

Title:

[ARFC] Add ARB to Arbitrum Aave v3

Author:

[@fig](#) Flipside Crypto

Created

: 05/26/2023

This proposal is the next step to add ARB to Aave v3 on Arbitrum.

References

Project - <https://arbitrum.foundation/>

Documentation - [Arbitrum Intro - Governance Docs](#) | [Arbitrum Intro - Developer Docs](#)

Github / source code - [ArbitrumFoundation](#) · [GitHub](#)

Ethereum contracts - [Arbitrum](#) | [Arbiscan](#)

Chainlink Oracle [ARB Price Feed](#) | [0xb2A824043730FE05F3DA2efaFa1CBbe83fa548D6](#)

Audit - [Trail Of Bits Report - 01/06/2023](#)

Twitter - <https://twitter.com/arbitrum>

Blog - <https://arbitrumfoundation.medium.com/>

Summary

Following the successful [TEMP CHECK](#) to add Aave v3 on Arbitrum, this proposal progresses the asset listing to the next stage in the Governance cycle, incorporating parameters provided by Risk Managers.

Motivation

Adding support for ARB in Arbitrum v3 pools adds greater TVL and user experience to the increasingly popular Aave v3 Arbitrum market - and additional revenue opportunities for Aave.

By enabling borrowing, it allows users and institutions to take a unique position on this Governance token as the network matures and builds a decentralized community.

Furthermore, it more closely aligns the Aave community with Arbitrum and, by extension, Ethereum.

Additionally, it allows for creative uses of ARB received by the DAO to seed initial liquidity.

Specifications

ARB may be listed with the following risk parameters:

Parameter

Value

Isolation Mode

Yes

Borrowable

Yes

Collateral Enabled

Yes

Supply Cap (ARB)

20M

Borrow Cap (ARB)

16.5M

Debt Ceiling

\$14M

LTV

50.00%

LT

60.00%

Liquidation Bonus

10.00%

Liquidation Protocol Fee

10.00%

Reserve Factor

20.00%

Variable Base

0.00%

Variable Slope1

7.00%

Variable Slope2

300.00%

Uoptimal

45%

Stable Borrowing

Disabled

Thank you to both [@ChaosLabs](#) and [@Gauntlet](#) for delivering speedy recommendations.

Disclaimer

The information provided above about ARB is from public sources and Flipside Crypto cannot guarantee that it is or will stay accurate.

The Arbitrum Foundation or Offchain Labs has not compensated Flipside to create this proposal and we are doing this because we believe that the deployment would be in the best interest of the Aave.

This ARFC has been prepared solely to promote further discussion, evaluate presented risk parameters, and finalize the proposal before heading to the AIP stage.

Next Steps

ARFC:

Temperature Check Snapshot indicated positive sentiment; now proceeding to the ARFC stage for further discussion, risk parameter evaluation, and finalization of the proposal.

AIP:

If the ARFC stage Snapshot is successful, submit the proposal as an AIP for voting and on-chain governance approval.

Copyright

Copyright and related rights waived via [CC0](#).