

title: [ARFC] increase supply cap for cbETH Aave Ethereum V3

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Dated: 2023-03-06

Summary

cbETH is a centralized Liquid Staking Derivative minted by Coinbase

CbETH is minted by coinbase when users Stake ETH.

For more information about cbETH please refer to [cbETH V3 ARC](#)

This ARFC presents the Aave governance with the opportunity to increase cbETH supply cap on the Aave V3 Ethereum market.

Abstract

This ARFC proposes to increase the CbETH Supply cap to 30k CbETH to reflect market demand for depositing this asset.

Motivation

cbETH is currently at ~87% of its supply cap on Aave V3.

Allowing an increase in this supply cap will allow new Aave users to use Aave V3 & allow current users to increase the size of their positions.

The new proposed cap is set at a level that allows the market to find this new equilibrium while maintaining a conservative approach.

Additionally, it represents a 50% increase from the current cap, making this ARFC compliant with the “direct-to-AIP” framework and enabling a rapid response to the current high demand for cbETH on Aave.

Specification

Ticker: cbETH (cbETH)

Contract Address: 0xbe9895146f7af43049ca1c1ae358b0541ea49704

Parameter

Current

Proposed

Supply Cap

20000

30000

Disclaimer

The Aave-Chan Initiative is not affiliated with or paid by Coinbase to publish this ARFC.

At the time of writing, the author holds no position in cbETH or any other token mentioned in this ARFC.

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