



Sign in









Kaia Consensus Liquidity: A New Paradigm in Blockchain Liquidity



Kaia Foundation · Follow

Published in Kaia · 5 min read · Sep 23, 2024











Kaia Consensus Liquidity:

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- Tell your story. Find your audience.

Membership

- Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- Read offline with the Medium app

Sign up for free

Try for \$5/month

are preliminary and subject to change as we develop the initiative jurther. Final specifications, details, and the official name will be shared when we create a governance proposal.

What is Kaia Consensus Liquidity?

Kaia Consensus Liquidity is an innovative solution that enables simultaneous participation in validator staking and DEX liquidity provision on Kaia. With CL, General users will be able to utilize a portion of their staked KAIA towards the creation of a CL liquidity pool by pairing their project's token with KAIA — subject to governance approval of course.



Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- √ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- √ Read offline with the Medium app

Simultaneously

In the Kaia ecosystem, validators are required to stake a minimum of 5 million KAIA to bolster chain security. However, at the same time KAIA needs to be available as tradable liquidity to energize the ecosystem and provide diverse utilities.

With CL, general users will be able to continue securing the Kaia ecosystem while also contributing to the vibrancy of Kaia's DeFi ecosystem through LP provision. In doing so, the general users will be able to continue earning block rewards while also earning swap fees from that LP — eliminating the need to separate DEX liquidity provision and validator staking. On the other side, users will be able to enjoy the benefits of deeper liquidity in Kaia's DeFi ecosystem. The result? A positive synergy for both the Kaia ecosystem and CL token projects.

Greater Participation, Enhanced Rewards

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- ✓ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- √ Read offline with the Medium app

The success of Kaia Consensus Liquidity hinges on attracting high-quality projects. To this end, the Kaia DLT Foundation will offer various incentives to entice participation from outstanding projects, paving the way for more quality projects to join as CL participants.

• Kaia ecosystem synergy

The projects and their tokens that are participating in CL (CL tokens) will receive priority consideration for new Kaia mainnet features. Projects participating in CL can collaborate with the foundation on Kaia ecosystem expansion programs, fostering mutual benefits. The foundation aims to onboard projects from diverse sectors like gaming and social media that can enhance Kaia's ecosystem.

• New utility development

The foundation is exploring new features to enhance utility for CL tokens. One notable utility enhancement under discussion is the prioritization of CL tokens for review and selection as gas payment

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- ✓ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- √ Read offline with the Medium app

DEA swap transactions provide additional revenue opportunities for LP participants.

• Burning Policy: A portion of the fee revenue from the foundation and CL participants is burned or re-deposited into liquidity, effectively increasing the real staking APY.

Project Timeline

The Kaia Consensus Liquidity project aims for the following key milestones:

- The schedule below is subject to change based on circumstances.
- 2024 Q4: CL development (including new features for CL DEX and securing CL token utility) and selection of CL participants
- 2025 H1: Launch of CL DEX (including new features to secure CL token utility)

Dhase 1. Only the foundation and CI nexticinants can nexticinate as I De

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- √ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- √ Read offline with the Medium app

CL DEX swap trading will be open to all users without restrictions upon launch.

How are staking rewards and DEX swap fees received?

The method of receiving staking rewards remains unchanged. DEX swap fees are automatically distributed according to the LP's liquidity provision contribution.

• Can it be used in all liquidity pools?

Pairs are formed with KAIA only for CL tokens approved by Kaia governance and can only be used in those liquidity pools.

• How are CL participants and tokens selected?

The foundation selects candidate tokens from various industries such as gaming and social media that can provide visible and positive synergy effects to the Kaia ecosystem. They are confirmed as CL tokens upon approval by Kaia governance.

• What is the first CL token and when will it be announced?

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- √ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- Listen to audio narrations
- √ Read offline with the Medium app

participating in CL will nave positive impacts on the Kaia ecosystem in various aspects including business, technology, and economics.

English Kaia Chain Ecosystem Blockchain



Published in Kaia

209 Followers · Last published 2 days ago



Kaia is a high performance public blockchain that simplifies Web3 for users, builders, investors, enterprises, and everyone in-between.



Written by Kaia Foundation

287 Followers · 5 Following



Wolra the team encerhooding the econyctem and technological development of

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- ✓ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- Read offline with the Medium app

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- √ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- Earn money for your writing
- √ Listen to audio narrations
- Read offline with the Medium app

Recommended from Medium

In Sagaxyz by Jin Kwon

The First Uniswap V3 Appchain Launch: Next Chapter in Saga's...

The Uniswap protocol is coming to Saga. Earlier this month, Uniswap V3 was deploye...

Dec 21, 2024 3 218

In Silent Protocol by 0xNovachrono

Making ethereum institution friendly & solving the duality of...

(Trigger Warning: This article is technical in nature)

Oct 12, 2024

Image: Control of the con

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- Distraction-free reading. No ads.
- √ Organize your knowledge with lists and highlights.
- √ Tell your story. Find your audience.

- Read member-only stories
- Support writers you read most
- Earn money for your writing
- Listen to audio narrations
- Read offline with the Medium app

Introducing the Manta Network UniLend Finance Hack Analysis Social Gain Program Overview: Manta Network is on the hunt for passionate and influential Mantalorians to amplify our... Ct Nov 21, 2024 **1**15 Jan 15 Kyo finance Yelay [4] Kyo Finance Roadmap: Our Morpho x Yelay AMA Recap Vision & the Problems We're... In last week's engaging AMA session,

Medium

Sign up to discover human stories that deepen your understanding of the world.

Free

- ✓ Distraction-free reading. No ads.
- Organize your knowledge with lists and highlights.

Alexandra Kugusheva, Business Developme...

√ Tell your story. Find your audience.

- √ Read member-only stories
- √ Support writers you read most
- √ Earn money for your writing
- √ Listen to audio narrations
- √ Read offline with the Medium app