



# LFT

## Staking FAQs



## **Frequently Asked Question**

1. Whether staking is available in the system?

There are three types of staking supported in the system.

- a. Token staking
- b. Node staking
- c. Liquidity pool staking

The system will start opening the token staking, the node staking will be starting when the LedgerChat application is released and the liquidity pool staking will be coming soon (the date will announce later)

2. What are the minimum LFTs needed to start token staking?

A wallet user can start token staking with a minimum of 5000 LFTs to a maximum of 50000 LFTs.

3. Is there any reward for token staking?

Yes, there is a monthly reward for token staking. Each staked wallet will be rewarded with 1% of staked LFT every month.

4. What is the token staking period?

Token staking can be done quarterly.

5. Is there any locking for staked tokens?

No, there is no locking period on staked tokens, but there is a penalty charge for early defunding. The early defunding policy is as below

Days	Rewards
Starting date to 30 days	No rewards.
From 31 days to 60 days	30 % penalty on the rewards.
From 61 days to 90 days	15% penalty on the rewards.

6. When and how can users start staking tokens?

**Token staking pre-registration can be done through the link .....**

**It will start by .....**

7. Is it possible to add more LFTs to the already staked tokens?

No, users cannot add more LFTs to an existing staking account, instead, they can start a new staking.

8. Is it possible to convert staked tokens for staking nodes?

Yes, on the deployment of the *node staking* feature in the system, a user who staked in token staking can convert it to node staking, but the required amount of LFTs should satisfy and there will be no slashing for converting from token staking to node staking.

9. What is the required amount of LFTs for node staking?

The required amount of LFTs will vary as per the number of existing nodes.  
Details of token requirement for node staking.

Nodes	Tokens Required
0 and 100	20,000
101 to 200	25,000
201 to 300	30,000
301 to 400	40,000

10. Is there any reward in node staking?

Yes, each node-staked wallet will be rewarded with a maximum of 800 LFTs per month. Each release of reward has a locking period of 30 days, that is it will be reserved for 30 days. The amount may reduce based on the activeness and health of the node.

11. When can a user defund the staked LFTs of node staking?

The minimum period of node staking is one year. After that, a user can defund the LFT and can remove the node from the system. If a user needs to defund the amount before the stipulated period, then the user has to pay the penalty fee. The early defunding, i.e. before 12 months will charge a penalty fee of 2% to 15% on the staked tokens and 10% of the last allocation of rewards.

Months	Slashing Token	Slashing Reward
0 - 3 Months	15% of Node Stake Amount	No rewards
3 - 6 Months	10% of Node Stake Amount	10% of the last allocation
6 - 9 Months	5% of Node Stake Amount	10% of the last allocation
9 - 12 Months	2% of Node Stake Amount	10% of the last allocation

12. Whether the nodes need to be active 24 x 7?

Yes, the LedgerFi ecosystem monitors the nodes regularly. The reward for a node is calculated based on its activeness and health.

13. What is the maximum number of nodes can be staked?

Maximum 5 nodes per wallet can be staked.

#### **Minimum Node Requirement#**

- 1 CPU Core
- 500 GB SSD\*
- 2GB RAM
- Full Root Admin Access
- 1 Dedicated IPv4 Address
- 1Gbps Network Port

\* The requirement can increase as per the usage.

# Better rewards will be calculated and given based on the efficiency of the node.