Summary

● On November 15, the dYdX community approved routing 50% of protocol fees to the MegaVault. To date, DEP has allocated $1,523,102.00 USDC to market-specific subvaults under the designatedgrant.

● This proposal seeks to optimize the performance of the dYdX Chain vaults by deploying additional available capital and adjusting the parameters of each subvault to align with the specific characteristics of their respective markets.

● This proposal is time-sensitive, as the rebalances rely on current equity levels in the MegaVault and its subvaults, which are subject to fluctuations over time. If the equity in any subvault drops below the levels required for the proposed rebalances, the entire proposal may be rendered ineffective.

● To ensure that these optimizations can be executed based on the current vault conditions, we intend to submit an expedited proposal for an on-chain vote as soon as possible.

Motivation/Rationale

The dYdX Unlimited upgrade introduced support for the MegaVault—a user-facing feature designed to allow dYdX Chain users to deposit USDC, provide liquidity to various markets, and earn yield.

Under this grant, DEP deposited $1,523,102.00 capital into market-specific subvaults to facilitate testing and bootstrapping. Currently, there is no Megavault Operator on dYdX Chain and as a result any changes to subvault parameters must be completed through a dYdX Chain governance proposal.

This proposal aims to change vault allocations, deploy more capital in the Megavault, and to set the spread and skew parameters for select vaults. We will monitor subvault performance and may need to submit another proposal early next week.

Specification

Vaults will be updated as follows:

pair

half_spread_change

new_skew_change

transfer

ZRO-USD

0.003

-0.5

-1712.6955

PEPE-USD

0.003

-0.5

59300.6579

TRY-USD

0

0

-37744.409

MOTHER-USD

0

0

-30419.845

TREMP-USD

0

0

-17859.453

SNX-USD

0

0

-11499.202

1INCH-USD

0

0

-7615.7577

POPCAT-USD

0

0

-7128.1809

AR-USD

0

0

-5425.5725

BTC-USD

0

0

-4318.6276

ENS-USD

0

0

-4249.3934

MEW-USD

0

0

-4062.2563

ENJ-USD

0

0

-4048.0045

FOXY-USD

0

0

-3813.1186

ETH-USD

0

0

-3717.7995

TAIKO-USD

0

0

-3516.1647

MNT-USD

0

0

-3491.8718

DMAIL-USD

0

0

-3420.9654

AXS-USD

0

0

-3383.4451

OM-USD

0

0

-3213.5244

RETARDIO-USD

0

0

-3209.8745

BICO-USD

0

0

-3197.506

STRK-USD

0

0

-3170.3524

PIXEL-USD

0

0

-3159.745

CVX-USD

0

0

-3152.8664

EIGEN-USD

0

0

-3113.9792

ZEN-USD

0

0

-3094.4346

TRX-USD

0

0

-3077.8731

DAI-USD

0

0

-3075.1496

STX-USD

0

0

-3047.4369

ZERO-USD

0

0

-3042.428

IMX-USD

0

0

-3019.4934

CORE-USD

0

0

-2983.5475

GME-USD

0

0

-2959.6702

XAI-USD

0

0

-2929.6294

EGLD-USD

0

0

-2929.2814

NEO-USD

0

0

-2889.5652

UMA-USD

0

0

-2825.1443

OSMO-USD

0

0

-2816.0179

ZK-USD

0

0

-2805.2489

ALT-USD

0

0

-2766.9346

EURC-USD

0

0

-2754.1352

BLAST-USD

0

0

-2598.2574

JTO-USD

0

0

-2328.7913

ORDI-USD

0

0

-2246.9287

TLOS-USD

0

0

-2095.675

ARKM-USD

0

0

-2026.0659

FLOKI-USD

0

0

-1932.9976

TON-USD

0

0

-1892.8431

DRIFT-USD

0

0

-1848.0492

WOO-USD

0

0

-1693.3708

VRTX-USD

0

0

-1592.3248

AURORA-USD

0

0

-1568.018

NOT-USD

0

0

-1531.5645

BLUR-USD

0

0

-1426.442

XTZ-USD

0

0

-1357.0859

GMX-USD

0

0

-1264.7339

PENDLE-USD

0

0

-1246.35

BODEN-USD

0

0

-1115.8995

AKT-USD

0

0

-1100.7746

ASTR-USD

0

0

-1059.2707

PYTH-USD

0

0

-927.07487

JUP-USD

0

0

-861.93808

SAFE-USD

0

0

-831.88219

NEIRO-USD

0

0

-702.69554

PEOPLE-USD

0

0

-676.62458

W-USD

0

0

122.776982

MOG-USD

0

0

144.596679

ETHFI-USD

0

0

204.439898

AEVO-USD

0

0

1168.66967

DEGEN-USD

0

0

2155.12689

ALGO-USD

0

0

2400.4241

AXL-USD

0

0

2874.69518

APT-USD

0

0

3269.66995

TAO-USD

0

0

5578.88438

GRT-USD

0

0

5890.86254

ENA-USD

0

0

12460.4506

MANA-USD

0

0

12966.1111

SEI-USD

0

0

24889.2711

BONK-USD

0

0

26798.0821

CHZ-USD

0

0

31909.3226

FTM-USD

0

0

40540.922

RENDER-USD

0

0

49047.8444

TIA-USD

0

0

66593.5309

SHIB-USD

0

0

68024.8359

RUNE-USD

0

0

70712.8391

UNI-USD

0

0

71444.4519

SUI-USD

0

0

72149.6941

WLD-USD

0

0

72711.2228

DOGE-USD

0

0

76170.3365

MICHI-USD

-0.003

0.5

-22275.533

XMR-USD

-0.0015

0.5

0

DYM-USD

0

0.5

-334.73457

WIF-USD

0

0.5

11424.4598

HBAR-USD

0

0.5

20511.9724

Next Steps

We intend to submit an expedited proposal for an on-chain vote as soon as possible.