

Risk Parameter Updates for USDC Comet Market

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- ID: 140
- Proposer: [0x683a4F9915D6216f73d6Df50151725036bD26C02](#)
- Start Block: 16185138 (12/14/2022, 2:51:23 PM ET)
- End Block: 16204848 (12/17/2022, 8:54:47 AM ET)
- Targets: [0x316f9708bB98af7dA9c68C1C3b5e79039cD336E3](#) ;
[0x316f9708bB98af7dA9c68C1C3b5e79039cD336E3](#) ;
[0x1EC63B5883C3481134FD50D5DAebc83Ecd2E8779](#)

Forum Post

Forum post is present here: [Forum Post](#)

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Proposal Text

Risk Parameter Updates for USDC Comet Market

Simple Summary

A proposal to adjust two (2) parameters for two (2) Compound V3 assets on the USDC market.

- *Increase the supply cap of UNI on the Comet USDC market from 1,250,000 UNI to 2,300,000 UNI.*
- *Decrease COMP liquidation factor on the Comet USDC market from 93% to 88%.*

Background

Gauntlet's simulation engine has ingested the latest market and liquidity data. These recommendations are Gauntlet's regular parameter recommendations as part of [Dynamic Risk Parameters](#).

Full proposal and forum discussion can be found in the post to [increase UNI supply cap](#) and [decrease COMP liquidation factor](#).

Motivation

This set of parameter updates seeks to maintain the overall risk tolerance of the protocol while making risk trade-offs between specific assets.

Our parameter recommendations are driven by an optimization function that balances 3 core metrics: insolvencies, liquidations, and borrow usage. Our parameter recommendations seek to optimize for this objective function. For more details, please see [Gauntlet's Parameter Recommendation Methodology](#) and [Gauntlet's Model Methodology](#).

Specification



The proposal uses the `Configurator` contract to update the asset parameters listed above for `cUSDCv3` using the `updateAsset` methods and then upgrades `cUSDCv3` to use the newly configured `Comet`.

By approving this proposal, you agree that any services provided by Gauntlet shall be governed by the terms of service available at gauntlet.network/tos.

Checks

Checks Compound Proposal Details Passed

Info:

- 1-  Set liquidation factor for [COMP](#) on [USDC](#) via [Configurator](#) from **75%** to **88%** (It's getting **increased** by **13%**)
- 2-  Set supply cap for [UNI](#) on [USDC](#) via [Configurator](#) from **8,000,000** to **2,300,000** (It's getting **decreased** by **5,700,000**)
- 3- Deploy and upgrade new implementation for [USDC](#) via [Configurator](#).