

The dYdX Chain will be a proof-of-stake blockchain network and, as such, if and when deployed on mainnet, it will require an L1 protocol token for staking to validators in order to secure the chain and for stakers of the L1 token to govern the network.

The dYdX community could elect to use [DYDX](#), the governance token of dYdX v3, as the L1 token of the dYdX Chain (if and when deployed after mainnet release). If such an election were to materialize, given that DYDX is an Ethereum-based ERC-20 token, the DYDX token would need to be migrated from Ethereum to the dYdX Chain.

On August 4, 2023, dYdX Foundation published "[Exploring the Future of DYDX: A Take on the Potential Migration of DYDX from Ethereum to the dYdX Chain](#)". We encourage the dYdX community to review the post in detail and discuss it in the thread below.

Thread:

<https://twitter.com/dydxfoundation/status/1687397067742740480>