

Title:

[ARFC] Enable Metis as Collateral on Metis Chain

Author:

Mummy

Date:

2024-02-17

Summary

This proposal recommends enabling Metis token as collateral on Aave V3 within the Metis Chain

Motivation

Integrating Metis as collateral positions Aave as a key player in the Metis ecosystem, alongside upcoming incentives for builders and new projects. This move is anticipated to bolster Aave's prominence as the leading lending platform on Metis Chain.

Specification

The proposed risk parameters for incorporating Metis as collateral are outlined below following [@ChaosLabs](#) TEMP CHECK recommendation:

Parameter

Value

Isolation Mode

Yes

Borrowable

Yes

Collateral Enabled

Yes

Debt Ceiling

\$1M

Loan to Value (LTV)

30.00%

Liquidation Threshold (LT)

40.00%

Liquidation Bonus

10.00%

Liquidation Protocol Fee

10.00%

Disclaimer

The author, Mummy, is an Aave and Metis Ecosystem user and Metis token holder, not compensated by Metis Ecosystem or any other entity for this ARFC.

This proposal is powered by ACI Skywards.

Copyright

Copyright and related rights waived under [Creative Commons Zero \(CC0\)](#).