Title: [TEMP CHECK] Aave V3 deployment on Fraxtal Mainnet

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Summary

This TEMP CHECK propose deploying Aave V3 MVP on Fraxtal Mainnet in order to allow Aave to establish a strategic position in the Fraxtal ecosystem.

Motivation

Aave currently lists pools with a total value exceeding 7 million dollar, including aFRAX, aArbFRAX, aAvaFRAX, and soon, new assets like sfrxETH, sFRAX are also scheduled to be listed. Deploying Aave V3 MVP on Fraxtal is expected to bring further synergies with the Frax Ecosystem and Other DeFi on Fraxtal.

Fraxtal is built as an Ethereum Layer 2 Blockchain , with the security, stability, and scalability needed to power smart contracts with a strong emphasis on decentralized finance. The scope of Fraxtal is not appchain for Frax Finance, it is as big as Arbitrum, Optimism, zkSync, etc.

Additionally, Fraxtal's blockspace incentive feature, calledFlox, makes it stand out among other layer 2s.Users and developers using the chain and paying for the blockspace stand to earn a constant yield through the incentive program and the weekly FXTL point gauge system.

Proof of Liquidity (POL) and Deposit Commitments

Frax Finance supports the integration of Aave on the Fraxtal ecosystem, focusing on enhancing liquidity and user engagement through flexible and adaptive measures. Our approach includes the potential use of Automated Market Operator (AMO) allocations and the application of Fraxtal points to incentivize liquidity mining programs. This strategy is designed to align with the evolving needs of the ecosystem, ensuring that support is provided in a manner that contributes to the vibrant and sustainable growth of Aave on Fraxtal. By leveraging these mechanisms, Frax Finance aims to foster a conducive environment for lending and borrowing activities, underlining our commitment to the success of the Aave deployment and the broader DeFi community.

Reference

Project: https://www.frax.com/

Ecosystem: https://www.frax.com/ecosystem

Docs: https://docs.frax.com/fraxtal

Github: https://github.com/FraxFinance/fraxtal-node

Fraxscan: https://fraxscan.com/

Bridge: coming soon*

Audit: https://docs.frax.finance/other/audits

Twitter: https://twitter.com/fraxfinance

Next Step

1. If consensus is reached on this [TEMP CHECK], escalate this proposal to the Snapshot stage.

2. If the Snapshot outcome is YAE, this proposal will be escalated to ARFC stage

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

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

Disclaimer

Saucy Block is not directly affiliated with Frax Finance and has not received compensation for the creation of this proposal.

At the time of writing, 0xlide holds small amounts of aArbFRAX and veFXS.

The co-author is Head of Governance at Frax Finance and holds

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