
Rating Report

HYPE - Hyperliquid

Q2 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

HYPE is the native cryptocurrency of Hyperliquid, a decentralized exchange (DEX) focused on perpetual futures trading and deep liquidity in decentralized finance (DeFi). This asset serves multiple roles, including governance, fee discounts, and community incentives. Its primary purposes are:

- **Revenue sharing.** A portion of Hyperliquid's trading fees is distributed to HYPE stakers, aligning token value with exchange growth
- **Trading fee discounts.** Users who hold and transact with HYPE on Hyperliquid receive reduced trading fees.
- **Governance.** HYPE tokens can be staked or used in voting mechanisms, allowing holders to influence project decisions and future developments.

Originally conceived as a simple exchange token, HYPE has grown into a multifaceted asset, supporting Hyperliquid's ambition to rival centralized exchanges in speed and usability while retaining DeFi's permissionless, community-driven ethos.

2. Analysis

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

HYPE							
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, Honeybot, Token Sniffer and StaySAFU through the DEXTools app

From a technical standpoint, HYPE operates as a Layer 1 utility token on Hyperliquid's proprietary blockchain. Its consensus mechanism resembles Delegated Proof-of-Stake (DPoS) rather than pure PoS, prioritizing scalability and faster transaction finality—common traits in decentralized exchange-focused chains.

On the other hand, the project has undergone a security audit by Zellic, reinforcing its credibility, though the absence of ISO certification remains a limiting factor for institutional confidence.

HYPE							
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

While Hyperliquid is structurally decentralized, concerns linger about its governance implementation. A precedent was set with the JELLY token incident, where centralized intervention occurred during a liquidity crisis, contradicting the platform's decentralized ethos. This highlights a recurring tension in decentralized projects where emergency overrides remain possible, undermining absolute trustlessness.

Strategically, HYPE benefits from high-visibility partnerships with Privy, Insilico Terminal, and DexScreener, which bolster its ecosystem integration and liquidity depth. The project maintains an active social media presence and a public roadmap, though the team's anonymity—typical in DeFi—may deter transparency-focused investors.

HYPE							
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

Tokenomics reveal a limited-supply model with a burn mechanism, creating deflationary pressure. Notably, 50% of protocol revenue is allocated to buybacks via the Assistance Fund, a program that is well monitored by ASXN. However, the lack of detailed documentation around this process introduces ambiguity.

In summary, HYPE exhibits robust fundamentals—DPoS-like efficiency, revenue-sharing buybacks, and strategic alliances—but faces challenges in governance transparency and documentation clarity. These factors collectively justify its above-average tokenomics score, though room for improvement persists in decentralization rigor and institutional compliance.

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:

