

Title:

[ARFC] karpatkey GHO Growth Service Provider

Author

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image

1920×1080 93.2 KB

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Summary

The current ARFC proposes appointing karpatkey as a service provider dedicated to drive the growth of GHO for the following 6 months, with an initial focus on opportunities within the Gnosis Chain while also expanding efforts to other chains.

Motivation

Over the past 12 months, karpatkey has been pleased to have supported the AaveDAO in improving treasury management practices and GHO adoption (see [Phase 1](#) and [Phase 2](#) for more details). These efforts have been a significant success, and will continue, with the deployment of the [Finance Steward](#) upcoming features. That said, by focusing on increasing GHO's adoption, we believe karpatkey can provide more value to the Aave ecosystem.

The stablecoin ecosystem is one of the most dynamic and competitive sectors in the DeFi landscape, and the accelerating adoption of GHO represents a unique opportunity for Aave DAO to solidify its position as a leader in this space. Since its deployment over a year ago, GHO achieved a notable milestone of a 180M supply across mainnet and Arbitrum, market depth in most reputable DEXes with total liquidity ranging between \$30M and \$50M. This success is a testament to the strength of Aave's products, user base and brand.

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Total GHO Supply

1816×728 44.6 KB

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Total GHO DEX Liquidity

2048×787 127 KB

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Source: [GHO Dashboard](#)

While GHO's initial growth has been remarkable, the stablecoin market is evolving rapidly. The demand for reliable, decentralised stablecoins continues to grow, and GHO is well-positioned to capture this market—provided we continue to expand its utility, adoption, and ecosystem integrations proactively.

karpatkey has the [tools and resources](#) to capitalise on the range of opportunities GHO presents. With a [proven track record in DeFi innovation](#) and [strong partnerships with other DAOs](#), we are excited to present our new 6-month proposal to Aave DAO, focused on the areas where we can contribute most.

To drive proactive growth and expansion of GHO across multiple blockchains, we are proposing a phased mandate that

includes tailored strategies for each ecosystem, with the initial phase prioritizing the deployment and adoption of GHO on the Gnosis Chain. With an Aave instance holding \$100M, Gnosis Chain currently has a total value locked of \$410M and a thriving environment of stablecoins, which includes Gnosis Pay, Monerium's e-money EURE and other RWAs. We plan to focus primarily on opportunities where both AaveDAO and GnosisDAO can mutually benefit from a vibrant GHO ecosystem on Gnosis Chain, taking advantage of karpatkey's unique position supporting both the DeFi ecosystems of both DAOs.

Specification

During this first phase, our objectives will include:

- Expanding GHO's supply and utility through strategic integrations across the blockchains where GHO is deployed, and those where it will be deployed next, establishing GHO as a stablecoin of choice while maintaining its peg stability. karpatkey will continue to support the GHO stewards and the ALC to make this possible.
- The deployment of GHO on Gnosis Chain, in collaboration with other Aave Service Providers, to optimise the Gnosis Chain Aave instance for GHO's adoption and success.
- Introducing an sGHO vault on Gnosis Chain, building on the success of sDAI. This vault, to be developed in collaboration with [@ACI](#), will provide a risk-minimized yield alternative that can be used as collateral for enhanced capital efficiency. The yield will be sourced through the successful Merit program, and will be amplified on Gnosis Chain by allocating incentives to staked liquidity only, further establishing GHO as a superior savings vehicle.
- Drive a successful launch by establishing a 5M Aave treasury under non-custodial management infrastructure powered by Safe and [Zodiac Module](#) technology. This infrastructure, developed by karpatkey and successfully utilized in our contributions to GnosisDAO, ENS, Balancer, and Nexus, will initially be funded with USDC. The treasury will support market-making activities for GHO on Gnosis Chain to seed market liquidity and integrations.
- Manage the integrations of GHO in Gnosis Chain with key DeFi protocols. Particularly, we will explore optimal lending-market parameters and the value proposition of the EURE/GHO pair, maximizing the value of Gnosis Chain's long-term foreign exchange use-cases.

Budget and duration

After a successful vote, this proposal will be funded with the following stream:

- Budget 250K GHO over 180 days.
- Address: 0x58e6c7ab55aa9012eacca16d1ed4c15795669e1c

We propose that the stream be funded with GHO from the Lido market to reduce Aave's opportunity cost.

Disclaimer

karpatkey is also a service provider for Gnosis DAO.

Next Steps

After sufficient time for discussion and feedback on this proposal in the forum, we will escalate it to an ARFC Snapshot vote.

If the ARFC snapshot outcome is YAE, an AIP vote will be published for final confirmation and enforcement of the proposal.

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