

While we are following the development of crypto market dynamics very closely, we have come to a better understanding of the effects of the recent accelerated proposal until the current point in time and are comfortable with recommending the next changes to the rate system.

Maker stakeholders should understand that further changes are likely to be introduced in the near future, which is highly dependent on the development of market dynamics, including prices, leverage demand and external rate environment including cefi funding rates and defi effective borrowing rates. In the case where the external rate environment continues to show signs of decrease, the Maker rate system will be correspondingly adjusted.

We are working on updating the rate system language in the Stability Scope including the new iteration of Exposure model and in order to make sure that the system as a whole will be able to adjust rates more gradually and effectively in the future, it requires more research and development time. Until then, the rates will be managed out-of-scope under the Stability Scope article 3.3.

For more detailed information please refer to the [impact analysis](#).

BA Labs recommends the Stability Facilitator to perform the following parameter changes to the Maker rate system, which can go directly to the upcoming executive vote according to the language of the Stability Scope article 3.3;

- ETH-A: Decrease the Stability Fee by 2 percentage points from 15.25% to 13.25%
- ETH-B: Decrease the Stability Fee by 2 percentage points from 15.75% to 13.75%
- ETH-C: Decrease the Stability Fee by 2 percentage points from 15.00% to 13.00%
- WSTETH-A: Decrease the Stability Fee by 2 percentage points from 16.25% to 14.25%
- WSTETH-B: Decrease the Stability Fee by 2 percentage points from 16.00% to 14.00%
- WBTC-A: Decrease the Stability Fee by 2 percentage points from 16.75% to 14.75%
- WBTC-B: Decrease the Stability Fee by 2 percentage points from 17.25% to 15.25%
- WBTC-C: Decrease the Stability Fee by 2 percentage points from 16.50% to 14.50%
- DSR: Decrease the Dai Savings Rate by 2 percentage points from 15.00% to 13.00%
- Spark: Decrease the Effective DAI Borrow Rate by 2 percentage points from 16.00% to 14.00%

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