

What is Binance USD (BUSD) ?

Binance USD (BUSD) is the in-house stable coin of the Binance crypto exchange. This is linked to the US dollar similar to other stablecoins (e.g. Tether USDT or the USD Coin)

BUSD is notable for being approved and regulated by the New York State Department of Financial Services (NYDFS).

BUSD is available for outright purchase and redemption at a rate of 1 BUSD = 1 USD, putting it in the same category as USDT and USD Coin.

With BUSD, Binance has created a product that is used practically on the entire stock exchange and in many areas.

Binance USD enables instant exchange of cryptocurrencies like Bitcoin, Ether, BNB and many more with the stable currency BUSD. This not only has great advantages for users, Binance also keeps its customers in the ecosystem of its own platform.

For example, if you want to sell a cryptocurrency, you can exchange Bitcoin or other cryptocurrencies for BUSD and “park” the money there instead of exchanging it back into fiat currency like US dollars and euros.

The money thus remains in the crypto cycle.

Due to price stability, stablecoins play an important role in transactions, payments and settlements, as well as in decentralized finance (DeFi).

What can you use BUSD for?

Here are some of the use cases of BUSD that are similar to USDT and USD Coin:

- You can transfer BUSD anywhere in seconds
- You can trade BUSD on various centralized and decentralized exchanges
- Use BUSD as payment method
- Some exchanges allow you to stake BUSD and get rewards for it

As for all cryptocurrencies, larger amounts should only be kept on a hardware wallet. All BUSD on a crypto exchange is not yours!

Only keep small amounts there.