
Flashnomics !

*The Tokenomics of an Open Governance Money
Markets Protocol*

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Tokenomics of a DeFi Protocol

In this paper we present the tokenomics of the FlashSwap platform, its incentive mechanics, governance structure and decentralized decision making.

Thesis

**Money Markets are ripe for disruption,
FlashSwap is a fast mover towards that goal.**

→ **Decentralized**

Lending Pools provide collateralized and flash loans to borrowers

→ **Self-Governed**

No single entity controls the protocol, there are no founders, no VCs, only tokens and votes.

→ **Simple**

Anyone can lend and borrow there are no limits or KYC,

Token Distribution

- 12M Tokens Total Supply
- 4M Distributed Through a Initial Uniswap Offering
- 6M Distributed Through Liquidity Mining
- 2M Allocated to the Ecosystem Reserve voted by the community

Goals

Governance in decentralized protocols emerges from the interlocking of community, incentives, self-management and skin in the game.

With FSWP we put the protocol's growth and future in the hands of participants. The key design is to emphasize behavioral incentives and participants welfare.

The aim of Flashnomics
is to create a
Focal-Point where
holders, governance
participants and users
incentives are aligned
towards protocol growth,
safety and sustainability.

DAVID ROCHEFORT

LE POINT DE SCHELLING

roman

nrf

GALLIMARD

Initiative

→ Holders

Token holders are participating directly in the protocol whether as liquidity providers, holders, technical advocates

→ Sustainability

Token's value grows with pooled capital but also with participants ability to diffuse power down the governance structure.

→ Staking.

The ability to lock and stake tokens itself creates new rewards mechanism for holders.

Genesis

→ Bootstrap FlashSwap Ecosystem

An initial liquidity offering will set fair-market price on token's value.

→ Proposals

Proposals will be set and votes will decide on what proposals to implement concerning DAOs and Staking Rewards

→ Policies

Governance is also responsible for protocol parameters such as health factor, maximum exposure ceiling, reserves expansion.

Policies

Each policy is a protocol parameters, max depth of liquidity pool, health factor for collateralized loans, fee distribution...

Risk policies are the rules set by governors for the protection of protocol participants

Each of these are examples of policies governed by protocol's governors

- **Assets to include and their risk basis**
- **Interest Rates**
- **Basis of overcollateralization and liquidation**
- **Configuration of reserve safety**

Growth and Safety

Protocol safety and longevity is the primary reason the FSWP tokens are released to the wild, the locked FSWP will be used as reserve protection in case of Shortfall events.

This policy is also subject to governance, the inbuilt mitigations can only be executed if the community votes for them.

If the community decides that excess flow requires protection, locked FSWP are auctioned against the underlying to safeguard the fTokens peg.

Auctioned FSWP are replaced by tokenized fSWP tokens which are a secondary mitigation mechanism, redeemable for FSWP.

Roadmap

Genesis 1 Aug 2020

Genesis period for community and distributed governance tokens.

October 2020

Deployment of FSWP
Staking contract and LP
Rewards.

2020

2020-Infinity

September 2020

Expected release of contract audits and mainnet launch. Full protocol governance is from day 1 !

...

Governance at full command, early developer not needed, Ownership keys controlled by DAO



TradFi is a house on fire

Traditional finance is a house on fire,
FlashSwap is insurance.