



# Latest whitepaper

## About:

Since the initial idea of the project was conceived in Ethonline 2022, we had seen again the major issues regarding funding in the web3 space (FTX and falsehoods of collateral custody), primarily caused by factors such as:

- the lack of transparency in the decision-making of funding General and limited partners and company.
- the quality of underlying collateral that is compliant and relevant to the current trends of tokenomics.
- Funding that reflects the current progress of the startup to achieve the objectives.

And given that still around > 90% of the actual funding mechanism is either delegated totally off-chain payments in cash or if they do provide liquidity on-chain have the due deliberation which is based only on apprehensions of the GPs and how they get the feedback from the various LP and scouts.

## About pre-Existing projects:

we are different from our current competitors available in the space :

1. IDO based: Sushiswap MISO, DAOMaker: based on the fact that their offerings of providing investors with token farming/vestings and more governance-related investing depends on the
2. Fundraising protocol like AngelBlock: They differ in the aspect of onboarding both startups along with investors are still off-chain and don't take into

consideration the functionality of

3. stablecoin platforms like Maker, AAVE, and other protocols having real-world assets via VC funding proposal analysis with an on-chain governance

## Solution:

Thus based on researching current alternatives in the web2/ web3 ecosystem, we propose an open-source, web3 protocol/platform that allows the venture capital financing of the web3 projects via some workflows as the traditional VC- traditional funding process.

- use of stablecoins/ traditional collateral with "proof of liquidity" to insure that funds are backed with real collateral.
- Modularised module services that will be providing the various services from web3 stages of the data, for instance
- building the models of the real Venture Capital funds based on their performance on-chain.

This will usher in a new era of investment after web2-based crowdfunding startups (like Kickstarter) that are transparent in terms of their performance metrics and accountability of the investments in terms of VC, but at the same time allow web3 startups to reach out to the investors based on the project performance.

## The modular approach of the protocol:

The protocol will be composed of various components, allowing it to compose :

- Defi module:
  - integrating modules across major lending protocols (AAVE, Uniswap, Euler, ...) and other categories of DeFI services, and various methods for investment.
- Identity Module:
  - Creating native web3 identities (W3C compliant DIDs and VC) of all entities in a hierarchical manner.

- Startups:
  - startup teams composition is described as similar to [theOrg](#)
- Venture funds:
  - description of the LPs, GP's and their relative investment portfolio across their investment portfolios
- compliant with the social media protocols like lens, [ATProtocol](#) and others.
- Legal Module:
  - management of legal disputes and compliance by kleros.
  - will be implemented as DAOs natively but along with [legal compliance in the specific jurisdiction](#).
  - Also allowing the investors to pass proposals, taking into consideration accountability.
- Accounting /Invoicing Module:
  - invoicing using Request Network.
  - payment streaming superfluid/llamapay.
- **management module:**
  - creation of the DAO module and individual profiles.
    - VC portfolio construction process ([here](#)).
    - Equity and term sheets rendering of data (as [here](#)).
- **Transaction/Data lake Module:**
  - manages the state of the various deals in the ecosystem and then integrates the data across various on-chain/off-chain protocols.

