



# Lending and borrowing on FreeTON

Essay contest

## Contest period

- **Submission period:** 1 week after the acceptance of this proposal
- **Voting period:** 1 week after the end of the submission period

## Motivation

Lending/borrowing protocols are one of the essential elements of any financial ecosystem. It is especially true for the DeFi segment: thanks to AAVE, Compound, Maker, and other protocols, Ethereum's DeFi world has exploded over a recent couple of years.

However, you cannot easily replicate everything possible in Ethereum (e.g., flash loans) in FreeTON.

This contest aims to find lending/borrowing mechanics that can benefit from FreeTON's peculiarities, including its distributed nature and scalability.

## General requirements

- Write an essay about the lending/borrowing mechanics you believe will be the most suitable for FreeTON, considering all of its peculiarities and clearly stressing the difference with existing Ethereum protocols.
- Ground your thoughts with arguments and think about future use of such mechanics in existing and expected ecosystem products (e.g., DeXes, oracles, bridges, etc.).
- Don't be a graphomaniac: 3-5 pages are more than enough.

## Fair play

As per [Procedural remarks on contests](#).

## Evaluation criteria and winning conditions

### Hard criteria

- Provide a brief analysis of existing Ethereum lending/borrowing protocols: what features can be reused in FreeTON, and which ones cannot (explain why)?
- What unique features can be introduced in a native FreeTON lending/borrowing protocol that will benefit from its architecture?
- How can existing FreeTON DeFi products benefit from such protocol and vice versa?
- The proposed solutions must be implementable on FreeTON.

## Soft criteria

- Detailed and easily understandable charts explaining the proposed architecture and business processes;
- Readiness to participate in the implementation phase;
- Brevity;
- Mostly everyday English to facilitate understanding.

## Rewards

Rewards regulation as per [Procedural remarks on contests](#).

Place	Prize, TON
1	10,000
2	8,500
3	7,000
4	5,500
5	4,000
6 - 10	1,000

## Procedural remarks to jurors

As per [Procedural remarks on contests](#).

## Jury rewards

As per [Procedural remarks on contests](#).

## Governance rewards

As per [Procedural remarks on contests](#).

## Procedural reminders to all contestants

As per [Procedural remarks on contests](#).

