

With Aave v3, Credmark would like to propose that our DAO be a registered entity for Aave v3 Governance, specifically as it pertains to financial risk. In the v3 proposal, this is referred to as the “permitlist”.

Our latest research explores the probability of insolvency for Aave, Value at Risk given market volatility AND includes quantifiable mechanisms that Aave has in place to make lenders whole in the case of a market shock. We think this is the most comprehensive risk analysis in DeFi that is available to the public.

This risk research can be viewed here: [Aave and Compound DeFi Protocols - Risk Library](#)