

Sovryn Exchequer Committee Meeting Summary

April 20, 2021

In attendance:

Edan Yago
Slider
Max Shapiro
Stefan
Elan Nahari
Ororo

Not in attendance:

Jascha Samadi

Resolved by vote of Exchequer Committee members in attendance:

1. There is an imbalance in the USDT lending pool. This situation severely affects our users. It was decided to convert 13 BTC to USDT to cover at least half of the gap and restore functionality to the extent possible. This type of transaction is in the purview of internal liquidity provision, which was delegated to ██████████ but includes the sale of BTC. Due to the fact that a treasury strategy has not been implemented yet and the protocol does not yet have a venue in which it can hedge positions, it was decided to seek approval of any sale of the protocol's BTC holdings. The address providing this liquidity is blacklisted from any liquidity rewards as is the process with any provision of internal liquidity.
2. A number of Genesis participants did not convert cSOV into SOV within the two month window specified in SIP-0003. It was suggested to allow these users (estimated at under 20 people) to convert their cSOV after the end date, however, this would not be in the purview of the Exchequer Committee as it does not align with SIP-0003. It was therefore decided to allow them to convert their rBTC allocation in accordance with the terms of the Strategic Round (SIP-0014), which still has available allocation.