Statement for Whitehats

The following is an example Statement that could be issued by a protocol team wishing to offer a 5% bounty in USDC (up to $5 million) or Ethereum (up to 4,000 WETH), with an automated, no-KYC dropbox contract.

In this example, the team specifies a grace period of 24 hours, requires that depositors wait at least 48 hours to claim, and allows the protocol to reclaim rewards after 14 days. These parameters would also be specified in the deployed contract.

Protocol X - Statement for Whitehats

The Protocol X core team ("Protocol") commits not to take action against ethical hackers ("whitehats") who make use of security vulnerabilities to pre-emptively secure user funds, subject to the following conditions:

- Whitehats may only withdraw funds from the named **Source Addresses**.
- All funds secured must be deposited to the **SAFU Dropbox Address** within **24 hours** of the initial transaction removing them from the protocol.
- Deposits must be denominated in the same token as the funds removed.

Note that the commitment by the Protocol and the associated reward policy apply only if these conditions are satisfied.

For a given deposit, the sender may claim a reward ("Bounty") according to the **Reward Policy** at any time at least **48 hours** after the initial time of deposit. If the reward is not claimed within **14 days** after a deposit is made, it may be withdrawn by Protocol, at which point the sender will no longer be eligible to receive the reward for that deposit.

SAFU Dropbox Address

0x<SAFU_ADDRESS>

Source Addresses

- 0x<SOURCE_1>

- 0x<SOURCE_2>

- 0x<SOURCE_3>

Reward Policy

Bounty percentage: 5% of funds secured, subject to cap

Per-token bounty caps (only the tokens specified below are eligible):

- 5,000,000 USDC

- 4,000 WETH

A whitehat may withdraw their reward by calling the **claim()** function on the Dropbox any time at least **48 hours** after initial deposit. The reward is calculated as follows:

- The **available bounty** for a token is the lesser of (token cap, 5% of approved token deposits) minus the sum of all previously distributed rewards.

- The **share of unclaimed rewards** for a deposit is (deposit size) / (sum of all approved, unclaimed deposits).

- The amount distributed is thus **share of unclaimed rewards * available bounty.**