

Title: [ARFC] GHO Stewards - Increase GHO Borrow Rate to 10%

Author: [@karpatkey_TokenLogic](#) , [@ACI](#) & [@ChaosLabs](#)

Created: 2024-04-04

Summary

A proposal to increase the GHO borrow rate to 10%.

Motivation

With stablecoin borrow rates being consistently above 10% for the last month, this proposals seeks to increase GHO borrow rate to 10% as a progressive step towards the [13% increase](#) currently under AIP vote.

[

image

2016×922 84.6 KB

](https://europe1.discourse-cdn.com/business20/uploads/aave/original/2X/3/36b891194fa8afcaed297720be9dcc7c6439346a.png)

Moreover, the recent GHO supply increase was fully utilized within hours of going live, signaling stablecoin rates having strong demand at current rates.

Specification

Increase the non-discounted borrow rate to 10%:

Description

Current (%)

Proposed (%)

Non Discounted Borrow Rate

7.92%

10%

stkAAVE Discount

30%

30%

Discounted Borrow Rate

5.54%

7%

Next Steps

We will move forward and implement these updates via the GHO Steward process. We will closely monitor market behavior and evaluate this decision with every increase.

Disclaimer

Chaos Labs, ACI, TokenLogic and karpatkey have not been compensated by any third party for publishing this ARFC.

Copyright

Copyright and related rights waived via CC0