



Decentralized Governance made



Updated September, 2024



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Whitepaper

Unlock the full potential of decentralized governance with LumosDAO's suite of features designed for efficiency, transparency, and community

empowerment.



Whitepaper

3

Table of Content

- Introduction
- Problem Statement
- LumosDAO Features
- Governance Framework
- Tokenomics
- Market Data
- Team

Community and Ecosystem









Introduction



Introduction

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Vision

LumosDAO aspires to be the leading hub for DAOs across all major blockchains, providing decentralized projects with top-tier governance tools and fostering a thriving global community.



Mission

Our mission is to empower anyone to effortlessly create and manage a DAO. With LumosDAO, launching a decentralized project takes less than two minutes, complete with all the essential tools for efficient operations and sustainable growth.



LumosDAO Overview

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Core Values

LumosDAO is built on the foundation of decentralization, transparency, and community empowerment. The core principles and values guiding the

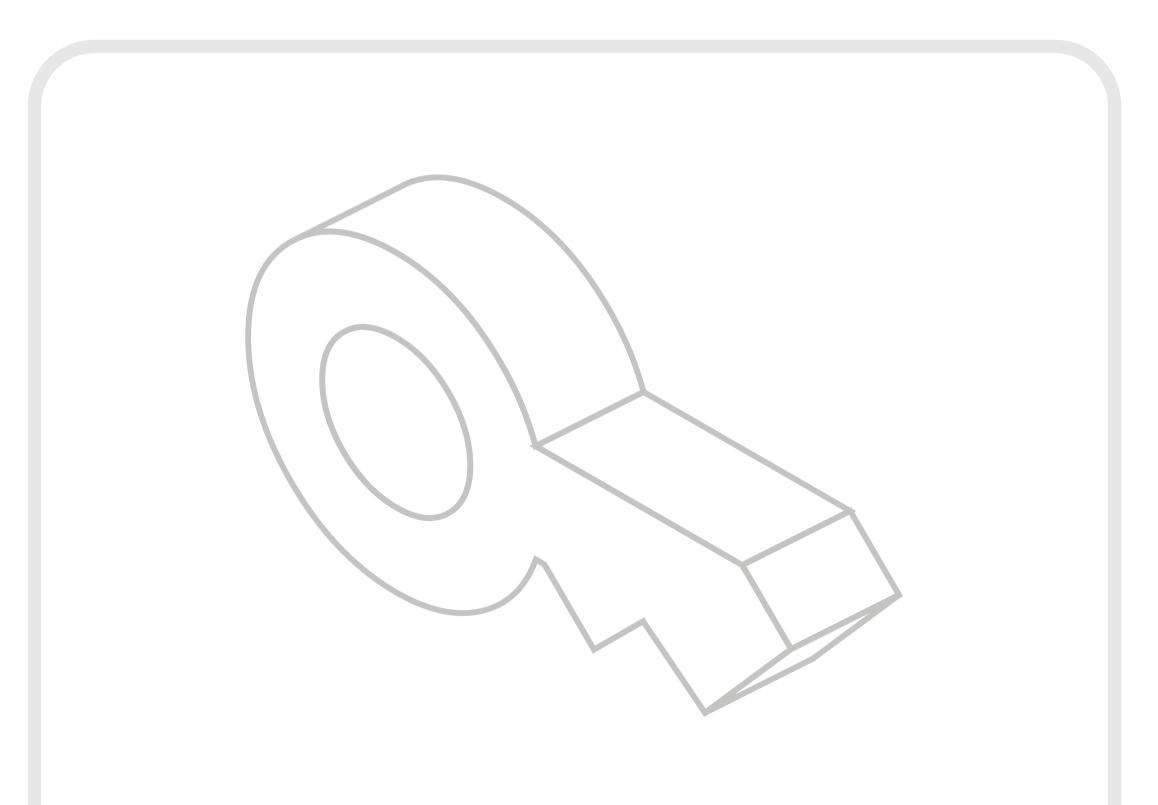
platform are:





Democracy





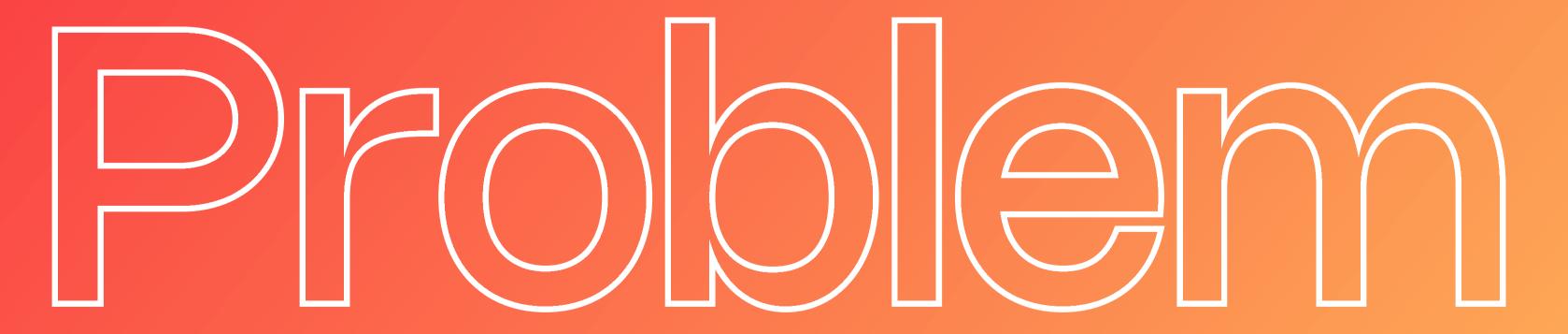
Transparency





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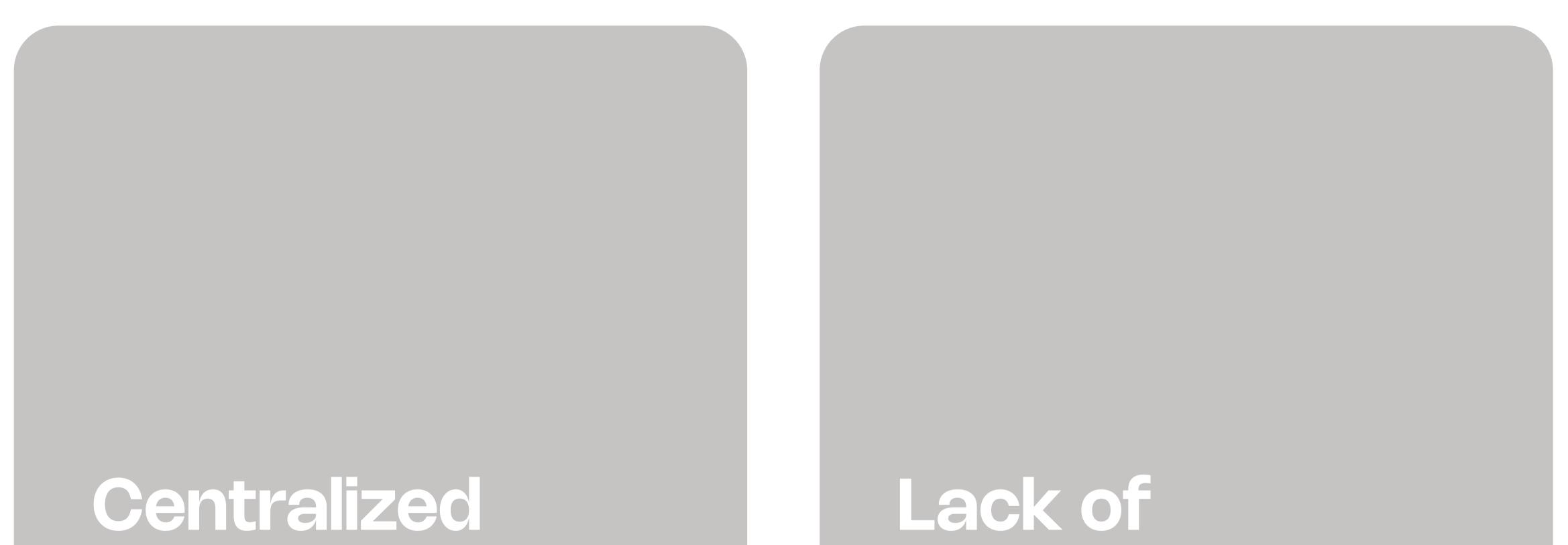


Problem Statement

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Issues in Traditional Governance Structures

Traditional governance structures are often centralized, hierarchical, and vulnerable to inefficiencies. These systems rely heavily on a small group of decision-makers, leading to potential risks such as corruption, lack of transparency, and a concentration of power. Key problems include:



Decision-Making

Transparency



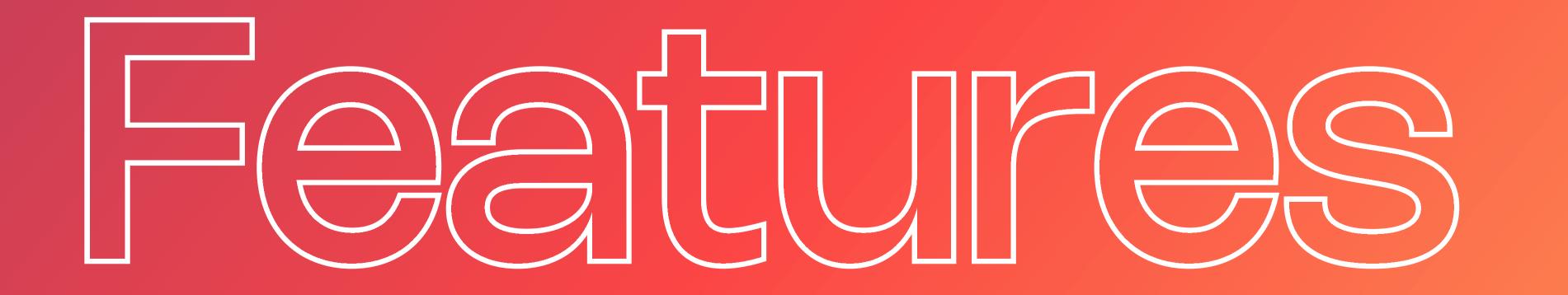
Misaligned Incentives





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D A O C R E A T I O N

Launch Your DAO Seamlessly

Easily set up and launch decentralized autonomous organizations

(DAOs) with customizable structures to manage communities or

projects on the blockchain



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A S S E T C R E A T I O N

Create and tokenize digital assets, providing a secure and efficient way to

represent ownership and value within your DAO ecosystem.



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V O T I N G

Secure & Transparent Voting

Implement a reliable and decentralized voting system, allowing members to

participate in decision-making with transparency and trust.



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Unlock Cross-Chain Liquidity

Wrap assets into tokens compatible with multiple blockchains, expanding liquidity

and utility within decentralized ecosystems.



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Lumos DAO is committed to

revolutionizing governance in

the decentralized world.



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Submit Proposals with Ease

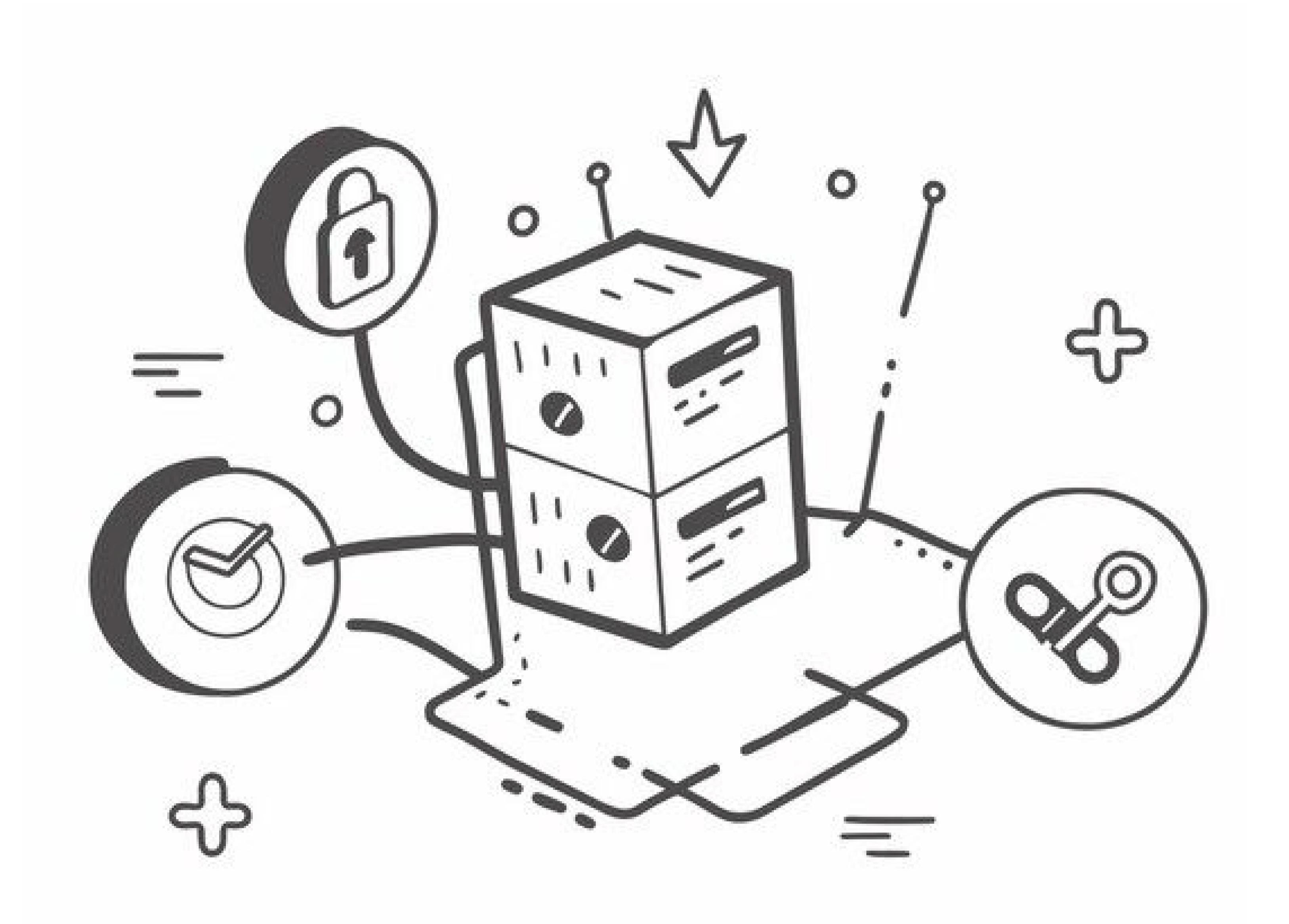
P R O P O S A L C R E A T I O N

Empower DAO members to create and submit proposals for new initiatives, changes, or

policies, fostering collaborative governance.



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Delegate Voting Power Effortlessly

VOTING POWER DELEGATION

Allow DAO members to delegate their voting power to trusted representatives,

ensuring efficient governance and active participation.



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17



D A O A D M I N T O O L S

Administer Your DAO with Control

Manage your DAO with advanced tools, including governance settings, member

permissions, and operational controls for smooth administration.



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Integrate DeFi for Asset Growth

DEFI

Tap into decentralised finance (DeFi) to enhance your DAO's assets through NFT

staking, and more, maximising value and returns.











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LumosDAO Technology

The LumosDAO platform is built on a modular stack architecture, allowing users to customize and scale their DAOs based on specific needs. The architecture includes:

Smart Contracts

Governance Protocols

Tokenomics Layer

Cross-DAO Communication



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DAO Governance Structure

The governance structure of LumosDAO is designed to be flexible, modular, and community-driven, allowing each DAO built on the platform to choose the governance model that best suits its needs. At its core, LumosDAO enables decentralized decision-making, where power is distributed across all members based on their contributions, roles, and token holdings.

LumosDAO uses a token-based governance system, where governance tokens are the primary medium for voting and participation in decision-making processes. The governance structure can be customized to support:

• Direct Democracy: All members vote on all decisions, ensuring that the

community has full control over the DAO's direction.

- Delegative Democracy: Members can delegate their voting power to trusted representatives, who vote on their behalf. This system allows for a balance between direct member involvement and efficiency.
- Multi-Signature Models: Specific decisions, such as fund disbursements or major upgrades, can require approval from multiple authorized members to prevent misuse or fraud.

DAOs can decide which governance structure to adopt based on the size,

purpose, and complexity of the organization. LumosDAO provides templates to accommodate different types of structures, from simple governance models to more complex setups.



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Voting Mechanisms and Participation

LumosDAO supports various voting mechanisms to ensure fair and efficient decisionmaking. Each DAO can choose the voting method that aligns with its goals and governance philosophy. The platform offers the following voting systems:

- 1. Token-Based Voting (Already Implemented): Voting power is tied to the number of \$LUMOS tokens held, with one token equaling one vote. This system gives more influence to larger token holders.
- 2. Weighted Voting System: Members distribute their voting power across multiple proposals, allowing them to express varying preferences based on the importance of each option.
- 3. Quadratic Voting: Voting becomes exponentially more expensive with each additional vote, balancing the influence of large and small token holders.
- 4. Approval Voting: Members can vote for multiple proposals they support. The option with the most approval wins, favouring broad consensus.

5. Cumulative Voting: Members allocate all their votes to one or several proposals, concentrating their influence where it matters most.

6. Range Voting: Members rate proposals on a scale, with the highest average score winning. This system captures the strength of preferences.

These voting systems offer flexibility and adaptability to the diverse needs of DAOs built on LumosDAO. Whether aiming for simplicity, equal representation, or nuanced decision-making, DAOs can select the voting method that best aligns with their governance model and community values.





Voting Systems in LumosDAO

LumosDAO provides various voting systems to meet the unique needs of DAOs, allowing

flexible participation in governance. DAOs can choose the best method for their

community and goals. Key voting systems include:

1. Token-Based Voting: The default system where voting power depends on \$LUMOS

token holdings—one token equals one vote, making it simple and linked to token ownership.

2. Weighted Voting: Members distribute their voting power across proposals based on

token holdings, expressing preferences for multiple options.

3. Quadratic Voting: Voters allocate votes at an increasing cost, preventing dominance

by large stakeholders and amplifying smaller voices.

4. Approval Voting: Members vote for all proposals they support, with the most

approved winning, fostering consensus.

5. Cumulative Voting: Voters concentrate or distribute votes across proposals, allowing

strategic support.

6. Range Voting: Members rate proposals on a scale, with the highest average score

winning, offering nuanced feedback.

These systems give DAOs the flexibility to choose governance methods that suit their

needs, from simplicity to more nuanced decision-making.





Proposal System

The proposal system is at the core of LumosDAO's governance, enabling members to contribute ideas, make decisions, and shape the direction of their DAO. It ensures that every member can actively participate in decision-making, creating a truly decentralized governance model. Here's how the proposal system works:

- 1. Proposal Creation: Any member with governance rights can create a proposal on the LumosDAO platform. Proposals can range from changes in governance rules to allocating funds from the treasury, integrating new features, or initiating collaborations. Before submitting a proposal, members must provide key details, including the purpose, objectives, and impact of the proposed action. To maintain quality and prevent spam, creating a proposal requires a small fee in \$LUMOS tokens (\$5).
- 1. Proposal Voting: Once a proposal is created, it is submitted for voting. The voting process is transparent and recorded on the blockchain, ensuring that every vote is verifiable. Members with voting rights can cast their votes using their staked

\$LUMOS tokens. The voting fee is set at \$0.50 in \$LUMOS per vote to encourage participation while maintaining security.

2. Approval and Execution: For a proposal to be approved, it must receive a majority vote or meet a specific threshold as defined by the DAO's governance rules. Once the voting period is over, the proposal is either approved or rejected based on the outcome. If approved, the proposal is executed automatically via smart contracts, ensuring that decisions are carried out in a decentralized and trustless manner.

Role-Based Governance

In some DAOs, role-based governance is implemented, allowing specific roles or members with designated responsibilities to create or vote on proposals related to their

areas of expertise. This ensures that specialized knowledge is applied to critical decisions while maintaining broad participation in general governance.

In essence, the LumosDAO proposal system empowers members to directly influence the operation and direction of their DAO, ensuring that governance is participatory, transparent, and aligned with the community's collective goals.









Tokenomics

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Token Allocation

The tokenomics of LumosDAO is designed to ensure a thriving ecosystem where the utility of the native token, \$LUMOS, drives engagement, participation, and growth.

Check the here details on <u>Stellar Expert</u>. The total suply is 10,000,000,000.







Reserved for Teams



Reserved for Partnerships







Reserved for Presale





Tokenomics

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Native Token Utility

\$LUMOS is a utility token that will be central to various activities within the LumosDAO ecosystem. The following fees will be charged in \$LUMOS:

DAO Creation: Users will pay \$50 in \$LUMOS to create a new DAO. Proposal Creation: Each proposal submitted will cost \$5 in \$LUMOS. Voting: Each vote cast will incur a fee of \$0.5 in \$LUMOS.

These fees not only promote active engagement but also create a continuous demand for \$LUMOS as users participate in the governance process.



NFT staking is a highly anticipated feature that will be introduced in Q3 2025 across all four blockchain networks. Here's how it will function:

- NFT Creation: LumosDAO will issue a total of 5,000 NFTs on each network, priced in \$LUMOS.
- Monthly Rewards: Holders of each NFT will receive 10,000 LUMOS tokens monthly for 120 months. This translates to a total of 6 billion LUMOS tokens allocated for NFT rewards across all networks.
- NFT Resale: Holders can sell their NFTs; however, the new owner will then start receiving the rewards, ensuring continuous engagement.
- Unlocking Special Features: Holding the NFT will grant access to special

features within LumosDAO, which will be announced closer to the launch.

This staking model not only provides a consistent income stream for holders but also strengthens community ties through shared ownership and rewards.



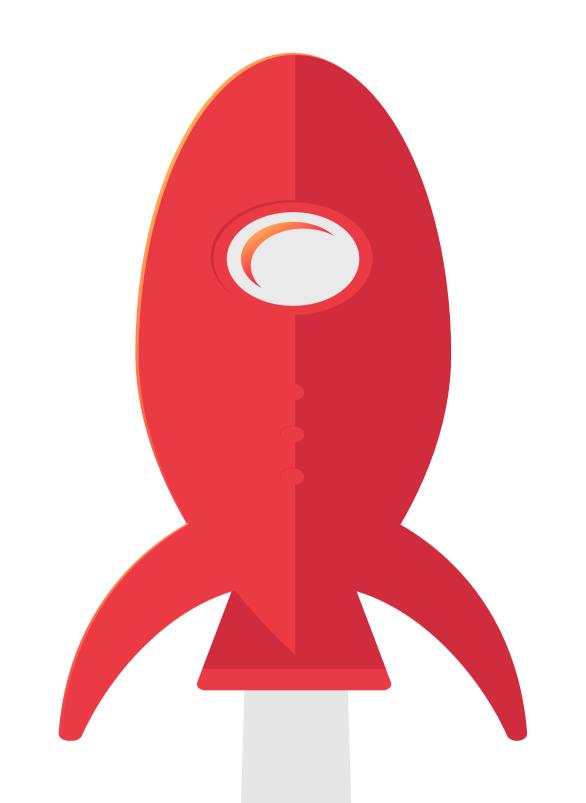
Tokenomics

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Milestones

Conceptualized







Alpha launch - Q1 2024

Beta launch - - Q3 2024

Stellar mainnet Launch - Q3 2024







Solana launch - Q1 2025



Tonchain launch - Q2 2025



Mobile app launch Q4 2025











Market Data





Current DAO Market Data

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Narket Data

The DAO (Decentralized Autonomous Organization) market has experienced significant growth in recent years, driven by the increasing adoption of decentralized governance structures and blockchain technologies. As of 2024,

the global DAO market is valued at over \$25 billion, with projections estimating continued growth in the coming years. This expansion is fueled by the rising number of decentralized projects, innovations in governance models, and the overall growth of the Web3 ecosystem.

Key Statistics:

- Total DAOs: Over 12,000 active DAOs across various blockchains, spanning DeFi,

NFTs, social organizations, and decentralized communities.

- Treasury Size: The collective DAO treasuries hold more than \$15 billion in assets, with major DAOs like Uniswap, Aave, and MakerDAO holding significant portions of these funds.

- Growth Rate: The DAO sector has grown at an average annual rate of 70% over the last two years, reflecting increasing interest in decentralized governance.

Notable Trends:

- Cross-Chain Expansion: More DAOs are adopting multi-chain strategies, deploying governance frameworks across multiple blockchains like Ethereum, Solana, Polkadot, and Stellar. This cross-chain approach is driven by the need for greater interoperability and access to different blockchain ecosystems.

- Focus on Community-Driven Governance: DAOs are placing a stronger emphasis on community engagement, as user participation and decentralized decision-making become critical for long-term success. This shift is resulting in the implementation of more inclusive voting mechanisms and proposal systems.

- Token-Based Governance: Governance tokens are becoming increasingly central to DAO operations. These tokens not only grant voting power but also play a crucial role in incentivizing participation, managing treasuries, and distributing rewards within DAOs.



Current DAO Market Data

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Narket Data

Challenges:

Despite the growth, DAOs face challenges such as governance attacks, lack of participation from token holders, and complexities in managing decentralized

decision-making. Ensuring security and scaling decentralized governance models remain key areas of focus for the future development of DAOs.

Here is a table of current market data and the future market data:

Year	Active DAOs	Market value	Treasury Size	Annual Growth Rate
2020	1,000	1.5 Billion	0.5 Billion	50%
2021	2,500	4 Billion	1.2 Billion	67%
2022	5,000	9 Billion	4 Billion	80%
2023	8,000	18 Billlion	9 Billion	100%
2024	12,000	25 Billion	15 Billion	70%
2025	18,000	40 Billion	22 Billion	60%
2026	25,000	55 Billion	30 Billion	45%
2027	32,000	75 Billion	42 Billion	36%
2028	40,000	95 Billion	55 Billion	27%
2029	50,000	115 Billion	70 Billion	21%
2030	65,000	140 Billion	90 Billion	22%

LumosDAO is well-positioned to tap into this expanding market by providing a comprehensive governance framework, multi-chain capabilities, and

customizable governance tools that address both the opportunities and challenges within the DAO landscape.

- DAO Market Value CAGR: 57.4%
- DAO Treasury Size CAGR: 68.1%











Team

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Core Team

Raza Rizvi Co-Founder Abiha Batool Co-Founder

Achievements

LumosDAO has garnered recognition within the blockchain community, with notable achievements including:

- Participation in Stellar Startup Camp 3: This involvement has positioned LumosDAO as a key player in the Stellar ecosystem.

- Winner of Stellar Community Fund #21: This accolade further validates the project's potential and community support.







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