

Difference between Crypto and NFTs:

Crypto and NFTs (Non-Fungible Tokens) are somewhat similar. Both use blockchain technology and rely on decentralised networks. However, this is where their similarities end. If we consider their use cases, cryptos and NFTs are very different.

Crypto assets are digital assets that enable individuals to transfer value amongst themselves. Whether it is shopping, eating out, or purchasing property, people are increasingly using crypto assets as a payment medium worldwide. Its two primary USPs are – security and lack of dependence on the government. With the help of cryptography, it is nearly impossible to counterfeit or double-spend crypto assets, thus, making them highly secure. Moreover, crypto assets are not issued or controlled by any central authority; thereby, they are freed from government control. There is nothing like the best or the worst platform for cryptocurrency trading. It entirely depends upon the user base an exchange has developed so far which increases its popularity and demand.

NFTs, on the other hand, are rare and unique digital collectables. NFT or non-fungible tokens are not fungible by construct. A particular NFT is unique in itself, with no equal replacement available. In the case of a crypto asset, one Bitcoin is tradable with another Bitcoin. However, this is not possible in the case of an NFT, as there is only one unique and original version of an NFT. Hence, it is impossible to replicate or copy an NFT.

Due to their non-fungible nature, NFTs have versatile applications in the art, entertainment, and gaming industry. Artists can create original digital art pieces and auction them off as NFTs, with no fear of their art being copied. As a

hypothetical example, celebrities like Cristiano Ronaldo can create an NFT and sell it as a rare collectable. In gaming, NFTs are used as rewards that gamers earn.

Even though cryptos and NFTs have different purposes, they gradually lay the path for a digital future, where transactions are secure and abundance is creative.