Summary

Gauntlet recommends borrow and supply cap changes for assets on Ethereum Aave V3 and Polygon Aave V3.

Per Gauntlet's [supply and borrow cap methodology](#), we recommend increasing rETH supply cap to 60k ($120M) on ETH v3 and increasing SUSHI borrow cap to 180k ($131k) on Polygon v3.

Motivation

The following supply and borrow caps have been exceeded, surpassing the 75% threshold.

SUSHI borrow [cap](#) is at (94%) usage on Polygon Aave V3.

rETH supply [cap](#) is at (75%) usage on ETH Aave V3

Specifications

Parameter

Current Value

Recommended Value

SUSHI Borrow Cap (Polygon v3)

102,480

180,000

rETH Supply Cap (ETH v3)

40,000

60,000

Next Steps

- Once we receive feedback from [@ChaosLabs](#) on the above recommendations, we will move forward with Risk Steward or AIP actions.