

Welcome to the MakerDAO Forum! The following points will allow you to better understand governance and the forum.

Respectful and good-faith [discussion](#) should be the cornerstone of any decision-making process. In trying to enact change, please keep this principle in mind.

MakerDAO’s [governance](#) has on-chain ([Voter Portal](#)) and off-chain ([Forum](#)) components. Community-driven discussions, well-reasoned arguments, and voting in this forum all have the ability to influence the Maker Protocol without the need for tokens. Here are some tips on navigating the forum:

1. Each category has a pinned ‘[About](#)’ post with useful resources.

2. The ‘[Latest](#)’ tab will show you the most recent conversations.

3. Feel free to introduce yourself in the [Welcome Thread](#).

Stakeholder Database Privacy Policy

You can see P Stakeholder Database Privacy Policy on the Maker Forum [here](#).

Tokenization Grand Prix Application - Figure Markets Tokenized Treasury (FMTT)

FigureMarkets

1d

I. Product Summary

Company name

Figure Markets

Product name

Figure Markets Tokenized Treasury Fund (FMTTF)

Product type / underlying asset

Short-term US government securities

Issuer Jurisdiction

Cayman Islands

Product name

www.figuremarkets.com

Primary contact name, title, and method of contact

Michael Abbate
Chief Investment Officer
mabbate@figuremarkets.com

II. Company Details

Company description

Figure Markets is democratizing finance through blockchain. We are building the exchange for everything - a decentralized custody marketplace for crypto, stocks, bonds, credit, and more.

We put our members in control of their assets and data, disintermediating brokers, exchanges, and lenders.

Our exchange combines leverage, margining, and liquidity with extensive borrowing options and investment opportunities.

[Skip to main content](#)

Figure Markets is built on the Provenance Blockchain and uses its Hash token for gas and transaction fees on the exchange.

Figure Markets is backed by leading venture capital firms and strategic partners.

We were founded by a seasoned team of entrepreneurs and operators from TradFi, fintech and DeFi, including Mike Cagney and June Ou.

Key personnel biographies

Mike Cagney, Co-Founder & Chief Executive Officer

Board Chair at Figure; Previously: Co-founder and CEO at Figure; Co-founder of Provenance Blockchain; Co-founder and CEO at SoFi; Founder and Managing Partner at Cabezon Capital; SVP Prop Trading and Structured Products at Wells Fargo; Deep capital markets, trading, derivatives, lending, structured products, blockchain and fintech background; Driver behind largest real world-asset transactions on blockchain – over \$15bn to date and \$8.7bn of locked value

June Ou, Co-Founder & President

Previously: Co-Founder and President of Figure; Head of Product and Technology at SoFi; Built Provenance Blockchain, Figure’s lending and markets tech stacks, SoFi’s lending, investing and banking tech stacks; Deep expertise in the intersection of blockchain and finance, including trading, lending, KYC, and money transmission

Michael Abbate, Chief Investment Officer

Previously: Co-Founder and Managing Partner of NovaWulf Digital Management; Partner at King Street Capital Management, in both New York and London; Sat on King Street’s US Investment, Risk, and Brokerage Committees and was responsible for overseeing US trading operations; Expertise in portfolio construction, risk management, trading, research, structuring and sourcing

Laurie Katz, Chief Operating Officer & Chief Marketing Officer

Previously: Partner at GoldenTree Asset Management; Focused on coverage of North American clients across a diverse pool of alternative investment offerings; Decades of experience in the alternatives industry with expertise in fundraising, trading and operations

Team size

- Total Headcount: 88
- Asset Management: 3
- Business Development: 2
- Company: 4
- Design: 4
- Engineering: 45
- Finance: 4
- IT: 1
- Legal: 10
- Marketing: 4
- Operations: 8
- Product: 2
- People: 1

Years in operation

Figure Markets was spun out of Figure Technology Solutions in April of 2024. Figure Technology Solutions was founded in 2018.

III. Product Information

Describe the Product

The product is a stablecoin that will pay a yield and will be able to be used as collateral on the Figure Market’s exchange for derivatives, trading and investing in other Figure Markets investment products. As an Ethereum based stablecoin, the token will also be able to be freely

[Skip to main content](#)

Describe the underlying asset

The underlying asset will be short-dated US treasuries only.

How is yield transferred to the tokenholder (i.e., via rebasing, distributions, price accrual, etc.) and how often

Yield will be accrued daily and will be paid out in additional Fund shares in the form of additional tokens at the end of the month.

What is the jurisdiction of the issuer and key entities?

The Fund will be a Cayman administered Fund, with Principal offices in the Caymans (most likely Trident Trust Fund Administrative Services).

What is the asset eligibility criteria and/or concentration limitations for portfolio as defined by the underlying documents

The Fund will be 100% short-dated (less than 6 months) US treasuries that will be held at a US registered and regulated custodian.

Are any hedging or derivatives permitted in the underlying portfolio

No

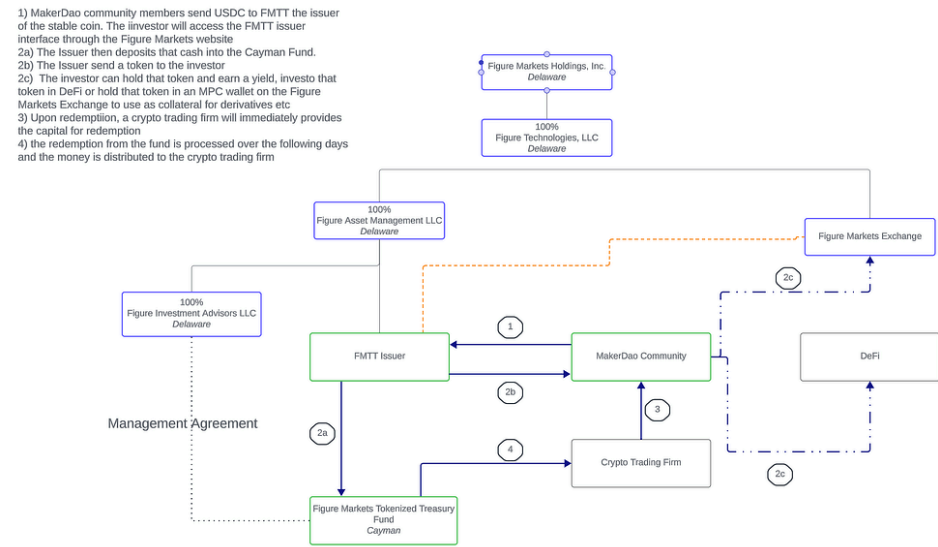
Provide a list of all counterparties and service providers used by your product (i.e., custodians, trustees, reporting agents, exchange agents, banks, etc.). Provide flow-charts or diagrams for all related entities and counter parties, if available.

Fund Administrator: Trident Trust

Registered Investment Advisor: Figure Investment Advisors

IAPD - Investment Adviser Public Disclosure - Homepage

IAPD provides information on Investment Adviser firms regulated by the SEC and/or state securities regulators



What is the AUM of the product? Provide a breakdown by blockchain

We would launch the stablecoin on both Ethereum and Provenance. Figure Markets would commit \$20mm to each fund from our balance sheet.

What are the standard fees (i.e., subscription, redemption, management, etc.)?

We will only charge a 25 bps management fee which will also be an expense cap.

Other than the fees described above, can other expenses be paid from the proceeds of the product/assets?

How is your product permissioned? (e.g., primary users, secondary users)

Since this is an investment product that offers a customer investment income, all holders of the stablecoin will have to be KYC'd. This is also a requirement of our Fund Administrator. This may limit some of its applicability in DeFi however the token will be usable on the Figure Markets platform without limitation.

What is the monthly transaction volume for the product?

This product will be set up exclusively for the MakerDAO community and thus does not exist currently. However, we do have a sister product on our exchange which offers customers yield and invests in mortgage-backed securities. Given the limitations on size of that fund and the desire for the community to have a treasury backed solution, this product will borrow from the structure and technology of its sister fund but will be bespoke for the task at hand.

What is the expected and maximum time for users to subscribe to and redeem from your product? Have you had any interruptions in your ability to process redemptions and subscriptions?

Subscriptions take 5-10 minutes and redemptions take less than 2 minutes

Please see the link to the [Subscription recording](#)

Please see the link to the [Redemption recording](#)

Provide a description of the subscription and redemption process. Include a diagram of the flow of funds, including each party involved?

Please see the link to the [KYC recording](#)

Have any liquidity vehicles been established to enhance redemption and subscription efficiency? If so, describe how they work.

Yes, there will be a line of credit for up to \$100mm with an marquee crypto liquidity provider that will enable Figure Markets to immediately redeem the LP interest and provide the customer with USDC so they can take advantage of fast trading opportunities. The longer redemption process will be done by Figure Markets on the back end. Once the assets are redeemed from the Fund (the loan from the crypto trading firm will be paid back daily. All of this will happen at no additional cost to the investor).

With what product can subscriptions and redemptions be made? (I.e., fiat, Dai, USDC, etc.)

Fiat, Dai, and USDC

What are your future development plans for the product?

Once we achieve a proof of concept, we would like to expand the investment mandate of the product beyond USTs in order to provide investors a better yield.

IV. Legal Structure

Explain the legal structure of the product and the jurisdictions in which it operates

The legal structure will be a registered Cayman fund structure. We chose the registered Cayman fund structure because a registered Cayman structure has no minimum investment size requirement. However, we will be unable to facilitate US retail investors but we can take investors from any other jurisdiction as long as we are in compliance with the investment solicitations rules of that jurisdiction.

What regulatory bodies oversee the product?

Cayman Islands Monetary Authority (CIMA)

[Skip to main content](#)

What licenses, permits, certificates, authorizations, registrations, concessions, approvals, exemptions does your product or company hold?

Complete list of our licenses here: [Figure Markets | Disclosures](#)

However, our position is that we do not need any licenses for this product other than the Cayman Fund Administration.

How is bankruptcy remoteness established for assets of this product? Does the issuer have more than one product? Please provide separately any related legal opinions or supplementary documents regarding bankruptcy remoteness

This is a Fund product, so legally the assets belong to the fund investors and not the fund manager. There is no corporate entity involved that takes legal ownership of the assets, as this is a straight pass through.

What rights do token holders have?

Token holders have all the rights that a fund investor would have and these rights are defined, outlined and detailed in the Limited Partnership Agreement. This agreement will be drafted upon the award of the Contest; however, we have included the [Limited Partnership Agreement](#) for our Liquid Real World Asset Fund for reference.

Are there any pending or threatened legal proceedings or investigations against the company or any of its officers?

No

Describe any conflicts of interest the company or product may have with its officers or MarkerDAO

As mentioned above, Figure Markets offers a higher yielding product to its customers.

Explain the potential tax implications associated with the product

We do not offer tax advice, however taxes will have to be paid on investment income just like all other invest income for the investor in the local tax regime.

V. Performance, Reporting, and Technical

Provide historical performance relative to the most relevant benchmark and explanations for any deviations from the benchmark

The Fund is designed to always track the value of a US dollar. It is a par fund.

Describe the frequency, content, and process for performance and portfolio transparency reports. Who provides these?

Our fund administrator, Trident Trust, will provide monthly performance reports.

Describe the accounting and auditing processes for the portfolio and product

We will be using KPMG for audit.

Describe the technical implementation of your product

The tokens will be minted and burned on both the Ethereum and Provenance networks. To the extent the tokens are held on the Figure Markets platform, Figure Markets MPC technology will be used for decentralized custody.

What audits have been performed on the smart contract involved with your product, by whom, and when?

[Skip to main content](#)

Not approved

MakerDAO Ecosystem

Describe any previous relationship with MakerDAO and familiarity working with DAOs

Given that Figure Markets was just launched in April, we do not have much familiarity with MakeDAO or other DAOs. However, we are excited to start working with the community.

Beyond yield, how might your product benefit the SparkDAO and/or MakerDAO ecosystem?

The FMTT token will be able to be used as collateral on the Figure Markets Exchange for perpetuals and for margin trading. As an incentive bonus, all trades done with the FMTT token will be free of fees.

Does the product have integrations with any other platforms?

At the moment no, but the idea is that as the Provenance ecosystem grows and the ETH community adopts and integrates the FMTT, there will be many more platforms that accept FMTT.

Do you offer or plan to offer other products that could be appropriate for Spark and other SubDAOs?

Yes, we have a plethora of investment products on Figure Markets. You can learn more about our product offerings at www.figuremarkets.com .

New & Unread Topics

Topic	Replies	Views	Activity
Tokenization Grand Prix Application - WisdomTree (WTGXX)	0	236	2d
Tokenization Grand Prix Application - Arca Labs	0	30	1d
Tokenization Grand Prix Application - Spiko (USTBL)	0	201	8d
Tokenization Grand Prix Application – Franklin Templeton Digital Assets (BENJI)	0	144	3d
Tokenization Grand Prix Application - PV01	0	26	22h

Want to read more? Browse other topics in or [view latest topics](#).