

!FORGE

Democratizing Smart Device Creation

Through AI and Blockchain

LIGHTPAPER



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1 Executive Summary

Building the Future of Smart Device Creation

!Forge democratizes smart device creation through AI and blockchain technology. Our platform transforms ideas into physical reality without requiring engineering expertise, opening the \$500B+ smart device market to everyone.

Our Mission

To eliminate barriers in hardware creation by providing an intuitive, AI-guided process that anyone can use to build custom smart devices—from drones to automated systems.

Market Opportunity

\$500B+ smart device market (2025) with 15-30% growth across IoT sectors. Rising demand for customized devices and growth of maker movement.

Key Platform Features

- AI-guided component selection
- Automated code generation
- 3D modeling optimization
- Decentralized marketplace
- Local manufacturing network

Competitive Edge

- End-to-End Solution: Concept to finished device
- AI Integration: Simplifies complex processes
- Blockchain Utility: Deflationary token mechanics
- Network Effects: Value grows with ecosystem

FRGE Token Ecosystem

Our two-tier system offers free users data monetization while premium users pay for privacy. 20% of subscription revenue buys and burns FRGE tokens, creating deflationary pressure. Marketplace transactions in FRGE enjoy reduced fees (5% vs 15% for FIAT), with all FRGE fees burned.

Token Utility

- Project investment
- Data monetization
- Marketplace purchases
- Professional services

Distribution

- Investors: 40%
- Team: 20%
- Ecosystem: 20%
- Liquidity: 20%

Economics

- Total Supply: 100M FRGE
- Deflationary model
- 20% of FIAT buys & burns
- All fees burn FRGE

The !Forge platform uniquely combines AI, blockchain, and manufacturing to democratize creation capabilities previously available only to large companies and experienced engineers, while establishing a sustainable ecosystem for all participants.

2 Vision & Market Opportunity

2.1 Vision

To democratize smart device creation, making it accessible to everyone while building a sustainable ecosystem of creators, developers, and manufacturers.

2.2 Market Landscape

The smart device market is experiencing unprecedented growth, driven by:

- Increasing demand for customized IoT solutions
- Growing maker community and DIY culture
- Advancements in AI and manufacturing technologies
- Rising need for rapid prototyping

2.3 Market Pain Points

Current challenges in the smart device creation space:

- High technical barriers to entry
- Fragmented development tools
- Limited access to AI capabilities
- Expensive prototyping costs
- Complex manufacturing processes

3 The !Forge Solution

3.1 AI-Powered Development

From concept to creation, our AI guides users through every step:

- Natural language to technical specification conversion
- Smart component selection and compatibility checking
- Automated wiring and assembly guidance
- AI-assisted code generation
- 3D modeling and printing optimization

3.2 Blockchain-Enabled Marketplace

A decentralized ecosystem for:

- AI model trading
- Computing power exchange
- Component and design marketplace
- Expert services
- Secure transactions

3.3 Community Ecosystem

- Bounty system for expert assistance
- Local manufacturing network

3.4 Key Innovations

- **AI Orchestration System:** Seamlessly coordinates all aspects of device creation
- **Component Compatibility Engine:** Ensures perfect component matching
- **Real-time Simulation Platform:** Instantly validates code before manufacturing
- **Decentralized Marketplace:** Allowing the platform to grow organically and add new features

4 User Experience

4.1 Intuitive Interface

- Natural language input for device specifications
- Visual design interface with real-time feedback
- Step-by-step guided assembly process
- Interactive 3D model viewer

4.2 AI Assistance

- Smart suggestions for component selection
- Automated compatibility checking
- Automated wiring
- Automated code generation
- Real-time error detection and correction
- Context-aware help system

4.3 Community Support

- Expert consultation marketplace
- Project sharing and remixing
- Local maker space integration

5 Marketplace & Professional Services

5.1 AI Model Marketplace

- Trading of specialized AI models
- Model performance metrics and ratings
- Usage-based pricing
- Trading of training data

5.2 Expert Marketplace

- Bounties for problem resolution
- Custom development services
- Assembly assistance
- 3D printing services

5.3 Tools Marketplace

- Simulation plugins
- AI prompts
- Component libraries
- Libraries and code snippets

5.4 3D Models Marketplace

- Ready to print specialized parts
- Models of components
- Joints and connectors

6 AI Training & Improvement

6.1 Training Data Sources

- User project data (anonymized)
- Component specifications and datasheets
- Manufacturing guidelines
- Expert knowledge base
- Simulation results

6.2 Model Architecture

- Multi-modal AI system
- Specialized sub-networks
- Continuous learning pipeline
- Quality assurance mechanisms
- Performance monitoring

6.3 Training Process

- Distributed training on Bittensor
- Automated hyperparameter optimization
- Cross-validation and testing

7 Tokenomics

Utility

The FRGE token is designed as a utility token that primarily serves as an investment vehicle and purchasing power for !Forge projects. Unlike traditional utility tokens, FRGE is not used for platform fees, governance, or AI service payments.

User Tiers and Data Monetization

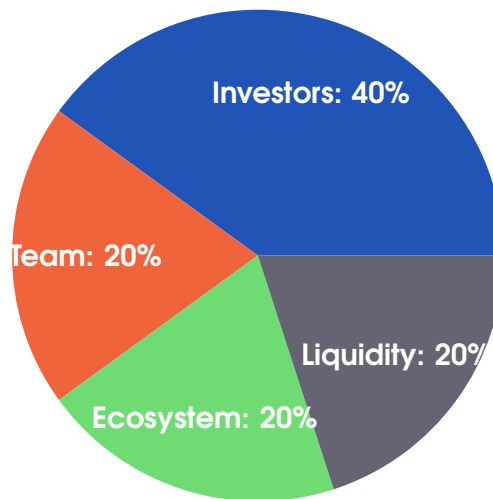
!Forge offers two user tiers: Free and Premium.

- **Free Users:** Do not pay platform fees. Their project data may be sold by the platform (for FRGE tokens) to AI trainers, creating ongoing demand for FRGE. Free users pay for AI services in FIAT or TAO and can purchase marketplace content with FIAT or FRGE.
- **Premium Users:** Pay a monthly subscription fee in FIAT for enhanced privacy; their project data is neither sold nor used for AI training. Premium users can also purchase marketplace content with FIAT or FRGE. Premium users can decide to sell their projects data to earn FRGE tokens when their data is used.

Token Utility

- **Project Investment & Purchasing Power:** FRGE tokens provide investors with purchasing power for projects created on the platform, enabling them to acquire projects that can be used to train their AI models
- **Project Monetization:** Premium users can sell their completed projects for FRGE tokens
- **Bounty Payments:** FRGE tokens can be used to pay for bounties on the platform
- **Professional Services:** Assembly and 3D printing professionals can accept FRGE as payment for their services
- **Data Purchases:** AI trainers and providers can purchase project data (from the platform or from premium users) using FRGE tokens, creating ongoing demand. **All FRGE earned from data sales is burned by the platform.**

Token Distribution



- **Investors:** 40% - For project investment and purchasing power
- **Team & Development:** 20% - Vesting over 3 years
- **Ecosystem Growth:** 20% - For platform development and community incentives
- **Liquidity Pool:** 20% - For FRGE/TAO liquidity

Payment Model

Core Payment Systems

- **FRGE Token:**
 - Used to purchase project data (from the platform or from premium users), marketplace content, and professional services.
 - Demand is created by AI trainers and marketplace participants.
 - 20% of FIAT income from premium subscriptions is used to buy and burn FRGE, creating a deflationary mechanic.
 - **TAO (Bittensor's native token):**
 - Used for all AI-related services, including model training and inference.
 - **FIAT Currency:**
 - Used for premium subscriptions, AI services, and marketplace purchases.
 - 20% of premium subscription income is used to buy and burn FRGE.
-
- **Liquidity:**
 - Liquidity is provided for FRGE/TAO trading pairs to ensure smooth conversion between tokens and to support a healthy marketplace.

- **Marketplace Fees:**

- All marketplace transactions incur a 15% platform fee if they are performed in FIAT.
- All marketplace transactions incur a 5% platform fee if they are performed in FRGE. **This 5% fee is used to burn FRGE, creating additional deflationary pressure.**

Token Economics

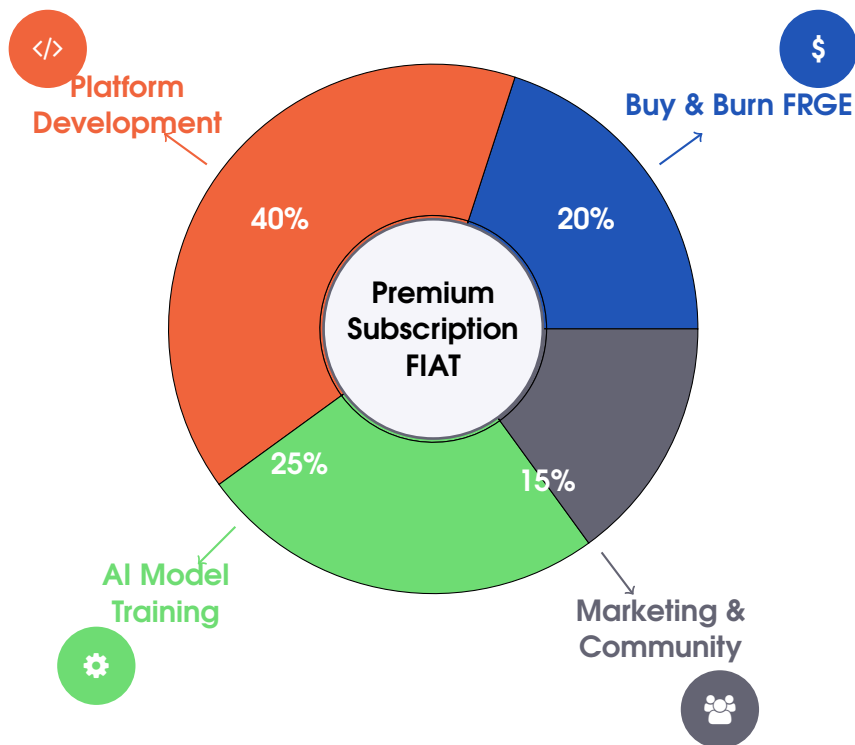
- **Total Supply:** 100,000,000 FRGE
- **Raising:** 20,000 TAO (approximately \$8,770,000 at \$438.50 per TAO)

Deflationary Mechanism

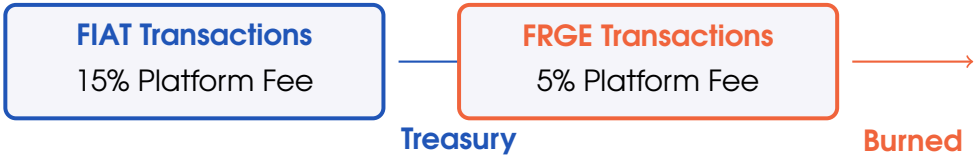
Deflationary Strategy

To ensure long-term value and scarcity, 20% of all FIAT income from premium subscriptions is used by the platform to purchase FRGE tokens on the open market, which are then permanently burned. Additionally, the 5% fee collected from all marketplace transactions performed in FRGE is also burned, and all FRGE earned from data sales to AI trainers is burned, further increasing the deflationary effect and buy pressure on FRGE.

Use of Funds



Marketplace Fees



Fund Allocation Strategy

These allocations are designed to maximize platform growth, user adoption, and long-term sustainability. 20% of premium subscription FIAT income creates consistent buy pressure on FRGE tokens, while the remaining 80% is strategically invested in platform development, AI capabilities, and user growth.

Projected Income

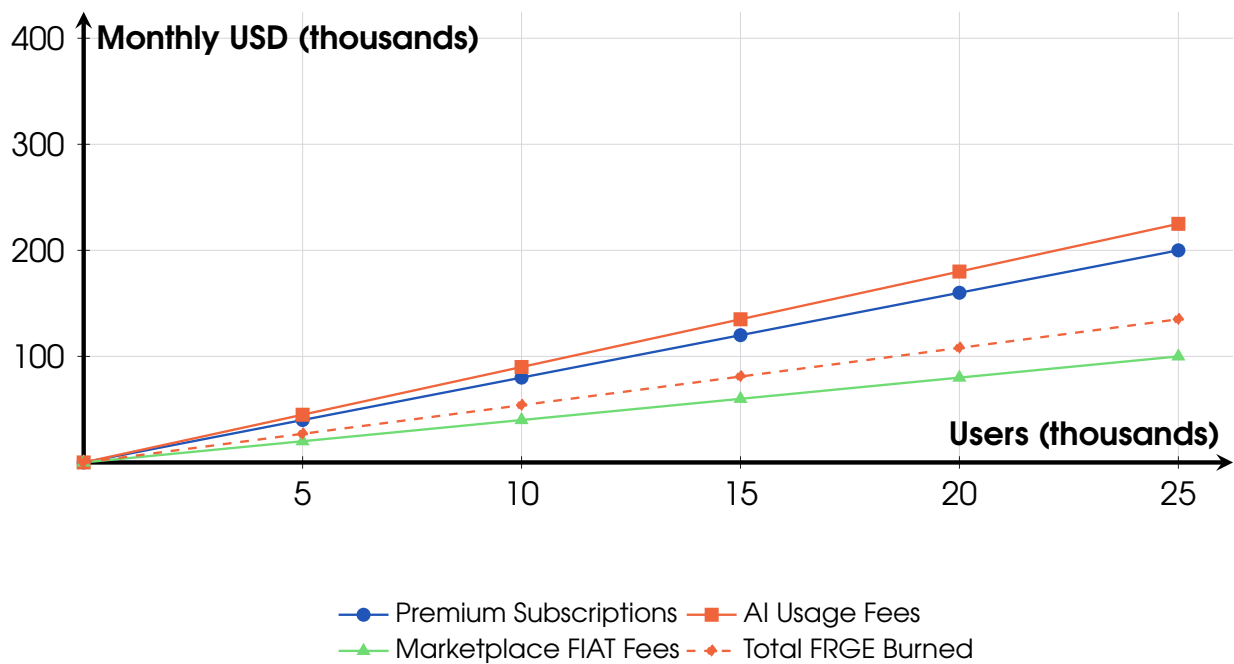
Monthly Income & FRGE Burning Projections

To illustrate the platform's earning potential and the resulting FRGE buy and burn pressure, we project monthly income and FRGE demand as the user base grows from 1 to 20,000 users. The following assumptions are used:

- 1 in 7 users is a premium user (~14.3%), 6 in 7 are free users.
- Premium monthly fee: \$150.
- All users spend \$50/month on AI usage (platform takes 15% fee).
- All users spend \$20/month on the marketplace in FIAT (15% fee) and \$5/month in FRGE (5% fee, **all of which is burned**).
- 20% of premium FIAT income is used to buy and burn FRGE.
- **AI trainers purchase data for \$1/month in FRGE per free user (~6/7 of total users), all of which is burned by the platform.**

Formulas:

- Premium users: $N_{\text{premium}} = \frac{N_{\text{total}}}{7}$
- Free users: $N_{\text{free}} = N_{\text{total}} \times \frac{6}{7}$
- FIAT income from premiums: $I_{\text{premium}} = N_{\text{premium}} \times 150$
- AI usage fee income: $I_{\text{AI}} = N_{\text{total}} \times 50 \times 0.15$
- Marketplace FIAT fee: $I_{\text{mkt,FIAT}} = N_{\text{total}} \times 20 \times 0.15$
- Marketplace FRGE fee (burned): $I_{\text{mkt,FRGE}} = N_{\text{total}} \times 5 \times 0.05$
- **Total FIAT income:** $I_{\text{FIAT,tot}} = I_{\text{premium}} + I_{\text{AI}} + I_{\text{mkt,FIAT}}$
- **FIAT used to buy and burn FRGE:** $B_{\text{FRGE,FIAT}} = I_{\text{premium}} \times 0.2$
- **FRGE burned (marketplace + data):** $B_{\text{FRGE,direct}} = I_{\text{mkt,FRGE}} + N_{\text{free}}$
- **Total FRGE burned:** $B_{\text{FRGE,tot}} = B_{\text{FRGE,FIAT}} + B_{\text{FRGE,direct}}$



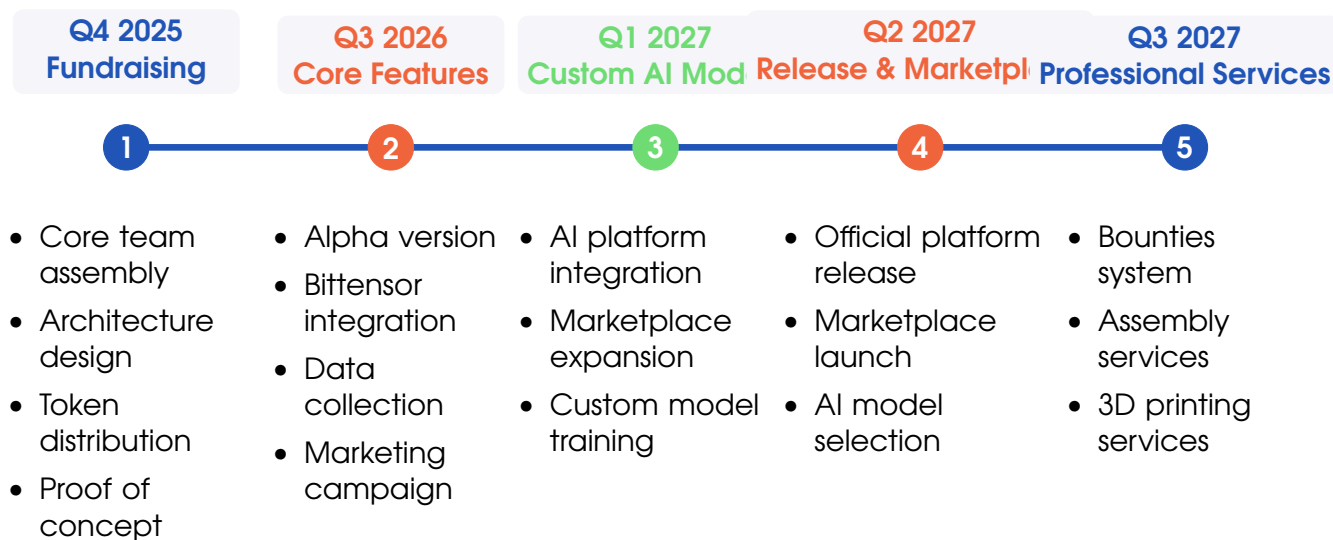
Monthly Projections at Different User Levels

Users	Premium Users	Free Users	Monthly FIAT	Monthly FRGE Burned
1,000	143	857	\$21,428	\$5,397
5,000	714	4,286	\$107,143	\$26,956
10,000	1,429	8,571	\$214,286	\$53,941
25,000	3,571	21,429	\$535,714	\$134,815

Notes

- **Total FIAT Income** includes premium subscriptions, AI usage fees, and marketplace FIAT fees.
- **FIAT Used to Buy & Burn FRGE** is the amount of FIAT from premium subscriptions used monthly to buy and burn FRGE (20%).
- **FRGE Burned (Marketplace + Data)** includes the 5% fee on marketplace FRGE transactions plus the \$1 per free user from data sales.
- **Monthly FRGE Burned** is the total of all FRGE burning mechanisms combined.
- At 20,000 users, approximately \$108,000 worth of FRGE is burned monthly.

8 Roadmap



9 Market Strategy

9.1 Target Markets

- DIY electronics enthusiasts
- Small businesses and startups
- Educational institutions

9.2 Go-to-Market Strategy

- Community-first approach
- Strategic partnerships with AI players
- Strategic partnerships with 3D model platforms
- Content marketing

9.3 Growth Channels

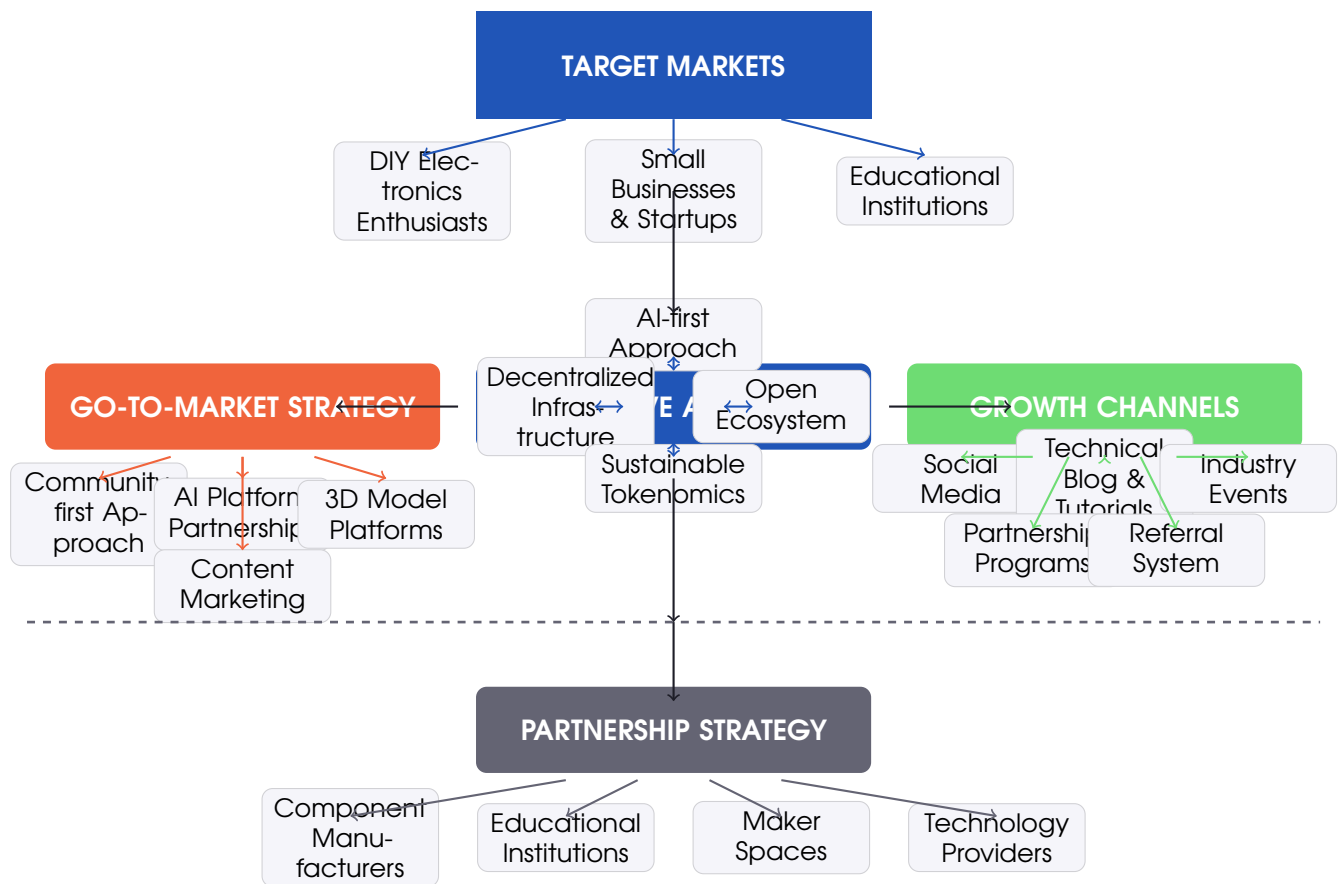
- Social media presence
- Technical blog and tutorials
- Industry events and conferences
- Partnership programs
- Referral system

9.4 Competitive Advantage

- AI-first approach
- Decentralized infrastructure
- Open ecosystem
- Sustainable tokenomics

9.5 Partnership Strategy

- Component manufacturers
- Educational institutions
- Maker spaces
- Technology providers



10 Conclusion

!Forge represents a paradigm shift in smart device creation, combining cutting-edge AI technology with blockchain innovation to democratize access to custom device development. Our platform eliminates technical barriers while fostering a sustainable ecosystem of creators, developers, and manufacturers.

Key Takeaways:

- Revolutionary AI-powered development platform
- Decentralized marketplace for components and services
- Strong focus on community and sustainability
- Clear roadmap for growth and development

Next Steps:

- Launch of initial platform features
- Community building and engagement
- Strategic partnership development
- Token generation event