# FLARE FINANCE ECOSYSTEM OVERVIEW

RECEIVES → WHICH BRINGS → HOLDING → RECEIVES

DFLR — SWAP TO — USE — USE

YFLR → YieldFlare: 40M $YFLR AVAILABLE FOR CLAIM

USED FOR SECONDARY GOVERNANCE

Exchange fees on FlareX

Vote for new token listings on FlareX

FDOGE, FLTC, FXRP, FXLM, YFLR, FLR → FlareFinance

USE

OTHER DECENTRALIZED APPS

## FlareX

Easily swap your currencies in a non-custodial way and utilize leverage in margin trading with a 0.2% fee.

Earn yield for being an ODL provider in the form of tokens.

Liquidity Fee per swap is split as follows:

- 90% of this fee goes to the Liquidity Providers on FlareX
- 8% of this fee goes to the Team Distribution Contract.
- 2% of this fee goes to the APY Cloud for Staking.

## FlareFarm

Participate in yield farms and fair-launch project distributions with your YFLR, FLR, and F-Assets.

Earn yield in the form of $YFIN & other tokens.

Earn Primary Governance token, YieldFin ($YFIN)

VOTING WEIGHT

YieldFlare

YieldFin

10,000 YFLR = 1 YFIN

Participate in Governance Staking and Voting to earn dynamic APY from the APY Cloud in the form of basketed assets.

APY is distributed in the form of YFLR, YFIN, and F-Assets.

## FlareLoans

Loan your assets in a non-custodial way and borrow against your collateral up to 70%. Pay/Earn APR plus/minus the governance established fee.

Earn yield in the form of F-Assets and $YFIN.

Loan Fee from FlareLoans is split as follows:

- 90% of this fee goes to the Lender in the form of staking APY.
- 8% of this fee goes to the Team Distribution Contract.
- 2% of this fee goes to the APY Cloud for Staking.

## FlareMutual

Provide and purchase coverage as a project, holder, agent, or signal provider in a non-custodial way and earn yield minus the governance established fee.

Earn yield in the form of tokens, F-Assets, and $YFIN.

Coverage Fee from FlareMutual is split as follows:

- 90% of this fee goes to the Coverage Provider in the form of staking APY.
- 8% of this fee goes to the Team Distribution Contract.
- 2% of this fee goes to the APY Cloud for Staking.

## FlareWrap

Bridge your favorite assets over from other chains for a governance established fee.

Bridge your F-Assets to these same networks.

Wrap Fee from FlareWrap is split and distributed as follows:

- 50% of this fee goes to the Team Distribution Contract.
- 50% of this fee goes to the APY Cloud for Staking.

## FlareMine

Provide $BTC and $LTC hash power to a decentralized mining pool and generate liquidity for $FLR markets on FlareX.

Earn yield in the form of $FLR minus the governance established fee.

Pool Fee from FlareMine is split and distributed as follows:

- 50% of this fee goes to the Team Distribution Contract.
- 50% of this fee goes to the APY Cloud for Staking.

## APY CLOUD

DYNAMIC APY DISTRIBUTIONS CONTRACT:

FLR, YFLR, YFIN, FDOGE, FXRP, FXLM, FLTC, etc.

## What are Team Distributions?

Team Distributions are the Teams' and potential investors profits distributed automatically via smart contracts.

Team Profits are deposited into a smart contract. → Profits are sent to Team Members and Investors based on FFET Holdings. → Each whole FFET equals 1% equity in our ecosystem.

## WHAT IS APY CLOUD?

It is a Dynamic Yield Aggregating Savings Protocol allowing user governed protocols to enact long term yield mechanisms through various Distribution phases.

Protocol Earnings

40M YFLR

### STEP 1

What is the current voted minimum and maximum Governance APY?

### STEP 2

Is there enough Protocol Earnings to cover the minimum Governance APY x Total Value Locked?

NO — YES

### MONTHLY CHECKPOINT

NO → STORE EXCESS IN APY CLOUD

YES

### HOURLY CHECKPOINT

Is Governance APY in excess? (20% above maximum Governance APY)

3-MONTH EXCESS

YES — DISTRIBUTE 30% OF SAVINGS OVER 3 MONTHS

NO — FINISH 30% CYCLE AND STORE REMAINING 70%

Is APY in excess for 3 months? If progressing cycle, is APY still in Excess?

Keep daily record of average hourly APY and monthly record of average daily APY.

## EXCESS DISTRIBUTIONS

Excess Distributions are boosted yield distributions provided to each product in the Flare Finance Ecosystem. ED's take place quarterly when the APY Cloud exceeds the needed Maximum Governance APY by XX% or more for 3 consecutive months. At this time, 10% of the excess begins to distribute for that quarter in the form of a Boosted APY for staking in any products yield contracts.

If the Governance APY falls below XX% for a month during excess distributions, the cycle completes its distributions for the quarter and stops until appropriate conditions are met again.

## WHAT ARE STRESSED DISTRIBUTIONS?

Stressed APY is the period of rewards distribution when protocol earnings do not meet the needs of the Minimum Gov. APY established internally.

### STEP 1A

How much of the Minimum Gov. APY is Protocol Earnings able to cover?

### STEP 1B

What is the time frame established for the stressed release schedule via Governance?

### STEP 1C

What is the value of the deficit in USD and how much YFLR would be distributed to cover?

### STEP 2

Would covering this deficit wholely be unsustainable based on the release schedule and amount of YFLR needed to distribute?

NO — YES

### STEP 3A

Distribute entire needed amount of $YFLR without restraint or restriction.

### STEP 3B

Convert yield period to Stressed APY and distribute based on release schedule established by governance

40M YFLR

## WHAT ARE BOND DISTRIBUTIONS?

Bonded Distributions is the period of open price support where holders of YFLR can bond for BFLR and earn long term minimum APY on their YFLR.

### STEP 1

How much YFLR is needed to cover the yield deficit?

### STEP 2

Has this amount been covered in the form of Bond Purchases (BFLR)?

NO — YES

### STEP 3A

Distribute YFLR Deficit from Pool Holdings and distribute remaining bonded currency to compensate.

### STEP 3B

End Bonding Period once ecosystem exits stressed distributions period.

### STEP 4

Distribute Rewards to participants of Bonding Period during Excess Distributions.

### (OPT.)

Withdraw YFLR from Bonds at anytime if market health is not appropriate.