Summary:

This proposal seeks to establish a process for reporting and blacklisting scammers who systematically steal funds from unsuspecting victims.

Background:

Recently, a scammer used a bot to collect ARB airdrops, stealing over half a million dollars from different wallets.

The wallet linked to the hacker can not be share here. (to respect the guidelines)

Although he has transferred the funds to multiple different accounts, it can be traced and viewed through the transaction history.

There has been no action taken against the scammer. This situation highlights the need for a more robust system for reporting and blacklisting scammers to prevent them from cashing out on centralized exchanges.

In addition, victims of these scams are left without recourse and suffer financial losses that could have been prevented.

Proposal:

1. Establish a process for reporting scammers: The DAO should establish a process for reporting scammers who steal funds from unsuspecting victims. This process will include a form that victims can fill out to report the scammer's wallet address and any other relevant information. This will ensure that victims have a way to alert the DAO to the activities of these scammers.

2. Blacklist scammers: Once a scammer has been reported, the DAO will investigate the claim and determine whether the scammer should be blacklisted. If the DAO decides to blacklist the scammer, the scammer's wallet address will be added to a public blacklist that will be shared with other decentralized finance platforms and centralized exchanges. This will prevent the scammer from cashing out and further harming victims.

3. Refunds for victims: The victims who have had their airdrop stolen should be eligible for compensation, with refunds being offered up to a certain amount.

The DAO should establish a process for victims to apply for refunds, and the DAO will use its funds to reimburse eligible victims. This will provide financial relief to victims and demonstrate the DAO's commitment to protecting its community members.

Implementation:

To implement this proposal, the DAO will need to allocate resources for the development of the reporting and blacklisting process and establish guidelines for determining eligibility for refunds. The DAO will also need to collaborate with other decentralized finance platforms and centralized exchanges to share the blacklist and prevent scammers from cashing out. The proposal will require ongoing monitoring and evaluation to ensure its effectiveness.

Conclusion:

This proposal seeks to protect users of decentralized finance platforms from scammers who steal funds using bots or other fraudulent means. By establishing a process for reporting and blacklisting scammers and providing refunds for the victims (who are also early users), the DAO can help build trust in the decentralized finance ecosystem and prevent future scams. We must act quickly to address this problem and protect our community members.