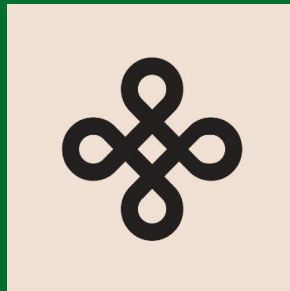


dorm dao 🍜

Oregon



Dymension – \$DYM

By: Brock Nelson

02/20/2024

Background - Dymension's RollApp Ecosystem

Facilitates a network of modular blockchains called **RollApps**

- **RollApps** are fast and easily deployable

RollApps interact with any IBC-enabled chain using Dymension Hub

- RollApps outsource consensus to the Dymension Hub optimistically
- Utilize DA networks
- Dymension RDK

Build fully customizable apps like games, NFT projects, DeFi, and more!



Macro Factors & Narrative

- Modular is popular
- Growth in the Cosmos Ecosystem
- Record L2 adoption speed



Market Demand

- Flexible, secure, and interconnected ecosystem for modular blockchains
- Growing adoption for L2s

Protocol	Time to 1M Users	Year
Arbitrum	303	Aug-21
Optimism	191	Jan-22
zkSync	71	Mar-23
Base	11	Aug-23



What does Dymension Do?

Conducts a network of fast, easily deployable modular blockchains (**RollApps**)

- Security, Interoperability, and liquidity
- Developer friendly
- Native token: **\$DYM**



How it Works

Functions similarly to a full-stack web application

- **RollApps** = Front End
- **Dymension** = Back End

Dymension **DA Networks**

- Stores transaction data, state information, and other data
- Holds data for shorter periods
- Decentralized



How it Works

RollApps are made up of a **client** and server

Client: Dymint

- Replacement for Tendermint
- RollApps outsource consensus, security, and settlement to the Dymension Hub

Dymension Hub **optimistically** accepts state root updates from Sequencers

- Allows light client bridging, increased capital efficiency
- Access to Cross-chain message passing



How it Works

RollApps are made up of a client and **server**

Server

- Application used by RollApp developers
- Integrates pre-packaged modules
 - Bank, gov, upgrade, and IBC modules from Cosmos SDK and IBC
 - Two additional smart contract frameworks: **Ethermint, CosmWasm**
- Dymension RDK
 - Epochs, time-based mint modules, dist, sequencers



Team

- Founded in 2022
- CEO and Co-Founder Yishay Harel
- Based in Tel Aviv-Yafo, Israel

No other public information

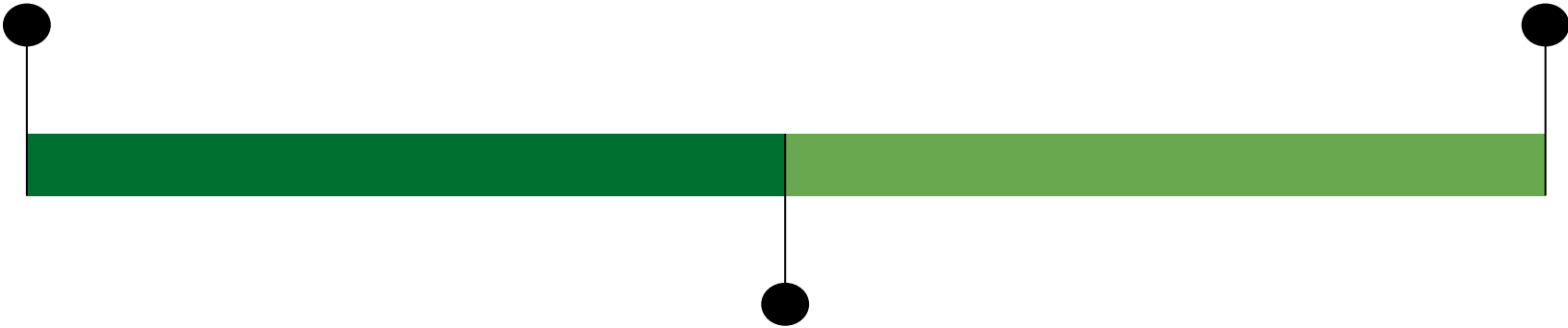


2022 Roadmap

Sep-2022: Dymension GitHub

Release docs and tutorials for running nodes, building RollApps, and more

Feb-2024: Mainnet



Feb-2023: Testnet released

Raised \$6.7M



Auditing Background

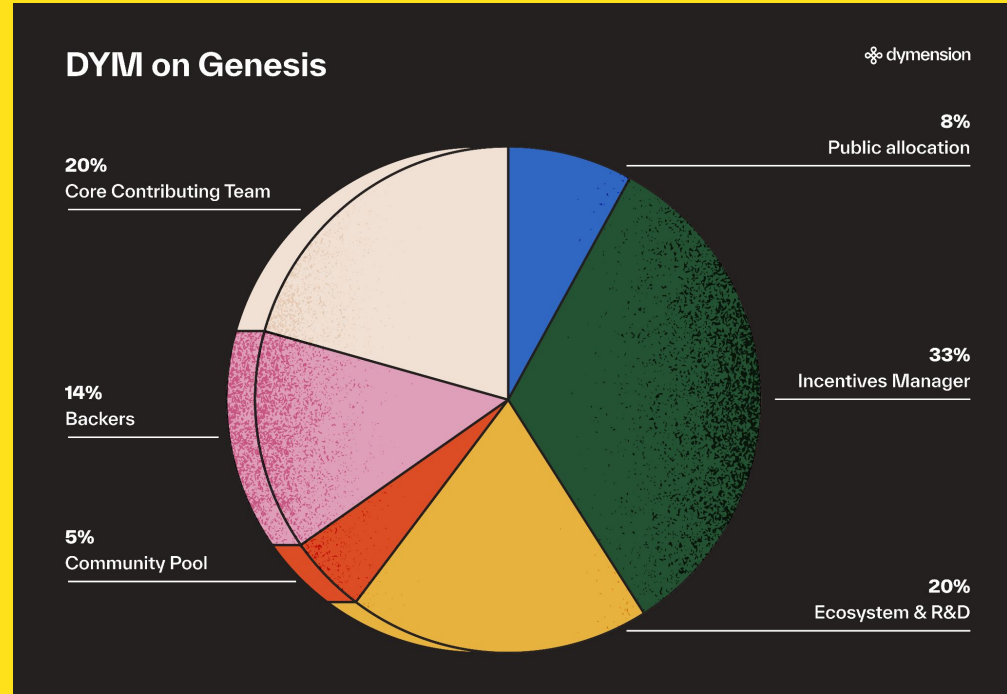
No Public Information



Tokenomics & Vesting

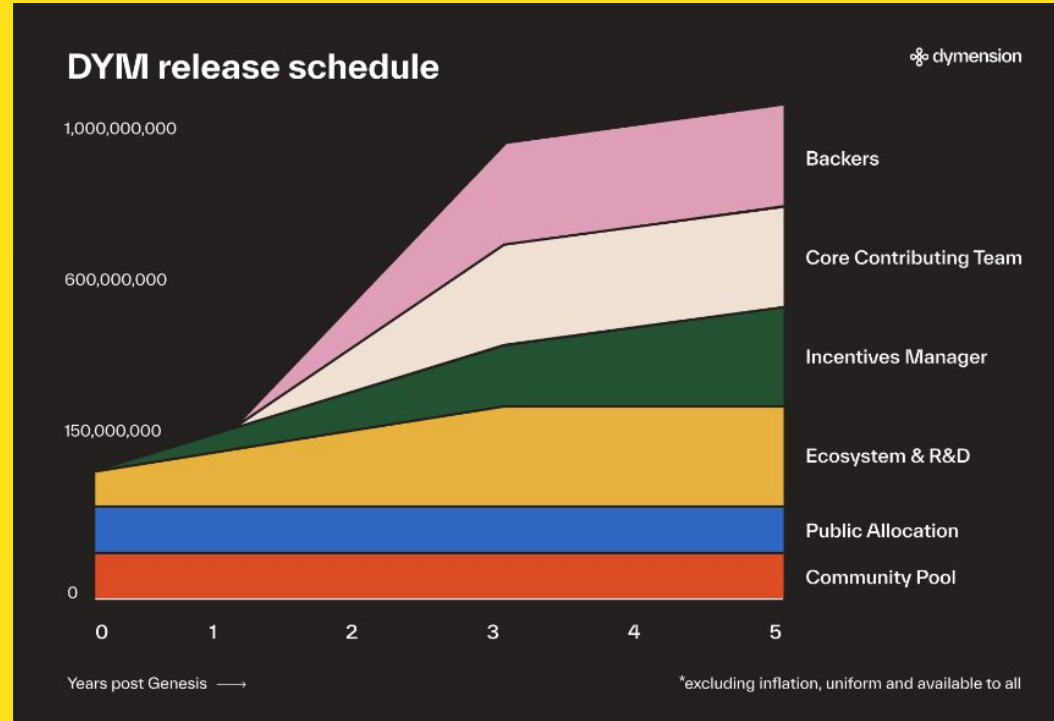
Initial Total Supply - 1B

Rate of issuance is dependant on percent of staked \$DYM
- Varies between 1-10%



Tokenomics & Vesting

Category	Unlock Schedule
Genesis Rolldrop	Fully unlocked at genesis
Incentivized Testnet*	Fully unlocked at genesis
Incentives Manager [Onchain DAO]	Available to governance at genesis (non-circulating)
Community Pool [Onchain DAO]	Available to governance at genesis (non-circulating)
Backers	12-month lockup, followed by a 24-month linear vesting
Ecosystem and R&D	33% available immediately, remaining vests linearly over 3 years
Core Contributing Team	12-month lockup, followed by a 24-month linear vesting



How the token Captures Value

Native token: **\$DYM**

- Staking, gov, and transaction fees

On-Chain DAO distributes \$DYM and stimulates growth. The incentives manager allocates protocol owned \$DYM to these categories:

- **Governance:** Can distribute tokens to RollAPP Sequencers based on Total Value Bridged
- **Rolldrop Seasons:** Ongoing incentives for user engagement and exploration of RollApps
- **Dymension Hub's AMM:** Rewards to users that lock up their liquidity pool shares



Investors

Sept 2023: \$6.7M raised in seed funding



Why The Protocol Offering Matters To Consumers

- Dymension creates a **Network of RollApps** that offers scalability, liquidity pools, security, interoperability, and speed to its network of RollApps
- RollApps easy to deploy
- Custom app logic alongside pre-packaged modules
- Outsource consensus, security, settlement
- Stake tokens



Competition Landscape

Protocol	Features	Security/Consensus Source	Custom Logic
Dymension	Modular architecture, dymint Dymension RDK, native to IBC	RollApps outsource to Dymension Hub	Yes
Polygon	Ethereum Sidechain, diverse scalability solutions, improves transaction speeds	In-house model	No
Boba Network	Optimistic rollup, fast transactions, reduced fees, multichain interoperability	In-house model	No
zkSync	Compliments Ethereum's main layer, scaling solutions enabled with zk-Rollups & batched transactions	In-house model	No
Cosmos	IBC, Tendermint, consensus engine, Cosmos SDK	Each appchain is in-house	Yes



Protocol Go To Market Strategy Versus Competitors

- Vertical integration of modular blockchains
- Scalability and efficiency from network liquidity bootstrapping, Dymension RDK
- Outsource consensus and security, DA network, don't create their own token/create tokenomics model
- Diverse array of apps for gaming, DeFi, NFT projects, etc.



Comparable Analysis (Market Capitalization)

- Dymension will accrue TVL from its appchain, unlike Cosmos.
- Low Market Cap to FDV shows that Dymension will have to see lots of future growth to avoid inflation.

Protocols	Market Cap	FDV	TVL	FDV/TVL
Dymension	1.08B	7.35B	N/A	N/A
Polygon	9.29B	9.28B	9.4B	.987
Boba Network	99.8M	129.4M	4.69M	27.6
zkSync	2.2M	3.3M	146.4M	.023
Cosmos Hub	3.9B	3.9B	N/A	N/A



Investment Thesis

Network of easily deployable RollApps

- Modularity is top of mind for investors
 - Success of Celestia's token
- IBC, DA layer, outsource consensus, security and settlement
- Prepackaged modules alongside custom app logic

Solid tokenomics in a growing ecosystem



Fund Recommendation

Current Price:

\$7.68

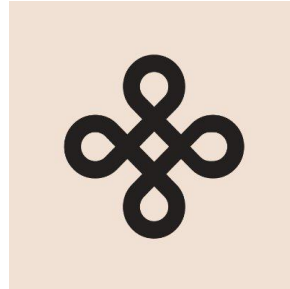
Market Cap:

\$1.08B

Fully Diluted Market Cap:

\$7.35B

\$DYM



Action:

Buy 368 \$DYM at
\$7.68 for a total
of 2 ETH



Questions?

