
Rating Report

POL - Polygon

Q1 2025

Free report

Disclaimer. This report is not financial advice and it is made voluntary by our team.
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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

POL (former MATIC) is a cryptocurrency developed by Polygon, a leading layer-2 scaling solution for Ethereum. Its primary purposes include:

- **Transaction Fee Mechanism.** POL serves as the native gas token on the Polygon network, facilitating transactions with lower fees and faster processing times compared to the Ethereum mainnet.
- **Ecosystem Utility.** Beyond its role in transaction fees and staking, POL is integral for various activities within the Polygon ecosystem. It's used in governance, allowing token holders to vote on proposals that shape the network's future, and for accessing exclusive services or features within the ecosystem, like staking.

The transition from MATIC to POL marks a significant evolution, transforming from a token primarily used for transaction fees into a multifaceted asset with expanded utility across the web3 and blockchain ecosystem.

2. Analysis

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

| POL | | | | | | | |
|------|---------------------------|----------------|----------|--------|-----------|--------|---|
| 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 POL (former MATIC) is a layer 2 cryptocurrency with a Proof of Stake (PoS) consensus protocol. This makes it scalable and efficient, leveraging Ethereum's blockchain for hosting while significantly reducing transaction fees and times. As a digital asset categorized as 'utility', it has been audited by reputable cybersecurity firms like Quantstamp and CertiK.

Additionally, the project maintains a bug bounty program to incentivize security researchers to identify and report vulnerabilities. However, it lacks ISO certification, which slightly impacts its score in this block.

| POL | | | | | | | |
|----------|----------------------|-------------|---|---------------|----|--------|---|
| 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, regarding the strategy block, POL stands out as a well-established project. The relatively low CAPED score, combined with the absence of a public roadmap, is not uncommon for projects of its maturity. With a public team, numerous partnerships with big names like Meta, Disney, and Nike, and active social media engagement, POL excels in this category.

Furthermore, the project implements decentralized governance, allowing token holders to propose and vote on key protocol upgrades and decisions, fostering community involvement. While not fully open source, parts of its codebase are publicly available, enabling transparency and collaboration with developers.

| POL | | | | | | | |
|---------|---------------------------|---------|---|---|----------|---|---|
| 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 examine the token economy. POL has an infinite supply but includes a burn mechanism through the implementation of EIP-1559, aiming for a deflationary effect over time.

Unlike many cryptocurrencies, POL does not have collateral backing, yet its tokenomics score remains high due to its strategic token management. It is worth noting, however, that the project does not currently have a buyback program in place.

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:

