DAO TOKENOMICS An Intro for business

10 step audio-visual introduction

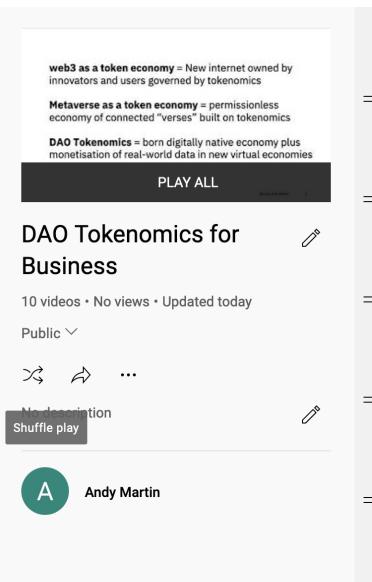
By - Andy Martín

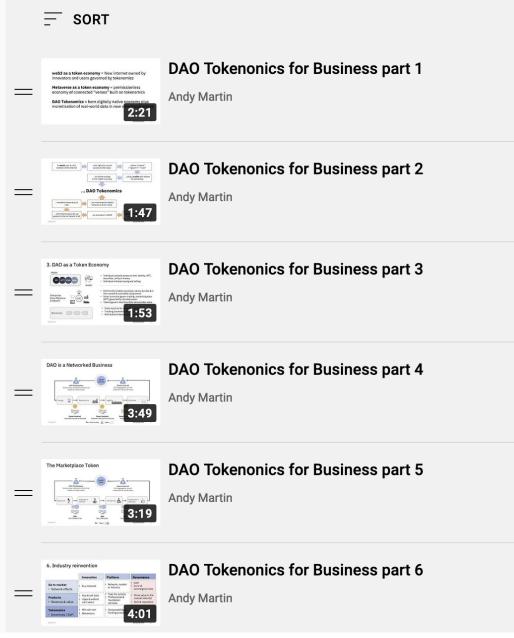
DAO TOKENOMICS

An Intro - For business

- 1. DAO Tokenomics Terms
- 2. The User is in Control
- 3. DAO as a Token Economy
- 4. DOA as a Network Business
- 5. The Marketplace Token

- 6. Industry Reinvention
- 7. The DAO Tokenomics Equation
- 8. Three Governance Levels
- 9. DAO's business model parts
- 10. DAO value flow





Playlist soundtrack to this deck

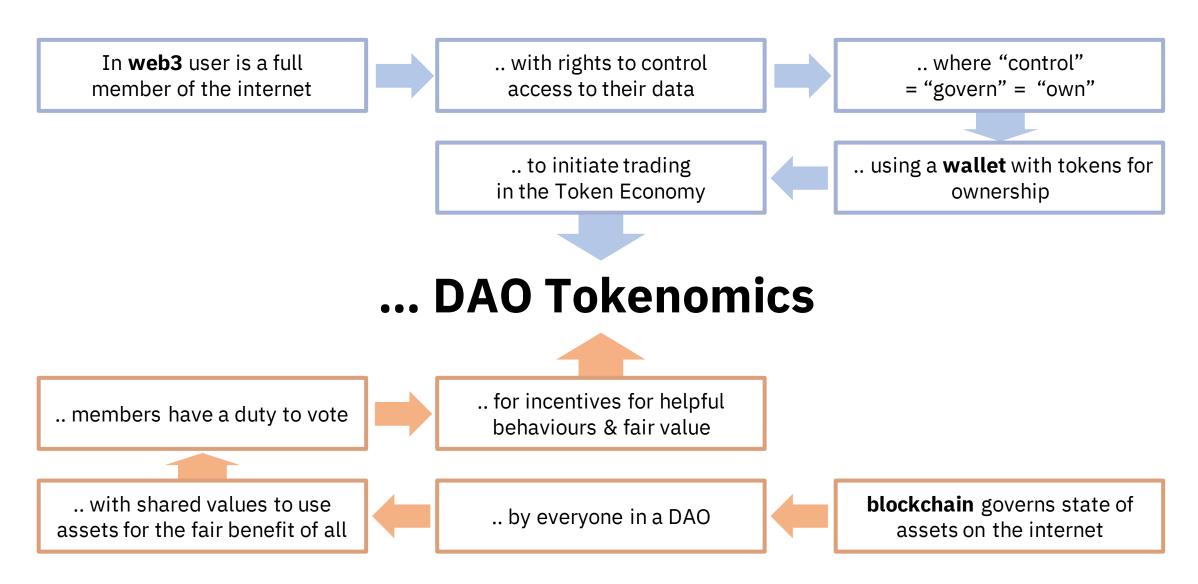
1. DAO Tokenomics Terms

web3 as a token economy = New internet owned by innovators and users governed by tokenomics

Metaverse as a token economy = permissionless economy of connected "verses" built on tokenomics

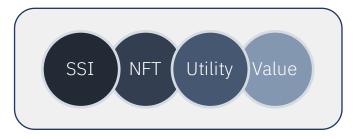
DAO Tokenomics = born digitally native economy plus monetisation of real-world data in new virtual economies

2. The User is in Control



3. DAO as a Token Economy

Wallet





Avatar

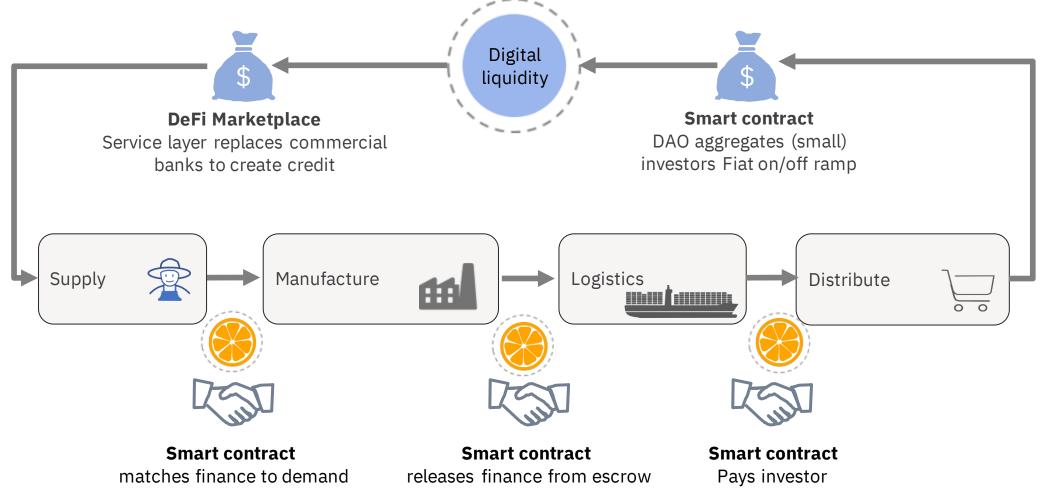
- Individual controls access to their identity, NFT, securities, utility or money
- · Individual initiates buying and selling

Enterprises Go to Market as a network

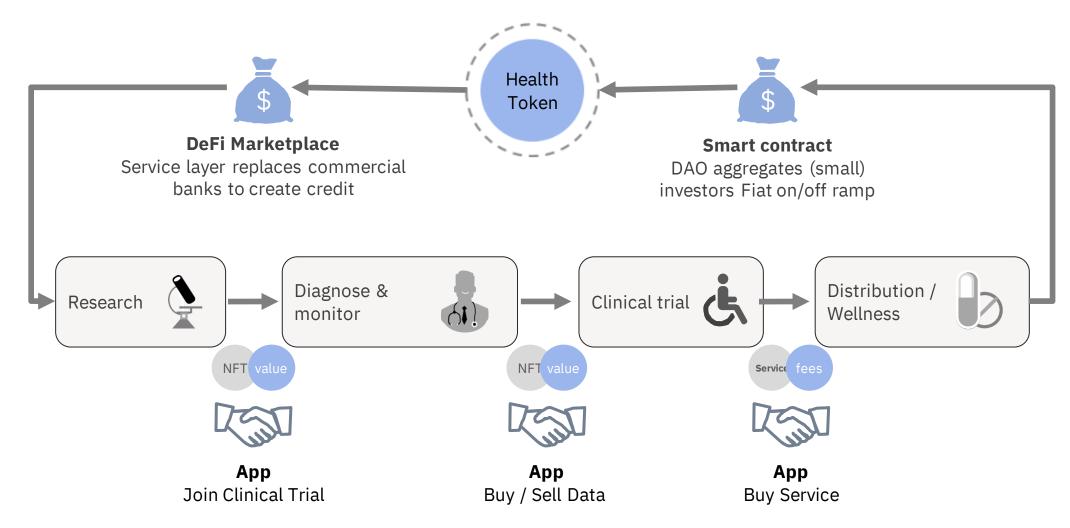


- Community creates a purpose, values, & rules & is then owned & controlled using tokens
- Smart contracts govern trading, monetising data (NFT) governed by the data owner
- Tokens govern incentives & to democratize value
 - State machine for ownership of tokens
 - Tracking provenance of who did what & when
- Distributed & decentralised source of the truth

4. DAO is a Networked Business



5. The Marketplace Token



6. Industry reinvention

Innovation

Platform

Governance

Go to market

Network effects

As a network

Network, market or industry

- DAO
- Zone of sovereignty/rules

Products

Revenue & value

- Buy & sell data
- Apps & wallets earn value

- Fees for activity
- Professional & foundation services
- Store value in the market token(s)
- Skill & reputation

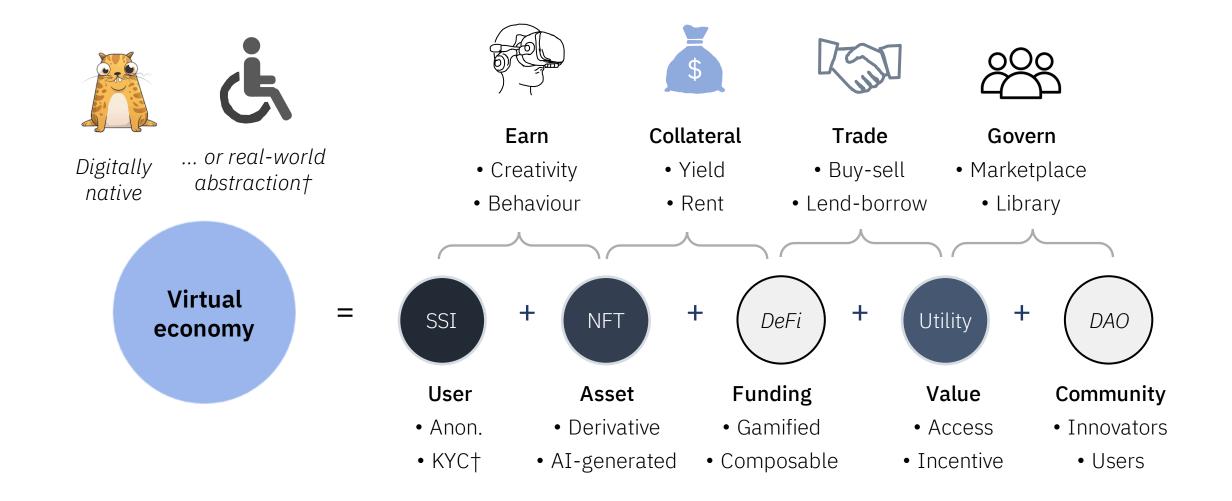
Tokenomics

• Incentives / DeFi

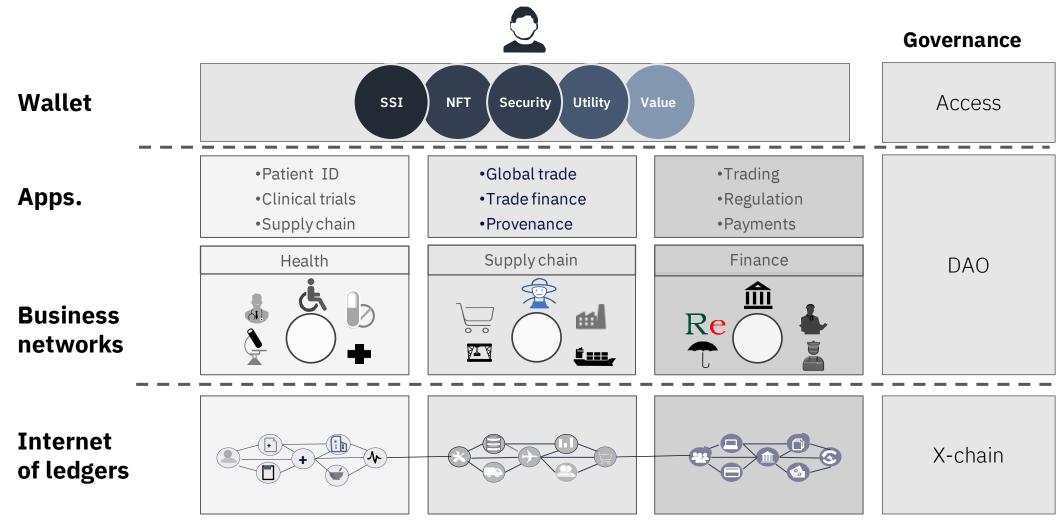
- Win-win-win
- Behaviours

 Composability of funding protocols New funding / reserve model

7. The DAO Tokenomics Equation

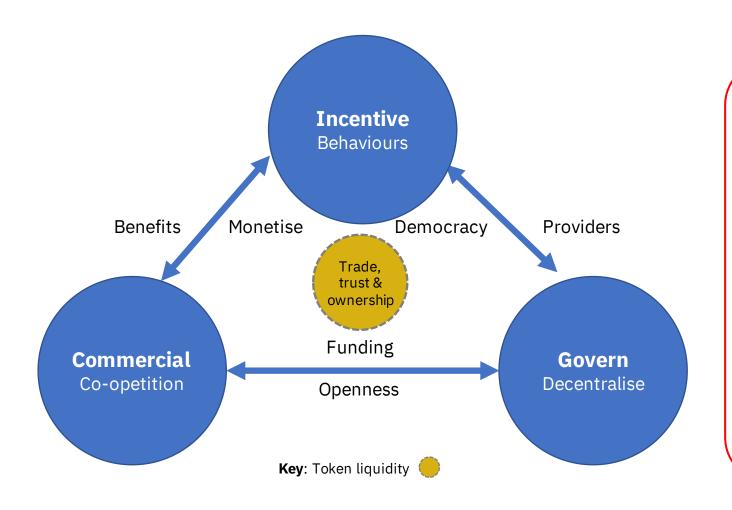


8. Three Governance Levels



30-Mar-22

9. DAO's Business Model Parts

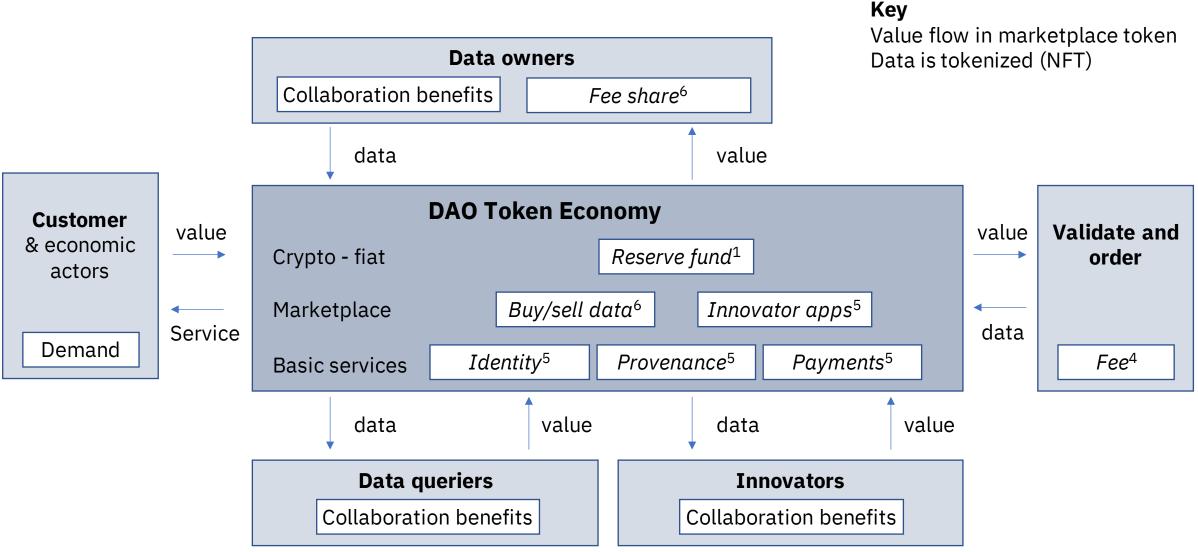


Business model

- Economic model, incentives, disincentives & behaviour changes
- Governance model, how decisions are made on-chain via tokens & voting or off-chain & guiding principles of fair, democratic & open
- Commercial model, of monetisation & fees

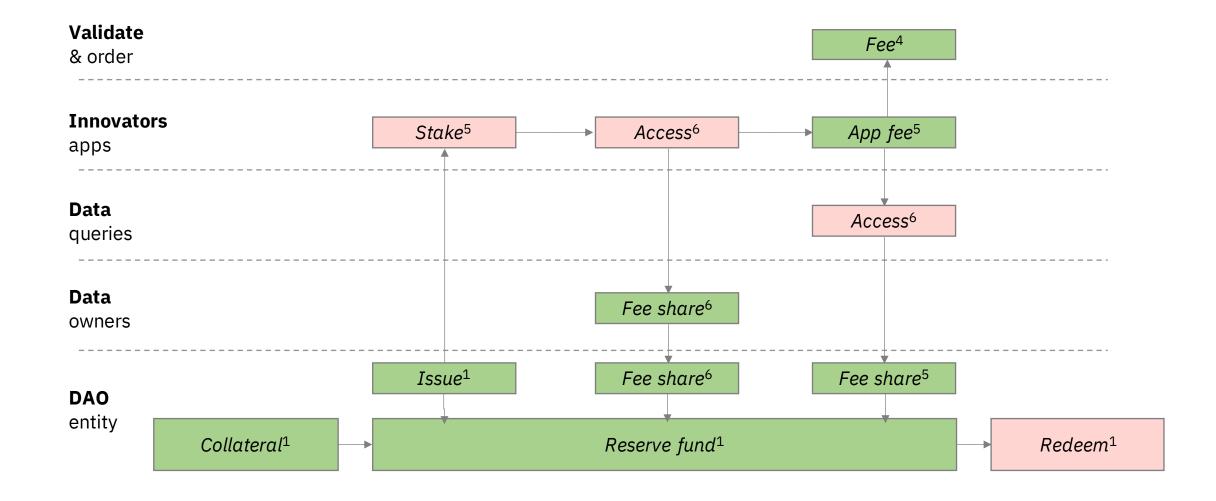
30-Mar-22 Source, Andy Martin 12

10. DAO Value Flow (1)

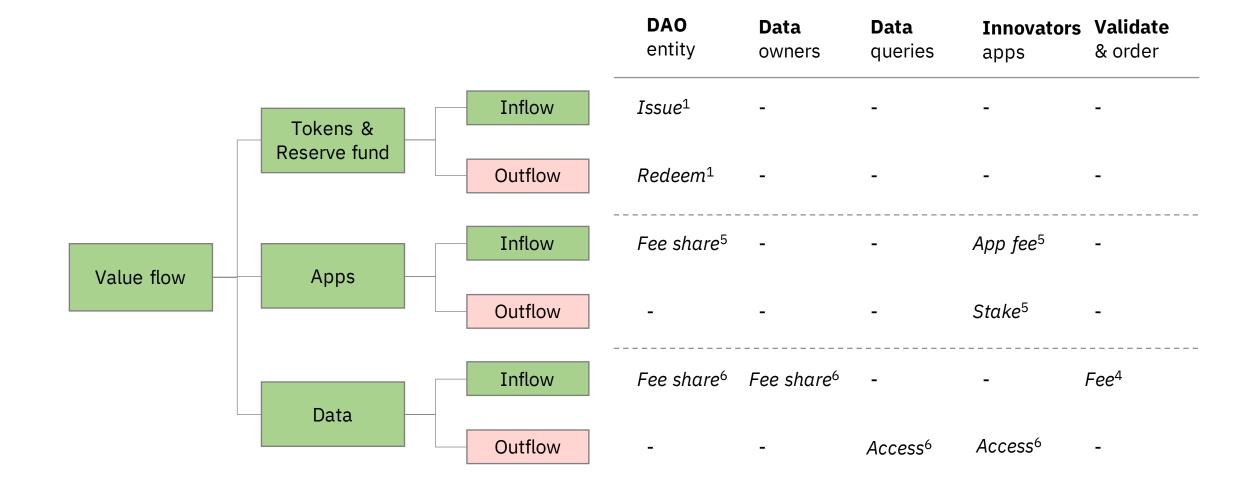


30-Mar-22

10. DAO Value Flow (2)



10. DAO Value Flow (3)



10. DAO Value Flow (4)

1. Funding & reserves

Issue (on ramp from fiat)
Collateral (raised from banks)
Reserve fund (manage XR to fiat)
Redeem (off ramp to fiat)

2. Governance/voting

Decision making
Incentive (e.g., for helpful behaviours)
Release funds to app. projects
Finance member operations

3. Financing

Staking for DeFi creating credit & earning yield

4. Ledger level *Fee* (for maintaining the ledger)

5. Apps level

Stake (right to develop app.)
App fee (paid by customer)
Fees share (to DAO)

6. Data monetisation

Access (fee paid to access data)
Fee share (to data owner & DAO)

References

Martin, Andy, The Token Economy (October 16, 2021). Available at SSRN: https://ssrn.com/abstract=3972111 or https://ssrn.com/abstract=3972111 or https://dx.doi.org/10.2139/ssrn.3972111

Martin, Andy, 5 Laws of Tokenomics (January 26, 2022). Available at SSRN: https://ssrn.com/abstract=4018141 or https://dx.doi.org/10.2139/ssrn.4018141

30-Mar-22 Source, Andy Martin 17