



CRYP2NOVA

Archived copy - cryp2nova.com



Insurance Whitepaper

CRYP2NOVA

Archived copy · cryp2nova.com

Overview

Insurance is a decentralized, community-driven insurance platform built to protect both digital and physical assets. It offers a secure and reliable solution for investors seeking to mitigate risk and enhance their investment experience. By leveraging blockchain technology, empowers users to confidently navigate the complexities of asset management, knowing their investments are safeguarded.

The platform operates on a Dynamic Pricing Model, where premiums are calculated based on market demand and the value of the native SURE tokens. This model ensures that the capital required to back the risks is continually adjusted in response to market fluctuations, providing flexibility and sustainability for the ecosystem.

Insurance also integrates a decentralized support system to efficiently process insurance claims. Through the InsuranceDAO, claims are vetted by the community, ensuring that only legitimate claims are honored and fraudulent submissions are flagged. This community governance model enhances transparency and fairness across the platform, giving users greater confidence in the protection of their assets.

With Insurance, investors can protect their crypto portfolios and physical assets, benefiting from an innovative approach to risk management in the evolving digital economy.

CRYP2NOVA

Archived copy · cryp2nova.com

Introduction

Background

Insurance plays a crucial role in redistributing risk within a community. However, the significant capital required to underwrite large risks has led to domination by massive corporations capable of pooling resources on a large scale. These traditional Insurance prioritize profitability, often limiting claim payouts relative to the premiums they collect. Despite strict regulation, they have built-in incentives to reject claims, creating a conflict of interest.

As Insurance increasingly rely on data-driven risk assessments, they tend to overlook emerging risks, leaving protection gaps in sectors like Decentralized Finance (DeFi). The rapid rise of DeFi and innovative liquidity mining schemes has increased the total value of blockchain assets, with liquidity providers offering capital in exchange for yields, often without fully understanding the associated risks. Despite security audits, the DeFi space remains vulnerable to hacks and smart contract exploits, leading to significant losses.

The growing value of cryptocurrencies and digital assets has driven demand for tailored insurance solutions. In 2022 alone, $3.8 billion in crypto was stolen, underscoring the need for robust coverage to protect against theft, fraud, hacking, and cyberattacks. High-profile incidents, such as the $600 million Poly Network exploit, the $325 million Wormhole Bridge hack, and the collapse of FTX, where $8 billion in customer funds went missing, highlight the urgent need for specialized insurance to mitigate these growing risks.

CRYP2NOVA

Archived copy · cryp2nova.com



CRYP2NOVA

Archived copy · cryp2nova.com



CRYP2NOVA

Archived copy · cryp2nova.com