Add $FTM as Anchor Collateral, Modify Certain Other Features of Anchor

Summary

This proposal adds $FTM to the suite of collateral assets listed on our Anchor money market, and makes two additional minor changes to the operation of Anchor.

Background

There is an excellent prospect for Inverse Finance to emphasize Inverse Finance's investments on Fantom and to further develop our working relationship with the Fantom Foundation. More than $142M worth of $FTM is deposited in Abracadabra on mainnet, suggesting this a good market fit, and, contrary to popular belief, $FTM supply is greater on Ethereum than on Fantom. Moreover, a successful integration of $FTM could bring about the onboarding of a new audience and demand for more collaterals to be added, potentially leading to additional benefits such as deepening liquidity, direct treasury buys, new DOLA feds, joint marketing, to name a few. Thus, this integration, if executed properly, stands to bring new visibility to DOLA and Inverse Finance and potentially lead us into other treasury diversification and lending protocol opportunities.

From a Risk perspective, the Fantom Foundation is compliant with our partner prerequisites. That is,

- Protocol does not suffer from key-person dependency.
- Protocol has addressed the potential for smart contract exploits by having their code audited by reputable third-party services
- Protocol operates in a space where there is healthy competition. It is not a "one-of-a-kind"
- Protocol has addressed market risks inherent to operating their product (is well set up to survive a prolonged bear market)
- Protocol is not currently at risk of being shut down by regulators
- Protocol has a healthy governance process.
- A sizeable amount of tokens are not being held by a less-than-reputable centralized exchanged (at risk of getting hacked)
- Protocol has a healthy public roadmap with a loyal userbase
- Protocol is generating revenue
- Protocol has a positive or neutral reputation in the crypto space

A point on oracles: while a Chainlink feed exists on Ethereum for $FTM, it is paired with $ETH, and not USD. @N3bs, a core contributor and active DAO member, has devised a solution in collaboration with Nour Haridy that uses this data feed, along with the ETH/USD Chainlink feed, to create an FTM/USD feed that is compliant with our oracle requirements for Anchor. More Here: https://etherscan.io/address/0x9bC8c0FaA1d450e9E0e4f08c198f0b0dab37478f

Furthermore, with an aggregate score of 0.94, $FTM as an asset is graded "Healthy" according to our new collateral Safety Score, a metric conceived by the Risk Team that accounts for

market cap, liquidity, volatility, and swap and transfer values. The Inverse Finance risk team will continue to monitor the 'health' of $FTM, as well as all other assets listed on Anchor.

There is also a need to raise the collateral factor for DOLA deposits used as borrowing collateral from the current 70% to a more industry-standard 85%.

Additionally, there is a need to enable Guardian to pause and un-pause both borrows and deposits of individual assets on Anchor. Today, Guardian may only pause or un-pause deposits or borrows for all assets on Anchor, therefore this flexibility is required to allow us to respond to situations where individual assets require temporary or permanent pauses due to security or other concerns.

Finally, there is a need to add a new section to Anchor for assets which the DAO votes to deprecate. While there are currently more than $6MM in FLOKI assets on Anchor, there is no valid Chainlink oracle for the new FLOKI contract and we recommend FLOKI be moved to this new "Deprecated" section until the DAO votes to enable deposits and borrows against a new FLOKI asset with accompanying Chainlink oracle.

This proposal is part of a wider effort to mold Anchor into a money market worthy of greater monetary backing. Anchor is a major source of revenue for Inverse Finance. The DAO is open to all feedback and new ideas relating to this topic. Comments should be posted to the #General-Growth Channel on the official Discord group, or on the Inverse Finance Forum.

On-Chain Actions

- Add FTM as collateral asset on Anchor
- Raise DOLA collateral factor to 85%
- Enable Guardian to pause and un-pause deposits and loans against individual assets listed on Anchor
- Move FLOKI to new Deprecated Assets section on Anchor

Addendum
- [Addressing Cross-Chain Bridge Risk](#)