



**ATHENA INS**  
PROTECTED BY THE COMMUNITY

# Athena Stable coin Cover Terms and Conditions (the "Cover Terms")

These Cover Terms govern the use of the Protocol Cover.

## The protocol may pay a claim if:

- During the cover period the face value of the covered token and the market value of the covered token differ in price by more than 10% for a continuous period of four hours or more; and
- The Covered Member contributes to the mutual, one unit of face value of the covered token in exchange for 0.90 units of cover amount they wish to claim; and
- The Covered Member redeems their claim payment during the cover period or within 14 days of the cover period ending.

## Exclusions

The Mutual does not provide Cover:

Where the covered tokens and the cover amount are not denominated in the same reference currency.

## Claims Assessment

Claims for Yield Token Cover will be assessed on a group basis, where:

- All Covered Members for a particular covered token will be assessed together for each claim event; and
- The face value of the covered token immediately prior to the claim event shall be set as part of the claims assessment process; and
- Following a successful claim vote all Covered Members will be able to contribute their covered tokens and redeem their claim payment on a proportional basis up to the cover amount.



## Definitions

**Cover Amount** means the amount of Cover specified by the Covered Member at purchase of Yield Token Cover.

**Cover Period** means the period of time, in days, that a Covered Member is protected under this Cover, chosen by the Covered Member when purchasing Cover and stated in the Member Smart Contract Data.

**Face Value** means the nominal value of the token in the reference currency determined by members during the claims assessment process. The face value calculation depends on how the covered token is implemented. For example, the face value can be either:

- directly expressed as the number of covered tokens where the covered tokens are designed to have a 1-to-1 basis with the reference currency (eg, like an aToken); or
- indirectly expressed where the number of covered tokens has a defined programmatic relationship to the reference currency (eg, like a cToken); or
- indirectly expressed where the number of covered tokens is designed to represent proportional ownership of a liquidity pool that accumulates in value relative to the reference currency (eg like a Yearn vault token); or
- expressed via some other representation.

**Market Value** means either:

- the value of the covered tokens as reported on websites such as <https://www.coingecko.com/>, <https://coinmarketcap.com/> or another widely accepted equivalent; or
- the market value of the tokens that the covered tokens can be redeemed for from their corresponding smart contracts.

**Covered Token** means the token selected by the Covered Member at time of cover purchase that is specifically designed to have a face value that closely tracks a specific reference currency. The covered token is said to be denominated in the reference currency. The covered token must be able to be transferred to the Mutual's Smart Contracts for the purpose of making a claim.

**Reference Currency** means either:

- USD, GBP, EUR or other national currencies; or
- ETH, BTC or other crypto currencies.

**Cover Termination**, cover ends when:

- there has been a successful claim on the Cover if the mutual doesn't have the ability to pay partial claims; or
- there has been a successful claim on the Cover that results in the entire cover amount being paid; or
- the cover period specified at purchase has ended.