

Twitter Thread by [Ryan Tian](#)



[Ryan Tian](#)

[@rainiefield](#)



My 2021 DeFi Predictions:

1\ the rise of Decentralized Derivatives

In 2020, the embryo of the DeFi derivative market started to take shape. A dozen DeFi derivative platforms were established and began to launch mainnets. I expect this market will explode in 2021.

2\ Central bank currencies

The COVID-19 pandemic will continue to haunt the world's economy for some time. The economic uncertainty will last. China will launch its Central Bank Digital Currency in 2021, and many will follow.

3\ Cross Chain BTC will continue to grow.

BTC will take a more important role in DeFi and Derivatives.

4\ Regulations intensify

There will be an increase in official and legislative scrutiny from regulatory agencies concerning the overall cryptocurrency industry internationally.

5\ More traditional money into Crypto and DeFi

Regulations are not bad things. More traditional money will find legitimate paths to crypto investment and in DeFi applications. This may become the drive to another great bubble.

6\ Cryptoasset management will rise, both in a decentralized and centralized way. Cryptoasset will become an important component in financial portfolios.

7\ Privacy and security are increasingly prominent in DeFi.

The total dollar value of losses suffered by the victims of fraud, theft and hacks will increase in the year of 2021 compared with 2020. Some decentralized whitehat organizations will be established and grow.

8\ Crypto acquisitions will be more frequent

Crypto acquisitions will take place not just in a cooperative way, but in deep collaboration, token and team merges.

Maybe some new hyping and FOMO game will emerge in the acquisitions, like a new ICO.

9\ Possible standardization of the security audit of codes

Security audit needs standard and should be taken more seriously, not like an advertising tool.

I would be interesting to see a DeFi security auditor DAO established in 2021.

10\ Liquidity Mining is still important to attract liquidity but will evolve. It will be more connected to the DeFi model itself. DeFi platforms will cooperate to provide multi-coin mining choices. Mining games will be more complicated.

2021 will be an extraordinary year for DeFi. It is exciting to be a part of it. Let's hope for a better tomorrow.

Happy new year everyone.■■■■