ECHELON PRIME FOUNDATION

EP BULLETIN 2601 - Echelon Prime Foundation Restructuring

May 12, 2026


**SUMMARY**

EPs are aligned with the recent overall sentiment around restructuring the Foundation into a high-output operating model above and beyond the progress we've already made toward a more streamlined Echelon. If the community wishes to undertake further changes at a faster pace we are amenable, but not at the detriment of security or adherence to the fiduciary responsibilities of the Foundation.


**REALIGNING MISSION**

Echelon will reduce operating expenditures and allow for continued support of Parallel Studios initiatives in achieving scale and maintaining a healthy $PRIME ecosystem.

As the primary partner, Parallel has always been a first-class citizen. Echelon had weighed the value of pursuing additional partners, and had gone through significant negotiations in pursuing new partnerships. However, it was decided that focusing on the Parallel Studios to support the TCG, Colony, Sanctuary, and Wayfinder, would be the best risk/reward to benefit the $PRIME ecosystem, as the studio was and is a small group of very dedicated employees.

This change would reduce Foundation efforts seeking to add external studios to the $PRIME ecosystem and instead focus on Parallel Studios efforts.

**GOVERNANCE RESTRUCTURING**

We understand the community's desire to reduce overhead, but the suggestion of one designated paid signer is a lone choke point for social engineering or physical attack; threats that have increased substantially in the wake of several crypto-related data breaches.

Given current assets under management, it is recommended by legal and our board to adhere to standard business practices for foundations and corporate entities with 3-of-5 signer multisigs. We believe this is the bare minimum requirement for the Echelon Prime Foundation, even under a streamlined structure.

That said, we agree these 5 roles can be more defined, and would like to *propose a transition to a 2 full time EP, 3 part-time EP signer structure. Two Echelon Prime Foundation board members will also be brought on as Emergency signers for the treasury wallet as a security precaution. This would result in a 5-of-7 treasury wallet and 3-of-5 'other' wallet multisig structure.* With additional planned changes to contractors and operating expenses, this will give Echelon Prime Foundation 2-3 years of runway to continue to support Parallel Studios products and the $PRIME token.

**PARALLEL LEAGUE REWORK**

The Season 2 Parallel League prize pool was increased to support Parallel Studios' planned global launch in Q2 2025. Since then, the launch timeline shifted to allow for significant improvements to the TCG, including major UI/UX overhauls, the addition of Haven, and the implementation of Draft Mode. While these changes have strengthened the game, the Season 2 structure and commitments were already well underway during that development period and ultimately did not fit the revised timeline of the TCG.

Echelon Prime Foundation and Parallel Studios have been aligned for months on allowing the game to further establish and validate competitive play outside of League before launching Season 3. Specific details have not yet been announced, as plans are still being finalized. To keep players informed though, the current tentative plan is for Season 3 to begin in late Q3 / early Q4 2026 as a shorter competitive season with a smaller prize pool more appropriately aligned with the TCG's active player base at that time.

**INTERIM HANDOFF**

Transition of existing contracts, duties, and responsibilities are currently estimated at 6 months:

- EPs will define what the full time and part-time signer roles and responsibilities will be going forward.
- EPs will oversee the governance process on setting up an updated governance structure and make sure it tracks with legal and board guidelines.
- EPs will compile the current body of work and prepare it for transition, including but not limited to existing web3 contracts, dev work, emissions, marketing and community efforts, existing products and products in development.
- EPs will work to further reduce operating expenditures to align with the proposed 2-3 year runway for the Foundation.
- EPs will redouble efforts to work directly with the studio to ensure the Foundation is helping the game grow and distribute in this interim period. Direct funding requests will be shared with the $PRIME community for transparency.
- At the end of this six month period, two existing EPs will stay on full-time for the remainder of their terms (through April 30th, 2027), after which, a new election process for the two full-time EP positions will take place. Three trusted contractors may be hired as part time signers that will also provide part-time contributions to community, marketing, and operations as needed, pending KYC clearance.

**NEXT STEPS**

We have opened a thread in the Proposal section of Echelon discord to discuss this memo and answer any additional questions from the community.