

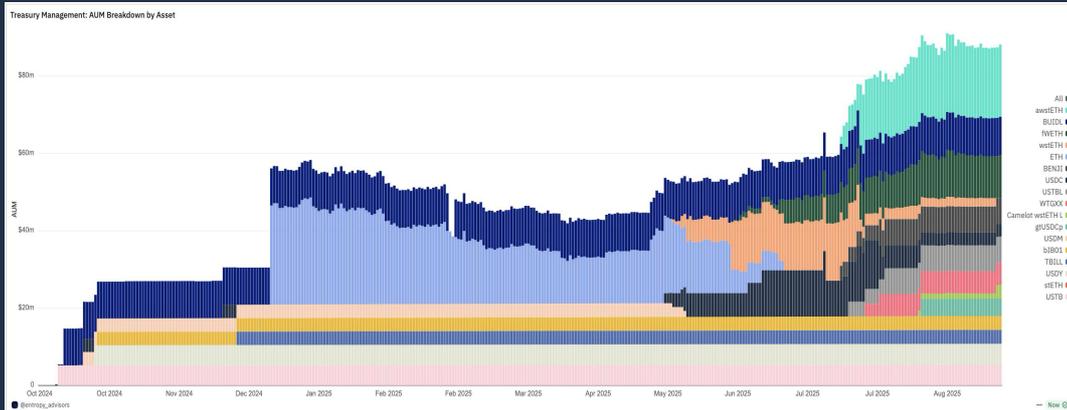
Arbitrum Treasury Management Monthly Report

August 2025

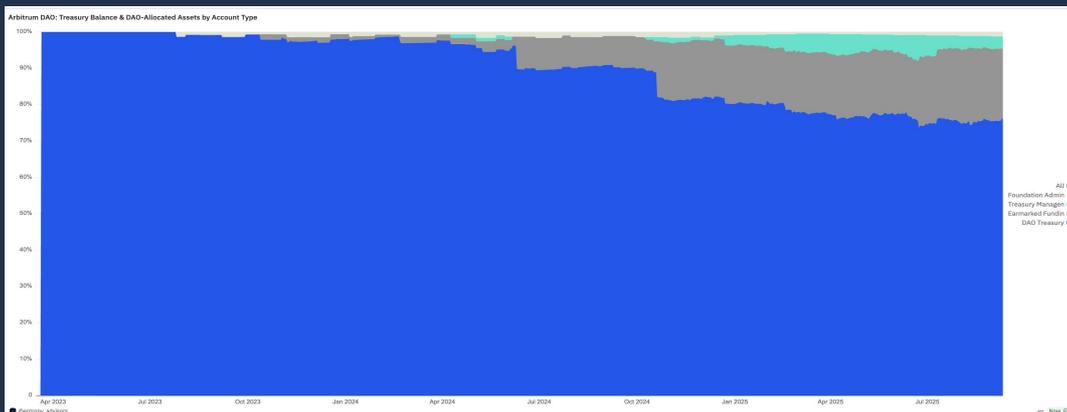
PREPARED BY
ENTROPY ADVISORS

ENTROPY'S TREASURY MANAGEMENT DASHBOARDS

Arbitrum DAO: Treasury Management



Arbitrum DAO Treasury Balance & DAO-Allocated Assets



NOTES PERTAINING TO REPORT DATA

- Data as of August 31, 2025
- ARB allocated for ARB-only strategies in relation to the Treasury Management V1.2 - TMC initiative as well as USDC reserved to cover fees paid to service providers that the ATM Council might engage with have been excluded from the portfolio, while USDC held on centralized exchanges and non-traceable wallets following ARB liquidations has been included in historical figures
- Incentives earned but not yet claimed through deployments have been excluded from all portfolio value calculations
- To derive figures related to volatile assets and yield earned from their deployments, this report utilises increases/decreases denominated in the underlying and combines this with BoM/EoM prices for these assets
- RWAs:
 - While the investment in USDY was made in October, tokens were only minted onchain in December due to a 45-day minting window set by the provider. Historical holdings have been manually adjusted to include this position
 - The Arbitrum Foundation also has investments in BUIDL. Due to limitations in the interest distribution mechanism, the Foundation's interest is distributed into the same wallet as the DAO's, which affects the precision of certain BUIDL-related calculations

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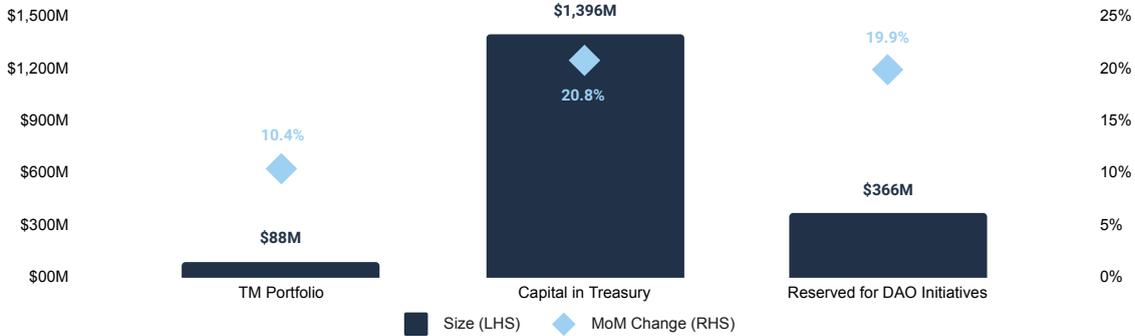
Executive Summary

Treasury Management Portfolio



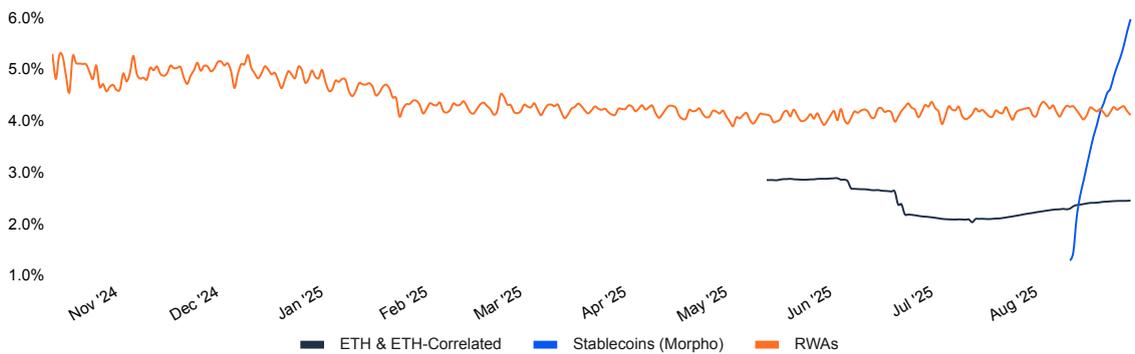
DAO's Total Holdings

Aug '25 (Note: only includes funds held onchain)

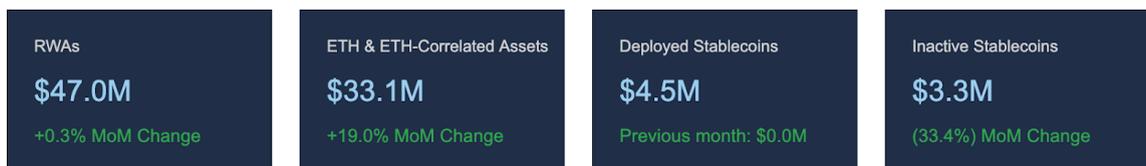


Deployment Types – 30D MA APY

Note: ETH & ETH-Correlated excludes the Camelot deployment



Asset Allocation Across Different Categories



Notable Events During the Month

\$2.9M

USDC injection from the Events Budget, ADPC Subsidy Fund, & ARDC V2

249

wstETH LPd on Camelot

\$4.5M

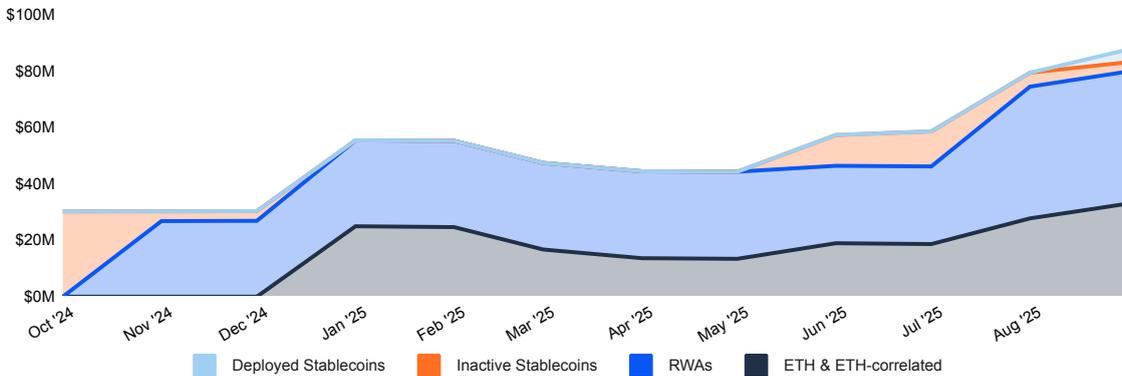
USDC deployed into Gauntlet's USDC Prime Vault on Morpho

Treasury Management Assets & Strategies

Overview of the Month

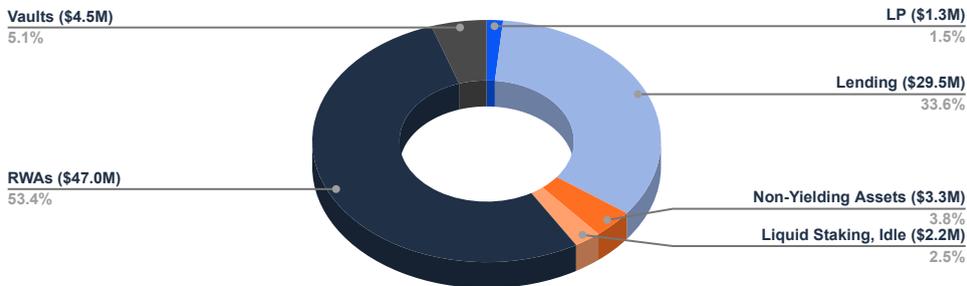
In August 2025, the DAO's Treasury Management portfolio increased by \$8.3M, driven primarily by a ~20% rise in ETH's price, adding \$5.2M to the portfolio's value, and an \$2.9M cash injection from other DAO initiatives. As of month-end, the \$88M portfolio comprised 38% ETH and ETH-correlated assets, 53% RWAs, 5% active stablecoins, and 4% inactive stablecoins.

Portfolio Breakdown by Asset Type



Portfolio Breakdown by Deployment Type

Aug '25



Change in Portfolio Value

Aug '25



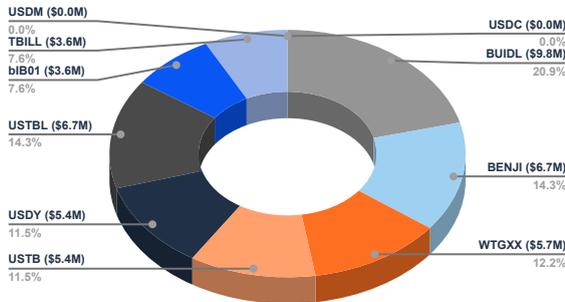
RWA-Related Positions

Events During the Month

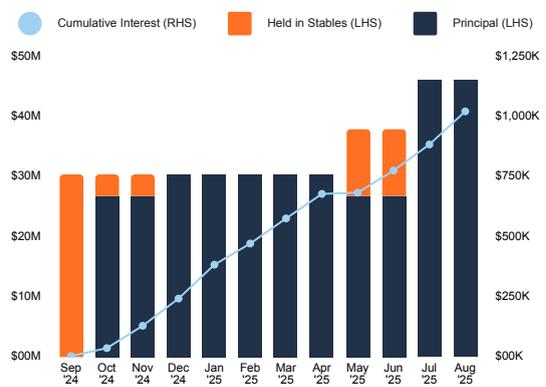
No new deployments or reallocations took place during August. The DAO earned \$138K in interest, with the month-end portfolio-weighted 30D MA APY at 4.12%. OpenEden (TBILL) announced a strategic partnership with BNY, with BNY Investment Management assuming fund management of the TBILL Fund, and BNY Mellon becoming the primary custodian banking partner for the fund.

Portfolio Breakdown by RWA

Aug '25



Capital Status Overview



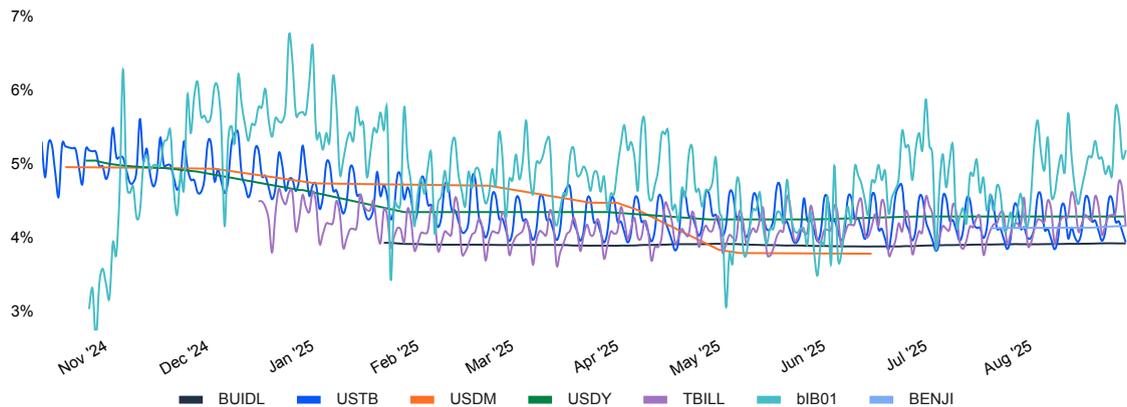
Position-Level Allocations

Aug '25

Asset	Issuer	Net Invested Capital	Market Value	MTD Interest	MTD Balance-Weighted Annualized Yield	MoM Absolute Δ% in MTD Balance-Weighted Annualized Yield	30D MA APY	Cumulative Interest
BUIDL	BlackRock	\$9,500,351	\$9,837,138	\$30,172	3.60%	(0.24%)	3.92%	\$336,787
BENJI	Franklin Templeton	\$6,691,332	\$6,722,008	\$23,232	4.08%	0.02%	4.16%	\$30,676
WTGXX	WisdomTree	\$5,735,428	\$5,735,428	\$0	n/a	n/a	n/a	\$0
USTB	Superstate	\$5,194,875	\$5,395,260	\$17,400	3.80%	(0.42%)	3.94%	\$200,385
USDY	Ondo Finance	\$5,194,886	\$5,391,696	\$19,201	4.20%	(0.00%)	4.29%	\$196,810
USTBL	Spiko	\$6,690,213	\$6,716,907	\$20,848	3.66%	(0.63%)	3.79%	\$26,694
bIB01	Backed Finance	\$3,463,250	\$3,587,045	\$14,080	4.63%	0.39%	5.19%	\$124,790
TBILL	OpenEden	\$3,463,250	\$3,567,798	\$13,005	4.30%	0.29%	4.16%	\$104,548
USDM	Mountain	\$0	\$157	\$0	n/a	n/a	n/a	\$91,496
Total	—	\$45,933,585	\$46,953,437	\$137,938	3.94%	(0.15%)	4.12%	\$1,112,186

Note: Unlike other RWAs, WTGXX distributes incentives on a monthly basis. As the first distribution event took place in early September, yield data isn't available for the month of August

30D MA APY

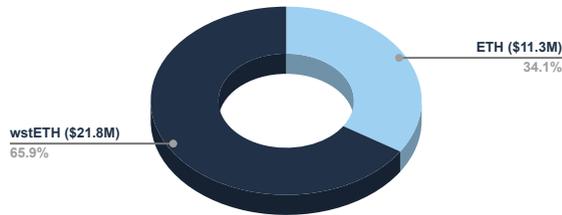


ETH & ETH-Correlated Positions

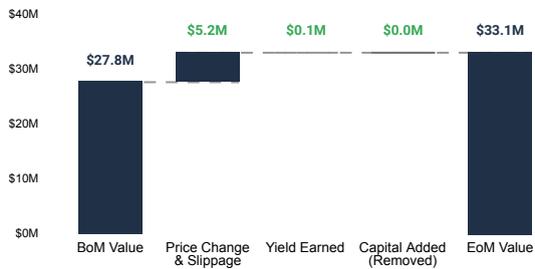
Realloactions and Deployments

During the month, 249 wstETH was LPd on Camelot. ~414 wstETH remained pending deployment into the DEX month-end, but the position was finalized on September 9th by the Arbitrum Foundation. This section of the portfolio now technically includes tokens received through incentives (xGRAIL), but these have been excluded from the figures as no tokens have been claimed yet.

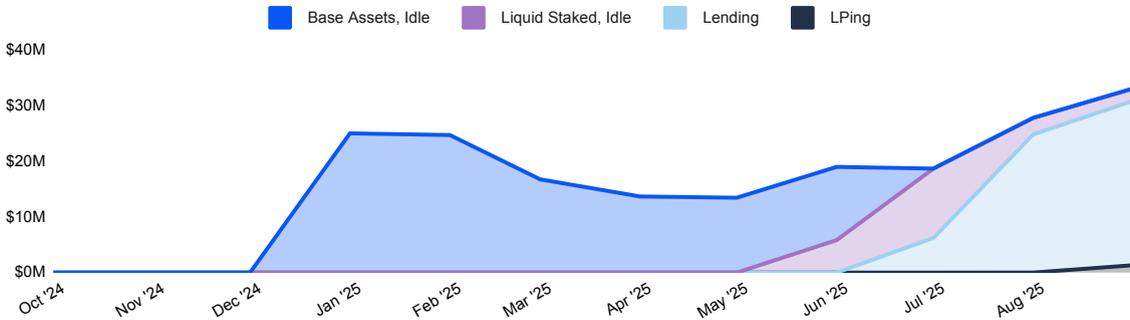
Breakdown of Asset Exposure
Aug '25



Change in Value
Aug '25

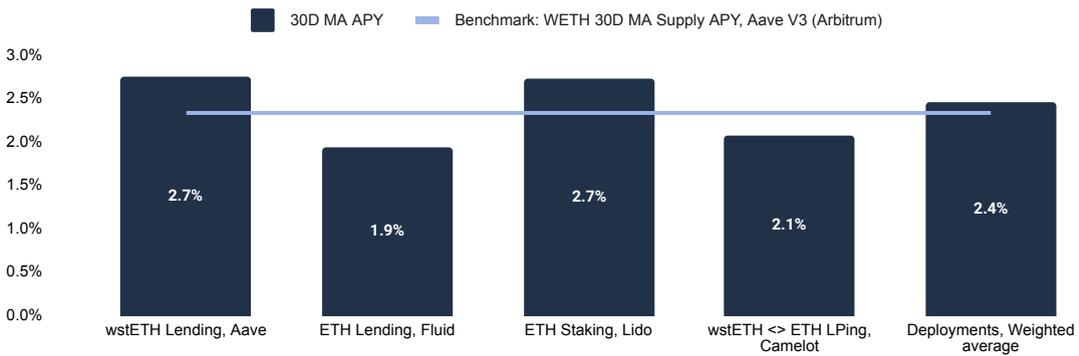


Breakdown of Strategies



Relative Yield Performance

Aug '25 (Note: The calculation for Camelot's APY excludes the effect of incentives)



Position-Level Allocations

Aug '25

Type	Underlying	Protocol	BoM Value	Price Change & Slippage	Position Increased (Decreased)	MTD Yield	EoM Value	%-share
Lending	wstETH	Aave	\$15,584,507	\$2,918,488	\$0	\$42,570	\$18,545,564	56.0%
Lending	ETH	Fluid	\$9,252,068	\$1,732,621	\$0	\$17,894	\$11,002,583	33.2%
LPing	wstETH & ETH	Camelot	\$4,467	\$789	\$1,322,094	\$168	\$1,327,518	4.0%
Liquid Staking	ETH	Lido	\$2,961,252	\$552,449	(\$1,322,183)	\$6,200	\$2,197,717	6.6%
Idle ETH	—	—	\$18,114	\$3,392	\$90	\$0	\$21,595	0.1%
Total	—	—	\$27,820,408	\$5,207,739	\$0	\$66,831	\$33,094,978	100.0%

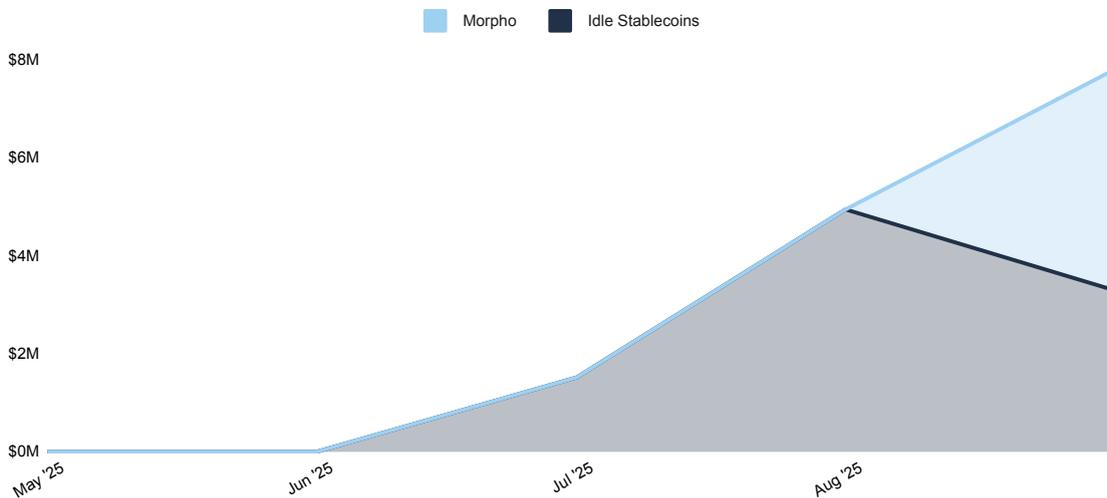
Stablecoin Positions

Realloactions and Deployments

The stablecoin portion of the portfolio received an \$2.9M cash injection during the month, as funds from other DAO initiatives were moved over. \$4.5M USDC was deployed into Gauntlet's USDC Prime Vault on Morpho, following the OAT approving the reallocation proposal. The approval was based on: 1) replacing Gauntlet's old, deprecated strategy in a functionally equivalent manner with an adequate risk-reward profile; 2) supporting a confidential partnership; and 3) securing a fee reduction.

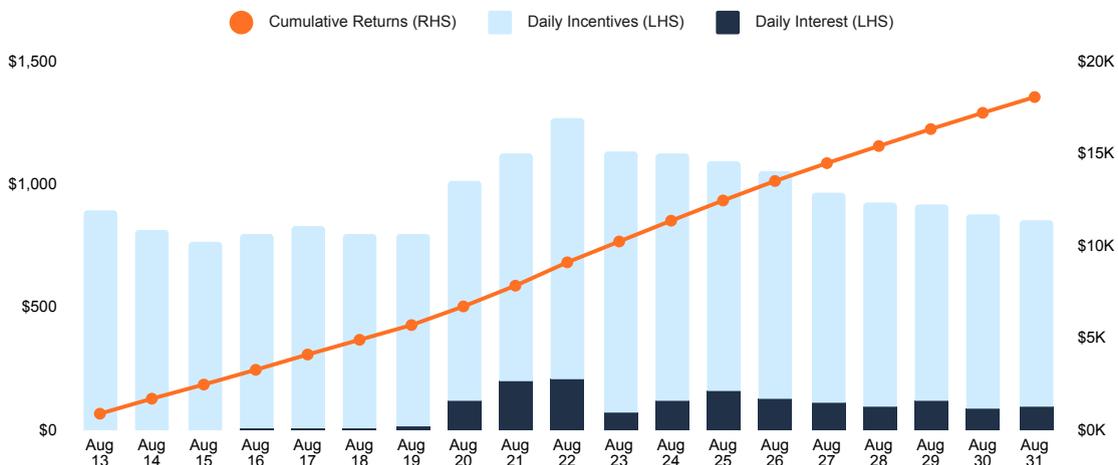
The DAO still holds \$3.3M USDC passively, which will be split equally between two active stablecoin managers (kpk & Avantgarde) chosen through the Treasury Management V1.2 process. Both managers have passed the KYC process, with the Arbitrum Foundation's legal team currently finalizing the contracts for the managers. Once the contracts have been signed, stablecoins will be allocated to the active managers.

Breakdown of Deployments



Morpho – August Yield

Note: Daily incentives are estimations based on a snapshot of accrued incentives and MORPHO's daily price





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