

Gauntlet Borrow and Supply Cap Recommendations for Ethereum v3 2023-10-18

Gauntlet recommends borrow and supply cap changes for Ethereum v3.

Per Gauntlet's supply and borrow cap methodology, we recommend increasing WSTETH supply cap to 1.1m and increasing BAL supply cap to 700k on Ethereum v3.

Specifications

Chain

Asset

Cap

Current

Recommended

Ethereum

WSTETH

Supply

850k

1.1m

Ethereum

BAL

Supply

350k

700k

Motivation

[BAL supply cap usage](#) is at ~99%

[

](https://hackmd-prod-images.s3-ap-northeast-1.amazonaws.com/uploads/upload_02132982e5f2460cd0f2596b4477bb07.png?AWSAccessKeyId=AKIA3XSAAW6AWSKNINWO&Expires=1697642274&Signature=28DVxEXUwboGj9VxPGpsePfl5E8%3D)

[WSTETH supply cap usage](#) is at ~85%

[

](https://hackmd-prod-images.s3-ap-northeast-1.amazonaws.com/uploads/upload_ef966c23649ad92f9ddf5c3ad59f0e97.png?AWSAccessKeyId=AKIA3XSAAW6AWSKNINWO&Expires=1697642294&Signature=EzQLSf7xbY04OTtX8n9GYi2sjyw%3D)

Next Steps

Once we receive feedback from [@ChaosLabs](#) on the above recommendations, we will move forward with Risk Steward.