol's governance token ANC is geared towards an equitable distribution of its 1 billion ANC tokens.

This can be seen by the initial airdrop of 15% of the total supply, where 50,000,000 tokens were airdropped to $LUNA stakers at Genesis, with the remainder being allocated to the Community Fund. Another 10% of the total supply is allocated towards $LUNA stakers over a period of two years.

The great majority of tokens are allocated to incentivize users to borrow (which implies putting down bAssets as collateral), stake the ANC token and provide liquidity to the ANC-UST pair on Terraswap as this ensures high exchange liquidity.

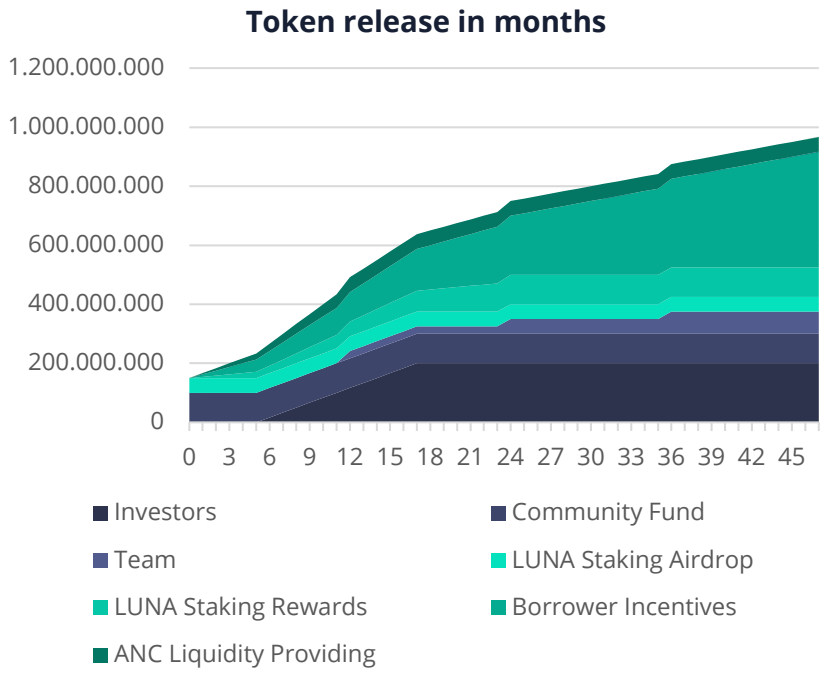


Token Release

A significant number of tokens will flow into the open market in months 6 and 12 as investor tokens and team tokens are being released. Together with the tokens that are released for the natural protocol growth and adoption result in a year-on-year inflation of 216.67% at the end of year 1.

As more tokens are in circulation, the distribution schedule of ANC tokens is expected to have a year-on-year inflation of 57.89%, 16.67% and 14.29% in years 2, 3 and 4 respectively.

It is also worthy to note that some ANC token releases will be re-adjusted through governance. Most recently this was seen with 74 million ANC tokens which were initially allocated to LUNA Staking Airdrops but were voted to be redirected to the Community Fund.



Anchor Protocol | Tokenomics

ANC token utility

General
The ANC token is Anchor Protocol's governance token which gives stakers the opportunity to manage the protocol. The ANC token is also used to incentivize adoption of the Anchor platform.

Protocol Fees
Anchor Protocol allocates 10% of the value flowing into its yield reserve (its insurance fund) as a mechanism for value accrual to the ANC token. Anchor's protocol fees are sourced from bAsset rewards, excess yield, collateral liquidation fees and governance fees.

Governance
All governance changes must be made by ANC stakers who submit and vote on new poll proposals. Voting power is given pro-rata to the amount of ANC tokens staked and votes are made on-chain. The proposals which pass are carried out by the Anchor Gov Contract which has the power to invoke any function defined by the other Anchor smart contracts.

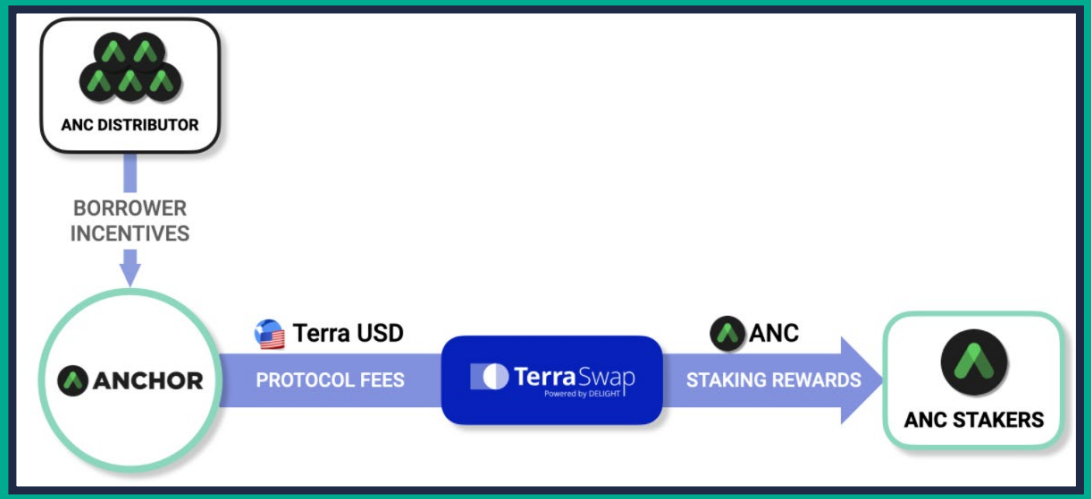
Liquidity Mining
In order to have high exchange liquidity, liquidity providers to the UST-ANC pair on Terraswap are incentivized through ANC token distribution. The program is accounted for a year.

Borrowing
ANC tokens are allocated for borrower incentives which are gradually distributed to borrowers through the ANC emission control algorithm. ANC incentives encourage users to borrow, which implies depositing bAssets as collateral, generating more yield to Anchor. The protocol, in turn, uses part of the yield to rebuy the ANC token, further increasing borrow incentives.

Flow of the Anchor Token

The ANC token is designed to capture a portion of Anchor's yield, thus allowing its value to scale linearly with Anchor's assets under management (AUM). As Anchor's AUM grows, it is able to capture more fees, which in turn are used to purchase ANC tokens from the open market on Terraswap. These tokens are then distributed to ANC stakers, who have shown their commitment and value alignment to the Anchor Protocol.

Similarly, ANC stakers are incentivized to propose, discuss and vote on new protocol proposals that will yield higher value accrual for the ANC token.



Source: docs.anchorprotcol

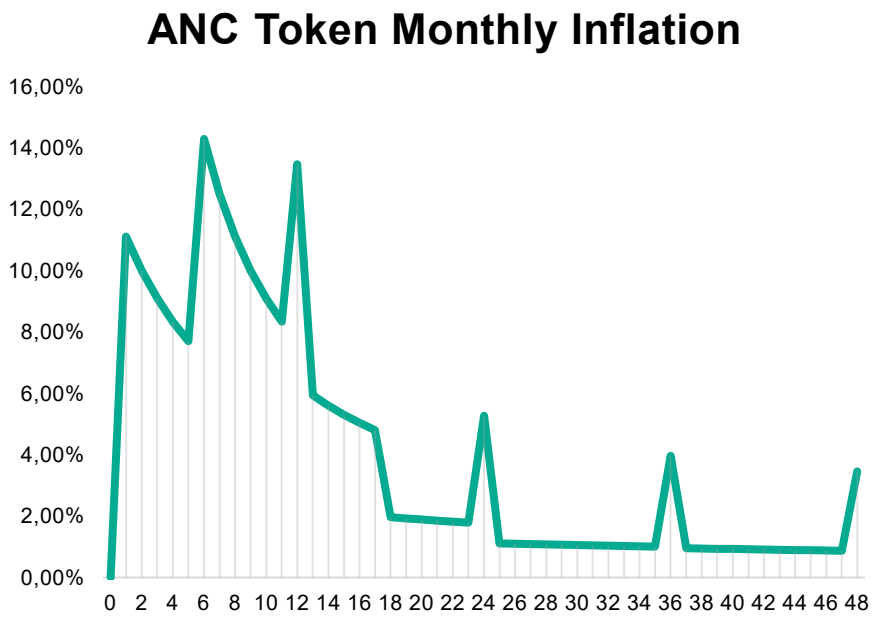
Anchor Protocol | Tokenomics partial conclusion

Coin Metrics

At Genesis, a total of 150 million ANC tokens were released. This consisted of 50M to LUNA stakers, and 100M reserved for the Anchor Community Fund. Initially, an additional 100M ANC tokens were planned to be distributed linearly to LUNA-stakers however, in a recent vote, the community decided to stop this schedule as it would put additional sell-pressure on the token.

With a maximum supply of 1,000,000,000 ANC tokens, 20% was sold to early investors. This include notable names within the crypto space, such as: Alameda Research, Pantera Capital and Galaxy Digital.

Since only 34% of all tokens are in circulation, there will be considerable inflation soon. On a positive note, this is not a lot compared to other projects within the cryptocurrency sphere. To counteract inflation, the ANC token can be staked. Additional mechanisms are likely to be approved by the community to decrease the impact of inflation.



Token allocation

The emission schedule is fairly standard for a healthy, community-driven economy. Approximately 70% of all ANC tokens are distributed amongst Anchor's user base and the team has a strict vesting schedule and a relatively small token allocation of 10%.

What stands out is the shorter-end vesting schedule for early investors – after a 6-month lockup, the entire allocation is being released in a time span of 12 months, whilst the project's timeline is beyond four years. It would be healthier for the ANC token if early investments would be vested for longer.

Value of the ANC token

Since Hodl is an investment fund, the main lens through which we evaluate a project is through the use of the project's token within its economy. The main mechanism currently engineered to generate value accrual for the ANC token is the token buyback enabled by the protocol fees collected on the Anchor platform.

However, the current effectiveness of this system is weak as the great majority of protocol fees are being allocated to support the high APY for depositors. This, along with high token inflation, contribute to significant sell pressure on the token in the short to medium-term.

Future roadmap

Anchor doesn't have an official roadmap as the goal is clearly stated: maintaining the current APY of 19.5% on multiple networks. Preserving the rather high-interest rate is going to be quite the challenge, but Anchor does have some other goals for the future. However, these are not officially confirmed yet by the protocol.

One of the goals is the offering of multiple bAssets, currently only LUNA, ETH, ATOM and AVAX can be used as collateral to borrow UST. The protocol aims to expand the possibilities to attract more users to the platform.

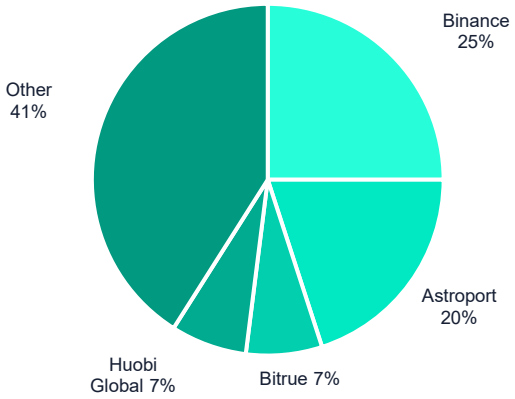
Other milestones focus more on enterprise integration such as the encouragement of traditional financial platforms and exchanges to adopt Anchor's API. Also, Anchor is planning to offer direct banking on-ramps to Anchor's UST deposits. This also includes credit/debit cards transfers to create a better user experience.

Anchor Protocol | Exchanges

Listing

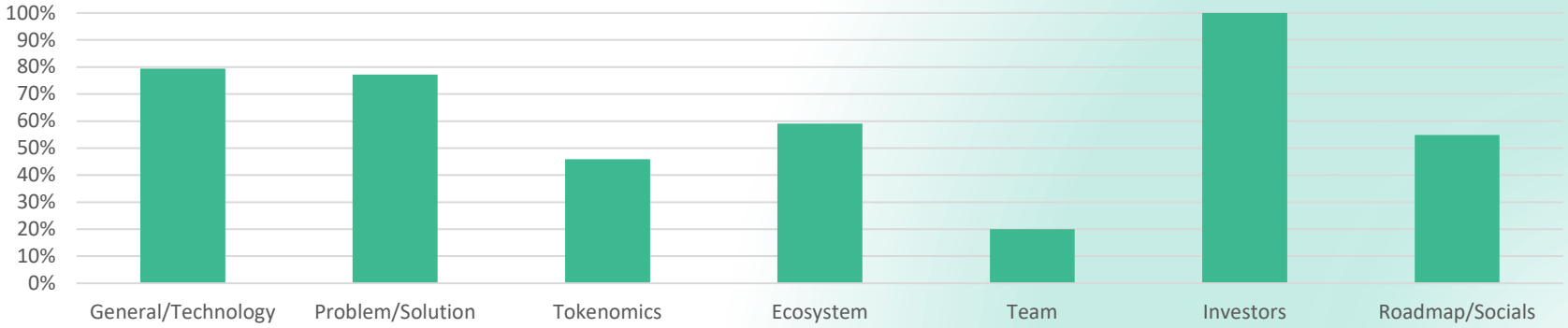
The Anchor Protocol token launched at the end of Q1 in 2021. The token started trading at 3.72$ and quickly spiked to $7.50 during the weeks that followed. The token currently trades at around $2.10 and most of its trading volume takes place on centralized exchanges.

Volume on exchanges



Anchor Protocol | Hodl Score

Final Hodl Score
59%



*Categories differentiate in weight measurements to determine the final Hodl score

Anchor Protocol | Final conclusion

General remarks

After a year since going live, Anchor Protocol has gained the status it aimed to achieve, cited in its whitepaper: “offer DeFi’s benchmark interest rate”. This has become the default benchmark for DeFi users who must consider the risk-reward setup of locking their crypto for any given period of time in a smart contract.

This, combined with the growth of the Terra ecosystem, has resulted in a thriving money market for UST - Terra’s native stablecoin. By aggregating bAssets as collateral, Anchor will always be able to offer its users a blockchain native interest rate, powered by the staking rewards of the different PoS blockchains.

Long term investment

As a long-term investment, the ANC token is facing a similar issue as other DeFi tokens. It is used as an incentive for users to use the Anchor platform, leading to short to medium-term supply inflation as more ANC tokens hit the open market.

On the other hand, as users borrow, they must supply yield generating bAssets to Anchor as well as eventually pay the interest on their borrowed amount. As long as the token distribution rate is lower than the rate at which bAssets and borrow rates generate a return for the Anchor Protocol, the token price is likely to become stable and eventually turn deflationary.

Another factor to consider is the interest rate offered to depositors. The current “Anchor Rate” of 19.5% APY is likely to decrease over time. As UST flows to other platforms, the borrowing interest is likely to increase as UST to borrow on the platform becomes scarcer.

Risks and threats

Sustainability of the Deposit APY:
The current "Anchor Rate" of 19.5% APY is attracting new participants to the Luna ecosystem as it provides a considerably higher and safer yield than elsewhere in DeFi. At the same time, the current APY offered to depositors is unsustainable because, mainly, no PoS blockchain offers 19.5% block rewards to its stakers – Anchor's main source of yield through bAssets.

This has led the protocol to use its existing yield reserve to sustain the high yields, which was replenished by Do Kwon himself through the Luna Foundation Guard (LFG) on February 18th of this year. The high APY can be thought of as a marketing strategy to bridge individuals to the Luna ecosystem and adopt UST to deposit into Anchor, as it is not possible to deposit any other stablecoin.

More recently, a dynamic interest rate has been passed through governance, where the yields will drop or increase 1.5% per month until the yield reserve starts to increase.

Lack of extreme market volatility:
Money markets such as Anchor, are heavily reliant on smart contract logic which can only be stress-tested in a live environment. In a scenario of high market volatility where a considerable amount of borrow positions have to be liquidated, it is always questionable whether there will be sufficient liquidity to offer a bid on the opposite side. This specifically relates to Anchor's liquidation engine and the counter-parts on platforms such as Kujira or Lighthouse Defi.

Risk of Terra Money Market

As previously mentioned, the high 19.5% APY provided to UST depositors is currently being sustained by Anchor's Yield Reserve. Due to the transparent nature of crypto, it is actually possible to estimate how much runway the current Anchor model has until its Yield Reserve is fully drained.

Given all the bAssets that have been deposited on Anchor's protocol, it can generate $1.129M per day from the block rewards and $0.98M from the interest rate paid by UST borrowers. On the other hand, the protocol distributes $7.05M to UST depositors.

This leaves Anchor with a daily cashflow deficit of $5.0M which is directly taken from the Yield Reserve. As of April 26th 2022, Anchor has approximately 50 days of runway to keep offering its benchmark 19.5% yield.

A solution to this has currently been addressed on the protocol governance level, where the "Anchor Rate" will decrease 1.5% per month until the Yield Reserve starts to increase. Another speculative, yet possible short-term solution is a top-up by Do Kwon or the Luna Foundation Guard (LFG) until Anchor's balance sheet reaches a more sustainable level.

bAsset	Price	Total	Value	Yield	Daily In
LUNA	$97.00	$48.0 M	$4656.0 M	7.1%	$0.906 M
ETH	$3000.00	$0.6 M	$1740.0 M	4.6%	$0.219 M
AVAX	$73.00	$1.1 M	$80.3 M	0.0%	$0.000 M
ATOM	$22.00	$0.4 M	$8.8 M	16.6%	$0.004 M

BORROW

Value	Ratio	Amount	Interest	Daily In
$6485.1 M	47%	$3048.0 M	11.78%	$0.98 M

EARN

Deposits	Rate	Spending	Daily Out
47%	$3048.0 M	11.78%	-$7.05 M

	Daily PnL
Income	$2.1 M
Spending	-$7.1 M
P&L	-$5.0 M

Yield Reserve

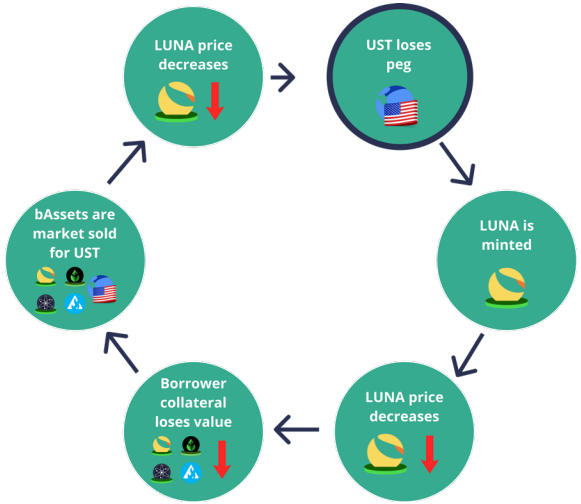
$234.64 M

Risk of UST

The stablecoin market is still in its infancy, and there are many ways in which the one-dollar peg can be maintained by a stablecoin and the surrounding ecosystem. UST maintains this through an underlying algorithm that is directly linked to the native cryptocurrency of the Terra ecosystem, $LUNA.

UST maintains its stability through seigniorage where market participants are incentivized to keep the peg through arbitrage mechanisms. The more noteworthy scenario occurs when UST<1$ because then $LUNA tokens need to be created (minted) in order to reduce UST supply. Despite never being observed, an unwinding scenario could occur where UST loses its peg, $LUNA is minted thus dragging the price of $LUNA down. As this occurs, the bAssets value supplied as collateral by borrowers on Anchor would decrease and could potentially breach collateral requirements. In that instance, Anchor's liquidation protocol would sell its bAssets for UST. This creates further stress on the UST peg. The considered scenario could further be worsened by UST depositors panicking and wanting to get out of UST.

The scenario considered above is a systemic risk that depends on the market's confidence in UST retaining its peg. This is a risk that we need to mention.



Bonded Assets (bAssets)

One of Anchor's core aspects is the bAsset. Usually staking a token in a PoS blockchain means locking the token for a certain amount of time. By bonding a staked asset through Anchor, you will receive a tokenized representation of your staked asset in return. For example, staked Luna is represented by bLuna. Due to the liquid nature of the token representing the staked asset, it can be moved, traded or used in decentralized financial services. All while still benefitting the bAsset holder with the staking rewards.

Currently, Anchor supports Luna, Ethereum, Atom and Avalanche bAssets as collateral.

To be approved as a valid collateral token in Anchor, a bAsset should present the following attributes:
- Be fungible
- Default 1:1 conversion with their underlying asset
- Possess liquid secondary markets as well as be reward accruing.

Source: coinbase.com

About Hodl

At Hodl.nl, we believe that investors deserve an experienced, trusted, and responsible partner who provides exposure to the emerging market of cryptocurrency. With our expertise in traditional finance, data analysis, and cryptocurrencies, we have joined forces and created an optimized investment strategy. Hodl operates within existing regulatory frameworks and is one of the first cryptocurrency investment funds to receive a registration with the Dutch Authority Financial Markets.

For more information about Hodl or one of our funds, please visit:

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HODL| “Hold On for Dear Life”

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