

As of this afternoon, Steakhouse has been notified of an impending default of the largest single name exposure in the ConsolFreight pool. Depending on the recovery, the drop token could experience losses. Maker's current exposure is 1.84mm, with a debt ceiling of 2mm.

Centrifuge and ConsolFreight have manually adjusted the pool so that no additional redemptions or subscriptions may be made, but Centrifuge has advised that MakerDAO also submit a formal redemption as soon as possible to prepare for a pro-rata distribution of future proceeds.

ConsolFreight is preparing a more detailed statement on the default and is planning to publish it here on the forums on Monday. Steakhouse will provide additional information as well, but since Maker's response is potentially time sensitive, we are consulting with [@Dewiz](#) on the possibility of an emergency executive to reduce the CF-DROP DC to 0M. Ultimately, [@ecosystem-team](#) may decide on the best course of action in their role as Liquidity Scope Facilitator.