

## Summary:

Gauntlet recommends increasing Supply and Borrow caps for the following assets.

Asset

Chain

Current Supply Cap

New Supply Cap

Current Borrow Cap

New Borrow Cap

USDT

Ethereum v3

800,000,000

1,000,000,000

750,000,000

930,000,000

## Motivation:

Gauntlet proposes to increase supply and borrow caps for the assets mentioned above in order to meet the increasing demand.

### USDT on Ethereum Aave v3

We propose an increase supply cap for USDT by 25% and borrow cap by 24% in line within our borrow/supply cap framework which considers tokens needed to break-even for a long attack as well as overall circulating supply.

[

image

2368×988 115 KB

](https://europe1.discourse-cdn.com/business20/uploads/aave/original/2X/f/fdefe12219ea626caac391ab86bd7e2d0b2e1ea7.png)

Link to [Dashboard](#)

## Specifications:

Asset

Chain

Current Supply Cap

New Supply Cap

Current Borrow Cap

New Borrow Cap

USDT

Ethereum v3

800,000,000

1,000,000,000

750,000,000

930,000,000

Asset

Circulating Supply

DEX 25% Slippage

Global 2% Depth (\$)

USDT

44,007,725,841

\$203,513,933

\$1,901,998,917

## **Next Steps**

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