Hi guys! We would like to get more feedback about our “No-ICO” approach described here in details:

Thetta’s Liquid Token Distribution (LTD) approach

In short:

1. We don’t do any ICO
2. We emit tokens starting from day one of the official launch
3. All payments/bonuses will be done in tokens only!
4. We won’t need ETH or BTC to fund the development
5. Token buyers or team members can sell tokens starting from the day one.

How we do that?

1. We have the first smart contract (SC1) that emits tokens in small chunks with milestones and voting. All team tokens are vested. This helps to avoid large sums of tokens being emitted for team members/buyers. Only a small number of tokens are emitted. Token are emitted continuously. All rules are in the smart contracts.
2. Second smart contract (SC2) is a Bancor Smart Token (market maker) contract. We put X ETHs there and N tokens. There is initial price generated automatically by the Smart Token.
3. If developers or token holders need ETH — they can go to SC2 and sell their tokens at the current price effectively lowering the price of Thetta tokens.
4. If people want to buy some Thetta tokens — they can go to SC2 and buy some tokens at the current price effectively increasing the price of Thetta tokens.

We are going to use this approach in our project and to test its Pros/Cons.

Questions:

1. What do you think about the “liquidity” in this approach? if we don’t put enough ETH funds into the Bancor smart tokens -> price may become very volatile.
2. What do you think about the continuous token emission? Ethereum has the same approach as ETHs are generated with each block.
3. Do you think this approach can provide a better “token buyer” security?

Thx!