The Rise and Fall of Telegram Tap to Earn Games Challenges and Opportunities Ahead

By Steve Hodgkiss | Category: DeFi and GameFi

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The Rise and Fall of Telegram Tap-to-Earn Games: Challenges and Opportunities Ahead

The landscape of mobile <u>gaming</u> has recently been shaken by a novel trend: the surge of tap-to-earn <u>games</u> on Telegram. Beginning in early 2024, these games rapidly gained traction, drawing millions of users with their promise of simple gameplay and potential financial rewards. Leading this charge was Notcoin, a game that epitomized the appeal and rapid growth of the genre. However, with this meteoric rise also came challenges, highlighting the need for more innovative strategies and sustainable growth models. This article delves into the fascinating journey of <u>Telegram</u> tap-to-earn games, dissecting their success, the challenges they faced, and the potential pathways for future growth within the Web3 gaming space.

Introduction to the Tap-to-Earn Phenomenon

The early months of 2024 witnessed an extraordinary phenomenon – the emergence of tap-to-earn games within the Telegram ecosystem. These games, characterized by their simple mechanics (typically involving tapping a screen to earn in-game tokens), quickly captivated a global audience. The allure was not just the easy gameplay but also the tantalizing prospect of earning cryptocurrency. This trend was spearheaded by Notcoin, a game that demonstrated just how quickly such models could attract users. The simplicity and accessibility of these games, combined with the promise of tangible crypto rewards, created a perfect storm of user adoption.

This sudden surge in popularity can be largely attributed to the inherent low barrier to entry. Unlike traditional blockchain-based games which often require users to navigate complex digital wallets and cryptocurrency exchanges, these Telegram based games offered seamless accessibility. Most users were already active on the Telegram platform, they were able to instantly join and start playing with minimal effort. The frictionless user experience played a key role in its quick adoption.

The Emergence of Tap-to-Earn Games: Notcoin and its Explosive Growth

The narrative of the tap-to-earn phenomenon is intrinsically linked to the rise of Notcoin. This game, arguably the pioneer in this space, provided the initial blueprint for subsequent games. Notcoin offered a simple yet engaging experience: users simply tapped the screen to accumulate tokens on The Open Network (TON) blockchain. This mechanic, combined with a clever marketing campaign and the promise of an airdrop, attracted a staggering 35 million players within a span of three months.

The game mechanics were incredibly straightforward, with players accumulating digital coins through tapping, which generated an addictive loop. These tokens were then promised to be converted into a real digital asset during the token airdrop. This strategic integration of blockchain technology, coupled with a user-friendly interface, led to rapid player adoption, generating considerable buzz. Moreover, the prospect of the airdrop, valued in billions, propelled the game's massive popularity. It was a masterclass in viral growth and demonstrated the potential for a new wave of blockchain-based mobile gaming.

Notcoin's Key Features:

- **Mechanics:** Simple tap-to-earn gameplay.
- Blockchain: Built on The Open Network (TON).
- **User Adoption:** Achieved 35 million players in three months.
- Economic Impact: Large scale token airdrop worth billions.

Expansion and Innovation in the Gaming Landscape: Beyond Notcoin

Following the success of Notcoin, other developers quickly jumped on the bandwagon, each aiming to capture the attention of the growing tap-to-earn gaming audience. Among these, Hamster Kombat emerged as a notable contender. Hamster Kombat took a different approach by combining tapping with a management simulation layer. Players not only had to tap but were also tasked with managing and upgrading their in-game businesses. This hybrid approach added an element of strategy, which proved to be a great way to engage players and keep them coming back for more, differentiating it from the basic format of Notcoin.

Hamster Kombat's success also brought about a notable trend in geopolitical attention. Countries like Iran began to take note of the game's popularity, sparking debates about its impact and regulation. This demonstrates the growing influence of these games on a global scale and the complexities of managing them across different legal and political frameworks. The attention from various governments highlighted the impact these games were having on economies and individuals in various regions and countries.

By late 2024, a multitude of tap-to-earn games had entered the scene, including Catizen, X Empire, Rocky Rabbit, TapSwap, and Major. While the tap-to-earn model remained popular, developers began to explore more innovative approaches. This led to the introduction of VR (Virtual Reality) elements in some games, and a deeper integration of management simulation layers, pushing the boundaries of the gaming mechanics. This evolution was crucial in maintaining player interest and moving beyond the simple tap-to-earn model. These new layers of engagement contributed to a more dynamic and immersive gaming experience.

Key Tap-to-Earn <u>Games</u> in Late 2024:

- **Notcoin:** Pioneer of the genre.
- Hamster Kombat: Tapping combined with management simulation.
- Catizen: Another competitor gaining attention.
- **X Empire:** Offering a unique game experience.
- Rocky Rabbit: A variation on the core tapping concept.
- **TapSwap:** A tap-to-earn game focused on its community and engagement.
- **Maior:** Innovative and a new entrant.

Challenges Faced by Telegram's Gaming Ecosystem: The Dark Side of the Trend

Despite the initial excitement, Telegram's tap-to-earn gaming ecosystem encountered a range of challenges. One major issue was player dissatisfaction stemming from discrepancies in airdrop distributions and the value dilution of tokens. Many players who invested substantial time and effort into tapping felt under-compensated when the actual token rewards were distributed. This led to a decline in trust and a feeling of betrayal among some users.

In addition to airdrop issues, technical and engagement problems became evident in emerging games such as Tomarket and Catizen. These games struggled with game mechanics, server overload and often presented users with experiences that were not as smooth as what Notcoin had initially delivered. This exposed the fact that the simple tap-to-earn model, without significant innovation and technical robustness, was not always sustainable. As more and more games surfaced, the market began to feel saturated and there was a drop in player interest and engagement.

The waning interest in tap-to-earn games mirrors the historical patterns observed in previous "play-to-earn" trends. The initial allure of financial reward often overshadows the need for genuinely engaging and compelling gameplay. As the novelty wears off, and the economic incentives weaken, the player base tends to decrease. This illustrates a sustainability crisis that the tap-to-earn genre needed to address in order to grow and maintain its user base.

Key Challenges:

- Airdrop Discrepancies: Uneven distributions and diluted token values.
- **Technical and Engagement Issues:** Problems in emerging games like Tomarket and Catizen.
- Waning Interest: Sustainability crisis echoing past play-to-earn trends.

Telegram's Strategy and Future in Web3 Gaming: A Bright Future?

Looking ahead, the potential for Telegram's gaming platform remains considerable, largely due to its massive user base of over 950 million people. This huge audience provides a ready-made environment for integrating new games and features. The "mini-app" strategy, which allows users to access games directly within the Telegram app, has proven to be a highly effective and low-cost way to acquire users and get them on board quickly. The convenience of these mini-apps has been

a primary driver of user engagement. The ability to seamlessly jump into a game without needing to download a new app or switch between different platforms has greatly enhanced user experience and adoption.

However, a critical evaluation of Telegram's gaming prospects reveals a complex picture. While the platform has the advantage of a large user base and a streamlined distribution method, the current tap-to-earn model has its limitations. The initial success of Notcoin cannot be seen as an indicator of ongoing trends in the industry as developers must innovate and find new ways to engage users. The lack of deep and engaging mechanics makes it difficult to maintain long-term user retention. The platform must evolve and go beyond the tap-to-earn model to attract and retain players.

Telegram's Advantages:

- Massive User Base: Over 950 million potential players.
- Mini-App Strategy: Low-cost user acquisition.
- **Streamlined Access:** Seamless integration within the Telegram app.

Limitations:

- Simple Mechanics: Tap-to-earn model lacks depth.
- User Retention: Difficulty maintaining long-term engagement.
- **Need for Innovation:** Must evolve beyond the basic model.

Economic and Strategic Repositioning: A Shift Towards New Technologies

The broader Web3 gaming market is showing substantial growth potential, with forecasts indicating a market value of up to \$90 billion by 2030. This growing market opens up a huge range of possibilities for platforms like Telegram. Developers are now turning their attention to ways to create more engaging and sustainable gaming experiences that go beyond the basic tap-to-earn model.

One significant example of strategic repositioning is the transition of Tomarket to the Aptos blockchain. This move was primarily driven by Aptos' superior technical features, such as higher transaction speeds and lower costs. This transition demonstrates how projects are not bound to a single ecosystem and are willing to migrate to different blockchains to gain a competitive edge. By taking advantage of Aptos's advantages, Tomarket hopes to enhance user experience and attract a broader audience. Tomarket is planning to integrate a decentralized exchange (DEX) aggregator,

along with enhanced gaming incentives in order to keep players engaged and attracted to its product.

The transition to Aptos also reflects a bigger trend within the Web3 gaming community, that emphasizes a strategic approach to technology adoption and innovation. These shifts show a willingness to adapt to evolving market conditions, seeking optimal solutions to enhance both user experience and project performance. This is important for sustainability and long term growth within the ecosystem.

Key Market Insights:

- Market Growth: Web3 gaming potential reaching \$90 billion by 2030.
- Strategic Shifts: Projects like Tomarket transitioning to Aptos for better technology.
- Upcoming Features: Decentralized exchange aggregator and enhanced gaming incentives.

Conclusion: Lessons and Future Directions

The rise and fall of the tap-to-earn phenomenon on Telegram serves as a valuable lesson for the Web3 gaming industry. The initial boom was fueled by the ease of access and the promise of financial rewards, which attracted millions of users. However, this surge was short-lived. It quickly became clear that relying solely on basic tapping mechanics and token airdrops was not sustainable. Players started to shift their attention towards deeper and more engaging gaming experiences, and many of the early tap-to-earn games failed to meet the demands of their users, leading to their downfall.

The future success of the Web3 gaming sector depends on the ability to learn from these early experiences and to adopt a more innovative approach to game development and user retention. The platform needs to move past simplistic models and focus on crafting more comprehensive gaming experiences that go beyond just financial gains. This means integrating richer gameplay mechanics, engaging stories, and strong community-building features.

Telegram is uniquely positioned to play a critical role in fostering a robust gaming landscape, but it will require a shift in mindset. The platform must encourage developers to focus on creating compelling gaming experiences. By addressing the challenges head-on, the platform can leverage its user base and infrastructure to cultivate a thriving and sustainable gaming ecosystem that can withstand evolving trends and challenges.

Key Takeaways:

• **Early Experience:** The tap-to-earn phenomenon provided valuable lessons.

- Player Dynamics: Shifts towards deeper gaming experiences.
- Future Directions: Sustainable growth requires innovation and engagement.
- **Telegram's Role:** Key to fostering a thriving Web3 gaming landscape.

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