About Tether (USDT)

Original:
https://www.btcc.com/en-US/markets/Tether USDt

Tether (USDT) is a stablecoin linked to the US dollar. According to its website, "100% is supported by Tether's reserves". Tether was launched as RealCoin in July 2014 and renamed Tether in November 2014. It began trading in February 2015. Tether was originally based on Bitcoin blockchain and now supports Omni and Liquid protocols of Bitcoin, as well as Ethereum, Tron, EOS, Algorand, Solana, OMG Network and Bitcoin Cash blockchain.

As of May 2022, Tether was the third largest cryptocurrency after Bitcoin and Ethereum, and also the largest stablecoin, with a market value of nearly $83 billion. In April 2022, Tether's USDT accounted for two-thirds of exchanges other than Bitcoin by value.

Analysis of Tether

Tether is a stablecoin, which refers to a new cryptocurrency supported by legal currencies such as US dollar, euro or yen. It belongs to a new cryptocurrency developed to maintain stable value, which is fundamentally lacking in Bitcoin or Ethereum. This feature allows stablecoin such as Tether to be used as a medium of exchange, which is closer to the idea behind traditional currencies rather than a means of speculative investment.

What's more, Tether is a kind of stablecoin, and each token is supported by traditional currencies – these are often called secured stable coins. In contrast, there are crypto-collateralized stablecoins that use crypto as the reserve currency, and relying on algorithms to automatically adjust the supply of stablecoin without using any collateral, so as to maintain its linked non mortgage stablecoins, which eliminates the demand for collateral.

Although classified as cryptocurrency, Tether has one fundamental difference – it was created by a company rather than a network. Tether Ltd. is a part of Tether holding. It is the operating force behind Tether and provides it with monetary reserves. iFinex Inc., the parent company of Tether Ltd., is also the operator of Bitfinex, which is one of the largest exchanges in the cryptocurrency world. All this must be taken into account when considering Tether as a potential investment, because the currency is not run by a network that is considered impeccable, but by people who are prone to mistakes.

Technical Basis of Tether

Tether Limited is a Hong Kong based company responsible for maintaining sufficient legal tender reserves to support all Tether tokens in circulation, which also makes it a trusted third party in this case. The idea is also to create a digital currency, one dollar equals one dollar, which can be exchanged at any time, but the reality seems to be different. Tether shows fluctuations over a long time span.

In fact, Bitfinex and Tether are managed by the same management team. Bitfinex itself is responsible for storing and extracting Tether tokens as long as they are issued. All Tether coins listed on Bitfinex are directly owned by the exchange, which also leads to the suggestion that the currency is managed by a few people whose decisions have a significant impact on the USDT. This raises a question: whether a company can manipulate the market has an impact on both Tether and Bitcoin, which is one of the foundations behind the value of Tether.

Tether is based on Omni protocol. Like all other cryptocurrencies, it runs on blockchain technology. The Omni protocol itself is open source software that allows you to create your own tokens by using the blockchain interface (in this case, Tether). According to the idea of the platform, each newly released coin can be tracked by the peer-to-peer network, which allows the community to pay attention to how many tokens are added to the circulation.

However, the fact that Tether belongs to a company cannot be fully verified, nor does it leave room for all users to reveal the whole picture. It is reported that the company has not conducted an audit since March 2017. This also leaves room for people to reflect on the situation behind the scenes.

Why is Tether so Controversial Now?

As a pioneer in the field of cryptocurrency and the largest stablecoin so far, Tether also sparked a debate about the legality of its working method.All this began with the involvement of the New York Attorney General’s Office (NYAG) in investigating Bitfinex’s $850 million losses, which were allegedly detained or misplaced by payment processor crypto capital. In this process, nyag publicly accused Bitfinex of concealing funds and applied for an injunction in April.

What happened next was that the court said that both Tether Co., Ltd. and Bitfinex had the responsibility to cooperate to arrange a credit line so that Bitfinex could borrow more than $700 million from Tether’s reserves. This could lead to another $200 million loan, but supreme court judge Joel M. Cohen imposed an injunction to freeze all further loans.

Although iFinex filed a notice with the court to terminate the case because the New York State Government lacked jurisdiction over the matter, it was known that the request was rejected on August 19. Its impact is considerable – the New York state government will continue to investigate the matter, and both parties have 90 days to prepare the necessary documents for the ongoing process. The final outcome of the court’s decision remains to be seen.

Cryptocurrency Price Prediction

Avalanche (AVAX) Price Prediction
Cardano (ADA) Price Prediction

Ethereum Classic (ETC) Price Prediction
Chainlink (LINK) Price Prediction
Dogelon Mars (ELON) Price Prediction
Ripple (XRP) Price Prediction
XRP Price Prediction
Solana (SOL) Price Prediction
Ethereum Price Prediction
Bitcoin (BTC) Price Prediction
Litecoin (LTC) Price Prediction
Polygon (MATIC) Price Prediction
Dash (DASH) Price Prediction
STEPN (GMT) Price Prediction
Bitcoin Cash (BCH) Price Prediction
Stellar Lumens (XLM) Price Prediction
Yearn.Finance (YFI) Price Prediction
Waves (WAVES) Price Prediction
Bitcoin SV (BSV) Price Prediction
Filecoin (FIL) Price Prediction
Optimism (OP) Price Prediction
Tron (TRX) Price Prediction
ConstitutionDAO (PEOPLE) Price Prediction
EOS (EOS) Price Prediction
Gala (GALA) Price Prediction
Enjin (ENJ) Price Prediction
MANA Price Prediction
The Sandbox (SAND) Price Prediction
Immutable X (IMX) Price Prediction
Axie Infinity (AXS) Price Prediction
Flow (FLOW) Price Prediction
Galxe (Previously Project Galaxy) Price Prediction
Mask Network (MASK) Price Prediction
ApeCoin (APE) Price Prediction
Ethereum Name Service (ENS) Price Prediction
1inch Network (1INCH) Price Prediction
Curve Dao (CRV) Price Prediction
dYdX (DYDX) Price Prediction
PancakeSwap (CAKE) Price Prediction
Uniswap (UNI) Price Prediction
Terra Luna Classic Price Prediction
Algorand Price Prediction
Fantom (FTM) Price Prediction
Celo (CELO) Price Prediction
Blur Price Prediction
Mina Protocol (MINA) Price Prediction
Near Protocol (NEAR) Price Prediction
Toncoin (TON) Price Prediction
Qtum (QTUM) Price Prediction
Internet Computer (ICP) Price Prediction
Polkadot (DOT) Price Prediction
Aptos (APT) Price Prediction
Cosmos (ATOM) Price Prediction

Neo (NEO) Price Prediction
Binance Coin (BNB) Price Prediction
Shiba Inu (SHIB) Price Prediction
Alchemy Pay (ACH) Price Prediction
Conflux (CFX) Price Prediction
Core DAO (CORE) Price Prediction
Arweave (AR) Price Prediction
Synthetix (SNX) Price Prediction
Measurable Data Token (MDT) Price Prediction
Adventure Gold (AGLD) Price Prediction
Arbitrum (ARB) Price Prediction
Aragon (ANT) Price Prediction
MultiversX (EGLD) Price Prediction
ETHPoW (ETHW) Price Prediction
Hooked Protocol (HOOK) Price Prediction
Klaytn (KLAY) Price Prediction
LooksRare (LOOKS) Price Prediction
Ren (REN) Price Prediction
Storj (STORJ) Price Prediction
Theta Network (THETA) Price Prediction
Nem (XEM) Price Prediction
Monero (XMR) Price Prediction
Render (RNDR) Token Price Prediction
Ravencoin (RVN) Price Prediction
Zilliqa (ZIL) Price Prediction
Pepe (PEPE) Price Prediction
AiDoge Price Prediction
Sui (SUI) Price Prediction
Floki Inu (FLOKI) Price Prediction
SingularityNet (AGIX) Price Prediction
Stella (ALPHA) Price Prediction
Ankr (ANKR) Price Prediction
ARPA (ARPA) Price Prediction
Astar (ASTR) Price Prediction
Balancer (BAL) Price Prediction
Band Protocol (BAND) Price Prediction
Bella Protocol (BEL) Price Prediction
BinaryX (BNX) Price Prediction
Celsius (CEL) Price Prediction
Celer Network (CELR) Price Prediction
Cocos-BCX (COCOS) Price Prediction
Compound (COMP) Price Prediction
Shentu (CTK) Price Prediction
Cartesi (CTSI) Price Prediction
Civic (CVC) Price Prediction
DODO (DODO) Price Prediction
Open Campus (EDU) Price Prediction
Fetch.ai (FET) Price Prediction
Frax Share (FXS) Price Prediction
Game Fantasy Token (GFT) Price Prediction
GMX Price Prediction

Hedera (HBAR) Price Prediction
Highstreet (HIGH) Price Prediction
ICON (ICX) Price Prediction
SPACE ID (ID) Price Prediction
JasmyCoin (JASMY) Price Prediction
JOE (JOE) Price Prediction
Kusama (KSM) Price Prediction
Lido DAO (LDO) Price Prediction
Linear Finance (LINA) Price Prediction
Liquity (LQTY) Price Prediction
Loopring (LRC) Price Prediction
Maker (MKR) Price Prediction
Ocean Protocol Price Prediction
Radiant Capital (RDNT) Price Prediction
iExec (RLC) Price Prediction
Rocket Pool (RPL) Price Prediction
Reserve Rights (RSR) Price Prediction
SSV Network (SSV) Price Prediction
StarLink Coin Price Prediction
Stargate Finance Price Prediction
StormX (STMX) Price Prediction
Stacks (STX) Price Prediction
Swipe (SXP) Price Prediction
TomoChain (TOMO) Price Prediction
Tellor (TRB) Price Prediction
UMA (UMA) Price Prediction
TerraClassicUSD (USTC) Price Prediction
VeChain (VET) Price Prediction
WOO Network (WOO) Price Prediction
Yield Guild Games (YGG) Price Prediction
0x Protocol (ZRX) Price Prediction
Pepe 2.0 Price Prediction
Bancor Network Token (BNT) Price Prediction
JUST (JST) Price Prediction
Smooth Love Potion(SLP) Price Prediction
Step App (FITFI) Price Prediction
Chia Network (XCH) Price Prediction
Badger DAO (BADGER) Price Prediction
Perpetual Protocol(PERP) Price Prediction
Cronos (CRO) Price Prediction
Biconomy (BICO) Price Prediction
Dora Factory (DORA) Price Prediction
Gods Unchained (GODS) Price Prediction
Sweat Economy (SWEAT) Price Prediction
Flare (FLR) Price Prediction
Moonbeam (GLMR) Price Prediction
Kadena (KDA) Price Prediction
Creditcoin (CTC) Price Prediction
Illuvium (ILV) Price Prediction
Akropolis (AKRO) Price Prediction
Trust Wallet Token (TWT) Price Prediction

Alien Worlds (TLM) Price Prediction
Worldcoin (WLD) Price Prediction
Casper (CSPR) Price Prediction
Aave (AAVE) Price Prediction
Yield Guild Games (YGG) Price Prediction
Api3 (API3) Price Prediction
Optimism (OP) Price Prediction
Livepeer (LPT) Price Prediction

Whitepaper

Official Website