

MYSO Covered Calls

MYSO is a DeFi protocol enabling larger token holders to earn immediate stablecoin premiums by lending tokens through trustless ["covered calls"](#).

Our Value Proposition

Larger token holders -such as team members, advisors, or treasuries- can benefit from covered calls on MYSO in the following ways:

- **Support for any token:** You can utilize almost any token for covered calls.
- **Immediate stablecoin payout:** Generate upfront revenue in stablecoins without having to sell.
- **Trustless settlement:** In contrast to CeFi covered calls you don't have counterparty risk. All covered calls are fully collateralized with on-chain stablecoins through our 3x audited v2 smart contracts.
- **Bespoke structuring:** Access fully customizable covered call structures tailored to your preferences like tenor and strike.
- **Liquidity sourcing:** Efficiently get matched through our institutional user network without having to engage trading firms directly.
- **Attractive conversion opportunity:** In case token price increases significantly, convert tokens into stablecoins at a higher price than the current and save trading fees.

How CRV Holders Can Benefit from MYSO

Larger \$CRV token holders, including the team, advisors, or treasury, can lend \$CRV tokens through MYSO to generate upfront stablecoin revenue. With \$CRV lending yields currently around +100% annualized for 30 days with a 110% strike (see appendix), this offers significant yield enhancement opportunities for larger \$CRV holders.

For instance, lending \$100k of \$CRV for 30 days with a 110% strike could generate around \$8,200 USDC upfront (equal to 100% APY). Then after 30 days, there are two outcomes are possible:

- If \$CRV price doesn't increase by more than 10%, you receive the originally loaned \$CRV tokens back.
- Else, you receive \$110,000 USDC (110% of the initial loaned \$CRV tokens' value).

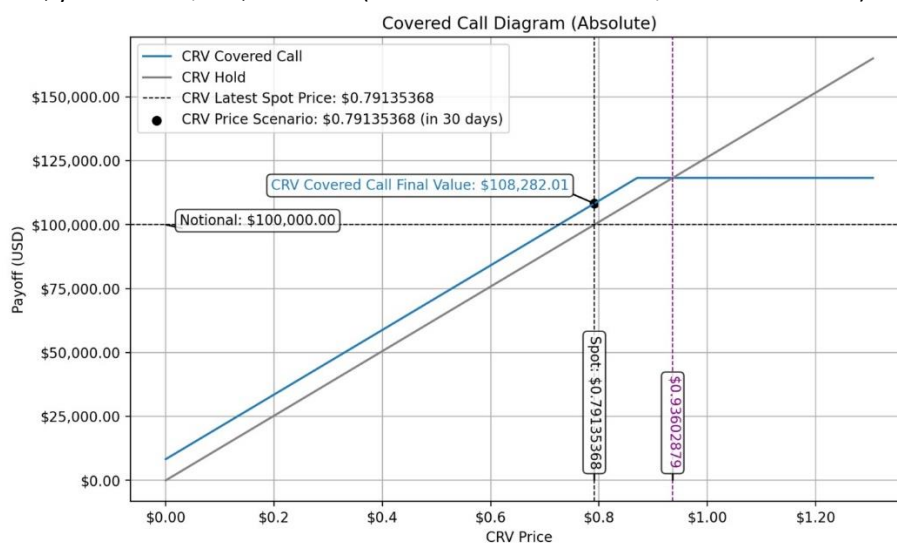


Figure 1: Illustration of payoff diagram for \$CRV covered call with 30d tenor and 110% strike.

Note the upfront stablecoin premium is paid immediately regardless of whether outcome a) or b) happens. Moreover, note that tenor and strike level can be freely chosen.

Why Covered Calls on MYSO

Several whales and treasuries have already used MYSO for trustless covered calls. For example:

- [Whale lent \\$100,000 of DIA](#), earning \$11,000 USDC at 67% APY (tenor: 60d, strike: 110%).
- [Whale lent \\$150,000 of LQTY](#), earning \$15,000 USDC at 60% APY (tenor: 90d, strike: 110%).
- [Whale lent \\$140,000 of BEAM](#), earning \$2,000 USDC at 24% APY (tenor: 30d, strike: 140%).
- [Evmos treasury lent \\$100,000 of EVMOS](#), earning \$3,800 USDC at 46% APY (tenor: 30d, strike: 110%).
- [Telos treasury lent \\$100,000 of EVMOS](#), earning \$5,700 USDC at 70% APY (tenor: 30d, strike: 110%).
- [Whale lent \\$100,000 of HOT](#), earning \$4,900 USDC at 60% APY (tenor: 30d, strike: 120%).

What users liked about doing covered calls on MYSO:

- They can use idle token positions to generate stablecoin upfront premiums with attractive APYs.
- If the token price slightly increases, remains stable, or falls, they are better off than simply holding their tokens.
- They retain upside in their token holdings by engaging in covered calls on only a portion of the overall token position.
- In case of a token price rally, they can convert at a better price than if they had sold outright. Moreover, in this scenario, they save on trading fees and avoid causing market impact, enabling them to tactically divest over time.
- Settlement happens fully on-chain without counterparty risk.
- Terms like tenor and strike are fully customizable according to user's individual preferences.

How to Get Started

1. Create a lender vault at MYSO <https://app.myso.finance/vaults> and add the desired token notional amount for lending via covered calls.
2. Choose the tenor and strike level, with assistance and indicative prices available.
3. Get a firm quote from our institutional user network for your preferred covered call structure.
4. Execute the covered call upon approval of the firm quote, receiving your upfront premium. Our telegram bot provides assistance throughout the self-service process, with our team available for guidance or queries.

Depending on the user, the entire process can be completed in less than a day. The minimum ticket size is \$100k notional.

About MYSO

MYSO Finance originated out of the ETHOnline Hackathon in 2021, where it was awarded as one of the [finalists](#). MYSO closed a [\\$2.4M seed round](#) in 2022 with several crypto-native investors such as HashKey, Wintermute, Nexo, and GSR. The [team behind MYSO](#) comes from a varied background of traditional finance and engineering.

Audits

- [Trail of Bits](#)
- [Statemind](#)
- [Omniscia](#)

Other Links

- [dApp](#)
- [FAQ](#)
- [Github](#)
- [Twitter](#)

Appendix

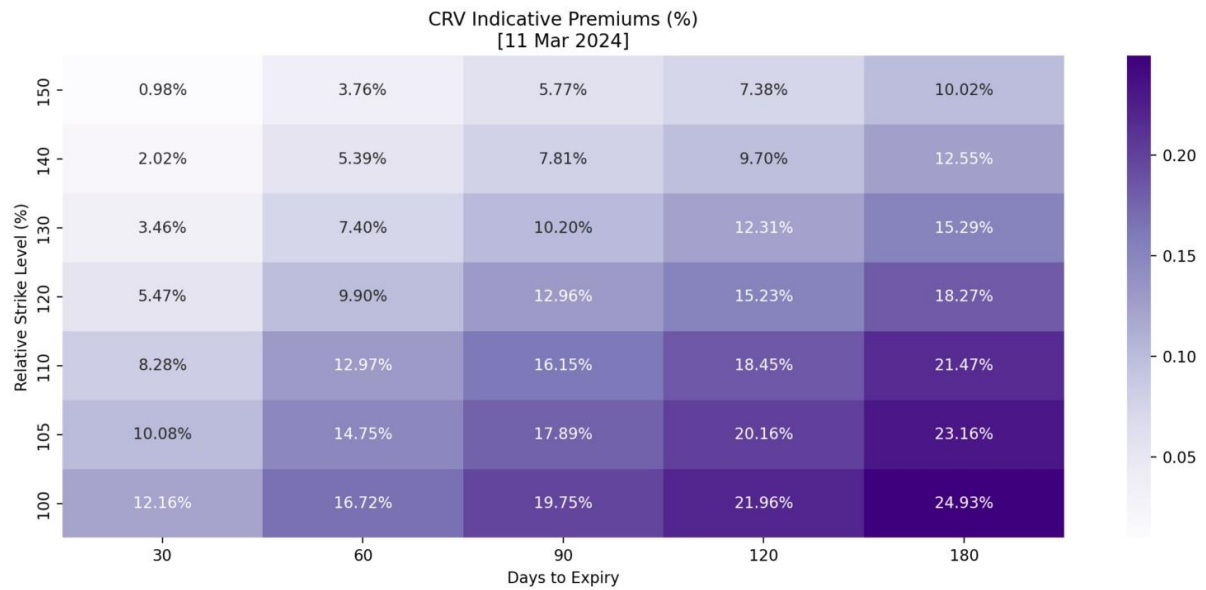


Figure 2: Indicative upfront premiums (% of notional) for lending \$CRV via covered call.

Note that premiums are subject to change and will vary over time depending on the \$CRV price volatility. If you would like to proceed with a specific strike and tenor combination, we recommend moving forward with execution in a timely manner to lock in option premiums as these otherwise can change rapidly over time.