

AI Syndicate Index (ASI) – White Paper

Version 1.0 – May 2025 Prepared by: AI Syndicate Labs

Abstract The AI Syndicate Index (ASI) is the first fully on-chain, data-driven index token providing diversified exposure to the AI narrative in cryptocurrency markets. Designed to emulate the structure of traditional financial indices like the S&P; 500, ASI uses quantitative modeling to track and rebalance a portfolio of high-utility AI protocols and meme-driven tokens through a transparent, community-governed system.

1. Introduction Artificial intelligence is rapidly emerging as one of the most dominant narratives in Web3. Yet, exposure to AI-related tokens is fragmented, speculative, and often manipulated. Investors are forced to chase headlines and meme cycles with little structure.

AI Syndicate Index (ASI) solves this by offering a single token (\$ASI) that tracks the top projects in the AI sector using real market data and on-chain logic — delivering composable, risk-adjusted exposure to crypto's most compelling theme.

2. The Problem AI crypto exposure is speculative and unstructured. Investors overallocate based on social hype or fail to track early movers. Projects with strong fundamentals are often ignored due to low visibility. Meme tokens dominate attention, crowding out actual protocol innovation.

3. The Solution: ASI ASI is a dynamic ERC-20 index token that blends: AI Utility Protocols: \$FET, \$AGIX, \$GRT, \$OCEAN - AI Memecoins: \$TURBO, \$PEPEAI, \$BOME - Experimental Picks: Vetted early-stage AI tokens

The index is governed by a quantitative scoring model, rebalanced every 30 days, and structured for future DAO control.

4. Index Methodology **Scoring Formula:**
$$\text{Score} = (0.30 * \text{market_cap_normalized} + 0.25 * \text{liquidity_score} + 0.25 * \text{narrative_velocity} + 0.20 * \text{inverse_volatility})$$

Metrics Explained: Market Cap – 30% – Normalized market cap Liquidity Score – 25% – 30-day avg volume across DEX/CEX Narrative Velocity – 25% – Sentiment signals from Twitter, Telegram Inverse Volatility – 20% – Price stability as risk inverse

Sector Constraints: Max 25% per token Max 30% exposure to meme sector Must be ≥ \$5M MC + ≥ 90 days live on-chain

5. Rebalancing Cycle: Every 30 days

- Executor: Team multisig (Phase 1), DAO (Phase 2) - Cap Enforcement:

Token and sector limits hardcoded in rebalance scripts - Automation: Gelato or Chainlink Keepers (Q4 2025)

Weights and scores are published publicly each month.

6. Dual Token Architecture: \$ASI – Index Token: Type: ERC-20
Backing: AI token basket (no synthetic exposure) - Supply: Elastic / Platform-controlled

- Utility: Liquid exposure to AI crypto sector

\$SYN – Governance Token: Type: ERC-20 - Max Supply: 100,000,000
Utility: Governance voting, DAO incentives, grants - Voting: Snapshot-based initially, on-chain later

7. Governance System Governance Responsibilities: Add/remove tokens
Adjust scoring model parameters - Manage treasury & protocol fees
- Approve grants or emissions Launch sub-indexes

DAO Structure Phases: V0 – Team multisig + published weights
V1 – Snapshot DAO + delegated voting
V2 – Timelock + automated index controller
V3 – Fully autonomous DAO, multi-index support

8. Roadmap: Q2 2025: Launch partnership with Launch Coin - Publish scoring model and data
Public repo and docs

Q3 2025: Launch \$SYN governance token - Enable Snapshot voting
Streamlit dashboard (v1)

Q4 2025: Launch Gelato/Chainlink automation
DAO treasury activation
Sub-index experiments (AI Infra, Meme, Microcap)

2026+: Cross-chain index expansion
LLM-derived AI signal integration - ETF wrapper for TradFi

9. Revenue Model: Stream: Streaming Fee (e.g., 1% annual), Performance Fee, Treasury Yield, DAO-controlled incentives

10. Risks & Disclaimers: \$ASI does not guarantee gains; it is a market-tracking token.
Underlying asset volatility may impact net value.
DAO-based systems are subject to governance risks.
Launch partners (e.g., Launch Coin) are facilitators, not custodians.

11. Conclusion: AI Syndicate Index is a new financial primitive for Web3 — combining data science, composable smart contracts, and decentralized governance into one liquid asset tracking the pulse of the AI crypto sector.

In a world of hype and noise, \$ASI is signal.