



PALM SHIELD PROTOCOL

The Intelligence Layer of DeFi.

CONFIDENTIAL

The Visionary Behind the Shield

Hey Judges,

Gpalm to you. My name is Maxx, a Systems Thinker, Crypto KOL, Auditor and Trader.

I'm a fan of the architecture the Palm Finance team has built, most specifically the "NO FREEZE AUTHORITY!!!!" which really stays true to the core gospel of decentralization.

As a systems thinker, I looked for engagement models and utility within your ecosystem. I wanted to build an income generating model that rewards the community while securing the network. The result is the Palm Shield Protocol, a gamified rewards layer designed to keep the engine running.

Hope you do not love the vision. (just kidding but fr hope you do love the vision)

Maxx, what is the Palm Shield Protocol?

Mike Wazowski was a data analyst college student. Unfortunately, his school programs resulted in him having less time to make money. Utilizing his research skills, he stumbled upon an amazing platform: The Palm Shield Protocol by Palm Finance.

Now, he averages **\$3,000** a week in **\$PUSD**, totaling **\$12,000** a month in earnings.

All he does? He leverages his data analysis and research skills by hunting bad actors and malicious wallets on the solana and palm ecosystem: drainers, phishers, scammers, ruggers and has them audited by the Palm Shield DAO to protect the ecosystem and everyday users.

The Palm shield DAO on the other hand is a seasoned community of auditors, system thinkers, consumers, testers, they validate the authenticity of data/wallets submitted, verify the threats and oversee the reward consensus for hunters.

Do you now understand what the palm shield protocol is? It's the decentralized immune system for the future of finance.

PalmShield LIVE

Protocol API DAO Docs

Connect Wallet

Live on Solana · Powered by Palm Finance

Hunt bad wallets. Earn \$PUSD.

Risk Score 0.94 Severity CRITICAL Victims 183 Bounty 500 PUSD

Community run threat protocol on Solana. Hunters flag malicious wallets, the DAO votes, confirmed threats earn PUSD instantly, no middlemen.

Launch App → View API

// live threat graph - palmshield protocol

The "No Freeze" Narrative Arc

The Logic: Because Palm Finance has "No Freeze Authority," the ecosystem is truly permissionless. BUT, permissionless-ness attracts bad actors.

The Solution: Palm Shield Protocol provides the **social and community driven security** that a decentralized network needs without needing a "Freeze" button. (similar to a bitcoin proof of work + stake consensus system)

The Result: a "Self Healing Ecosystem."

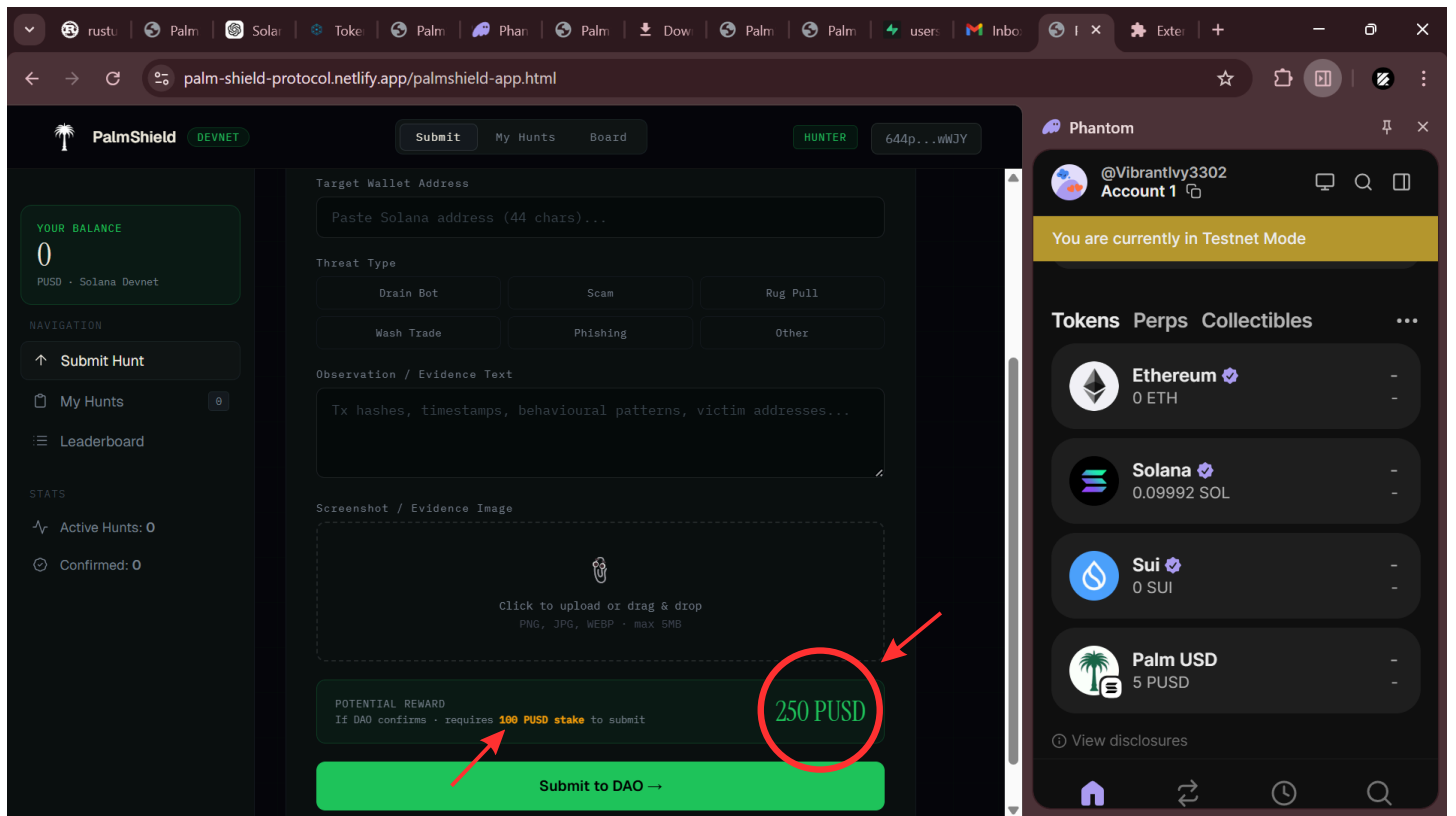
FAQs

1. How are bad actors prevented in Year 1?

Every major network (Solana, ETH, BTC) incurs "Security Debt" in its first year, losing millions to exploits. Palm Shield is the first protocol to take a proactive stance. We aren't just "regulating"; we are immunizing the ecosystem regulating the *conduct*, not the *funds*, ensuring the "No Freeze Authority" doesn't become a "No Rules Authority."

2. What if fake wallets are spammed?

We've built an Anti-Sybil Economic Filter.



- The Stake: To file a case, a Hunter must stake a Dedication Fee in \$PUSD.
- The Penalty: If the DAO detects a malicious or spam submission, that stake is slashed and non-refundable.
- The Governance: Both Hunters and DAO members must have skin in the game. This ensures that only high signal, high impact cases reach the consensus layer.

3. What if the DAO "Gangs Up"?

We don't prioritize "Cheap Wallet" cases. The Palm Shield protocol focuses on High Value Forensics.

- Insight Driven Audits: We target high stakes damage like linking a phishing wallet to a known entity (e.g., Lazarus Group) or tracking systemic rugpulls.
- Evidence Based Consensus: A "gang" can't just blacklist a wallet; they must provide a verifiable chain of on chain evidence that passes the "DAO Audit" standards.

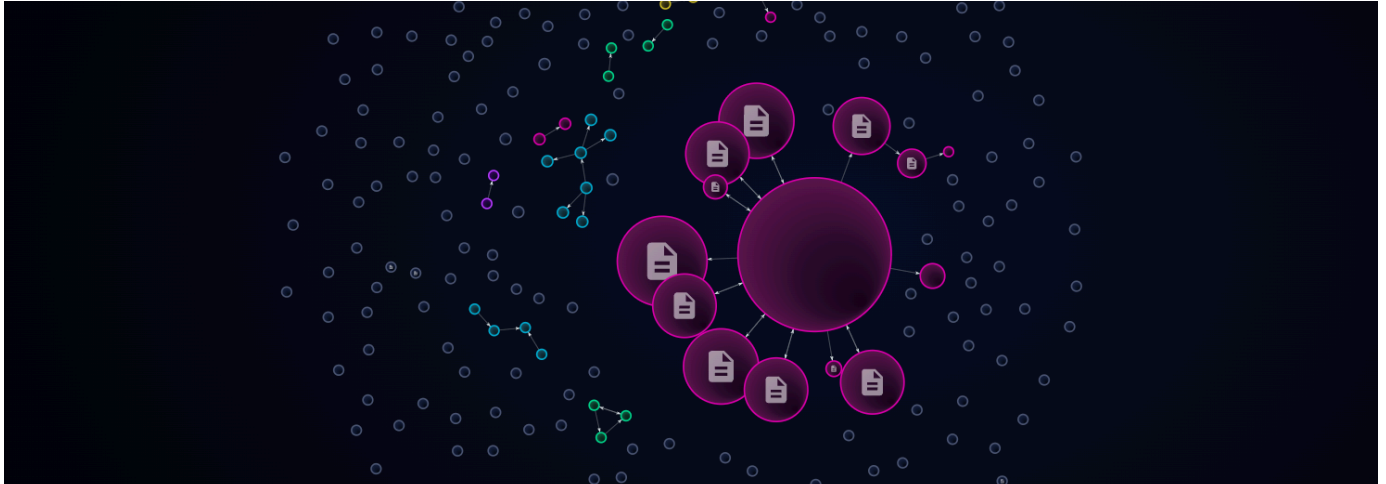
4. How do we prevent Liquidity Drain?

Palm Shield is not a "drain" on the ecosystem; it is a Value Generator.

- **The B2B Pivot:** The long term vision is for Palm Shield to become the Global Data API for on chain security.
- **Revenue Model:** Other protocols, CEXs, and B2B businesses will pay for our "Blacklist API" and "Threat Intelligence" in \$PUSD.
- **Circulation:** Payouts to Hunters are funded by the service fees paid by businesses using our data. The ecosystem doesn't just lose liquidity; it re circulates it.

The Compliance Layer: Closing the Exit Ramps

The "Forensic Bundle" Strategy: The Palm Shield Compliance Team doesn't just look at one transaction; they create a Behavioral Bundle.



- **The Trigger:** Once a Hunter identifies a bad actor, the Compliance Team tracks the flow of funds to "Entry/Exit Nodes" (CEX deposit addresses).
- **The Block:** By bundling this forensic data, Palm Shield can provide Pre-emptive Intelligence to CEX Compliance teams.
- **The Deterrent:** We make it impossible for a "new wallet" linked to a bad actor to withdraw or cash out. We follow the money until it hits a wall.

Therefore we are going extra miles by reducing the chances of new wallets committing on chain crimes potentially linked to a bad actor off cex ramps to 80%.

THE BUSINESS MODEL: Security-as-a-Service (SaaS)

We utilize a Tiered Subscription Model powered by the Palm Shield API. Our revenue scales based on the value and volume of the protocol we protect.

1. Revenue Tiers (Monthly Recurring Revenue)

- **The "Frontier" Tier (\$850/mo):** Targets Emerging Solana Dapps and NFT projects.

Value: Real time blacklist access and basic wallet risk scoring.

- **The "Growth" Tier (\$2,500/mo):** Targets Established DeFi protocols (TVL > \$10M).

Value: Advanced "**80% Predictive Logic**" API calls and priority DAO verification.

- **The "Enterprise" Tier (Custom: \$15k - \$50k/yr):** Targets Centralized Exchanges (CEXs like Binance), Institutional Off-ramps, and Top-tier Launchpads.

Value: High throughput API access, custom CEX-to-Chain monitoring, and dedicated Security SLAs.

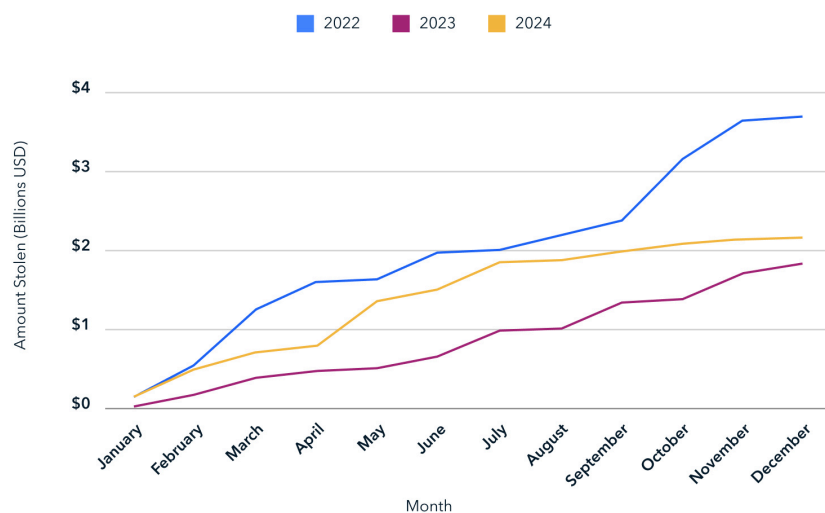
2. THE CIRCULAR ECONOMY (DAO Cashflow)

Palm Shield operates as a Self Sustaining Ecosystem. Revenue from B2B API charges funds the Incentive Layer for our decentralized security force.

Metric	Year 1 Projection (10 Starter + 1 Enterprise Client)
Annual Revenue	+ \$132,000 (\$102k Starter + \$30k Enterprise Base)
Hunter Payouts	- (\$50,000) (Est. 100 high signal reports @ \$500 avg)
DAO Audit Rewards	- (\$26,400) (20% of net revenue distributed to elite voters)
Operational Reserve	(\$15,000) (Infrastructure, R&D, and System Architecture)
NET MARGIN	\$40,600 (30.7% Profitability)

These are estimated figures, and I believe strongly that if execution is handled perfectly, these earnings are just the tip of the iceberg in the grand scheme of things. Based on discussions and reported data on X as of April 2026, the Decentralized Finance (DeFi) sector has experienced severe losses, with over **\$600 million** drained in exploits (led by the **\$293M** Kelp DAO exploit and the **\$285M** Drift Protocol heist) within the first three weeks of April 2026 alone and billions in 2024.

CUMULATIVE CRYPTOCURRENCY STOLEN IN HACKS (2022-2024)



If further investigations are pressed, you'd realize there is a lack of a strong compliance layer. These funds are often off-ramped via various exchanges, trading platforms, and services that lack a shielded layer of intelligence and security like Palm Shield Protocol.

Most importantly, these transactions are carried out on-chain via trackable, flaggable wallets that leave clear traces. This data is worth millions more than you'd ever think, yet little to nothing is currently done about it. Imagine a scenario where a wallet ending in **...34yz** off-ramps via a CEX, creates a new wallet for exploits, and then off-ramps back to the same CEX. This creates a "Bundle Trail." Operations such as gas fees needed to move funds, divert assets, and off-ramp to CEXs all create a traceable layer of bundles.

The moment funds hit an exchange for an off-ramp, the Palm Shield API detects and flags it. The funds are frozen or authorities are notified ASAP; the assets are monitored until they hit the CEXs, where they are blocked. DeFi is decentralized, but the authenticity of that decentralization needs to be queried. The concept of decentralization itself has caused harm where it lacks accountability. In a field where there is decentralization, anti-exploit layers must exist because people will always try to game the system.

Millions have been lost. Millions will be paid to save millions. **THINK ABOUT IT.**

My consumer background in trading memecoins for years gives me a unique competitive edge. I've spent years in the trenches; I know exactly how FNF bundles are structured to manipulate supply. I can predict with a sheer human accuracy of 60% how likely a token is to be dumped or rugged.

I've spent my career tracking the "cabals" and specific wallet clusters that orchestrate these insider plays. While I've used this edge to profit from these market dynamics in the past, Palm Shield Protocol is the evolution of that knowledge.

[see my wallet tracking article](#)

“In a field where people will always try to game the system, security is the only sustainable business model. Millions have been lost. Millions will be paid to save millions. Think about it.”

MARKETING & GROWTH STRATEGY

If i airdropped your wallet address with 100 \$PUSD for every 1 minute you spent on this whitepaper you'd probably spend 10 hours reading and re reading it. Exactly.

Personally i speak for all bros when i say we love rewards systems. i figured this should be the best use case of PUSD whilst driving engagement. There is a reckless bridge gap between skilled individuals and rewards systems.

There are insane data analysts out there (on crack), researchers, testers, and their skills aren't meeting the right platforms or worth, so why not reward these talents on the Palm Finance ecosystem? by creating a job/income model this alone is one of the most priceless forms of self growing marketing and engagement. i realized this when i worked with binance backed brands like band protocol.

- **The "Proof of Work" Loop:** We deploy our \$850 Starter Tier with discounts to secure the most innovative "Trenches" projects on Solana. We prove our 80% reduction logic where the heat is highest, building a portfolio of "Projected Value Saved" and from there word of MOUTH STARTS TO SPREAD.
- **Transparency Reports:** Publish data driven reports showing the Actual Dollars Saved by the 80% reduction logic. In order to pull this off we leverage carefully selected KOLs and voices, since personally i thrive off ragebait, hooks and contrarian opinions we use these forms of contents to spread the word.
- **The Compliance Hook:** Market directly to CEX compliance officers as a Liability Reduction Tool positioning Palm Shield as the bridge between anonymous on-chain activity and KYC-compliant off-ramps. This works effectively if exchange in question is used as a report, addresses and losses are tracked, giving the compliance team an awareness of how much they are losing and where the loophole lies.
- **The Talent Dagnet (Incentivized OSINT):** We leverage \$PUSD to reward insane data analysts and onchain trackers. By creating a professional income stream for these individuals, we turn the world's best hunters into a decentralized sales force for Palm Shield.

“If a Venture Capital firm funded this project with a \$1M Seed grant, I would allocate \$800k of that specifically to 'Market Engineering.' In Web3 security, your marketing is your network effect. That \$800k isn't for ads or billboards, it's the fuel for our Incentive Layer. It funds the

\$PUSD bounties and market engineering that pull the world's top 100 'on crack' analysts into our ecosystem. It creates the job model that makes Palm Shield the 'Default Defense' for Solana. we buy the best security minds in the trenches to prove our 80% reduction logic works in real time."

ROADMAP

with the current scope of things, the crypto market appears bearish, hacks contributing to this factor, and that only proves one thing, security as a service.

i expect total TVLs and new liquidity to sweep into the market, not mere speculations but systemic, in the next 5 years or less, if we do not have a competitor or rival it means the whole point of defi is dead.

below is a roadmap of how Palm Shield breaks its way into the market.

Phase 1: The "Active Defense" Launch (Q2 - Q4 2026)

- **The Alpha Release:** Deploy the PUSD Incentivized Hunter Mesh. Establish the first 100 "on-crack" research nodes focused on Solana "Trench" forensics.
- **API v1.0 (The Blacklist):** Launch the Real Time Threat Feed. Protocols integrate our API to block known "Bundle Trail" wallets at the UI/Frontend level.
- **Colosseum Proof-of-Concept:** Document the 80% reduction logic during the hackathon, proving that incentivized community audits outperform static automated scanners.

Phase 2: Systemic Integration & "Bundle" Intelligence (2027)

- **The Behavioral Engine:** Move beyond simple address blocking. Deploy Pattern-Recognition Models that identify "Cabal" behavior (gas-fee clustering, multi-hop off-ramping, and FNF supply manipulation) before the rug occurs.
- **CEX-Link Compliance:** Partner with top-tier off-ramps (Binance, OKX, Bybit). Provide them with the Forensic Bundle API preventing hackers from cashing out by flagging the "exit node" 60 seconds before the deposit hits.
- **Tiered SaaS Expansion:** Scale from the \$850 "Frontier" tier to institutional \$50k "Enterprise" SLAs for RWA (Real World Asset) protocols.

The "Self-Healing" Ecosystem (2028 - 2029)

- **Automated Circuit Breakers:** Integrate Palm Shield directly into Solana's Multiple Concurrent Proposers (MCP) layer. If a high confidence threat is detected, the protocol can trigger an "Emergency Halt" for specific malicious transaction flows without stopping the entire network.
- **Palm Shield DAO Maturity:** Transition from manual voting to Hybrid Autonomy. AI agents perform initial forensic triage, and the human DAO intervenes only for high value, complex disputes.

- **Decentralized Insurance Layer:** Launch the Palm Shield Recovery Fund. Protocols that use our API are eligible for decentralized coverage, if an exploit slips through, the \$PUSD reserve (funded by SaaS fees) covers the loss.

Phase 4: Global Infrastructure Dominance (2030 & Beyond)

- **The "Clean Chain" Standard:** Palm Shield becomes the de facto compliance layer for on-chain finance. A "Shielded" badge becomes a legal and institutional requirement for any protocol handling TVL > \$100M.
- **Cross Chain Immune Response:** Expand the Hunter Mesh to Ethereum L2s, Monad, and Bitcoin L2s. One threat detected on Solana immunizes every integrated chain instantly.
- **The Final Pivot:** Palm Shield evolves from a "Security Tool" into the Global Threat Intelligence Registry, the Nasdaq-level security infrastructure for a trillion-dollar on-chain economy.

Because permissionless-ness shouldn't mean lawlessness.

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