[ARFC] Onboard SCR to Aave V3 Scroll Instance

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Risk Parameters have been provided by Risk Service Providers on 2024-11-25 and ARFC has been updated.

Simple Summary:

The current ARFC aims to onboard SCR, the native token of Scroll, on the Aave V3 Scroll Instance. This onboarding will allow Aave users to supply and borrow SCR, thereby enhancing the utility and liquidity of the Scroll token within the DeFi ecosystem and more specifically, within the Aave ecosystem.

Motivation/Background:

Scroll is an Ethereum Layer 2 chain which already has an Aave instance deployment and SCR is the governance token for the Scroll L2. By onboarding SCR to Aave V3, we aim to create new opportunities for Aave users to engage with this emerging staking ecosystem, while expanding SCR's liquidity.

Benefits of listing this token:

Provide opportunities for Aave users to borrow against their SCR to unlock liquidity, or alternatively to borrow SCR against other collateral allowing them to participate in Scroll governance.

Market Impact:

We see no significant market impact from onboarding SCR except for providing new opportunities to Aave users which may cause users to switch from borrowing other tokens against their collateral. Overall we see onboarding SCR as net good for Aave users as it expands opportunities for them to engage in a new L2 ecosystem.

Chain to be deployed/listed:

Scroll.

Proof of Liquidity (POL) and Deposit Commitments:

POL and Deposit Commitments will be discussed at the ARFC stage.

As disclosed by Marc Zeller, founder of ACI, the ACI Multisig has received 510K SCR on behalf of Aave DAO. Those funds will be coordinated with Karpatkey and Tokenlogic to define best usage of this airdrop.

Specification

Risk Parameters have been provided by Risk Service Providers on 2024-11-25

Parameter

Value

Network

Scroll

Isolation Mode

N/A

Borrowable

Yes

Collateral Enabled

No

Supply Cap

360,000

Borrow Cap

180,000

Debt Ceiling

-

LTV

-

LT

-

Liquidation Bonus

-

Liquidation Protocol Fee

-

Variable Base

0.0%

Variable Slope1

7.00%

Variable Slope2

300.0%

Uoptimal

45.00%

Reserve Factor

20.00%

Stable Borrowing

Disabled

Flashloanable

Yes

Siloed Borrowing

No

Borrowable in Isolation

No

E-Mode Category

N/A

Useful Links:

- [Scroll website](#)
- [Scroll docs](#)
- [[TEMP CHECK]Onboard SCR to Aave V3 Scroll Instance](#)
- [[TEMP CHECK Snapshot] Onboard SCR to Aave V3 Scroll Instance](#)

Disclaimer:

This proposal is powered by Skywards. ACI is not directly affiliated with Scroll and did not receive compensation for creation of this proposal.

ACI and ACI employees may be holders of SCR.

Next Steps:

1. Publication of a standard ARFC, collect community & service providers feedback before escalating proposal to ARFC snapshot stage.

2. If the ARFC snapshot outcome is YAE, publish an AIP vote for final confirmation and enforcement of the proposal.

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