



# Bitlafa Token (BITL) Whitepaper

This whitepaper will outline the fundamentals of the Bitlafa Token protocol and its underlying concept of meeting three core pillars - Static Rewards, Automatic Liquidity Pools, and a Manual Burning Strategy.





# Executive Overview

Bitlafa token (BITL) is the digital token that represents the bit-lafa.com website. By allowing participants to purchase nodes they own a share of the intellectual property that creates the trading value.

BITL will allow financial institutions access to a limited number of nodes hosting the Bitlafa proprietary algorithms and trading data. Nodes are integrated on the peer host server allowing institutions seamless access.

The Bitlafa Coin (BITL) umbrella actively promotes three functions:

- Static Rewards
- Automatic Trading Pools
- Manual Burning Strategy

In order to achieve its decentralized goals, the protocol is supported by a native digital token BITL. The token will operate on the Ethereum ERC20 Blockchain.

Users are encouraged to hold BITL tokens on a long-term basis. This is because of the exceptional passive income potential. Because users of the nodes pay a per-trade transaction fee of \$0.05 for every trade processed through the node. The transaction fees are distributed via a PAMM system to all BITL token holders via the ERC20 smart contract.

Perhaps most importantly, as there will be a limited number of nodes, node owners can lease their nodes to financial institutions for a monthly fee, this increases the passive income tremendously.



# Bitlafa Token Static Rewards

A major benefit of holding BITL tokens is that users have the opportunity to earn dividends via a static reward system. Before getting to the specifics of how this works, it is important to note the issues that static rewards solve.

In the vast majority of cases, early backers of a newly launched digital currency will look to sell their holdings as soon as the asset hits an exchange. Naturally, this results in downward pressure being put onto the cryptocurrency in question. At the other end of the scale, you have utility tokens like BITL that promote and reward long-term buy and hold strategies.

That is to say, by selling or exchanging BITL for another cryptocurrency, the user will incur a 10% tax. 5% of this tax will then be distributed proportionately between existing token holders.

See below for a simplistic example of how static rewards work when holding BITL tokens:

Let's suppose that the number of BITL you are holding is the equivalent of 1% of the total supply

- Somebody sells 40,000 BITL tokens in the open marketplace
- 10% of this is taxed - so that amounts to 4,000 BITL tokens
- 50% of this - or 2,000 tokens, is then distributed for the purpose of exchange liquidity
- The remaining 50% - or 2,000 tokens, is distributed across all BITL holders on a proportionate basis
- As you hold 1% of the total supply, this means that you receive 20 BITL tokens

It goes without saying that the above example highlights that static rewards operate much the same as a conventional dividend payment. This is because you have the potential to continuously grow the number of BITL tokens that you have in your possession.

Crucially, this 5% reward distribution will take place each and every time somebody elects to buy or sell BITL token.





# Token Burning to Reduce the Circulating Supply

A further concept that is important to the team at Bitlafa is an ongoing *burning* program. For those unaware, when a cryptocurrency token is burned, this operates much in the same way as a share buyback program.

This is because by burning tokens, the overall supply is reduced. More specifically, when there are fewer tokens in circulation, this has the desired impact of increasing the market value of the respective digital currency.

See below for a simplistic example of how token burning can impact the value of a cryptocurrency:

- Let's suppose that a cryptocurrency project has 10 million tokens in circulation
- Each token has a market price of \$1
- In turn, this means that the cryptocurrency has a total market capitalization of \$10 million
- The team behind the cryptocurrency project implement a 5% token burn
- This means that the total token supply has gone from 10 million down to 9.5 million
- Based on a market capitalization of \$10 million, this means that in all likelihood, the value of the token will increase to just over \$1.05 - as per the forces of demand and supply

However, the team at Bitlafa argues that this is not an effective long-term burning strategy. This is because an automated approach to burning cannot be undertaken indefinitely. On the contrary, this eventually would result in the total supply of the token reaching zero.

This is why BITL has made the decision to utilize a manual burning strategy. Crucially, a burn will take place when conditions are favourable for the BITL community.

When the management team believes that it is the right time to burn an allocation of tokens, this will be discussed in an open, fair, and transparent environment with BITL token holders.



# BITL Node Liquidity Pools

The team at Bitlafa are huge proponents of Node Liquidity Pools. Before we discuss why this can be hugely beneficial for long-term BITL token holders, it is important to briefly explain how Node Liquidity Pools work in practice.

In a nutshell, a lack of liquidity for nodes has been one of the biggest challenges for decentralized tokens. This is because if enough BITL holder takes their tokens offline the nodes do not have the gas to function at an optimum level .

As a result, at a time not so long ago Bitlafa would have to release additional tokens in order to keep the nodes optimized with sufficient trading volume to facilitate buy and sell positions.

This is why Bitlafa has taken advantage of Node Liquidity Pools. Put simply, when users put their digital currency holdings into Liquidity Pools, they have the opportunity to earn a fixed rate of interest.

The BITL nodes pools will pay interest from the transaction fees it collects from the trades initiated via the active nodes. In the case of Node Liquidity Pools, the underlying mechanism is based on ERC20 smart contract technology.

Node Liquidity Pools do not require another participant at the other end of the trade.

In other words, there is no requirement for a seller to be present when a user seeks to initiate trade via their nodes, as the Node Liquidity Pools will facilitate the trade in an autonomous manner.

In terms of how this can benefit long-term BITL token holders, this is two-fold.

First and foremost, there is every likelihood that pricing levels of the respective BITL token will stabilize and thus - reduce the risk of high volatility. This is because each BITL token transaction collects fees from opened and closed trades via the aforementioned transaction fee policy.

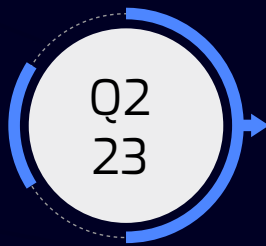
The second core benefit is that a portion of the collected fees from trading transactions will be added to the wider Node Liquidity Pool. In turn, when so-called whales offload a large number of tokens - which is just part and parcel of the cryptocurrency industry, this will not result in highly significant downward pressure on pricing.





# Bitlafa Roadmap

The team at Bitlafa have set out a number of clear and trackable objectives - which are further expanded upon in the roadmap below.



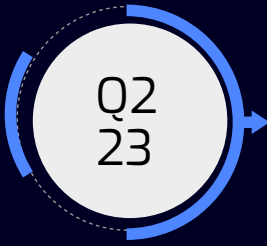
In Q4 2022, the Bitlafa token will go through its Initial Coin Offering (ICO). For those new to this term, an ICO is an Initial Coin Offering (ICO). This is because the team behind the ICO will collect cryptocurrency deposits from those wishing to obtain the token on sale.

In order to purchase the BITL tokens, the user must have an active account with the Bitlafa Digital. As a result, Bitlafa will facilitate the token fundraising campaign via their online platform.

Using the platform rather than an exchange is much safer from the perspective of the buyer. This is because you will be completing the purchase through the Bitlafa platform.

For those unaware of the platform, Bitlafa is home to Bitlafa Digital where the trading algorithms and peer-to-node trading nodes have been developed over the last 5 years.

The management team aims to have the BITL token listed on CoinMarketCap in Q1 2023. This is of the utmost importance, as CoinMarketCap dominates the cryptocurrency price tracking arena. As a result, BITL token holders will be able to keep tabs on how the token is performing in real-time.



An additional objective of the Bitlafa team in Q2 2023 is to start node development for the general public.

Offering trading nodes to the public will translate into a market capitalization of over \$120 billion. This number is expected to rise exponentially over the next 24 months. In fact, the peer-node arena is often said to be the “next big thing” by market commentators. As a result, the Bitlafa nodes are expected to attract a significant amount of interest from cryptocurrency investors and traders of all shapes and sizes.

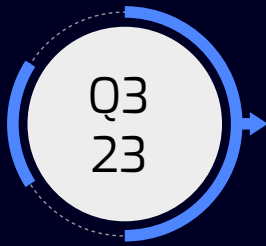
As discussed earlier in this whitepaper, the Bitlafa nodes will not only allow users to trade digital currencies using Bitlafas algorithms in a decentralized and low-cost manner - but there will also be a number of passive income opportunities hosted on the platform. This includes node licensing and trading fee distribution from a wide variety of institutional platforms trading via the nodes.

Initially, the team at BITL token will execute a TestNet launch. In simple terms, this means that the BITL will be meticulously tested to ensure that the smart contract governing the platform is free of bugs and potential threats. No stone will be left unturned in this respect and crucially - the underlying smart contract will be audited.

Once the back testing process has been achieved with certainty, the BITL token launch will be executed. The first round of institutional token holders be invited to use the peer-nodes prior to its global launch.

An additional milestone to note is that once the BITL token is officially launched, the team at Bitlafa will proceed with its Binance application. When the application process has been lodged and subsequently approved - this will see BITL tokens listed on the industry’s largest cryptocurrency exchange in terms of volume and users.





Moving into Q3 2023, Bitlafa aims to have finalized its nodes for the general public use and developed an app for delivery. The app will be available for both Android and iOS devices, the mobile app will come with a user friendly node. For example, the app will simple push-to-trade functions across hundreds of markets and trading pairs.

As and when new trading opportunities are presented the AI-driven app will take the initiative and execute buy and sell orders using the data bank as its main resources.

Perhaps most pertinently, the Bitlafa trading node app will offer a fully-optimized version of the main decentralized node. This means that users can buy, sell, trade, farm, and stake crypto assets in a decentralized manner while on the move.



Perhaps one of the most anticipated objectives for Bitlafa is the launch of its charity project. Aiming for the end of Q4 2023, this project seeks to help children from all over the world from the perspective of blockchain education.

In turn, this will allow those in need to connect with all four corners of the world without needing to go through the burden of third parties.