Stablecoin Liquidity Provisioning Bot

Earning Yield on Chainflip

How do we create a win-win-win for swappers, retail users and Chainflip?

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Provide Liquidity!

- Better rates for swappers
- Yield for retail users
- More volume for Chainflip

→ Everybody wins!

By providing stablecoin liquidity you trade a dollar for a dollar and don't run any impermanent loss risk.



Providing liquidity via limit orders is however not retail friendly on Chainflip.

What problems are there?

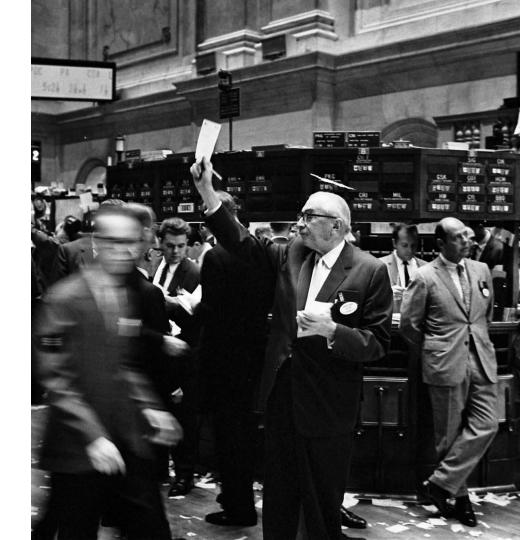
Retail users need to babysit their LP dashboard to place limit orders. Range orders have a lower priority than limit orders, giving lower yield. Less liquidity leads to less swaps. Less swaps leads to lower yield. _

Enter the Stablecoin Liquidity Provisioning Bot.

Use your balance as effectively as possible to earn yield while you sleep.

More volume.

By having more people provide liquidity more and bigger swaps can be processed by Chainflip, which in turns leads to more yield for users. This in turn attracts more liquidity which ...





Better pricing.

By providing competitive limit orders, more swaps can be won compared to typical stablecoin pricing. This in turns leads to Chainflip becoming a preferred stablecoin trading place.

Yield.

The APY which can be earned is depending on the amount of swaps happening on Chainflip. Over a span of 25 days in the USDT/USDC pool an APY of 11% was accomplished using this approach.

With arbUSDC/USDC as a new pool and a future solUSDC/USDC pool the amount of swaps should increase, maintaining or increasing the APY.

Z	Chainflip USDT/USDC LP	
	Starting Date	2024-06-04
	Starting USDC	
	Starting USDT	
	Starting USDC (Arb)	
	Starting Balance	
	Current USDC	
	Current USDT	
	Current USDC (Arb)	
	Current Balance	
	USDC Rewards	
	USDT Rewards	
	USDC (Arb) Rewards	
	Dollar Return	
	% Return	0.72044%
	Daily Return	0.02872%
100	Days LPing	25
	APY	11.05%

From underdog to star

When we all work together everybody wins.

Having more money in the decentralized system leads to better pricing for people compared to centralized exchanges.

Allowing people to earn yield for providing a service results in a flywheel effect which will attract more money.

Requirements

- Docker (Linux/Mac/Windows)
- Chainflip LP Account
- Stablecoins



