

LITEPAPER

# The Stablecoin that Works for You

# Table of content

Executive Summary	3
The Problem	4
The Solution	6
How it works	7
Why Choose Frgmnt?	11
Economic Model	12
Risks & Security	14
Conclusion	15
Join the Frgmnt Ecosystem	16

## EXECUTIVE SUMMARY

# Frgmnt is a next-generation stablecoin protocol

Frgmnt is a next-generation stablecoin protocol that redefines capital efficiency and resilience in DeFi. By aggregating top-tier stablecoins into a single token, **\$fUSD**, we offer a more robust, liquid, and productive alternative to legacy stablecoins.

Every \$fUSD is fully collateralized and optimized for both stability and yield. **This yield, which typically ranges from 8% to 12% APR** is automatically compounded for users who stake their tokens to receive **\$sfUSD**. Frgmnt is designed to be the reliable foundation for your savings and value transactions in the digital economy.



## 01 THE PROBLEM

# The Stablecoin Landscape is Broken

The stablecoin ecosystem, worth over \$300 billion, is the foundation of decentralized finance (DeFi). However, it suffers from fundamental issues that limit its potential for the end-user.

## 1.

### **Yields are Confiscated**

Centralized stablecoin issuers generate billions of dollars in yield from reserves but redistribute almost nothing to their users. Value is captured by intermediaries, not by those who provide the liquidity.

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## 2.

### **DeFi is Too Complex**

The promise of high yields in DeFi is real, but it remains inaccessible to the majority. Navigating protocols, managing risks, and optimizing strategies require considerable time and expertise.

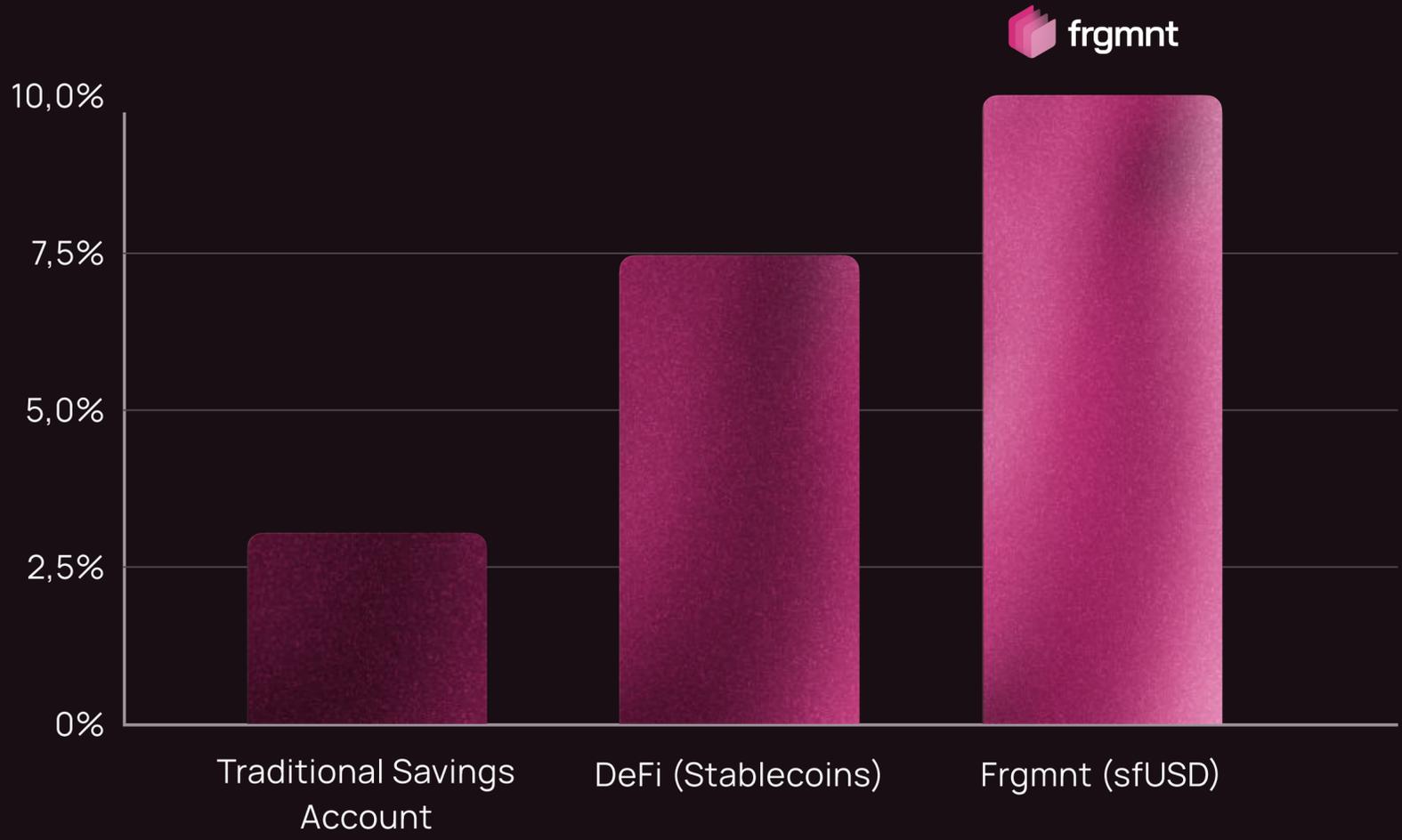
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## 3.

### **Capital Lies Dormant**

Over 60% of stablecoins sit idle in wallets, generating no returns for their holders. This is a massive missed opportunity for millions of users.

### AVERAGE ANNUAL INTEREST RATE (%)



## 02 THE SOLUTION

# Advanced DeFi. Zero Complexity

Frgmnt was created to solve these problems. We have designed a smart, dollar-pegged stablecoin that automatically puts your capital to work in the best yield strategies across DeFi.

Our mission is to democratize access to the best-performing financial products by combining **performance, security, and liquidity** into a single, simple, and accessible product.



Pegged to the dollar, it automatically allocates your funds to the best stablecoins DeFi yields in real time. Zero effort. Fully optimized. Instantly liquid.

## Fully stable

1:1 dollar-pegged and fully liquid, each Frgmnt token represents a stable dollar — but one that earns, compounds, and works intelligently for you.

## Designed for yield

Frgmnt is a smart stablecoin that automatically routes your capital to the best yield-generating stablecoin strategies in DeFi.

## Secured by design

Audited by top-tier security firms, Frgmnt is built with institutional-grade safeguards to protect your capital across all layers of the protocol.

## 03 HOW IT WORKS

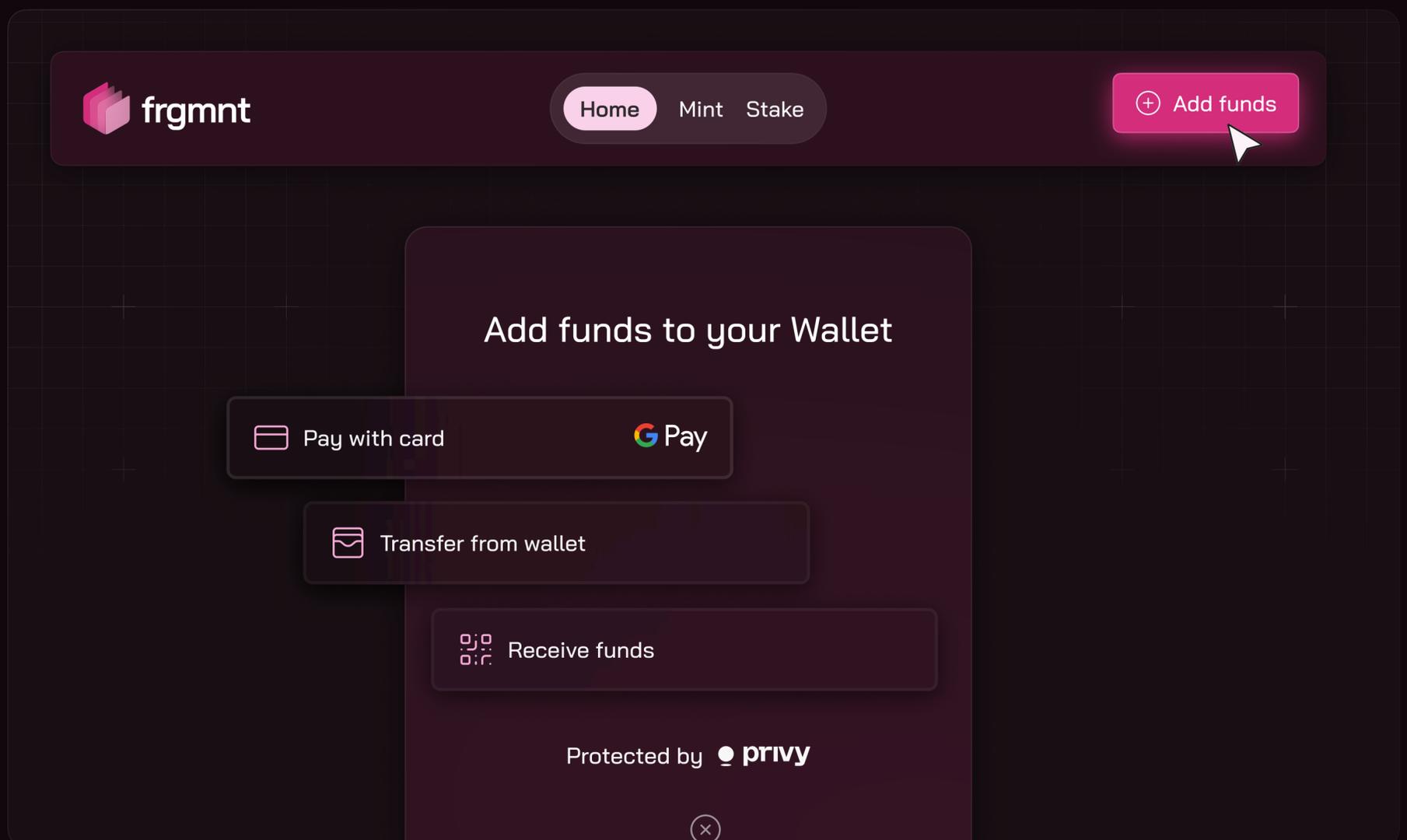
# A Simple & Powerful Ecosystem

The Frgmnt ecosystem is built on a dual-token model designed to separate stability from yield, ensuring clarity and efficiency.

## Step 0: Get Digital Dollars (Stablecoins)

**The starting point.** Don't have any stablecoins? No problem. Frgmnt allows you to buy them directly on our platform. Simply click "Add Funds" to get started.

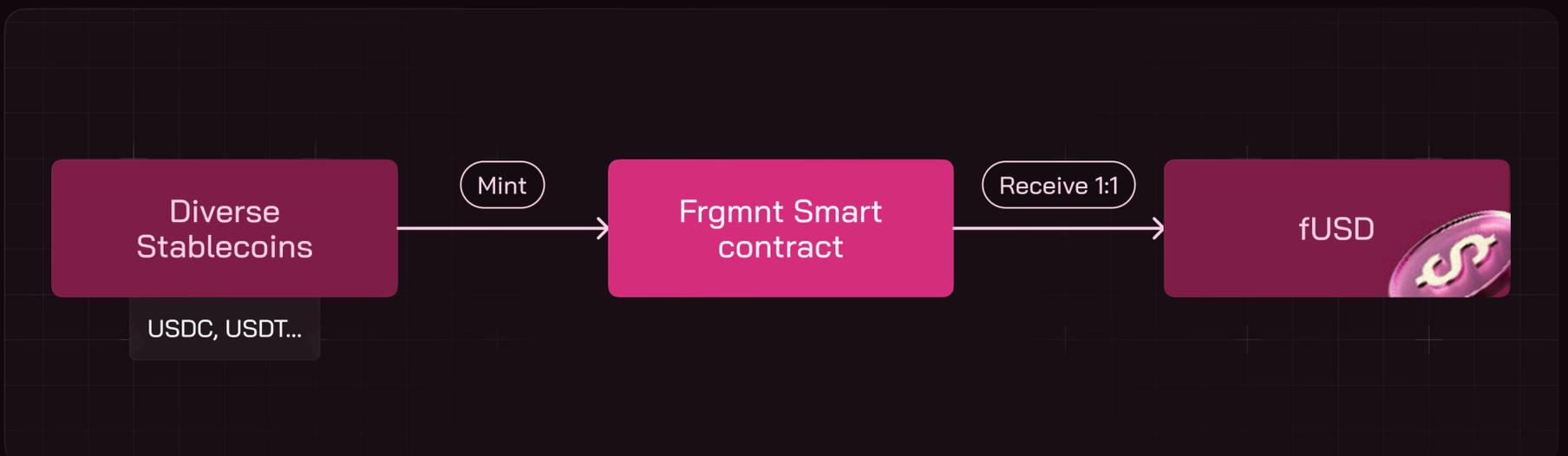
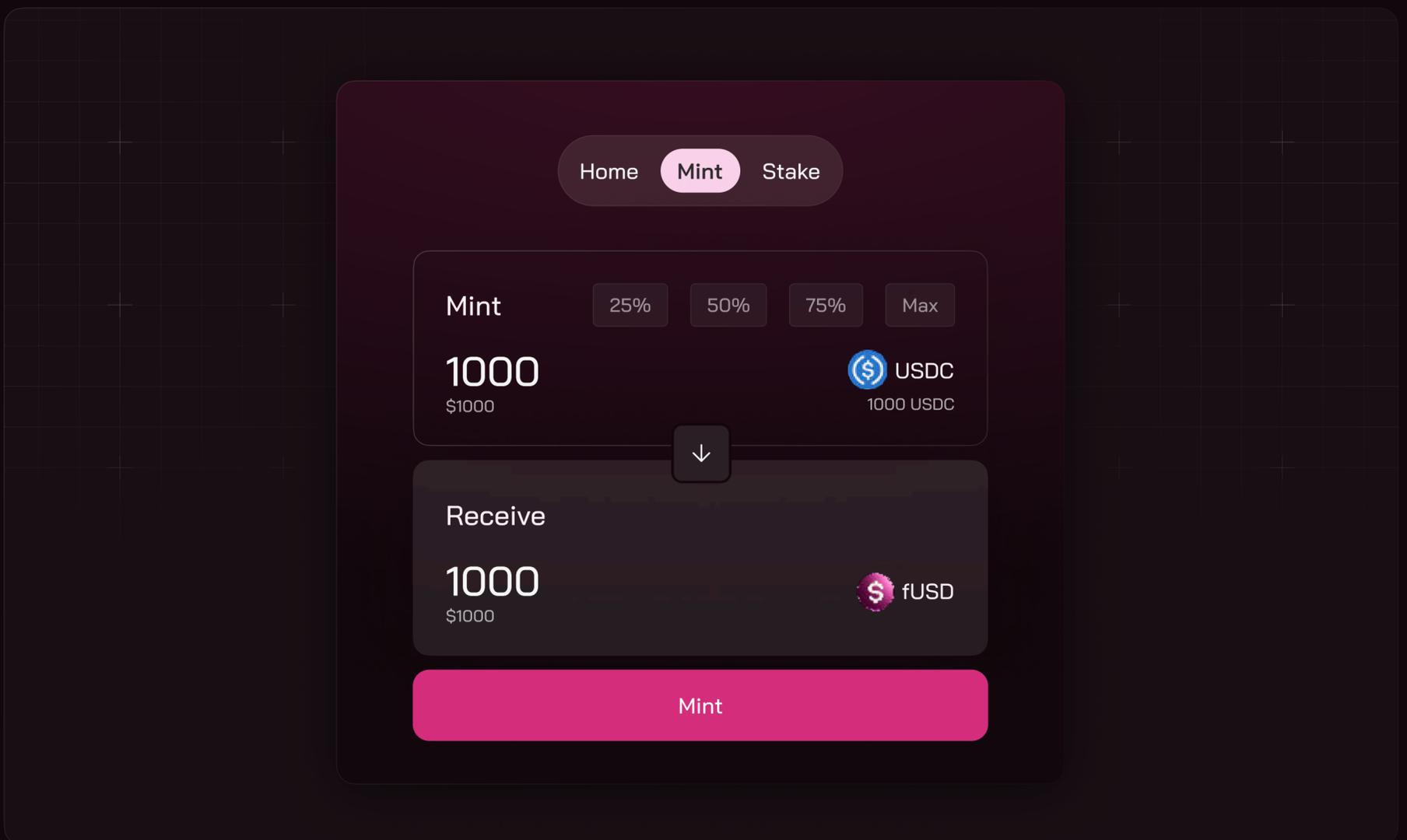
**Easy and familiar.** Use the payment methods you already know: buy instantly with a credit/debit card or make a bank transfer.



# Step 1: Minting \$fUSD (Your Stablecoin)

Think of \$fUSD as your digital banknote. It is a stablecoin pegged 1:1 to the US dollar, which you can mint by depositing other supported stablecoins (like USDC, DAI, USDT, etc).

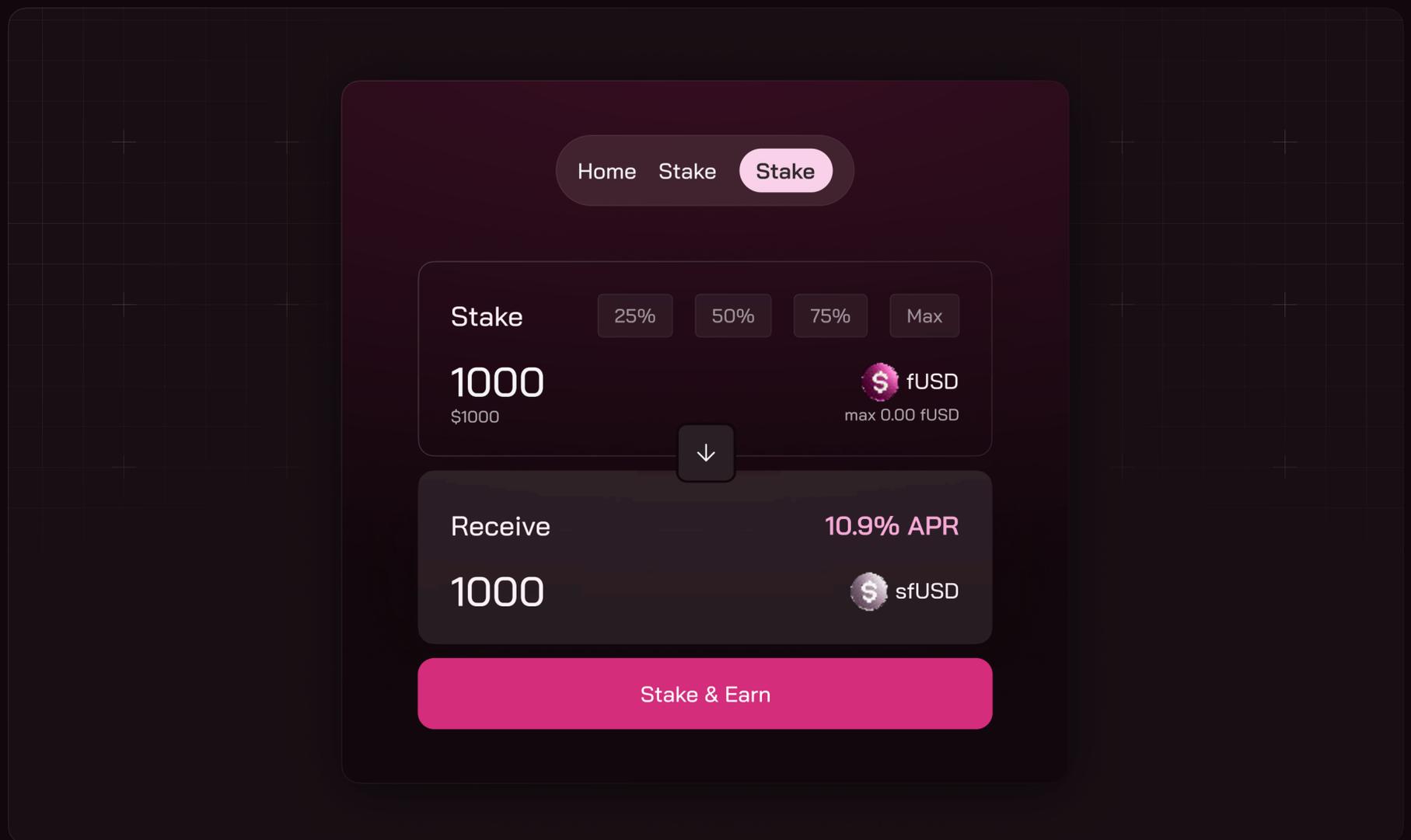
Its value is guaranteed by a diversified reserve of these assets, drastically reducing the risk of de-pegging and making it a reliable store of value.



## Step 2: Earning with \$sfUSD (Your Yield Engine)

Think of **\$sfUSD** as your high-performance savings account. You receive \$sfUSD when you stake your \$fUSD. This non-transferable token represents your share in the protocol's yield strategies.

As the protocol generates returns, the value of your \$sfUSD automatically increases through a powerful **auto-compounding** mechanism.

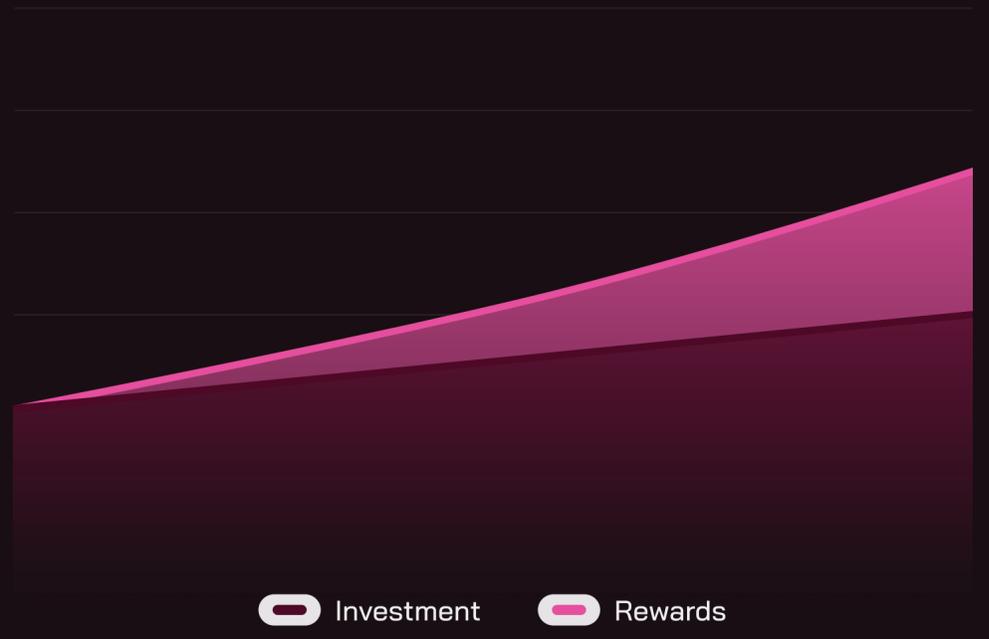


APR  
10%

AUTO-COMPOUND  
Every second

APY  
10.52%

### \$sfUSD PERFORMANCE OVER TIME



## 04 WHY CHOOSE FRGMNT?

# Designed to Outperform. Here's How



## Automation and Passive High Yield

Frgmnt frees you from the complexity of DeFi. Our yield engine, the "Meta Vault," continuously analyzes and allocates funds to the safest and best-performing protocols. The protocol does all the yield farming work for you.



## Radical Simplicity: "Mint, Stake, Earn"

User experience is at the core of our design. In just a few clicks, you can convert your stablecoins into \$fUSD, stake them to get \$sfUSD, and start generating compounding returns. After that, you don't have to do anything else.



## Maximum Security Through Diversification

Unlike traditional stablecoins that rely on a single asset type, Frgmnt is multi-collateralized. If an issue arises with one of the stablecoins in the reserve, the protocol dynamically rebalances its exposure to protect the \$fUSD peg and preserve user capital.

05 ECONOMIC MODEL

# A Transparent and Aligned Economic Model

Trust is built on transparency. Frgmnt's economic model is simple and fully aligned with the interests of its users.  
**Your Profit Is Our Business Model.**

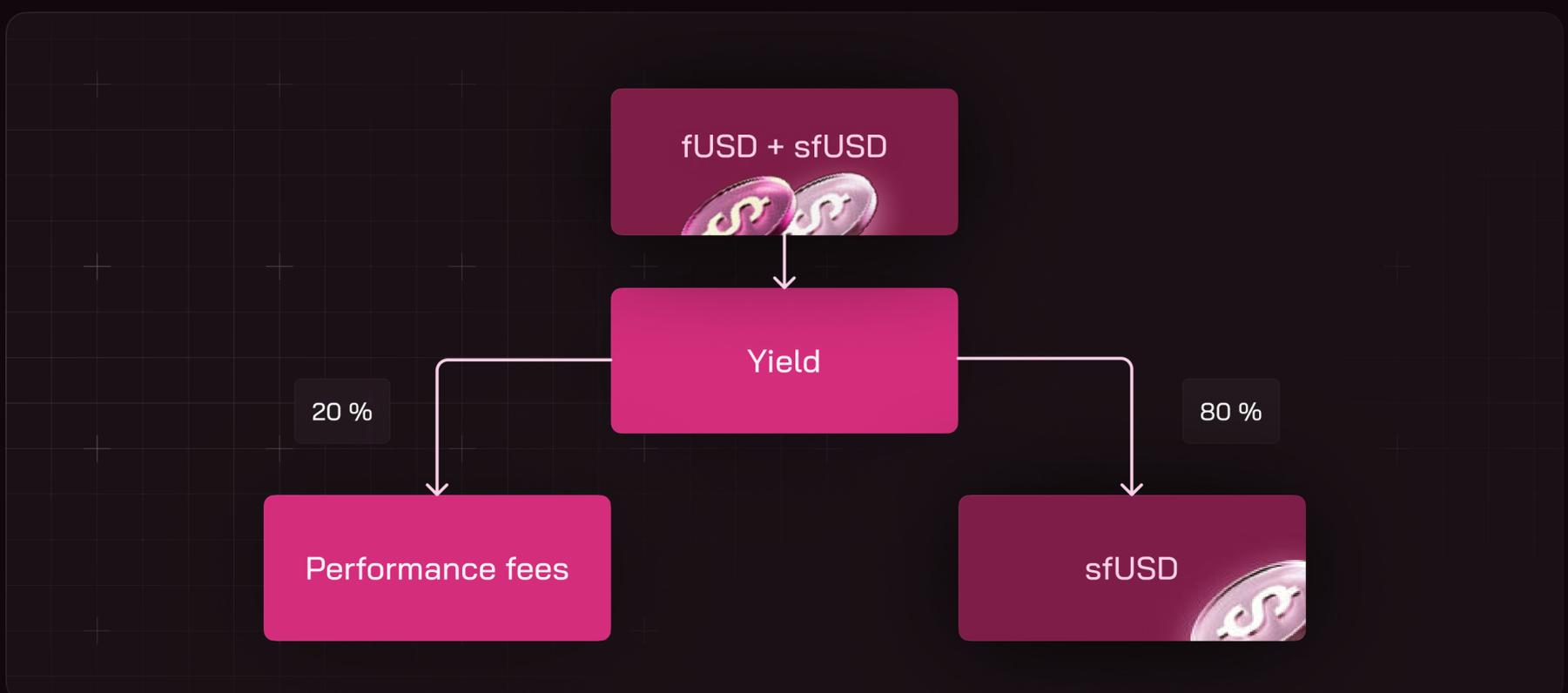


**Zero Entry or Exit Fees**  
There are no fees to mint \$fUSD or to redeem them for other stablecoins.

**Performance-Based Fees Only**  
The protocol charges a 20% fee only on the generated yield. Your principal is never touched.

**80% of Yields for You**  
The vast majority of earnings (80%) is directly and automatically reinvested into the positions of \$sfUSD holders, growing their capital.

# In short: the protocol only makes money if you do.



80% of the yield generated is auto-compounded into sfUSD holders' positions.

20% is allocated to protocol development, reserves, and strategic improvements.

This transparent split ensures long-term sustainability and alignment between users and the protocol.

## 06 RISKS &amp; SECURITY

# Your security is our priority

While Frgmnt is designed to optimize for risk-adjusted yield, users should be aware of the inherent risks in any DeFi protocol. Our architecture is built to actively manage and mitigate them.

## Smart Contract Risk

All code presents some risk.

Mitigation: Frgmnt's smart contracts undergo rigorous audits by reputable cybersecurity firms before any public deployment. We are committed to continuous audits.

## Collateral & De-Peg Risk

Stablecoins carry their own protocol risks

Mitigation: Our multi-collateral model is our core defense. By diversifying across multiple battle-tested stablecoins, we reduce dependency on any single issuer and can dynamically rebalance away from an asset showing signs of instability.



## Liquidity Risk

In rare cases of extreme market volatility.

Mitigation: The protocol integrates a 24-hour unstaking cooldown. This mechanism prevents panic-driven bank runs and ensures capital can be unwound from yield strategies in an orderly fashion to meet withdrawal requests.

## Strategy Risk

Yield-bearing positions can underperform due to market conditions.

Mitigation: Frgmnt does not chase the highest APYs at any cost. We prioritize capital preservation by integrating with established, audited protocols and continuously monitoring their performance and security posture.

## CONCLUSION

Stable like the dollar.  
Productive like DeFi.  
Simple like a savings  
account.

With Frgmnt, you no longer have to choose between  
**security and performance.**

Put your capital to work – **intelligently,**  
**automatically, and transparently.**



# Join the Frgmnt Ecosystem

Frgmnt is more than a protocol; it's a new era for passive savings in DeFi. We invite you to join us and put your capital to work intelligently.

Discover our dApp [↗](#)



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