Ecosystem Tokens One Pager

Overview

Amun's Ecosystem Tokens are composed of the top tokens in different crypto ecosystems. They provide investors with exposure to the leading projects of an ecosystem through either a native token or an Ethereum token tied to the native assets. Consisting of 50% of the base token (i.e. Matic for Polygon, Sol for Solana, etc.), ecosystem tokens give investors an alternative to holding just the base token by providing them with exposure to the entire ecosystem. Given the growing number of chains gaining significant adoption, we believe that ecosystem tokens can grow to include a large number of constituents so long as they satisfy Amun's inclusion criteria.

Methodology

Constituents are rebalanced on a monthly basis and are included in the index if they meet Amun's inclusion criteria. To be included in the index, tokens must be:

1. Native to the ecosystem
2. Launched over 2 months prior to inclusion
3. Gaining organic adoption
4. Be listed on a chain's primary DEX with liquidity over $5M USD

After reserving 50% of the index for the ecosystem's base token, the allocation percentage for each constituent is calculated based on a weighted average ratio of market capitalization and DEX liquidity.

Allocation Calculations

The allocation of each token is calculated based on a weighted average ratio of a tokens market cap and available liquidity on the DEX's being used. 50% of the allocation is reserved for the base token while the following equation is used to determine the allocation of token x where M represents Market Cap, L represents available Liquidity, and C is the set of all constituents other than the base token.

$$Allocation\ of\ Token\ x = \left(\frac{M_x}{\sum_{i \in C} M_i} + \frac{L_x}{\sum_{i \in C} L_i} \right) * .25$$

Fees

All tokens incur a management fee of 1% annually, which is waived for all token holders through the end of 2022