

Risk Parameter Updates for AAVE, LINK, MKR, SUSHI, USDC, and YFI

Updated as of block [19333348](#) at 2/29/2024, 8:03:47 AM ET

- ID: 66
- Proposer: [0x683a4F9915D6216f73d6Df50151725036bD26C02](#)
- Start Block: 13546788 (11/3/2021, 7:17:53 PM ET)
- End Block: 13566498 (11/6/2021, 9:35:13 PM ET)
- Targets: [0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B](#) ;
[0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B](#) ;
[0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B](#) ;
[0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B](#) ;
[0x3d9819210A31b4961b30EF54bE2aeD79B9c9Cd3B](#) ;
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Forum Post

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Proposal Text

Risk Parameter Updates for AAVE, LINK, MKR, SUSHI, USDC, and YFI

Simple Summary

A proposal to adjust six (6) total parameters across six (6) Compound assets.

Background

This proposal is a batch update of risk parameters to align with the [Moderate risk level](#) chosen by the Compound community. These parameter updates are the first of Gauntlet's regular parameter recommendations as part of [Dynamic Risk Parameters](#).

[Full proposal and forum discussion](#)

Motivation and Specification

This set of parameter updates seeks to take the first step in level setting assets to a Moderate risk level of the protocol while making risk trade-offs between specific assets.




Parameter	Current Value	Recommended Value
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<i>AAVE Collateral Factor</i>	<i>50%</i>	<i>60%</i>
<i>LINK Collateral Factor</i>	<i>50%</i>	<i>60%</i>
<i>MKR Collateral Factor</i>	<i>35%</i>	<i>45%</i>
<i>SUSHI Collateral Factor</i>	<i>40%</i>	<i>45%</i>
<i>USDC Collateral Factor</i>	<i>75%</i>	<i>80%</i>
<i>YFI Collateral Factor</i>	<i>35%</i>	<i>55%</i>

Checks

Checks Compound Proposal Details Passed

Info:

- 1-  Set [cAAVE](#) collateral factor from 38% to 60% (It's getting **increased** by **22%**)
- 2-  Set [cLINK](#) collateral factor from 44% to 60% (It's getting **increased** by **16%**)
- 3- Set [cMKR](#) collateral factor from 38% to 45% (It's getting **increased** by **7%**)
- 4- Set [cSUSHI](#) collateral factor from 32% to 45% (It's getting **increased** by **13%**)
- 5- Set [cUSDC](#) collateral factor from 85.5% to 80% (It's getting **decreased** by **5.5%**)
- 6-  Set [cYFI](#) collateral factor from 40% to 55% (It's getting **increased** by **15%**)