

# NEZHA LITEPAPER



[linktr.ee/nezhasocials](https://linktr.ee/nezhasocials)

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# WHAT IS NEZHA

*Nezha is revolutionizing prediction markets and, in the same breath, providing a gamified yield generation experience for DeFi enthusiasts.*

With Nezha, users can play prediction games, like the Nezha draw and soon the Nezha spin. Access to these games is granted by staking a token, such as USDC, to the protocol. Nezha pools the liquidity staked to the protocol, distributes it across DeFi yield generation platforms, and aggregates the yield, which fuels the prize for each game cycle. Therefore, even with small stakes, everyone has the chance to win big with Nezha.

## How do we revolutionize prediction markets:

Instead of wagering the principal stake as often done in games where participants play for a monetary outcome, Nezha replaces 'stakes' through staking. Therefore, no one is required to lose their initial stake for someone else to win. Instead, protocol participants only play for the yield generated on their stake. Nezha maintains the same entertainment and chances for a big win while keeping the risk for losses at the minimum!

## A novel take on yield aggregation

Our protocol is appealing to the desires of multiple blockchain community members. With the chance to win big at our games, our users gain exposure to the chance for high multipliers on their stake. This is likely to be appealing, as altcoins, which are otherwise often associated with multiplying returns, can also be subject to significant volatility due to overall market sentiment and a multitude of other factors. On the other hand, as stablecoins are used to stake in the Nezha protocol, the downside risk is kept to a minimum. Therefore, Nezha unites the best characteristics of stablecoins with the prospect of gamified DeFi yield generation. Also, we can provide a novel approach for wider yield generating strategies. Instead of staking to a protocol to receive continuous but guaranteed low APYs on staked stablecoins, Nezha offers the appealing prospect of potentially higher rewards through winning the YieldPot.

## OUR VISION

We envisage that prediction markets will change from negative-sum to positive-sum. We want to change this market structure to become a community where players experience great entertainment and profit together, instead of playing against each other.

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## OUR MISSION

To utilize blockchain technology and DeFi to create an accessible and welcoming application, providing better prospects for everyone who seeks the chance for a big win or just wants to enjoy the next generation of prediction markets!

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# INTRODUCTION

## *Prediction markets have a proven track record.*

They have existed throughout history and with the advent of the internet, they've enjoyed growing popularity for decades. However, the prediction market structures have typically stayed the same: the wins of one person come at the expense of another; and overall, most games lead to negative returns for the participating players in the long run. Nezha argues that this is not the final stage of this market's transformation. Using the innovations of DeFi, we change these dynamics by replacing high stakes with staking. We are introducing the next generation of prediction markets: Where players play together instead of against each other. Everyone benefits from higher yields when more value is locked in the protocol.

Next to the positive expected outcomes, Nezha also innovates by offering high-quality game offerings for the greatest entertainment factor for players. Both game design and playing together with the community are meant to make Nezha an overall great experience. The first two games planned are the Nezha draw and Nezha spins, two innovative takes on proven and well-loved prediction games. In the future, we plan more community-led game development and to become an infrastructure benchmark for on-chain next-generation prediction markets, where we plan to white-label our technology for other game providers.

## Tokenomics

While no ownership of our native token Nez is required to use the Nezha protocol itself, the Nez token is of heavy utility for Nezharians. Utility of the token can be grouped into staking, access to tiers, governance rights, pool origination, and the buyback and burn program.

Tiers access encompasses tiers corresponding to a premium user experience, exclusive access, extra game entries, and more. Being a DAO, token holders hold certain governance rights over Nezha. Pool origination is part of the B2B utility: Nez stakes are required for other game developers to submit their games to the protocol or access Nezha infrastructure technology. Buyback and burn programs will counteract negative market sentiments, promote price stability of the token, and initiate a long term decrease in the circulating supply of Nez tokens.

Token holders can benefit from such utility by staking the tokens into the Nezha ecosystem or supplying them for liquidity mining at DEXs. Nezha is focused on building infrastructure around yield aggregation and next-generation prediction markets, and Nezha will continue to add and refine token utility accordingly. The overall tokenomics, both in terms of token utility and distribution + release, have been designed to complement the long term health, sustainability, and community of the Nezha ecosystem.

Exhibit a.)  
Token Distribution

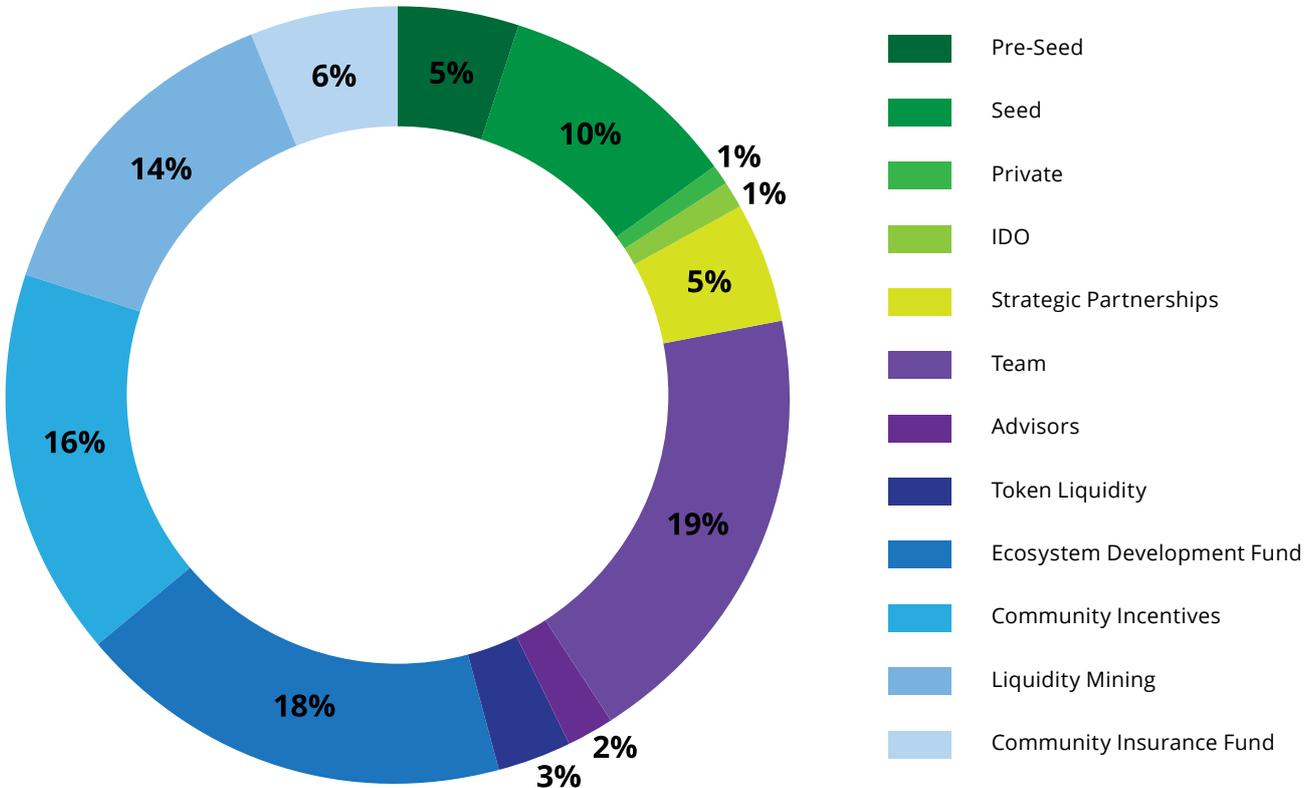
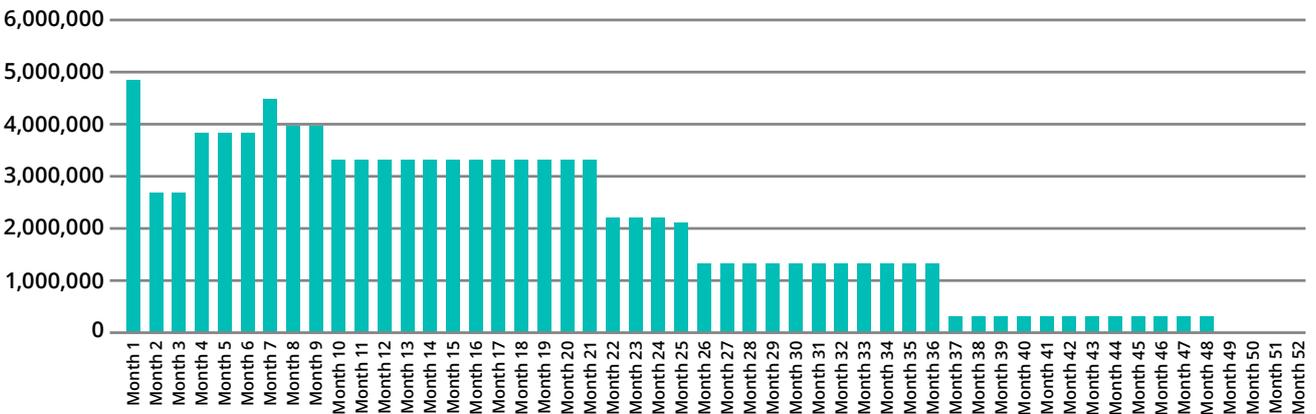


Exhibit b.)  
Token release schedule



# ROADMAP

***Next, we plan to IDO during the Spring of 2022. The date is to be set in correspondence with our product launch.***

We plan to build on our initial game offering and add continuous utility and entertainment to the Nezha ecosystem. Furthermore, we will tap into more sources of liquidity by bringing the Nezha protocol to multiple Layer 1 chains. After initially launching on Solana, we plan to deploy the Nezha protocol to Cardano, and we are continuously evaluating further Layer 1 options.

Furthermore, an extensive and appealing game offering is core to our vision to provide the finest entertainment. Aside from the two initial games, community and external game development will be of the essence to scale and achieve this vision. Nezha's goal is to become the infrastructure benchmark for next-generation prediction games, offering a white-label B2B solution to offer prediction games.

## CONTACT DETAILS

To learn more about the project or get in touch with the team, please visit our website and our Socials. You will find a lot more resources here, as well as our helpful community team to get in touch for any questions or inquiries.

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