

What is the SKALE Network

The SKALE Network helps developers run smart contracts with sub-second block times, at high throughput, and extremely low costs. SKALE is an open-source elastic blockchain network. It serves as a security and execution layer that connects with Ethereum and is deeply integrated into the *Ethereum Network*. The network grows linearly to support thousands of independent blockchains, elastic sidechains, file storage chains, and other types of subchains – all tied to the *Ethereum public mainnet* and fully compatible with the entire *Ethereum ecosystem*.

SKALE Launch on ConsenSys Activate

The SKALE Network is chosen as the inaugural project to launch on the *ConsenSys Activate* platform. Activate makes it easy to use the token for staking and delegation and is built to meet and develop the rigorous *Proof-of-Use* standards for network and token launches.

Token Details *based on Total Supply at Genesis

Ticker: SKL

Standard: ERC-777

- fully backwards compatible to ERC-20
- supports delegation on the token level

Max Supply: 7,000,000,000 SKL

*at genesis **Total Supply:** 4,140,000,000 SKL

Est. Network issuance: 9.3%*

in year 1 and descends gradually until year 7

Initial Circulating Supply on Day 91: 596,250,000 SKL

first day after the Proof-of-Use lock

Public Launch Allocation (3.03%)*: 125,000,000 SKL

Public launch price: \$0.0169—\$0.0350
set in a Dutch action

Staking & Delegation

SKL token holders can easily delegate their tokens to *SKALE Node* validators and earn rewards. Staking adds security to the network as it results in a security collateralization of *SKALE Chains* which Developers pay for in *SKL tokens*. The fees are returned to validators and delegators for providing security and compute power to the network.

Proof-of-Use Required Staking

The minimum required staking term on ConsenSys Activate platform is 90 days. Tokens can be staked for a longer term in return for a higher multiplier on earned rewards. Staking Rewards can be calculated using the rewards calculator on the ConsenSys Activate platform.

SKALE Token launch on ConsenSys Activate
<https://activate.codefi.network/skale>

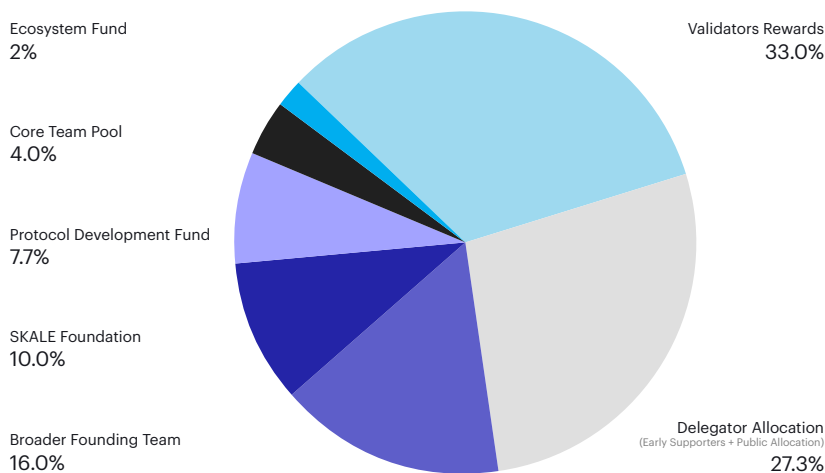
Dynamic token unlock schedule at:
skale.network/token

SKALE Network Token Economics

SKALE Token Overview

The SKALE token (SKL) is a hybrid use token which represents the right to work in the network as a validator, stake as a delegator, or access a share of its resources by deploying and renting an *Elastic Sidechain* or *Elastic Blockchain* for a period of time as a developer. Users pay SKALE in a subscription-based model to rent these resources (computation, storage, bandwidth) for a predetermined amount of time in the form of an *Elastic Sidechain*. Validators stake SKL into the network and then gain the right to run nodes and earn both fees and tokens via inflation. Delegators may delegate their tokens to validators and earn rewards.

Token Distribution based on Max Supply



Token Lock Up Schedule

Tokens awarded to SKALE supporters in early (pre-public) rounds are not liquid upon launch. To ensure network security and stability, these tokens can be staked. All staked tokens earn standard validator rewards.

Early supporters purchased the right to support the network via an agreement for future tokens upon network launch.	Early Supporters	Purchase Price (1 SKL)	Total Lock Period (Months Post Launch)
	Round 1	\$0.0034*	36 (5+ years aggregate)
Prices vary based on time of investment. Lower prices are balanced with longer lock-periods to ensure aligned network economics.	Round 2	\$0.0099—\$0.0125	15 (3+ years aggregate)
	Round 3	\$0.0152	15 (2+ years aggregate)

* Round 1 pricing per cumulative investment by R1 SAFT investors in SKALE Labs, Inc. prior to asset transfer to N.O.D.E. Foundation.

Token Unlock Schedule

All lock dates commence at Phase 2 Network Launch.

