Reduce MKR Borrow Limit

Updated as of block 19334014 at 2/29/2024, 10:18:47 AM ET

• ID: 97

• Proposer: <u>0x8d07D225a769b7Af3A923481E1FdF49180e6A265</u>

Start Block: 14515689 (4/3/2022, 5:59:20 PM ET)
End Block: 14535399 (4/6/2022, 7:53:16 PM ET)

• Targets: 0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B

Forum Post

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Proposal Text

Reduce MKR Borrow Limit

Summary

This proposal reduces the MKR market's borrow limit from the current value of 25,000 MKR to 5,000 MKR.

Reasoning

Lowering the borrow limit makes it more difficult for malicious parties to interfere with MakerDAO governance. This should reduce the likelihood of disruption to Compound's DAI and MKR markets, and also minimize risk to the wider defi ecosystem.

MKR is not frequently borrowed, and based on historical demand across Aave and Compound this 5,000 token limit is unlikely to limit typical usage.

See the full discussion here.

Checks

Checks Compound Proposal Details Passed

Info:

1- Set MarketBorrowCaps of cMKR from 300 to 5,000 (It's getting increased by 4,700) via Comptroller.