

Due Diligence Report: Delta-Neutral Yield Opportunity with RESOLV

Section	Details
Protocol	RESOLV
Category	Staking / Yield Optimization
Strategy	Delta-neutral: Stake RESOLV (earn rewards) + Short perpetual futures (hedge price risk)

Yield & Duration	Metrics
Base Staking APR	~28.5%
Funding Yield (short perp)	~11% annualized
Total Net Yield	~30–32% APY (variable)
Duration	Indefinite, as long as staking rewards and positive funding persist

Risk Mitigation	Actions
Protocol Security	Use audited contracts, monitor TVL and liquidity
Exchange Diversification	Split hedges across multiple high-liquidity exchanges
Monitoring & Automation	Dashboards for APR, funding, collateral ratios
Position Sizing	Conservative sizing, progressive scaling

Investment Recommendation	Summary
Pilot Allocation	Start with small exposure to validate real yield
Progressive Scaling	Increase capital once strategy shows persistence
Portfolio Integration	Use as medium-term delta-neutral yield enhancer
Target Return	~30% APY with low directional risk

Conclusion

The RESOLV delta-neutral strategy combines high staking rewards (~28.5% APR) with additional yield from short perpetual funding (~11% annually). By neutralizing price exposure through a short position, the investor captures consistent cash flow while minimizing directional market risk.

With proper risk management (exchange diversification, automated monitoring, position sizing), this strategy can realistically deliver ~30% APY or higher in a sustainable and repeatable framework.

Given its risk/return profile, this setup is an attractive candidate for Re7 Capital's delta-neutral portfolio, providing uncorrelated yield and scalability potential.