

Proposal WXP-005

from the user of telegram <https://t.me/xm1733>.

Link to the proposal discussion: <https://t.me/wxnetworkru/216375>.

How to start releasing the users of the liquidity protocol VIRES? Short answer: send liquidity to the protocol. I suggest engaging the WX team in that process. They need to partially contribute to the solution of this problem.

This is how I see it:

Currently, the WX team buys out WXG tokens on the exchange to decrease their emission and burns them. But it's possible to better use those tokens by sending them to the liquidity protocol VIRES as deposits. As a result, utilization would decrease, and users would begin withdrawing their funds to WX.

For instance, the WX team buys 1 BTC-WXG and sends it to the liquidity protocol VIRES as a deposit. Therefore, the amount will increase from 92.84 to 93.84. Thus, utilization would decline, and some of the users would be able to withdraw 1 BTC-WXG of their funds to the exchange WX. Subsequently, if there is sufficient liquidity, the user would be able to sell the coins, for instance, to the WX team.

True, that won't help to decrease the BTC-WXG emission, but it will be so only for a period of time. If the WX team does that on a regular basis, it will be able to eventually replace the users' BTC-WXG with their BTC-WXG. At that point, you would be able to decide what you want to do with the tokens. For instance, you could burn them, like you're doing now. But for this scheme to work, there should be a ban on borrowing BTC-WXG tokens from the protocol VIRES. That way, the team will be in control of the process.

Eventually, the WX team will be the only owner of BTC-WXG tokens in the VIRES protocol.

The same could be done to all WXG tokens in the VIRES protocol. Then, after a period of time, all the users would be released, and all WXG balances would be burned, thereby decreasing their emission.

As soon as the users are released from the protocol, there would no longer be a need to continue depositing WXG tokens to VIRES, and they could be burned without involving the protocol.

That way, one problem would be solved completely – releasing VIRES depositors, - and another problem would be solved partially: decreasing the emission of WXG tokens.

It's vital to ban borrowing WXG tokens, enabling only deposits (so that users could repay their debts) and withdrawals for the depositors. Otherwise, some users would create

problems by constantly bringing borrowed WXG tokens to the market instead of the users who deposited these tokens.