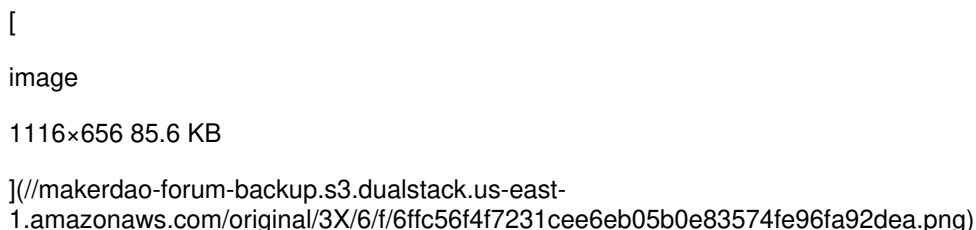


Below you will find the September 2023 update on Maker's Real-World Asset exposure. Please note that for the deal-specific sections, the data is current through September month-end and October's data will be included in the next RWA report, unless otherwise noted.

All MakerDAO RWA transactions are accounted for and summarized below. Two items of note:

- In the Fortunafi deal, a now resolved technical issue allowed Tin redemptions to occur ahead of Maker's Drop tokens. More details are below.
- The Clydesdale Stability Fees this month have been estimated pending the official report from Monetalis

Overview



Maker's RWA exposure increased by over 700mm Dai (excluding the PSMs) as Andromeda continued to ramp up and the allocation to Clydesdale increased.

RWAs continue to comprise a significant portion of Maker's Stability Fees. In September, RWAs made up 61% of all Stability Fees generated by the protocol. Year to date, RWAs (including stablecoin income) have generated 63% of the total Stability Fees for Maker.

A summary of Maker's RWA exposure over time is shown in the chart below:



Monetalis Clydesdale (RWA-007)

For all available information on the current state of Monetalis Clydesdale, please see the reports provided by Monetalis, which can be found in their [Clydesdale Vault HQ forum thread](#)

Please note the Stability Fees for the month of September have been estimated pending the official Clydesdale report from Monetalis. The figures in this report assume a flat 5% accrual on a 1.125bn vault balance

BlockTower Andromeda (RWA-015)



The Andromeda transaction deployed an additional \$500mm into T-Bills in September.

On October 4th, realized gains of 1.8mm were returned to the protocol as part of Andromeda's regular quarterly distributions.

Please note, the Andromeda figures above do not include accrued interest on the t-bills

For additional detail, please view [the full portfolio and transaction ledger](#)

Huntingdon Valley Bank (RWA-009)

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The vote to terminate future loan purchases into the HVB trust passed on August 31st, 2023. The formal termination notice (drafted by Cayman counsel) was officially distributed to HVB and the Trustee on October 9th, which marks the start of the required 90 day notice period before purchases are legally shut off.

While HVB (now First Citizens Community Bank) is technically allowed to continue making new loans until January 7th (90 days after October 9th), HVB has voluntarily offered to stop adding loans to the trust. As a result, no new loans have been made since July 2023 when HVB learned of Maker's intent to terminate future purchases.

However, it is important to note that certain loan commitments were made prior to July 2023 that were not immediately funded. So while the creation of new loans has ceased, the funding of those previous commitments will continue based on set funding schedules or borrower discretion. As of the end of September, \$36mm out of \$49mm in loan commitments have been funded, leaving a potential \$13mm that may still be drawn from the trust.

On January 7th, excess cash in the trust will be eligible for return to the protocol. Please note that the documents require the trust to maintain a cash balance of 125% of the total unfunded commitments for the life of the trust.

As of the end of September, there is \$777,653 in an escrow account waiting to be returned the protocol. This will be sent once Galaxy is onboarded as exchange agent. The Galaxy account will be online pending receipt of new wiring instructions and the execution of the DAO resolution posted [here](#).

To see the data behind the above dashboard, click [here](#)

To see the full Portfolio and Concentration Report, click [here](#)

[Note: The Portfolio and Concentration Report loan balances will differ slightly from the loan balance shown in the above dashboard. The dashboard uses actual funded cashflows as reported by Ankura, while the loan-level detail is provided by HVB and reflects both Maker's funded and unfunded loan balance]

BlockTower Credit (RWA-012 & RWA-013)

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BlockTower drew another 3mm Dai in September and continued to increase utilization of their second vault. They are still eligible to draw an additional 26mm from the vaults. Both vaults have been designated for structured products. BlockTower is satisfying all covenants and Steakhouse will continue to monitor the pool as assets are added.

Additional detail on BlockTower's vaults can be found in their monthly report [here](#)

6s Capital Partners (RWA-001)

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No new loan activity in September, so the current loan balance still stands at \$12.7mm. The collateral in this transaction is a portfolio of senior loans to single-tenant commercial leases construction projects.

As a reminder, the on-chain data for the 6s Capital transaction does not accurately reflect the realistic Dai balance or accrued Stability Fees of the vault. While the on-chain data continually accrues a 3% Stability Fee on the Dai in circulation, the actual borrower (6s Capital Partners) is only obligated to pay interest for the time that capital is drawn from the real-world

trust (RWA Senior Lending Trust).

New Silver (RWA-002)

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The New Silver upsize and restructuring officially went live at the end of August and New Silver is now deploying additional capital from the vault.

All covenants are passing and Ankura as Trustee is verifying deal covenants prior to every new loan entering the pool

Fortunafi (RWA-005)

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Fortunafi's debt position stayed roughly flat at 5.9mm Dai as of the end of September 2023.

This loan remains backed by a portfolio of Revenue Based Financing assets, in which each asset is a loan to a business (typically a small business or SaaS company), itself collateralized by a percentage of that business's gross revenues.

While MakerDAO has previously lowered Fortunafi's debt ceiling to zero and submitted its tokens for redemption, on October 10th, an unexpected technical issue allowed roughly 80,000 Tin tokens to be redeemed ahead of the Drop tokens. Centrifuge has since informed us that this issue occurred because the second tell() function, which is a permissionless public function necessary for redemptions, was not called. This function has now been called for each of Maker's drop token redemptions and will be implemented as part of the standard process in the future.

Like last month, Fortunafi is failing a number of covenants: the co-investor ratio (now almost at zero), the YoY growth rate, and the minimum Fortunafi Tin investment (however, there are two additional affiliated entities which own Tin tokens, and if included, these would increase the ownership percentage above that covenant's threshold).

Harbor Trade (RWA-004)

The Harbor Trade transaction still has 1.5mm Dai outstanding from the vault as of the end of September, and the workout process for the portfolio is ongoing. The DAO has reduced the debt ceiling to zero and submitted a redemption for its holdings.

As a reminder, the vault's three assets (totaling \$2.1mm) are in default. These defaulted assets collateralize the \$1.8mm in aggregate Drop token market value and were issued by a single consumer electronics company, which has in turn pledged

its receivables as collateral.

The default began in April 2023 and Harbor Trade is currently engaged in a workout process to recover as much value as possible for the transaction. Harbor Trade is optimistic that the loan will receive a meaningful or full recovery but has advised that the workout process may take six months or longer, although a quicker resolution is certainly possible.

Unfortunately, Harbor Trade is unable to share publicly the specifics of the workout process as that information is confidential, but we remain in frequent communication with Harbor Trade and will update the community again as we learn more.

ConsolFreight (RWA-003)

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The legal process for the defaulted loans (Hanhwa) is ongoing. There is now a waiting period where Hanhwa has time to defend itself against the claims. ConsolFreight reiterated that they will keep the community updated as things progress.

As a reminder, on August 24th, Steakhouse and ConsolFreight [alerted](#) MakerDAO that the pools largest position, Hanhwa, was expected to default. The balance of the affected position is roughly 1.8mm out of the 2.7mm portfolio (as of August 24th). There is not currently a good estimate for expected recovery, but it is very possible the Drop token is impacted.

MakerDAO has reduced the debt ceiling to zero as part of its offboarding of Legacy RWAs

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