

1. PROPOSAL SUMMARY

This proposal seeks the approval of the GMX DAO for establishing a framework for the allocation of a portion of protocol fees from V2 towards sustainable modular development, maintenance and growth of GMX including ensuring the DAOs treasury is funded to support itself in all market conditions.

It is proposed that 10% of the protocol fees from select activities on upcoming GMX V2 be allocated toward the GMX Treasury and/or the further sub-allocation of a portion of these fees towards various areas of operation and development including a proposed collaboration with Chainlink that has been under development between core contributors and Chainlink since last year.

1. GMX V2 FEE SPLIT

It is proposed that 10% of the fees paid by users in GMX V2, including (a) increasing / decreasing of positions, (b) borrow fees and (c) swaps be allocated between the DAO Treasury and/or purposes as designated by the DAO Treasury.

This proposal does not establish the share of fees for liquidity providers in the V2 markets, which will separately need to be approved by governance. Funding fees which pass directly between within the market between long / shorts are not part of this proposal.

Below are proposed key areas of further allocation of the fees collected by the DAO, which will need to be confirmed by the DAO prior to making these allocations.

1. Through Labs pay for the already provided and ongoing protocol development, maintenance, infrastructure and marketing activities including the addition of more contributors
2. Development and maintenance of the decentralized oracle and keeper network
3. Establish and fund a DAO Risk committee to oversee parameter setting within V2 and subsequent markets with support of Risk Managers
4. Funding a legal reserve
5. Fund ecosystem activities including ImmuneFi bounties and V2 protocol grant programs
6. Treasury activities that support the DAOs objective

The proposed allocation to the GMX Treasury will ensure sustained support for the ongoing development, maintenance, security and growth of the protocol through a robust funding model for the DAO and development.

1. PROPOSALS

It is the intention of the proposers to put forward proposals to the DAO for consideration of sub allocation of items 1 - 4 above from the DAO Treasuries share of fees as part of the move towards sustainable development, starting with the proposed Chainlink collaboration being posted shortly after this post.

1. DISCLAIMER

The information, content, and materials provided in this proposal or associated governance discussion are for general informational purposes only and do not constitute financial or investment advice, nor a legally binding agreement.

Note that discussions and voting involving contributors may occur on GMX DAO social media platforms, but contributors are independent actors, and nothing discussed or proposed should be understood as an obligation for an individual contributor to act.

Please conduct your own research and consult with appropriate professionals before making any decisions based on the information provided in this proposal or any associated discussions.