

Proposal updated to include Risk teams feedback

## title: [ARFC] Add fUSDC to Ethereum v3

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### Summary

This ARFC presents the community with the opportunity to add fUSDC to the Ethereum v3 Liquidity Pool.

### Abstract

fUSDC is a yield-bearing token representing USDC deposits in Flux, a fork of Compound V2. Adding fUSDC to Ethereum v3 would allow fUSDC holders to borrow stablecoins on Aave and leverage their fUSDC position, boosting the stablecoin utilization rate on Aave, while attracting new stablecoin deposits thanks to boosted supply rates.

### Motivation

fUSDC is a new financial primitive with arguably the best risk-adjusted yield available in DeFi. Adding support for fUSDC on Ethereum V3 in isolated mode would allow fUSDC holders to borrow stablecoins on Aave and leverage their fUSDC position, boosting the stablecoin utilization rate on Aave, while attracting new stablecoin deposits thanks to boosted supply rates.

### Specification

Ticker: fUSDC

Contract Address: [0x465a5a630482f3abd6d3b84b39b29b07214d19e5](#)

Parameter

Value

Isolation Mode

Yes

Borrowable

No

Collateral Enabled

Yes

Supply Cap

220M (~\$4.45M)

Borrow Cap

N/A

Debt Ceiling

\$1M

LTV

77%

LT

79%

Liquidation Bonus

4.5%

Liquidation Protocol Fee

20%

Variable Base

0.00%

Variable Slope1

4.00%

Variable Slope2

60.00%

Uoptimal

90.00%

Reserve Factor

10.00%

Stable Borrowing

Disabled

## Next Steps

- If the ARFC snapshot vote passes, move the proposal to the Aave Improvement Proposal (AIP) stage for final approval and implementation.

## Disclaimer

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