

TREASURYDAO

Q3 Treasury Report



DISCLAIMER

The data, statements, and information presented in this report is for informational purposes only, and it does not in anyway constitute financial or investment advice. Furthermore, the financial statements presented here have not undergone a comprehensive financial statement audit from a third party professional accounting firm. As such, there may exist errors or inaccuracies that materially misstate the financial statements. We (mStable and all associated DAOs) are not responsible for any financial losses or adverse outcomes that may result from making investment decisions based on the data presented herein. By viewing this report, you agree that the statements in this report do not constitute a representation, warrant, or guarantee regarding any matter, and you are not relying thereon, but will conduct your own due diligence. You hereby release, waive, and relinquish any and all claims, causes of action and disputes against mStable, its associated DAOs, contributors, as well as the creators of this document.

THIS REPORT DOES NOT CONSTITUTE FINANCIAL ADVICE AND SHOULD NOT BE RELIED UPON.

CONTENTS

Introduction	4-5
North Star	6
Developments	7-8
Ecosystem	9-11
Revenue	12-13
Total Value Deposited (TVD)	14-15
Product Expenditure	16-17
Balance Sheet	18-19
SubDAOs	20-21
Liquidity Mining Program Review	22
Save	23-25
Swap	26-27
One More Thing	28
Thank you	29

INTRODUCTION TO MSTABLE

A Decentralised Stablecoin Ecosystem

Swap, save and protect your stablecoins on mStable, a decentralised, community driven platform powered by \$MTA.

TREASURYDAO

The core purpose of the TreasuryDAO is the responsible management of the assets it custodies on behalf of the mStable ecosystem and stakeholders. One of its primary functions is the allocation of the public Meta treasury to ecosystem participants. It does this by ratifying and executing all proposals relating to the on-chain movement of Meta or other treasury tokens (such as mUSD) from the treasury that governors vote on. All votes that flow to the TreasuryDAO for ratification are listed as "MDPs" on mStable's Snapshot page.

In its first incarnation, all funds of the TreasuryDAO were custodied in an Aragon multi-sig. Today, the DAO is represented as a Gnosis multi-sig. It is made up of six signers, with the majority of signing power vested in trusted independent signers and a 4/6 signing threshold.

In an effort to streamline tasks and workloads across the TreasuryDAO's signer group, two subDAOs have been created to handle funding disbursement and asset management.

Each subDAO consists of 3 signers from the main TreasuryDAO signer group, has its own Gnosis Safe, and operates on a 2/3 signing threshold.

The Funding subDAO committee is tasked with the accurate and timely disbursement of funds to support the mStable ecosystem. This includes contributor compensation, loans, seed liquidity provision, as well as other funding-related operations.

The Asset Management subDAO committee is tasked with the efficient management of tokens in the TreasuryDAO's treasury. This includes, but is not limited to, activities related to staking, liquidity provision, lending & borrowing, and other yield generating activities. These yields will be retained by the TreasuryDAO and used to fund future contributions to the mStable ecosystem.

NORTH STAR

mStable is a stablecoin hub for DeFi that securely houses billions of dollars in value.

DEVELOPMENTS

JULY

- Launched on Polygon with Zapper support
- Incentivized mUSD Save on Polygon

JULY

- Bancor partnership
- An incentivized Balancer tri-pool on Polygon launches

AUG

- HUOBI Wallet Integration
- InsurAce collaboration with INSUR yield farming

-
- Buyback and make extended to fpools
 - The new alUSD/mUSD Feeder Pool launches on the platform

JULY

- Cream iron bank partnership
- The Funding subDAO has been formed and the next 12 months of development secured

JULY

DEVELOPMENTS

AUG

- Adamant Finance integrates imUSD
- Paraswap integration on mainnet and Polygon

AUG

- The Asset Management subDAO has been formed to put idle treasury assets to use
- Visor Finance Phantom Integration

SEPT

- mStable Rari Capital Fuse pool deployed
- TreasuryDAO deploys treasury on Balancer and Convex Finance

- FRAX/mUSD Feeder Pool on Polygon
- The first feeder pool on Polygon in Partnership with FRAX

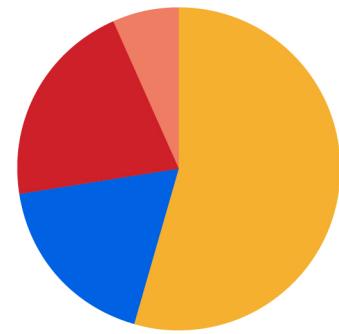
AUG

- Staking v2 goes live
- Balancer partnership for Staking V2

SEPT

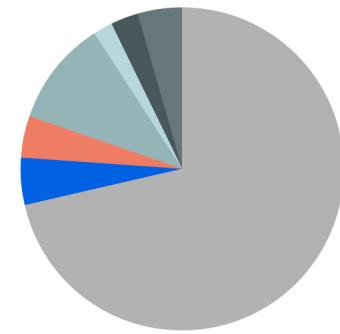
ECOSYSTEM

mBTC Holdings
(as of 01/10/2021)



- Save (imBTC) (54.63%)
- HBTC (Feeder) (20.78%)
- TBTC (Feeder) (18.04%)
- Other (6.55%)

mUSD Holdings
(as of 01/10/2021)

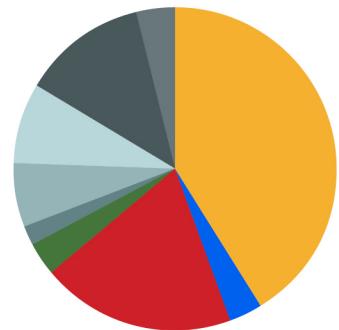


- Save v1 (0.12%)
- TreasuryDAO (4.84%)
- BUSD (Feeder) (4.28%)
- alUSD (Feeder) (2.08%)
- Curve (4.28%)
- Save v2 (71.25%)
- Uniswap V2 (0.04%)
- GUSD (Feeder) (10.4%)
- Other (2.7%)

ECOSYSTEM

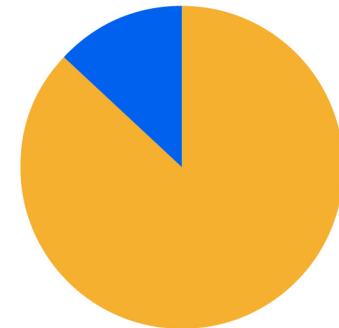
MTA Holdings

(as of 01/10/2021)

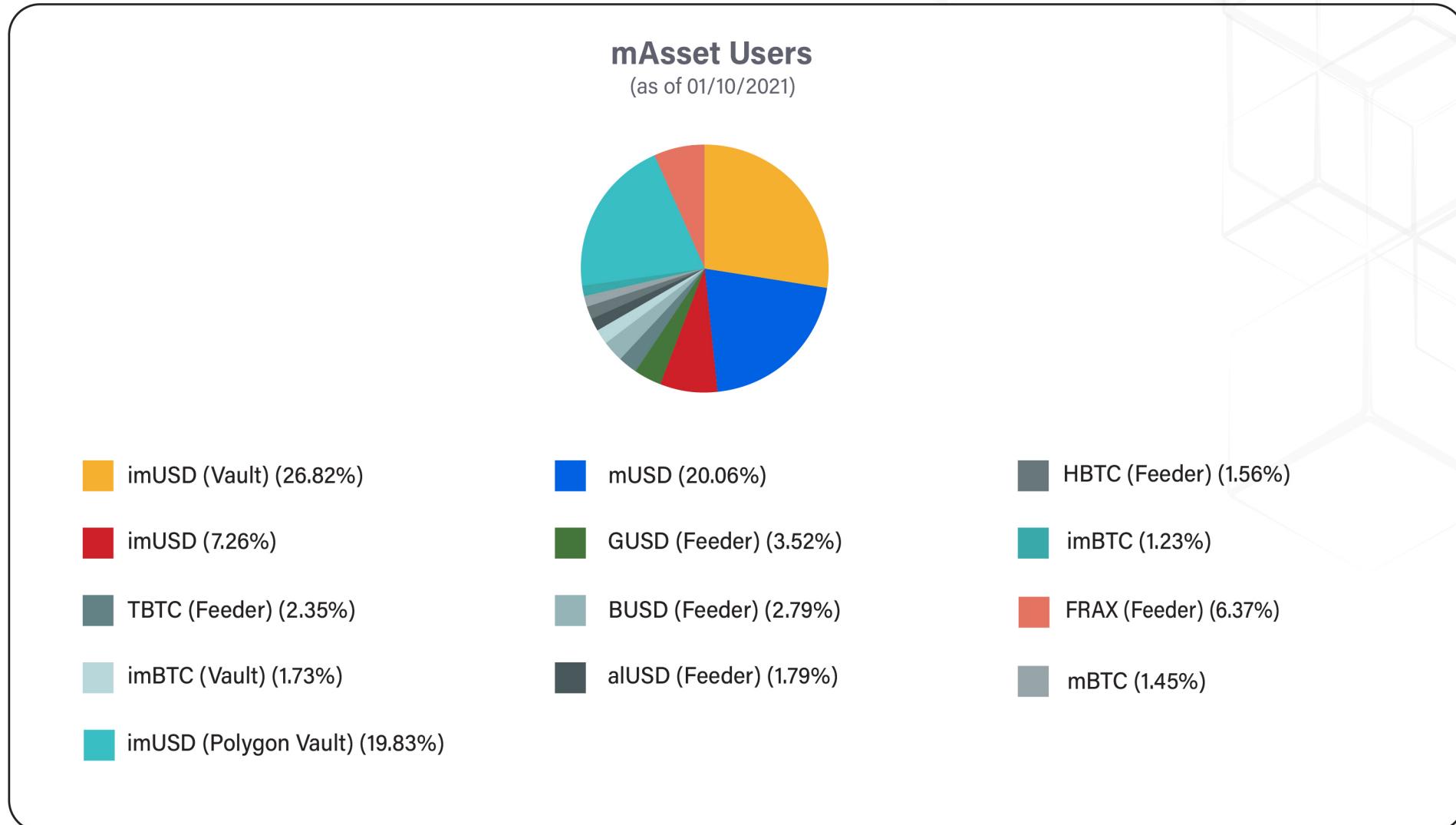


MTA Users & Governors

(as of 01/10/2021)

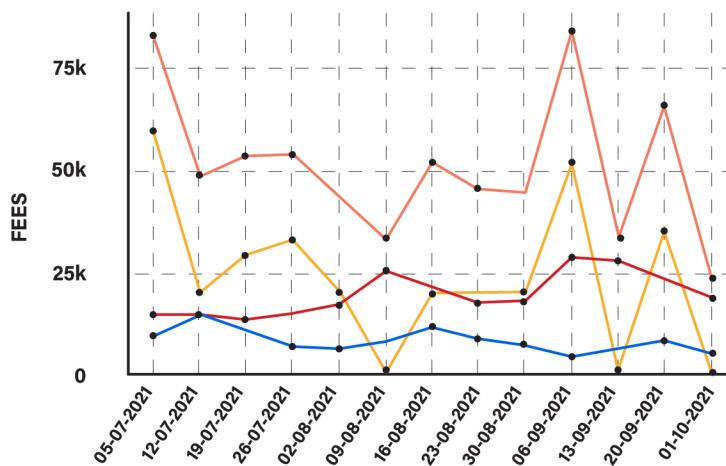


ECOSYSTEM

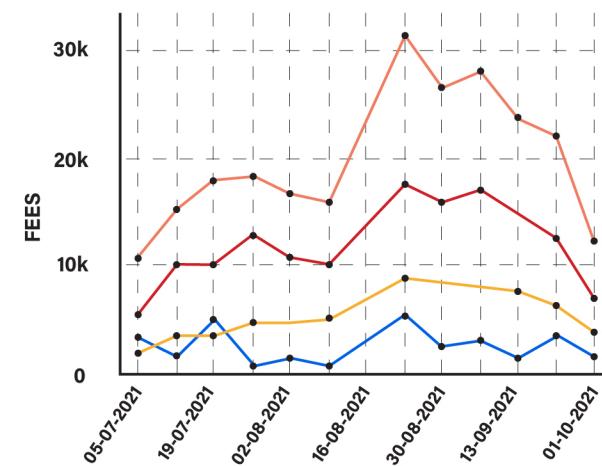


REVENUE

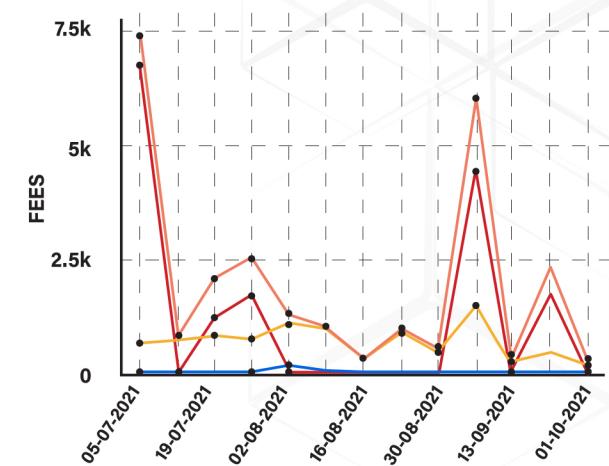
mUSD Revenue



mUSD Revenue (Polygon)



mBTC Revenue



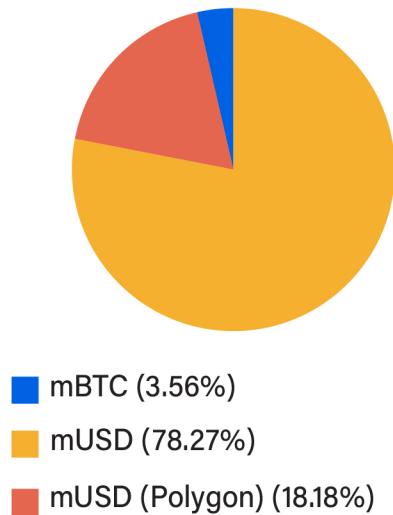
■ Platform Rewards ■ Trading Fees
■ Platform Interest ■ Total

■ Platform Rewards ■ Trading Fees
■ Platform Interest ■ Total

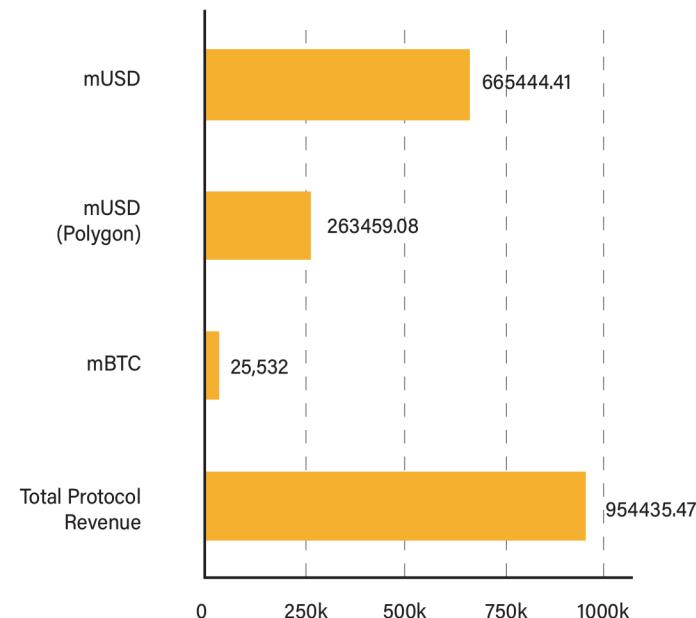
■ Platform Rewards ■ Trading Fees
■ Platform Interest ■ Total

REVENUE

Governance Fees Q3*

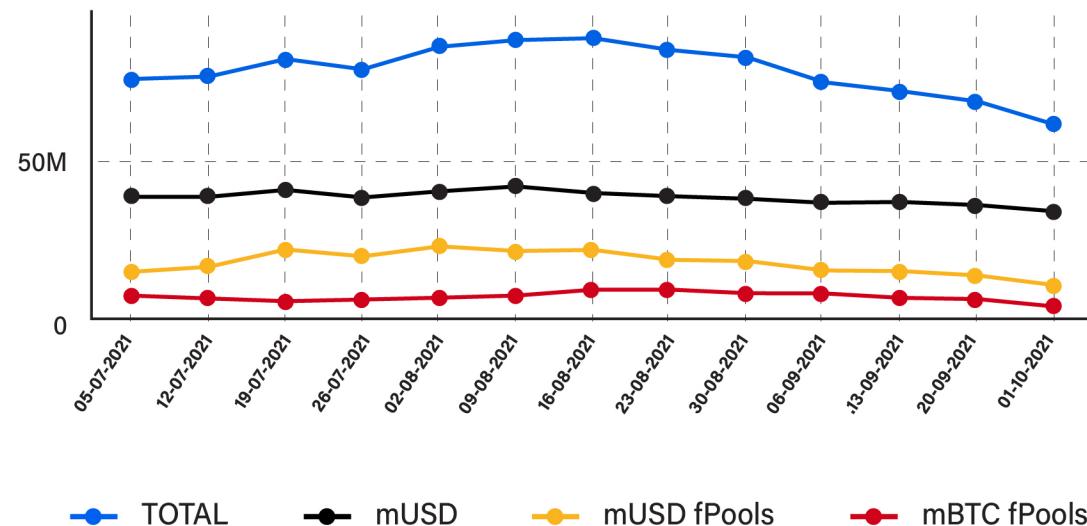


*10% of all Trading Fees go to the Governance Fee pool, which is used to fund our Buyback & Make pool on Balancer

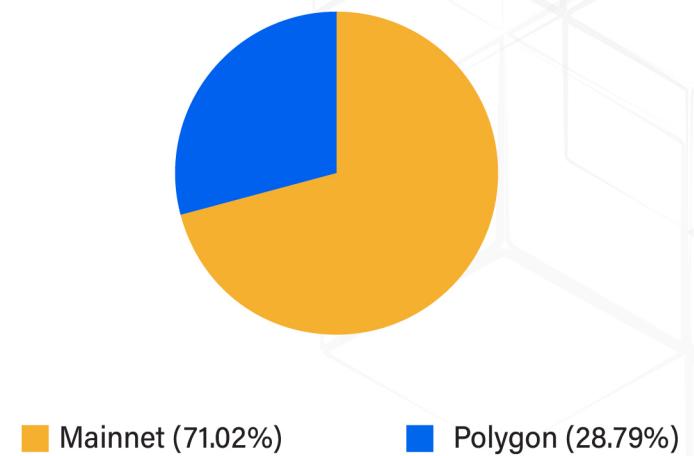


TOTAL VALUE DEPOSITED

TVD (Mainnet in mUSD)

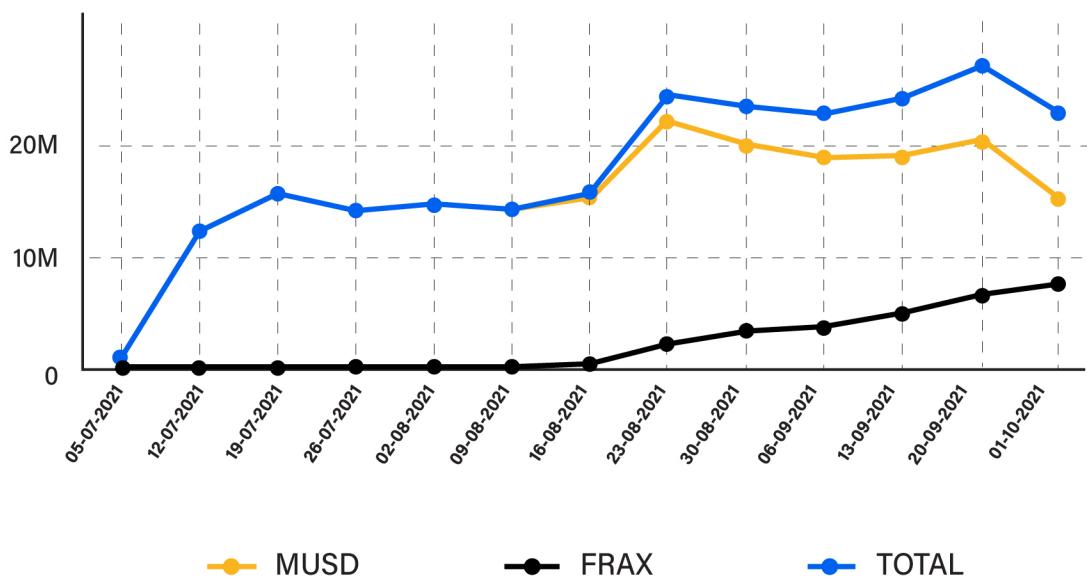


Total TVD



TOTAL VALUE DEPOSITED

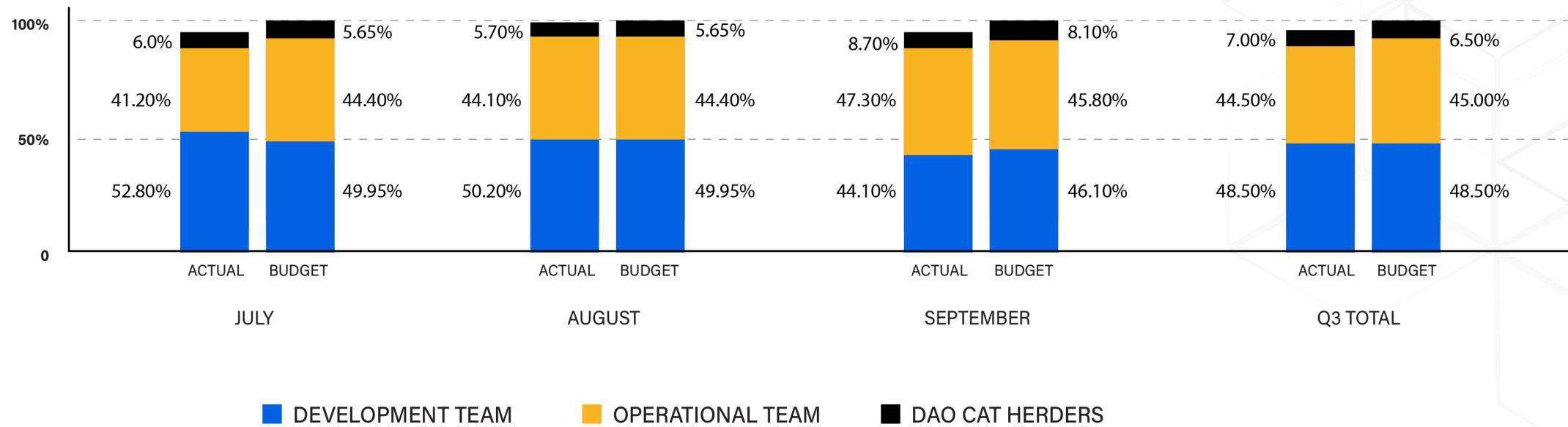
TVD (Polygon)



78.73M TVD
At the end of Q3

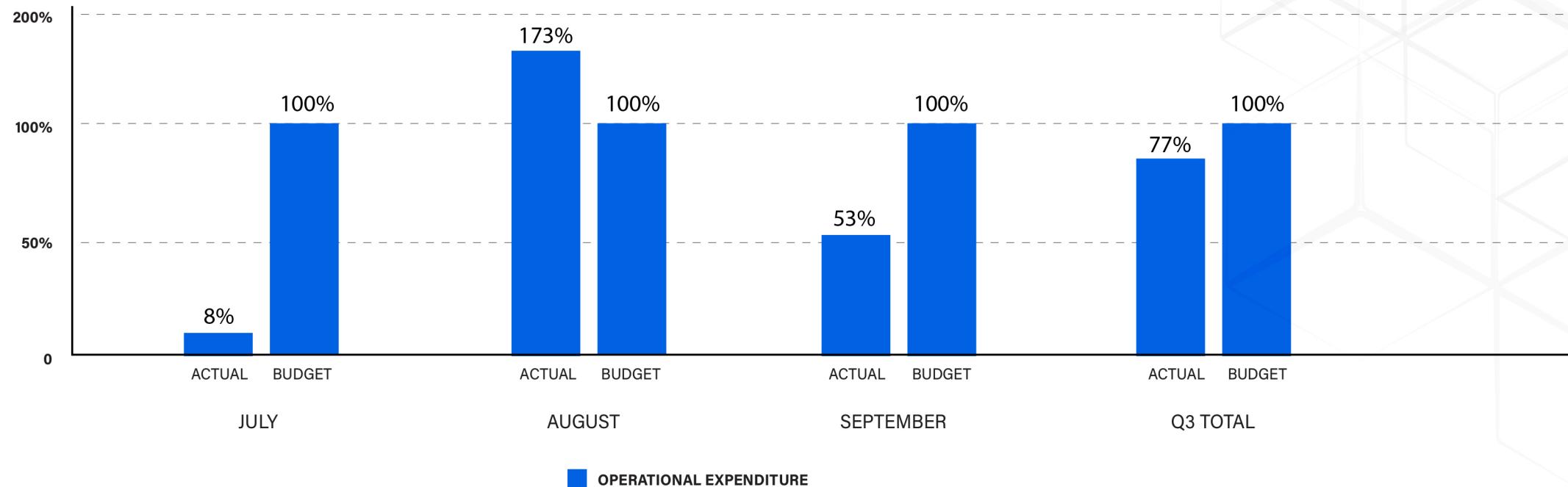
PROJECT EXPENDITURE

TEAM COMPENSATION



PROJECT EXPENDITURE

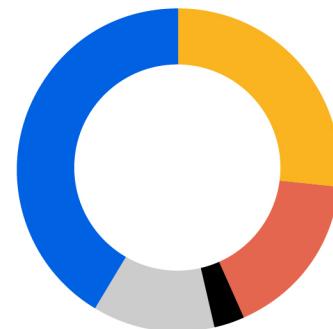
TEAM COMPENSATION



BALANCE SHEET

LEGAL ENTITY BALANCE SHEETS (mUSD)

CURRENT MTA DISTRIBUTION



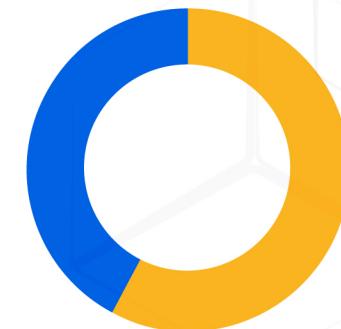
BARNEM LIMITED (NEW ZEALAND)

(Last funding request covers until end of Q2 2022)



D44 INDUSTRIES (GERMANY)

(Last funding request covers until end of Q3 2021)



█ INVESTORS

█ MESA LISTING

█ TEAM & ADVISORS

█ DAO CUSTODIED

█ EMITTED AS REWARD

█ BANK ACCOUNT (mUSD) (\$67,000)

█ CRYPTO (mUSD) (\$60,000)

█ FUTURE SALARIES IN SABLIER STREAMS (\$195,500)

█ BANK ACCOUNT (mUSD) (\$18,000)

█ CRYPTO (mUSD) (\$10,000)

BALANCE SHEET

01/10/2021

mStableDAO

Assets	Value (mUSD)
Current Assets	
MTA	21,850,000
DHT	1,500
Long term Assets	
Bancor Liquidity Pool	245,850
Uniswap V3 DAI/MTA Liquidity Pool	1,740,000
TOTAL	23,837,350

Funding subDAO

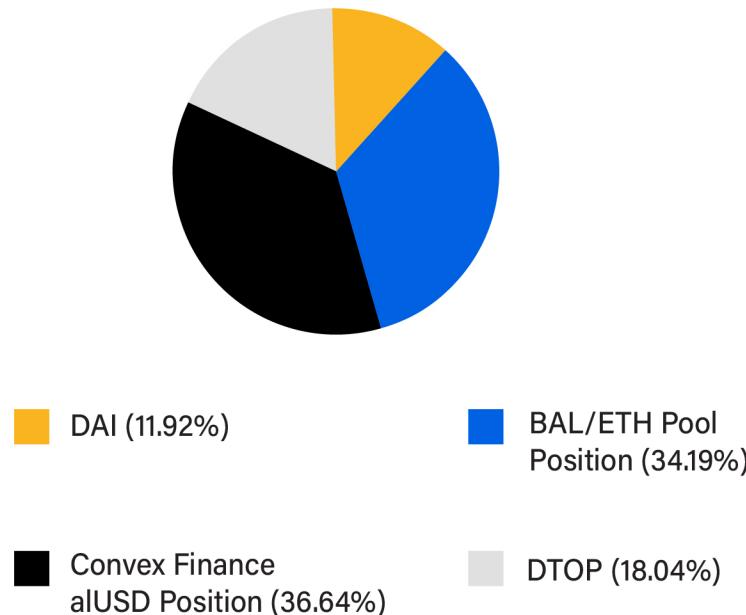
Assets	Value (mUSD)
Current Assets	
MTA	4,300,000
mUSD	1,400,000
Long term Assets	
BadgerDAO Loan	500,000
TOTAL	6,200,000

AM subDAO

Assets	Value (mUSD)
Current Assets	
DAI	100,000
80/20 BAL/WETH	307,000
Convex Finance alUSD Position	329,000
DTOP	162,000
TOTAL	898,000

ASSET MANAGEMENT SUBDAO

Fund Allocation (in mUSD)

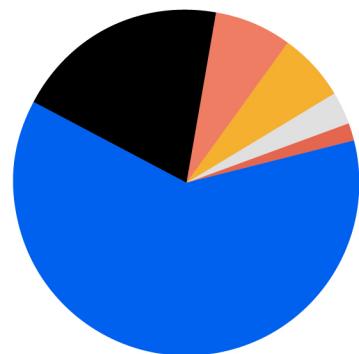


Asset Management Allocation = 3.75% of Treasury
DTOP Performance from date of purchase 19%

- As the Asset Management subDAO was only recently formed, no historic performance can be given, other than the previous purchase of the DTOP token, which was subsequently moved into the subDAO for custody and further performance mining.
- Since the purchase, the token has underperformed for the TreasuryDAO and lost roughly 19% of its underlying value, with very little return in form of around 2k mUSD worth of DHT tokens as mining rewards, which are currently custodied by the TreasuryDAO.
- In subsequent Treasury Reports, Asset Performance of each position will be more granularly displayed, including all revenues generated from each position, and changes in allocations, should this become necessary.

FUNDING SUBDAO

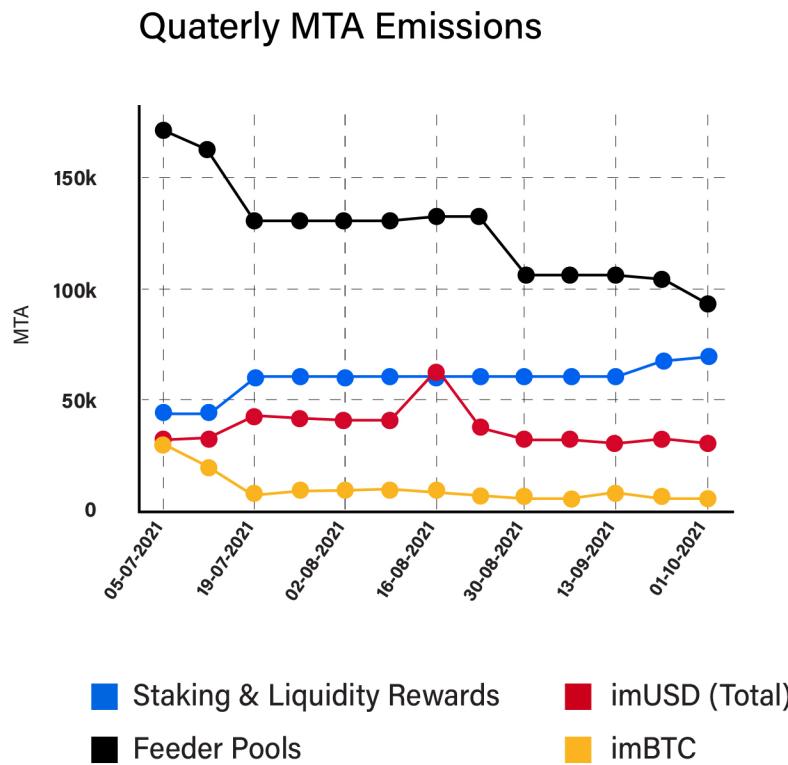
Fund Allocation (in mUSD)



■ MTA (61.8%)	■ mUSD (20.12%)
■ BadgerDAO (Loan) (7.19%)	■ Barnem (6.25%)
■ D44 (3.21%)	■ GrantsDAO (1.44%)

- Barnem and D44 have been funded for the next quarter, and will not appear in subsequent reports, until the next annual funding request.
- The GrantsDAO has been funded with 100k MTA for the coming quarter, and we have successfully disbursed the BadgerDAO Loan for the next quarter.
- The remaining MTA and mUSD are earmarked for future public rewards and future funding requests from the operational entities.

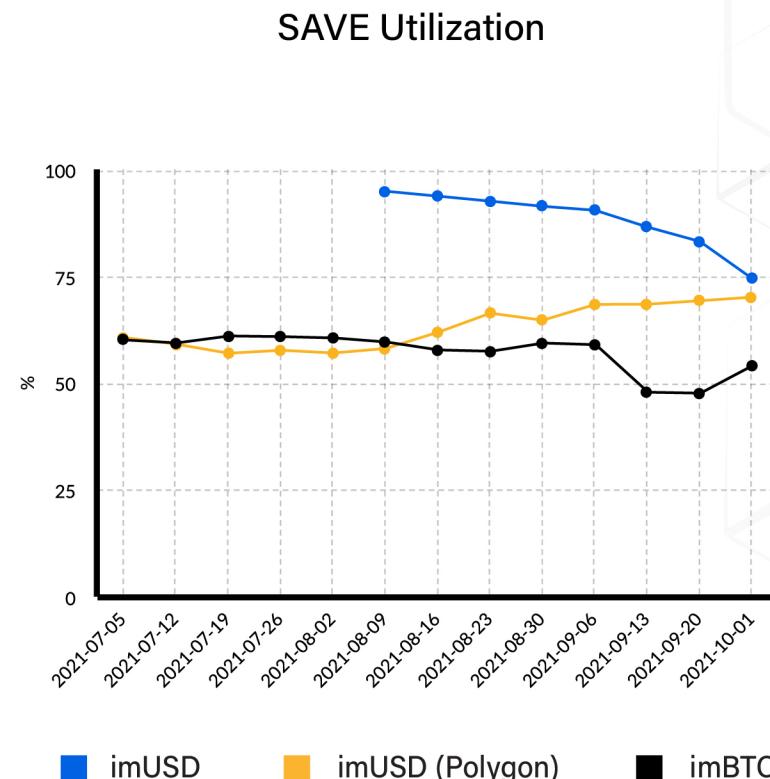
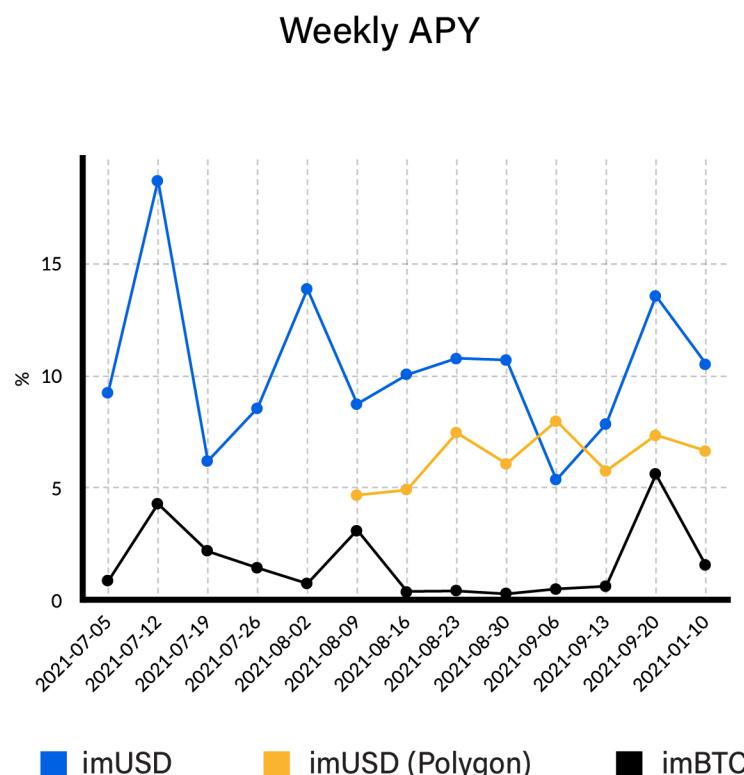
LIQUIDITY MINING PROGRAM REVIEW



● 2,93M MTA Rewards emitted in Q3 = 1,75M mUSD Liquidity Mining Costs for Users

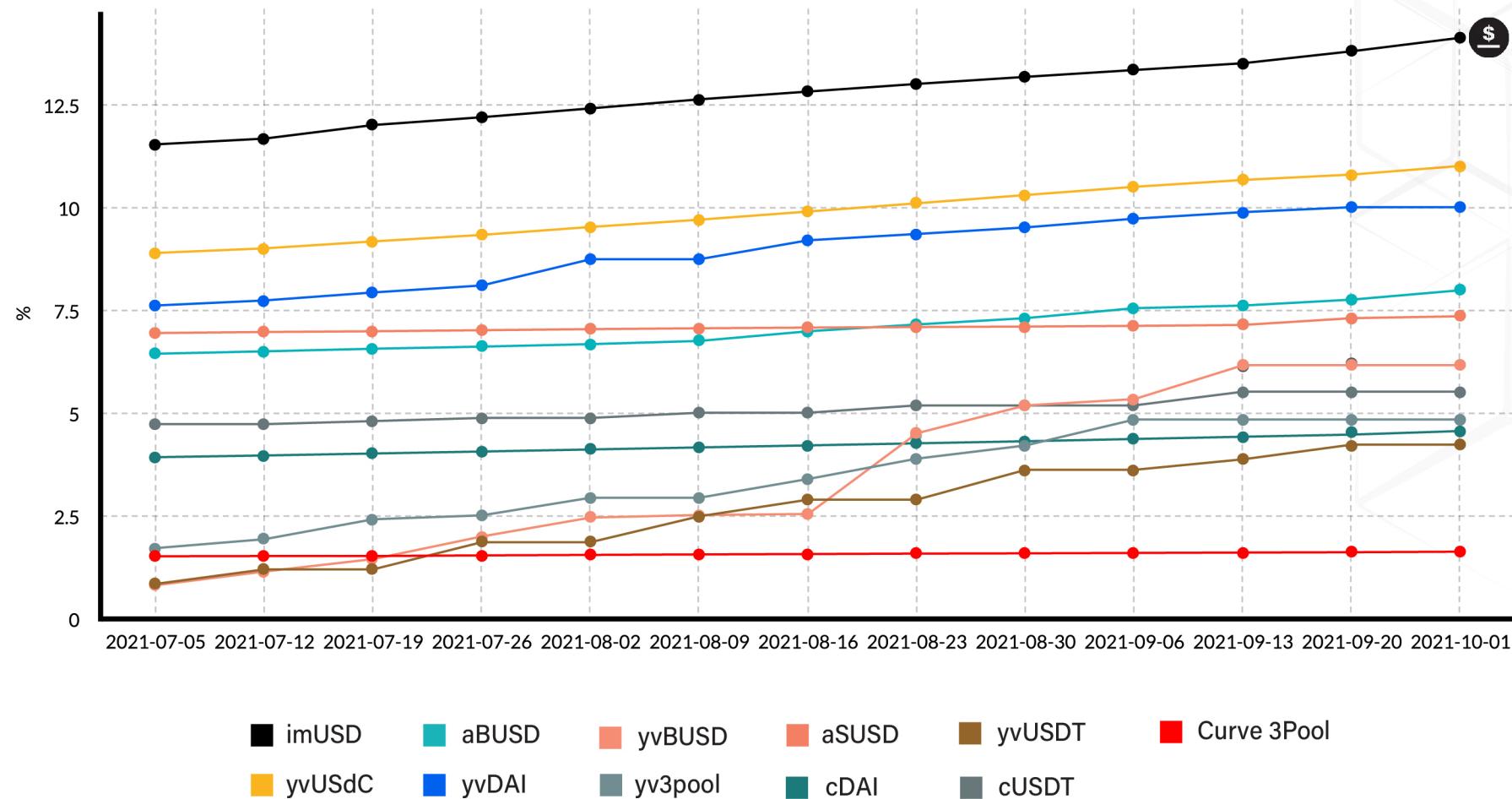
● 954K Revenue Generated in Q3 from the Protocol

SAVE



SAVE

Annualized Returns



SAVE

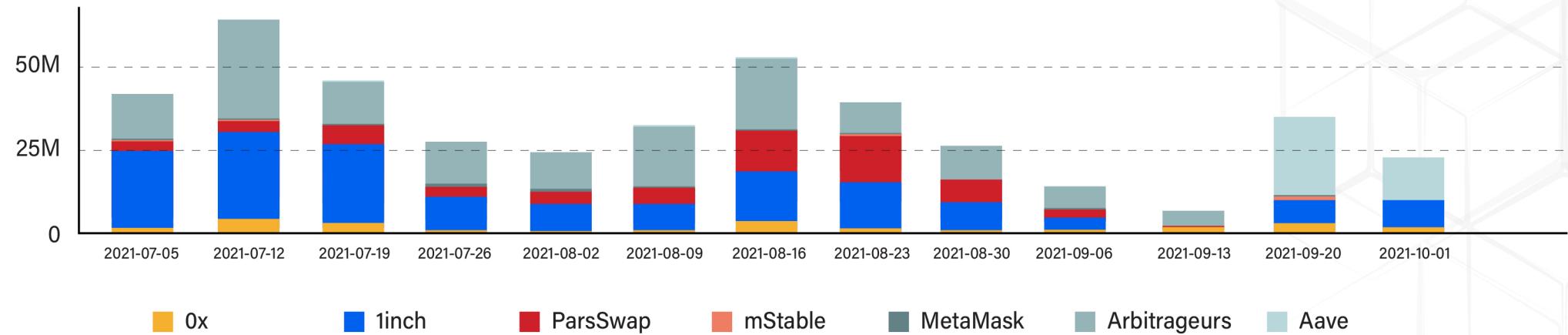
Save is mStable's Flagship product and offers users the highest native yield in the DeFi ecosystem on Ethereum.

It consistently outperforms other aggregators and lending platforms, as can be seen from the metrics above.

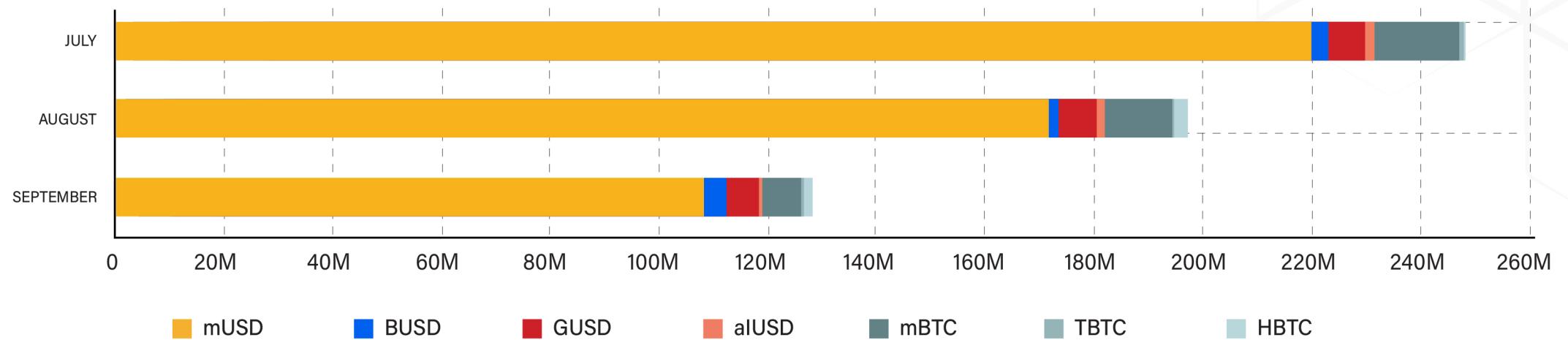
On top of this, SAVE depositors also receive MTA rewards, boosting yields further and giving Savers a way to earn their way into ownership over the mStable protocol.

SWAP

Mainnet Weekly Swap Volumes (Sources)



Mainnet Monthly Swap Volumes (Assets)



SWAP

- Swap from mStable continues to offer the best rates in the DeFi ecosystem with an extremely competitive 0.02% swap fee, thanks to one of our Metanauts (ColdSummer) that recommended this change in a recent MCCP to affect this change.
- In Q3, over **574 million USD** in value was swapped using mStable.
- With many more Feeder Pools, wallets, and aggregators to include these assets, this number is most likely to grow significantly for the remainder of the year.

ONE MORE THING

- Thank you very much for taking the time to read through the mStableDAO Treasury Report for Q3 2021 - it is much appreciated!
- This report wouldn't have been possible without the help of @naddison, @0xjwpe, @davidcostello85, @camsoulsby, and of course the entire rest of mStable core contributors that made this protocol possible and the Metanauts who constantly provide valuable feedback and support to the ecosystem.
- With the launch of Staking v2 and our quests based rewards, we are ready for an exciting Q4 and 2022. The next report will hit the Metaverse around January next year. Until then, we hope you enjoy using the mStable protocol and look forward to chatting in our forum or official Discord.

THANK YOU

Website - <https://www.mstable.org/>

Discord - <http://discord.gg/mstable>

Twitter - [@mstable_](https://twitter.com/mstable_)

Medium - <https://medium.com/mstable>

See you in January!
Onwards and Upwards!