

# WHAT IS DAO?

# WHAT IS DAO?

- DAO also known as Decentralized Autonomous Organization or Decentralized Democratic Organization
- A Democratic Organization Running on Blockchain
- Everything exist in memory
- All the rules are written in the programming language
- Can behave as a private limited or a public limited company if rules are created properly
- The related tokens can represent the shares of the DAO
- Token holders also known as share holders can vote on the proposals
- Shares can be bought of sold in open market like stock exchange
- Hundreds of things can be done.

# EXAMPLES OF DAOS

- [The DAO HUB](#) aka The DAO: Has raised \$120 million and counting.
- [DigixDAO](#)
- [MakerDAO](#)

# ARE THEY LIKE ANY CORPORATION

- Yes.
- If they Bylaws are written carefully they can replicate the real corporation
- All the bylaws (Article of Association, Memorandum of Article) will be enforced by thousands of peers at the same time.
- No government is needed to enforce the corporate law.

# ARE THEY SAFE

- A number of DAO have turned out to be outright scams, where people promised the launch of a new cryptocurrency or some project but never made good on the promise, absconding with the funds collected during the process.
- Due to not being regulated, it is almost impossible to get the invested fund back from the DAO.

# LEGAL RECOGNITION

- Legal Structure is Unclear
- Some DAO has been declared as illegal by some countries
- A DAO may functionally be a corporation without legal status as a corporation: a general partnership.
- Unlimited legal liability for participants
- Legal Intermediary may face legal action
- If no one found to be sued then the creator can be sued. Watch out Founders!!

# OUR CONTACT DETAILS

**COMPANY:** Tosh Academy

**ADDRESS:** Gurgaon, India

**WEBSITE:** <http://www.toshacademy.com>

**EMAIL:** [hello@toshacademy.com](mailto:hello@toshacademy.com)



[fb.com/toshacademy](https://fb.com/toshacademy)



[@toshacademy](https://twitter.com/toshacademy)

**THANK YOU FOR YOUR TIME**