



## MAKE MONEY WITH SHORTER FINANCE EVEN IN BEARISH MARKETS!!

### CONTENTS

- Introduction to shorter finance
- Basic overview of shorter protocol
- What's possible on shorter
- How it works
- **Making money on shorter finance \***
- Conclusion and useful links

### INTRODUCTION TO SHORTER FINANCE

Ever wonder how to beat the current bearish market trend? Or avoid losses when encountering dramatic spikes that seem frequent these days then this article is for you. Let's dive right in and explore this amazing build for bear markets.

Shorter finance is a 100% on-chain infrastructure, encompassing venues for single-sided token farming, customizable derivatives trading and foolproof liquidation with foresight. It notably brings margin trading and physical delivery to the DeFi landscape with an open-source ethos, allowing users to short tokens, without interference from centralized services.

## BASIC OVERVIEW OF ROLES WITHIN SHORTER PROTOCOL

### -Key Participants

**Provider:** Collect tangible yield from providing idle single-sided token and creating derivatives, away from impermanent loss.

**Trader:** Trade any token-related derivative within continuous liquidity driven by AMM stifling the loss caused in spikes.

**Ruler:** Pivot as the spine maintaining the stability of the intact protocol and take risk-free profit from governance.

## WHAT'S POSSIBLE ON SHORTER

Shorter Finance allows users to:

- Earn farming yield by staking single-sided idle tokens.
- Borrow tokens from pools for margin trading with leverage.
- Avoid losses when encountering dramatic spikes.
- Obtain passive income from governing activities and liquidations.

## HOW IT WORKS

Rulers constitute the **Committee** investigating the proposals submitted by users any second. The information along with this proposal should somehow convince 10% portions of this intact voting power to mandate it online.

Once a token loan pool gets through the voting without drama, where after marks the proposer's account permanently as pool creator soaking coherent further dividend in the smart contract.

Instead of standing aside, earning-hungry providers are regularly ravenous for pools with colossal yielding grades.

Token loan pools retains the tokens and operation records (e.g. deposit, withdraw, borrow and repay), securing all those treasured items, a bunch of containment rules is conducted. The approaching pools are initially obligated to be compatible with the ERC20 standard.

Making allowances for risk management, traders ever pick the desired one from these listing pools prudently. Lower volatility, moderate lever, and plenty supplement, these arguments are widely prevalent among those ingenious brains to some extent.

If they excel at sensing this rotary crypto market, traders would take tokens from pools and sell them out via DEXs within the trading interlayer for the quote currency in anticipation of encountering a lower price. The sell-off orders are executed rationally at the market-friendly size.

Assume that the price of underlying assets shortly skyrockets to an overly high apex by chance, in regular scenarios, the classic premier brokers would confront massive losses from traders' defaulting on margin calls.

More positively, Shorter's components all have a stake in understanding the traders' crucial needs and be eager to deliver them a fancier and revolutionary solution. Upon topping the overdrawn line, the raising price depletes nothing akin to tokens in the positions. State of the positions are rendered to LEGACY and the unsettlement USDs including the margin imposed at the beginning are brace for bidders' rightful auction.

If there are some legacy USDs in the position till the rooting pool's liquidation stage passed by, these legacy and underlying tokens will be **prorated** to the providers as their original deposit portion weight accordingly. Afterward, their equities end up with the premium profit of emerging tokens they supplied formerly, none of the lenders suffer financial loss and handicap of solvent during the whole span whereas several overdrawn conditions issued.

For a solution to be a paragon, it must achieve **revertible** miracles.

The liquidation ingredient offers functionality to bring the traders back. Doubtless, barely any bidder decide to attend the legacy auction as the rate selling to liquidation smart contract beneath the market price of debt token. But if the price goes along with a significant trend of dropping and finally it hit downwards the overdrawn line again, the bidders will come to cover the position debt at a slightly higher over the market price for arbitraging. The worst consequence halting the traders' overdrawn position vanishes confronting the exploratory product.

Nothing can prompt the engine to force sell the positions and override the compulsory liquidation price unless the trader changes the position size intendedly in terms of the immutable codes running on a high-performance blockchain.

In theory, the booms meant to happen hereby are suppressed decidedly due to the public disclosure of maximum liquidity, borrowing capacity, available bidders and debt coverage procedure, etc. No troubling issues tracking and unraveling the asset flow for now. With the auxiliary of sufficient liquidity provided by DEXs and other decentralized swaps, all of them are conceivable and can be identified via a blockchain scanner. This brilliant structure allows Shorter to obtain a portal to the full potential of DeFi.

## **MAKING MONEY ON SHORTER FINANCE \***

There are many ways users can earn on shorter finance

### **Pool Staking Rewards**

Applicable role: Provider

Users can lock down their funds in pools and earn yields in return. DeFi protocols typically incentivize stakers to provide liquidity to the pool for advancing trading activities. Refer to [IPISTR mining](#) to acknowledge the specific calculating formula.

### **Committee Dividends**

Applicable role: Ruler

The annualized rate of return is a predetermined fixed rate of 4%. User with ruler status are entitled committee dividends at 4%. For instance, say that you deposited 1000 IPISTR into the Committee contract, nearly 3.33 dividends you can harvest this amount on an identical day next month.

### **Trading Rewards**

Applicable role: Trader

40% pool revenue of the entire protocol is cumulated for the traders at IPISTR token. The portion of the reward you can take relies on your contributed trading volume during one trading round.

## Pool Creation Premium

Applicable role: Provider

Providers are rewarded with 3% extra of pool produced IPISTRs along the entire lifecycle in all shapes.

## Liquidity Providing Earning

Applicable role: Guest

When you deposit LP tokens in the LP pool, you receive some shares. This represents your shares of the total token amount in the pool. Simple depositing tokens into the pool can provide returns.

## Voting Incentives

Applicable role: Ruler

- Vote **For** and linked pool go online: 0.5% of the pool produced IPISTRs along the entire lifecycle
- Vote **Against** and linked pool rejected: The rulers standing **Against** take the portion of the [Proposal Submission Charge](#) based on the votes

## CONCLUSION AND USEFUL LINKS

Shorter finance is an amazing tooling for anyone looking to survive in today bearish markets, as it helps protect traders from rapid price dumps or spikes.

Official site: <https://shorter.finance>

Documentation: <https://docs.shorter.finance/governance/tokenomics>

Developer Integration: <https://docs.shorter.finance/dev-resource/integrate>

Twitter handle: <https://twitter.com/ShorterFinance>