
Rating Report

BNB - Binance Coin

Q4 2024

Free report

Disclaimer. This report is not financial advice and it is made voluntary by our team.
COIN4RATING is not responsible for any error included in this report.

Issued by

c4r

The purpose of this report is to gather all the important characteristics of the cryptocurrency or token. The report is performed in the following order:

1. Basic information
2. Analysis
3. Conclusion

Note that the result of this report should be interpreted as an independent analysis, not as a signal to buy or sell an asset. Please, always DYOR.

1. Basic information

BNB (Binance Coin) is a cryptocurrency developed by Binance. Its main functions include:

- **Trading fee discount.** Users who pay transaction fees with BNB receive a reduction in trading costs on the Binance exchange, making it an economical choice for frequent traders.
- **Ecosystem utility.** Beyond fee discounts, BNB facilitates various operations across Binance's services, including participation in token sales, payments, and other platform-specific features.
- **Support for BNB Chain.** The coin plays a key role in powering BNB Chain (previously known as Binance Smart Chain), serving as the native currency for transactions, staking, and decentralized applications within this blockchain network.

Over time, BNB has expanded from its original purpose as a simple discount token to a multi-functional cryptocurrency, supporting both centralized and decentralized finance in the evolving Web3 landscape.

2. Analysis

In the following tables we will show the different areas researched, such as tech, strategy and economy.

BNB							
Tech	Type	Cryptocurrency		Token		Others	
	Layer	0	1	2	3	Others	
	Blockchain	Ethereum	Cosmos	Solana	BNB Chain	Others	
	Category	Utility	Security	Stable	Meme	Others	
	Consensus	PoW	PoS	PoA	PoB	Others	
	ISO	Yes			No		
	Bug Bounty	Yes			No		
	Audits	Yes			No		
	Auto Audit ⁽¹⁾	0	1	2	3	4	5

*(1) The auto audit score is performed by 6 different digital audits: Certik Skynet, Quick Intel, Go Plus, HoneyPot, Token Sniffer and StaySAFU through the DEXTools app

On the one hand, the tech block shows that the project is a layer 1 cryptocurrency with a Proof of Staking consensus protocol. This makes it independent, innovative, and efficient respectively, thanks to the low fees and being hosted on its own blockchain, the BNB Chain (formerly BSC). Additionally, the project has a bug bounty program in place, which helps identify and resolve potential vulnerabilities.

However, although it is a digital asset categorized as 'utility' with its respective audit executed by Certik, it has not been subject to ISO certifications, so this aspect prevents it from achieving a higher score in this block, even if the auto audit score is brilliant.

BNB							
Strategy	Governance	Centralized		Decentralized		Others	
	Open Source	Yes			No		
	Roadmap	Yes			No		
	Partnerships	Yes			No		
	Public Team	Yes			No		
	Social media	Abandoned		Active		Others	
	CAPED (2)	0	1	2	3	4	5

*(2) The CAPED score is an analysis of capitalization, trader's activity, price performance, development and engagement. This analysis was deployed initially by the Alpha Intelligence team of Hacken

On the other hand, with regard to the strategy block, being an already consolidated project, it is normal for the CAPED score to be low and the lack of a roadmap is not very strange. Projects like this with a public team, thousands of workers, excellent partnerships, and social networks with outstanding engagement are the ones that truly stand out in this type of block.

It is worth noting that the project operates under a centralized governance model, meaning key decisions are made by a core team or entity rather than through decentralized community voting. Furthermore, the project is partly open source, allowing for some transparency and community contributions while keeping certain elements proprietary.

BNB							
Economy	Supply	Limited			Infinite		
	Burn	Yes			No		
	Collateral	Yes			No		
	Buybacks	Yes			No		
	Tokenomics (3)	0	1	2	3	4	5

*(3) The tokenomics score is performed by COIN4RATING considering factors as supply, burn mechanism, distribution, vesting and possibility of staking/liquidity pools

Finally, let's look at the token economy. Knowing that BNB has a limited supply, there is a deflationary strategy, and only a few cryptocurrencies have collateral, our tokenomics score has a high average value.

However, it should be mentioned that the project does not currently have a buyback program in place, which could otherwise influence token demand and price stability.

Overall, the analysis has been carried out satisfactorily.

3. Conclusion

The report provides a comprehensive yet concise analysis of the project's key characteristics. After thorough investigation, we confidently assess the project's performance as achieving the following rating:



(*) Note: Rating is from AAA+ to C- scoring.

QR verification:

