

Simple Summary

Per our [Methodology](#), Gauntlet would recommend the following changes to the caps:

- Increase wstETH Borrow Cap from 400 to 800.
- While our conservative rec is 2,800, we are limiting the change to 800, per community guidelines on increasing caps.
- While our conservative rec is 2,800, we are limiting the change to 800, per community guidelines on increasing caps.

As [previously mentioned](#), we do not recommend increasing the supply cap for wstETH and recommend a more conservative borrow cap increase at this time due to the impending Shanghai Upgrade. We will revisit immediately post-upgrade on April 12th.

Specification

Asset

Cap

Current Cap

Conservative Cap Rec

Aggressive Cap Rec

wstETH

Borrow

400

2,800

5,456

wstETH

Next Steps:

- Targeting AIP on 4/11/2023