

Hi all,

Now with Genesis on the brink of insolvency there is a real risk that this will trigger a chain event of liquidations...again

With Circle (USDC) having deposits in Silvergate Bank and they are already taking hits because of the FTX fiasco, now there are reports DCG (mother company of Genesis) invested money into Circle to help with USDC.

I understand the mechanism of GLP losing value due to crypto losing value but what would or could happen with our liquidity pool, should USDC lose its peg (worst case) ?

DAI for example already lowered its exposure of USDC some time ago since they deemed it too centralized.

Maybe we can establish a discussion about the already known and potential insolvencies and how those would affect GMX / GLP.

It feels like it is a full time job to just keep up with all the insolvencies and contagions now, so hopefully this thread can help every Berry to get informed.