

Substrate Chain Fork & Bridge Proposal

Overview

This proposal ensures a fair transition from the old chain to our new usage-based economy while protecting existing token holders and preventing harmful wealth concentration. By offering multiple conversion options and extended grace periods, no one loses value unless they choose immediate liquidity over patience. The time-based and volume-based incentives encourage long-term commitment from believers while allowing skeptics to exit cleanly, creating natural price stability and preventing whale dumps that could harm the new chain's early ecosystem development.

Bridge Mechanism

Snapshot & Implementation

- **Pre-Announcement (Week -3):** Snapshot date announced with strong encouragement to move tokens to native chain (no bridge rules disclosed yet)
- **Full Announcement (Week 0):** All bridge parameters, conversion rates, and vesting schedules revealed
- **Implementation Window (Week 0-1):** Final preparation period
- **Snapshot (End of Week 1):** Records all eligible wallets and token amounts
- **Chain Status:** Old chain paused immediately after snapshot for bridge-only operations
- **Bridge Duration:** 3 months total with declining conversion rates

Conversion Rates by Time Period

- **Weeks 1-2:** 10:1 immediate OR 9:1 with 6-month vesting OR 8:1 with 12-month vesting
- **Weeks 3-4:** 12:1 immediate OR 10:1 with 3-month vesting
- **Weeks 5-8:** 15:1 immediate OR 10:1 with 6-month vesting
- **Final Month:** 20:1 immediate OR 10:1 with 12-month vesting
- **After 3 months:** Old chain permanently shut down, all unbridged tokens destroyed

Large Holder Incentives: Single wallets bridging 1M+ tokens get enhanced conversion rates:

- **1M+ tokens + 6-month vesting:** 8:1 conversion (available any time during bridge period)
- **1M+ tokens + 12-month vesting:** 7:1 conversion (available any time during bridge period)

Incentive Structure: Early bridgers (weeks 1-2) who commit to longer vesting get progressively better rates, while late bridgers can still achieve the baseline 10:1 through extended vesting. Large holders get

additional incentives for consolidation and long-term commitment.

Large Holder Incentives

Volume-Based Enhanced Rates: Single wallets bridging 1M+ tokens get enhanced conversion rates:

- **1M+ tokens + 6-month vesting:** 8:1 conversion (available any time during bridge period)
- **1M+ tokens + 12-month vesting:** 7:1 conversion (available any time during bridge period)

Rationale: Rewards significant commitment while encouraging large position consolidation rather than wallet splitting.

Gaming Prevention

Wallet Splitting Detection: Wallets that receive large transfers from other wallets within the same transaction batch during bridging face standard rates only (no volume bonuses). This prevents splitting large positions to avoid vesting while still allowing legitimate purchases and transfers.

Legitimate Activity Protected: Normal buying, selling, and transferring before/during bridge period is encouraged as healthy price discovery.

Vesting Options (Choose One)

Option A: Immediate Bridge

All users can bridge immediately at current time-period rates with NO vesting requirements. Users receive new tokens instantly and can sell/transfer freely.

Option B: Enhanced Vesting (Bonus Rates)

Users can choose better conversion rates in exchange for vesting commitments:

1 - 1,000,000 tokens:

- Immediate: 10:1 (weeks 1-2 rate)
- Enhanced: 8:1 with 6-month linear vesting

1,000,001+ tokens:

- Immediate: 10:1 (weeks 1-2 rate)
- Enhanced: 7:1 with 12-month linear vesting

Liquidity Provider Program

Enhanced LP Conversion: 8:1 Rate

Eligibility: Fresh USDT deposits only (not existing token holders)

Requirements:

- Minimum 6-month liquidity provision commitment
- Tokens locked in LP positions (not freely tradeable)
- Early withdrawal penalty: Rate reverts to 12:1 + 6-month vesting on withdrawn tokens

Purpose: Bootstrap essential trading infrastructure on new chain while bringing fresh capital into ecosystem

Distinction: LP participants get better conversion rate but tokens are locked in productive use, while bridge participants get individual token ownership with flexibility

Key Principles

- **Voluntary Participation:** No forced lockups - users can exit immediately if desired
- **Incentivized Commitment:** Better rates for those who believe in the new chain
- **Fair Warning:** All rules transparent and announced simultaneously
- **Gaming Deterrent:** Post-announcement movements face penalties
- **Progressive Structure:** Larger holders face longer vesting for bonus rates but can always choose immediate exit
- **Liquidity Bootstrap:** Fresh capital providers get enhanced terms for essential infrastructure

Timeline

1. **Week -3:** Snapshot date announced (bridge rules not disclosed). Strong encouragement to move tokens to native chain from exchanges/wrapped versions
2. **Week 0:** Full announcement of all bridge parameters, conversion rates, and vesting schedules
3. **Week 0-1:** Final preparation and decision period
4. **End of Week 1:** Snapshot taken, old chain switches to bridge-only mode
5. **Weeks 2-13:** Bridge operation with declining rates over 3 months
6. **Week 14:** Old chain permanently shut down