

AMM incentives # 2

Proposal

This proposal is for the automated streaming of DYM tokens to liquidity providers of specified liquidity pools. This proposal sets out to release 250,000 DYM from the incentive manager with tokens distributed linearly over one month from the passing of this proposal. This is set to be released upon the completion of the current incentive distribution of 300,000 DYM.

Context

After the passing of [Proposal # 4](#) we saw a steady increase in bridged assets to Dymension. A critical step to onboarding RollApps into the Dymension ecosystem is token accessibility. With RollApps scheduled to go live with the upcoming upgrade of the Dymension network, it is vital to retain bridged assets in the ecosystem and further grow the scope of assets covered.

In this proposal we aim to increase the amount of assets being incentivized (e.g. wETH, wBTC) and reduce the total amount of incentives being distributed. This manual process has been worked on with the assistance of [Numia](#), a Cosmos based data and development platform. The automated process of DYM incentive distribution is currently in-progress and we aim for a Q2/Q3 release of DYM incentive distributions based on vote-escrowing DYM, more information will be provided in the near future.

Notable changes:

- Inclusion of ETH via Axelar
- Inclusion of BTC via Osmosis (BitGo)
- Reduction in stTIA and milkTIA. Both teams are incentivizing via STRD and Milkway point, respectively.

Proposed distribution

Pool ID

Base Asset

Quote Asset

Total DYM Rewards

Change from previous month

002

DYM

USDC

70,000

-6.67%

005

DYM

USDT

50,000

0.00%

003

DYM

TIA

40,000

-20%

004
DYM
ATOM
40,000
-20%
006
DYM
stTIA
20,000
-60%
007
DYM
milkTIA
10,000
-60%
008
DYM
BTC
10,000
n/a
009
DYM
ETH
10,000
n/a

Governance votes

The voting period for this proposal as set on genesis is 5 days beginning from the time of deposit. The following items summarize the voting options and what it means for this proposal:

- YES
- NO
- NO WITH VETO - A 'NoWithVeto' vote indicates a proposal either (1) is deemed to be spam, i.e., irrelevant to Dymension, (2) disproportionately infringes on minority interests, or (3) violates or encourages violation of the rules of engagement as currently set out by Dymension governance. If the number of 'NoWithVeto' votes is greater than a third of total votes, the proposal is rejected and the deposits are burned.
- ABSTAIN - You wish to contribute to quorum but you formally decline to vote either for or against the proposal.