



Constitution of GATA Yield DAO and yGATA Token

yGATA Token: A participation token representing shares in a diversified, community-managed fund, distributed through the GATA Yield DAO. It provides opportunities for liquidity providers (LPs), stakers, and contributors to actively engage in the ecosystem and be rewarded for their efforts.

1. Purpose of GATA Yield DAO

- **Manage Community-Owned Assets:** GATA Yield DAO will manage a diversified portfolio of assets, including staking, liquidity pools, private sales, and project funding to support active community participation and sustainable growth for the yGATA ecosystem.
- **Facilitate Long-Term Value Creation:** By consistently generating opportunities for contributors to engage in ecosystem-building activities and reinvesting in the ecosystem, the DAO will aim to build a sustainable financial model for the future.
- **Ensure Transparency & Accountability:** The DAO will ensure that all funds, yields, and grants are handled transparently and with full accountability to the community.

2. yGATA Token Model

- **Participation Token:** yGATA represents active involvement in the ecosystem-building activities managed by the GATA Yield DAO. Contributors who participate in staking, liquidity provision, and ecosystem projects are rewarded in yGATA tokens.
- **Reward Distribution:** yGATA stakers and LP providers will earn rewards based on their active engagement, with tokens distributed on an epoch basis.
- **Inflation and Circulating Supply:** yGATA's inflation model is capped, and additional tokens may be minted only in special cases such as ecosystem expansion, major grants, or DAO-approved events. The community will vote to decide on new token allocations to ensure a balanced supply. o Inflation will be controlled through community governance to ensure that contributors' efforts remain valuable.
- **Minting Token:** yGATA will become a minting token for active engagement projects, including the Yield series NFTs.



3. Grant Application Process

Purpose of Grants

Grants from the GATA Yield DAO will support projects that actively involve the community in building the yGATA ecosystem, such as:

- **NFT Projects:** Projects minting NFTs in yGATA tokens and encouraging active use by the community.
- **Infrastructure & Tools:** Projects developing dApps or tools that enhance community participation and active engagement within the yGATA ecosystem.
- **Marketing and Ecosystem Growth:** Any project that can demonstrate active engagement of yGATA contributors and showcase value-added benefits to the community.

Grant Process

- **Eligibility:** To qualify for a grant, projects must align with the core purpose of growing the yGATA token ecosystem or benefiting yGATA holders.
- **Proposal Submission:**
 - Projects must submit a formal proposal to the GATA Yield DAO, detailing the purpose, scope, and expected impact of the project.
 - The proposal must include a clear budget breakdown, timeline, and the requested grant amount in yGATA tokens.
- **Community Voting:**
 - The DAO community will review and vote on whether to approve each grant proposal.
 - A **majority vote** is required for approval, and proposals must demonstrate clear benefit to the ecosystem.

4. Governance & Decision-Making

- **DAO Governance:** All decisions related to yGATA token inflation, grants, partnerships, and major changes to the ecosystem will be made through **community governance**.



- **Voting Mechanism:**
 - All yGATA holders will have the right to vote on key decisions based on their token holdings.
 - Proposals will be submitted for a governance vote, and a **quorum** of voting participation is required for major decisions.
- **Provisional model:** to start the process from day 1 all funds will be allocated according to the provisional model which can be changed after DAO vote.
- 50-60% funds allocated for team managed LP
- 15-25% funds allocated for Staked assets
- 10% funds allocated to participate in the private sales
- 10% funds allocated for the team to cover all operational expenses
- 5% funds allocated for NFTs with main focus on the Yield NFTs.

5. Financial Model & Asset Management

- **Yield Generation:**

yGATA rewards come from a combination of staked assets, managed liquidity pools, and private investments that are **actively managed** by the community to promote ecosystem growth.

- **Reinvestment:**

Most of the rewards generated through active community involvement will be reinvested to grow the assets that back the yGATA token, ensuring that contributors benefit from their ongoing engagement.

6. Updates to the Constitution

- The DAO reserves the right to amend the constitution based on governance votes by the community. Any changes to the purpose, structure, or rules outlined in this constitution must undergo the same governance and voting process.