What is a 'swap surplus'?

Everything you need to know about swap dynamics 'surplus' on 1inch Network

What is a swap surplus?

A swap surplus is the result of a unique market dynamic known as "positive slippage". In other words, if a token pair's rate changes positively from the time of submitting a transaction to the time of its confirmation, an excess aka "surplus" amount of tokens is returned (relative to the guaranteed amount entered in the swap window).

- A swap surplus is not a trading fee, and does not occur with every swap.
- With the 1inch router v4 and v5 update optimized routers
- such as unoswap, uniswapV3Swap and clipperSwap along with anyfillOrder
- function will never take a surplus, only the swap function. If you have more questions on this topic please reach out to our live chat!*

Where does a surplus amount of tokens end up after a swap is complete?

As of <u>1IP-28</u>, swap surplus from 1inch Network trades is no longer sent to the 1inch DAO treasury. Instead, 100% of the tokens go to the user who initiated the swap! <u>Edit this page Previous Wrapped tokens 101 Next 1inch Liquidity Sources</u>