Inverse Finance

EVERYTHING YOU NEED TO KNOW ABOUT FIRM

Fixed Rate Market

FIRM solves two HUGE PROBLEMS in DeFi Lending

1 VARIABLE RATES

Self-lending using rates which change every block, makes planning impossible. Borrowers are forced to take on the risk of the DeFi industry.

2 CROSS COLLATERAL POOLS

Lending protocols like Compound & Aave pool all collateral together into one large pool. This means that borrowers are at risk for bad incentives from unpaid DeFi projects.

Introducing DOLA BORROWING RIGHTS

A whole new way to BORROW

DOLA Borrowing Rights, or "DBRs", provide a holder of 1 DBR the right to borrow 1 DOLA for 1 year.

DBR based loans solve for the volatility of variable interest rates while providing a more flexible and efficient alternative to fixed rates DeFi borrowing alternatives.

THE SMARTER WAY TO DO FIXED RATE BORROWING

Nearly all Fixed Rate Lenders today have

- Short Maturity Dates
- High Interest Rates
- Low Borrowing Limits

And borrows are forced to be volatile and risky for long term borrowers...

So, Inverse invented a better way...

This Is How DBR's Work

Borrow 1 DBR's worth of DOLA

Decreases Gradually

1 DBR = Right to Borrow 1 DOLA for 1 Year

TIME

TIME

Want to learn more about DBRs?

Read our white paper

Read

2 Introducing Personal Collateral Escrows

The Solution to Cross Collateral Asset pools

A Non DeFi Lending Solution

Personal Collateral Escrows are the solution for borrowers who want to borrow DOLA against NFT, LP, LSTs, Collateral Vaults, or other DeFi Assets. Unlike other DeFi lending alternatives, Personal Escrows isolate borrowers' collateral in isolated, non-custodial, smart contract escrows. Borrowers maintain full control over their collateral.

1 FIRST...

By requiring deposits to use isolated and non-custodial escrows, borrowers can collateralize their assets without giving up control or access to governance voting.

2 SECOND

The single point of failure inherent to the pool's governance model, is eliminated. Borrowers have no exposure risk to governance.

3 THIRD...

This new approach to DeFi lending market design, allows borrowers to use their DeFi assets as collateral without a large value loss. Borrowers can also avoid the risk of the borrowing of deprecated collateral.

PERSONAL COLLATERAL ESCROWS

1 Depositing and Borrowing

Want to learn more about Personal Collateral Escrows?

Read our white paper

Read

COMPARISON OF DeFi Borrowing Methodologies

	Borrowing Rights (DBR)	Variable	Fixed
	Inverse	Compound, Aave	Notional
Fixed Borrowing Limits	✓	✗	✓
No Maturity Dates	✓	✗	✗
Decreases Liquidation Risk	✓	✗	✗
Capital Efficiency Increasing Agents	✓	✗	✗
Capital Efficiency Increasing Agents Without Governance	✓	✗	✗
Decreases Borrowing Exposure to Deprecated Collateral	✓	✗	✗

How to Borrow DOLA with DBR

1 Mint DBR

2 Deposit Collateral

3 Borrow DOLA

4 Repay DOLA

5 Redeem Collateral

6 Burn DBR

5 Ways To Use FIRM

Yield Farm

Receive at predictable rates over long time periods, eliminating the uncertainty of variable rate borrowing at the hidden costs of other "fixed rate" lending. Borrowing for real-world assets like cars, mortgages, investpayment or college tuition are viable options with FIRM.

Buy a Car

Fix financing costs for many years and avoid the uncertainty of variable rate borrowing at the hidden costs of other "fixed rate" lending. Borrowing for real-world assets like cars, mortgages, investpayment or college tuition are viable options with FIRM.

Loop Your Position

Use DOLA loans multiple times to amplify borrowing.

Insurance

Make the cost of using leverage to purchase cover from projects like Nexus Mutual more predictable.

DAO Operations

Hedge against demand Treasury assets and ensure the Treasury or Fund operations expenses like payroll or liquidity mining.

HOW TO PROFIT FROM DBR'S

DBR

START HERE

Repay your DOLA loan early when DBR prices rise.

CALL IN

Finance put options with fixed rate DOLA loans on FIRM.

PUT OPTIONS

Lock your borrowing costs now. Borrow later at that fixed price.

FUTURES

SPECULATE

Buy DBRs when the price is low, sell when the price is high.

SCALPING

Take Arbitrage profits with interest rate strategies on lending protocols or even Tradfiends.

FIRM

Learn more about FIRM at Inverse.Finance

Read the full FIRM White paper

Read