
Rating Report

VET - VeChain

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

VET (VeChain Token) is a cryptocurrency developed by VeChain, a blockchain platform focused on business solutions. Here are its primary purposes:

- **Ecosystem Utility.** VET serves multiple roles within the VeChain ecosystem, as value transfer (it acts as a medium of value exchange within the network, facilitating transactions between participants), trading fee discount, and governance.
- **Staking.** By holding VET, users automatically generate VeThor (VTHO), which is used to pay for transaction fees (similar to "gas" on other blockchains), thus incentivizing long-term holding.
- **Smart Contracts.** VET supports the execution of smart contracts on the VeChainThor blockchain, enabling automated, trustless interactions between parties.

The token has evolved from being primarily focused on supply chain solutions to becoming a versatile cryptocurrency with a dual-token system with VTHO allowing for a unique economic model where the costs of transactions can be managed separately from the token's value, providing stability and predictability in transaction fees.

2. Analysis

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

VET							
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 VeChain (VET) is a layer 1 cryptocurrency utilizing a Proof of Authority (PoA) consensus protocol. This makes it independent, innovative, and efficient due to its low transaction fees and being hosted on its own blockchain, the VeChainThor blockchain. In addition, it is a digital asset categorized as 'utility,' with audits conducted by reputable companies like Hacken and CertiK. The project also runs a bug bounty program, encouraging security researchers to identify and report vulnerabilities, further strengthening its security posture.

Although it lacks ISO certifications, the project plays a key role in helping other companies and projects achieve these. This factor 'validates' the right to add points in this category.

VET							
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, being a well-established project, it's normal for VET to have a lower CAPED score and not to rely heavily on a public roadmap. Projects like VeChain, with a public team, significant partnerships with entities like DNV GL, PwC, Walmart China, and BMW, and social media with substantial engagement, truly stand out in this type of block. VeChain employs a hybrid decentralized governance model, combining on-chain and off-chain decision-making to balance efficiency with community involvement. This allows stakeholders to participate in key decisions while maintaining the agility needed for enterprise adoption.

Additionally, the project is partly open source, with certain components of its technology available for public review and contribution, fostering transparency and collaboration.

VET							
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

So, let's examine the token economy. Knowing that VET has a limited supply and implements a burn mechanism, there's an inherent deflationary strategy. Although VET itself isn't directly burned, the value of VET can be indirectly supported by the VTHO burn mechanism. As VTHO becomes scarcer due to burning, its value might increase, making the VET holding more valuable since it generates VTHO.

However, it's worth noting that VeChain does not currently have a buyback program in place, meaning that token value relies primarily on utility, adoption, and the VTHO burn dynamics rather than direct supply reduction through repurchases.

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:

