## 3.3 SST Staking & Governance

SwapStream introduces a **dual-reward staking system** to strengthen long-term alignment and incentivize active participation. By staking **SST tokens**, users earn a share of the protocol's revenue **in ETH/WETH** while simultaneously amplifying their **governance influence**.

## Staking Tiers & Rewards

Staking rewards are generated from a portion of SwapStream's swap fees, distributed as **real-yield income** in ETH/WETH. In addition, governance power multipliers are applied to **SwapStream Improvement Proposal (SSIP)** voting, ensuring that long-term stakeholders play a leading role in shaping protocol evolution.

<b>Lock Duration</b>	Reward Rate (APR)	Governance Multiplier
Flexible (No Lock)	5%	1×
30 Days	20%	1.5×
90 Days	35%	2×
180 Days	50%	3×

## Key Mechanics

- **Rewards** → Distributed in ETH/WETH, sourced from protocol swap fees.
- Early Unstaking → Locked tokens cannot be accessed before maturity, ensuring fairness and stability of rewards.
- Governance → Voting power is scaled by the multiplier, giving long-term stakers a stronger voice in directing the protocol's roadmap.

This mechanism ensures that **SwapStream's most committed participants are both financially rewarded and empowered to govern**, creating a fair balance between yield generation and decentralized decision-making.

<sup>&</sup>quot;The authors utilized Al-assisted language models for research and editorial support during the drafting of this document."