

title: [TEMP CHECK] Convert \$2M of ARB into Stablecoins

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## Summary

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After successfully completing the [CRV OTC deal](#) valued of 2M USDT for the Aave DAO, we propose a conversion of ARB (a volatile asset) to stablecoins within the DAO treasury. Currently, the DAO [holds](#) 2.7M ARB tokens, which equate to approximate value of \$3.1M.

## Motivation

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Since the DAO has just approved an expenditure of 2M in USDT, we believe it is prudent for the community to consider replenishing this amount with part of the Arbitrum airdrop allocation. In March, a [TEMP CHECK](#) was conducted, resulting in the DAO favoring the “mixed option, discuss at ARFC

”. However, no substantial progress or proposals have been made regarding the allocation. Thus, we propose to convert approximately 65% of the airdrop into stablecoins.

## Specification

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Concerning execution of the swap, we believe that the Curator

introduced by [@Llamaxyz](#) is capable of executing the swap. Depending on liquidity, this could be executed with minimal slippage. An analysis of potential slippage and impact may be conducted at a later stage if this TEMP CHECK reaches the ARFC stage.

The potential discussion concerning which stablecoin(s) the ARB should be converted into must be deliberated and voted upon at the ARFC stage.

This TEMP CHECK aims to gather community feedback regarding the conversion of 2M dollars’ equivalent of ARB tokens for the purpose of replenishing the CRV OTC Deal.

## Disclaimer

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Keyrock has not been compensated by any entity for publishing this TEMP CHECK. We may or may not be active holders of the assets mentioned as part of our core Market-making services. Keyrock is a delegate within the Aave ecosystem.

## Next Steps

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Temperature Check: Gather community feedback and assess sentiment towards the proposal.

ARFC: Based on the Temperature Check Snapshot results, proceed to the ARFC stage for further discussion and finalization of the chosen option(s).

AIP: If the ARFC stage Snapshot is successful, submit the proposal as an AIP for voting and on-chain governance approval.

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