

Good Morning News

Decentralized News Organization

SOLVES NOTHING



Solend, the Aave fork on the Solana network, has announced the success of a proposal that will “temporarily take over” an account which is thought to pose a threat to the protocol. The account in question holds over 95% of the liquidity in the protocol's main pool and the proposal is meant to mitigate risk to the Solana network as a whole.

GMN believes the approval of this proposal sets a dangerous precedent and calls into question the decentralization of the protocol as well as the morality of the community. The blatant disregard of the industry ethos has become a disturbing pattern of behavior by the developers and community members on the Solana network; although some dissenters pointed out the terrible precedent set by this proposal, it passed with 97.5% in favor.

As for the account in question, there are certainly some red flags that should be cause for concern for the Solend

developers. How this anon was able to gain control of that much of the protocol, and their intentions now that they have that control, are still a mystery. According to some quick napkin math, if the price of the SOL token were to drop to around \$22, a liquidation event would occur that could leave the network and the protocol devastated for some time.

Though the dangers are real, the assumption of bad intentions and the subsequent bad decisions could set in motion a chain of events far more destructive to the entire crypto ecosystem, as faith in decentralized finance protocols becomes questionable across the board. If our funds can so easily be stripped from us at the whim of contract owners, the question has to be asked as to whether these digital banks are any better than the physical ones we are attempting to abstract into the ether.

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