

Summary

Per Gauntlet's supply and borrow cap [methodology](#), we recommend increasing the USDC supply cap on Arbitrum v3 to 64,000,000.

Specifications

Market

Asset

Parameter

Current Value

Recommended Value

Arbitrum v3

USDC

Supply Cap

41M

64M

Motivation

The supply cap for Native USDC surpassed the 75% threshold to 77.8% usage on Arbitrum Aave V3.

USDC on-chain token supply has experienced 90% growth since early October.

Next Steps

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