

Title: [ARFC] Increase Supply and Borrow Caps at 100% Utilization December 2023

Author: [@ACI](#) - Aave Chan Initiative

Date: 2023-12-05

Summary:

This ARFC proposes to increase supply and borrow caps on assets that currently have 100% or close to 100% utilization.

Motivation:

The ARFC proposes increasing supply and borrow caps on a number of assets to meet the ongoing market demand for depositing and borrowing. This increase will enable new Aave users to join Aave V3 and allow existing users to expand their positions. We will use the [caps update framework](#) and institute these changes as a direct-to-AIP proposal after review from risk managers. Supply caps on assets at supply cap will be increased by 50%. Borrow caps on 100% borrow utilization assets will be increased by 50%.

After a review from Chaos Labs, we propose changes on the following assets.

Specification:

Asset

Chain ID

Current Supply Cap

New Supply Cap

Current Borrow Cap

New Borrow Cap

LINK

Arbitrum

1.45m

1.575m

242.25k

484.5k

wsETH

Polygon

3.45k

4.37k

285.00

No Change

Next Steps:

1. Community Engagement: Engage with the Aave community & risk service providers to gather feedback.
2. Direct to AIP: If ARFC is greenlighted by at least one Aave risk service provider, direct to AIP.

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