

CautionCoin: A Peer-to-Peer Electronic Social Token System

cautionfun
www.caution.fun

Abstract: CautionCoin (CFC) is a social token designed to reward the most supportive members of my community, incentivize participation, and return value to our ecosystem. CFC is built on the Verus blockchain, a secure, scalable, and permissionless platform that provides a foundation for the creation of social tokens with true underlying value.

CFC's tokenomics are designed to promote organic liquidity and long-term value creation, while also ensuring that holders are peripheral beneficiaries of all economic activity within the token's ecosystem. Unlike most social tokens, CFC has inherent value that is not entirely dependent upon the efforts or actions of the creator. As the ecosystem scales, clear paths to increase the system's inherent value are defined, and value is not limited by time and energy.

1.) Tokenomics

The CFC ecosystem consists of CFC tokens and VRSC reserves.

The initial supply of CFC is [REDACTED], and the initial reserves of VRSC are [REDACTED].

Supply Mechanics:

- The initial supply of CFC is [REDACTED], with [REDACTED] VRSC reserves.
- Preallocations (airdrop amounts) are determined based on a [number of conditions](#).
- **The owner of the root Verus ID “cfc@” can mint any amount of new tokens to anyone, anytime, at will and without limit.**

Burn Mechanics:

- CFC spent within the ecosystem is burned.
- VRSC and ETH spent within the ecosystem is converted to CFC at market rates, then burned.
- [REDACTED]

2.) Utility

Current Utility (Provided At Launch):

- CFC can be used to register a subID on the cfc@ VerusID namespace at a cost of [REDACTED].
- Holding a .cfc subID immediately provides the holder with:
 - exclusive access to private discord channels.
 - eligibility for exclusive rewards on my Twitch channel, [cautionfun_gu](#).
 - all of the functional benefits that come with root level VerusID at a fraction of the cost.
- CFC can be used to borrow assets from the designated NFT vaults.
- CFC can be converted to any other currency on the Verus network.

Potential Future Utility:

- Anything!
- Or nothing

3.) Conclusion

CautionCoin is a social token designed to reward our most supportive community members, incentivize participation, and return value to our ecosystem. Built on the Verus blockchain, CFC has inherent value that is not entirely dependent upon the efforts or actions of the creator. As the ecosystem scales, clear paths to increase the system's inherent value are defined, and value is not limited by time and energy.

CFC's tokenomics promote organic liquidity and long-term value creation, while also ensuring that LPs are peripheral beneficiaries of all economic activity within the token's ecosystem. CFC's current utility includes registering a subID on the cfc@ VerusID namespace, purchasing digital and physical assets at caution.fun, and borrowing assets from designated NFT vaults. The potential future utility of CFC is limited only by our collective imaginations.

I'd like to invite you to join our community and help shape the future of CautionCoin.

* = me