Rating Report

S - Sonic

Q1 2025

Free 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

S (Sonic) is a cryptocurrency developed by Sonic Labs, designed to power the Sonic network, a high-performance Layer 1 blockchain. Its primary purposes are:

- **Transaction fees**. It serves as the native currency for paying gas fees on the Sonic network, enabling users to interact with the blockchain and its applications.
- **Staking and network security**. S tokens can be staked to secure the network, with holders participating in consensus and earning rewards, while validators require a minimum stake to operate nodes.
- **Governance**. Token holders can use S to vote on proposals and influence the development and direction of the Sonic ecosystem.

Originally emerging as an upgrade from Fantom (FTM), where FTM holders could swap to S on a 1:1 basis, the token has grown into a cornerstone of the Sonic blockchain, emphasizing speed, scalability, and developer-friendly features within the broader web3 ecosystem.

2. Analysis

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

	S					
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 Stake consensus protocol. This makes it independent, innovative, and efficient respectively, thanks to the low fees and being hosted on its own blockchain, the Sonic network.

Additionally, the project has a bug bounty program in place, further enhancing its security measures. However, although it is a digital asset categorized as 'utility' with its respective audits executed by OpenZeppelin, Quantstamp, and Certora, it has not been subject to ISO certifications, so this aspect prevents it from achieving a higher score in this block.

S					
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 a project evolving from Fantom and establishing itself with the Sonic network, it has a public roadmap and team, alongside active social media engagement and notable partnerships with Tenderly, Complexity, Rabbit Wallet, and Pyth Network. The project also features decentralized governance, allowing token holders to participate in key decision-making processes through proposals and voting, which promotes transparency and community involvement.

Furthermore, the project is either totally or partly open source, enabling developers to review and contribute to its codebase. This reflects a solid foundation, though its early stage as a rebranded ecosystem might temper its CAPED score compared to more established projects.

S					
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 S has a limited supply and a burn mechanism, there is a deflationary strategy in place, and while it lacks collateral, which is common among many cryptocurrencies, our tokenomics score reflects a high average value of 4 out of 5. It should be noted, 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: