

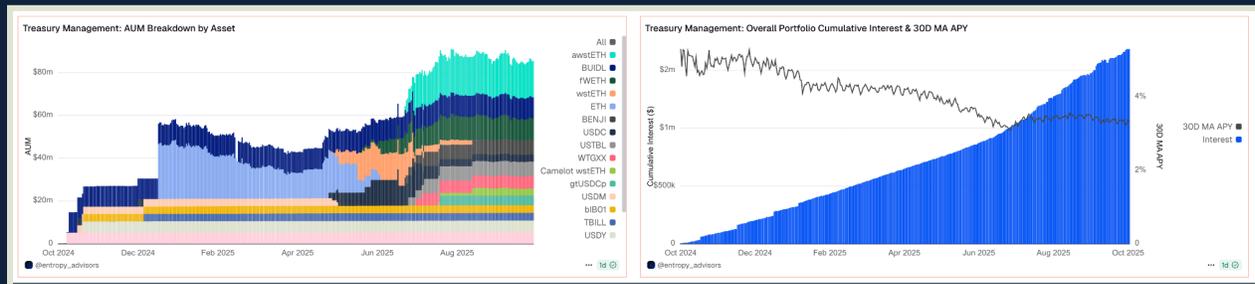
Arbitrum Treasury Management

November 2025 Report

Presented by Entropy Advisors

Entropy's Treasury Management Dashboards

Arbitrum DAO: Treasury Management



Arbitrum DAO Treasury Balance & DAO-Allocated Assets



Notes On Report Data

- Data as of November 30, 2025, unless otherwise noted
- 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 have been included in historical figures
- To derive figures related to volatile assets and yield earned from their deployments, this report utilizes increases/decreases denominated in the underlying and combines this with beginning-of-period/end-of-period prices for these assets. The price sources have been updated relative to previous reports
- RWAs:
 - This report reflects minor updates to the calculation methodologies used in prior reports
 - 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
 - WTGXX interest is paid in the following month, but is accrued and reflected here in the month in which it has been earned

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1. DAO Treasury Management

1.1 Portfolio Overview

Portfolio Size

\$103.9M

23.3% MoM Change

Volatile Asset Price Change

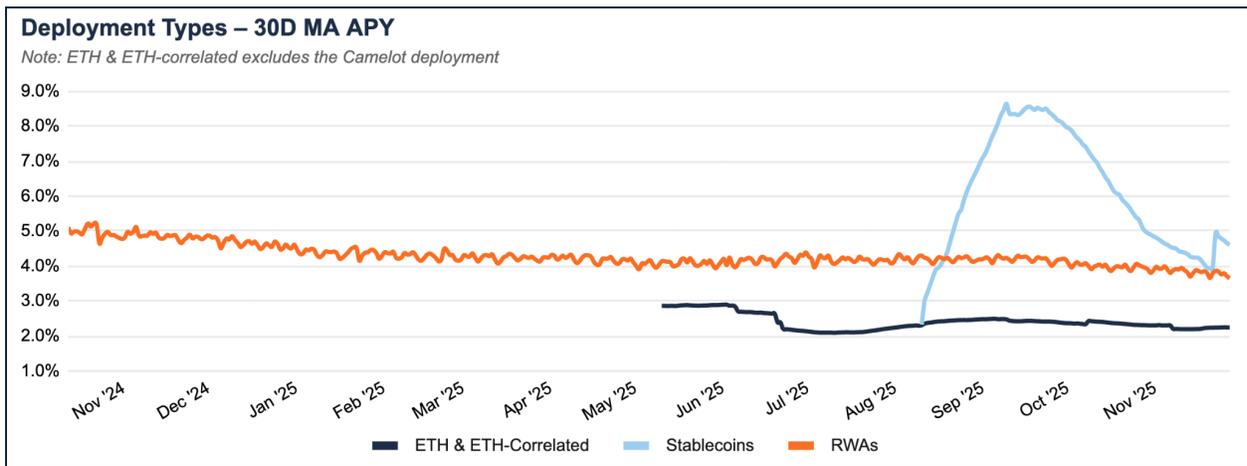
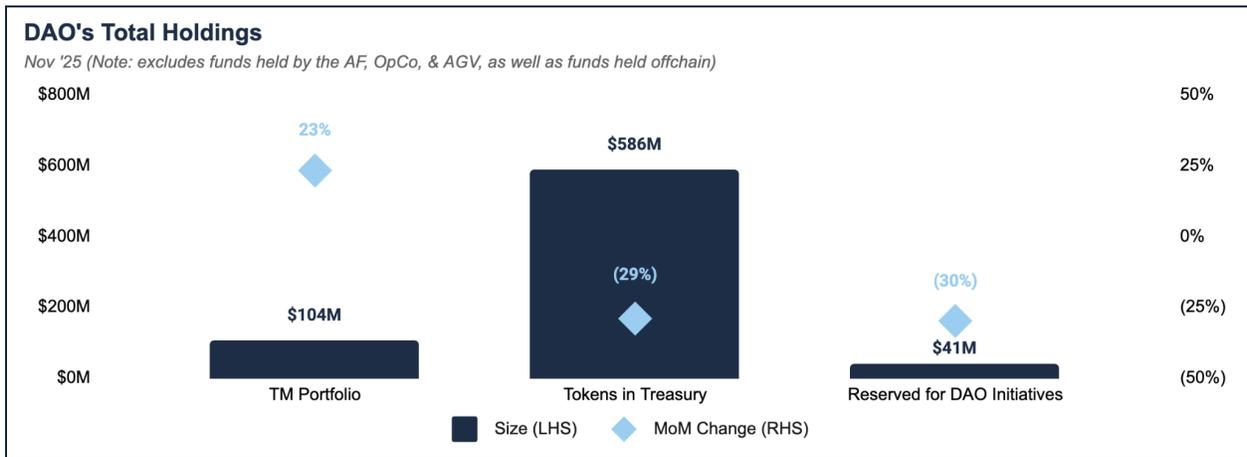
(\$6.3M)

Previous Month: (\$2.4M)

Yield & Rewards Earned

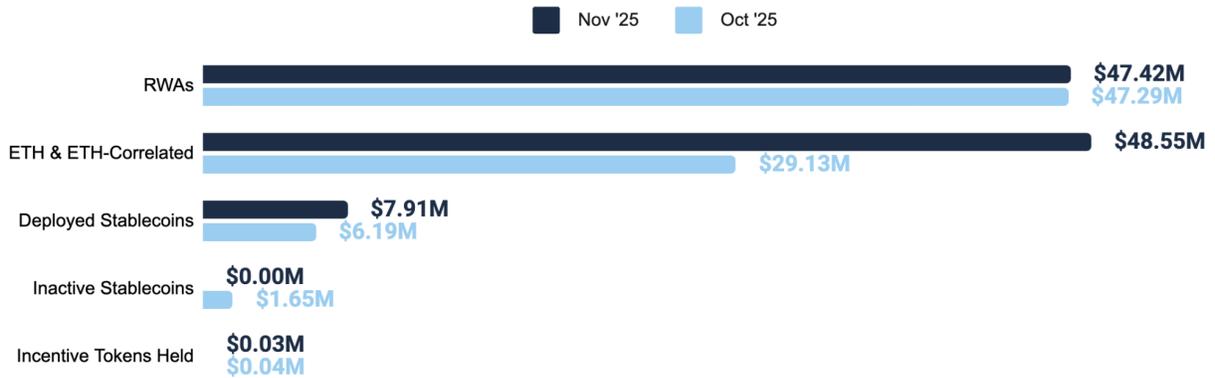
\$196.4K

(14.2%) MoM Change



Asset Allocation Across Different Categories

All categories within the maximum acceptable weight ranges as defined in the IPS



1.2 Notable Events During the Month

8.5K ETH

Added to the treasury management portfolio

1.7M USDC

Deployed into Gauntlet's USDC Core vault on Morpho

10M ARB

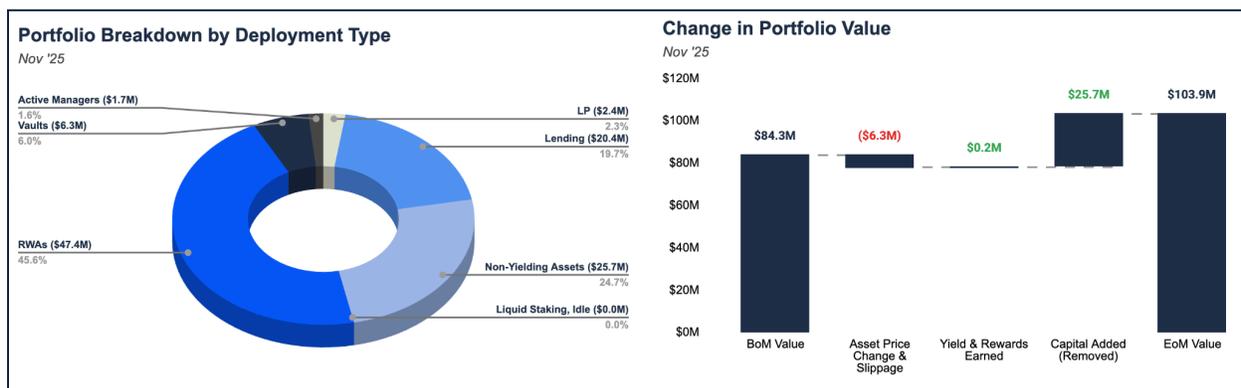
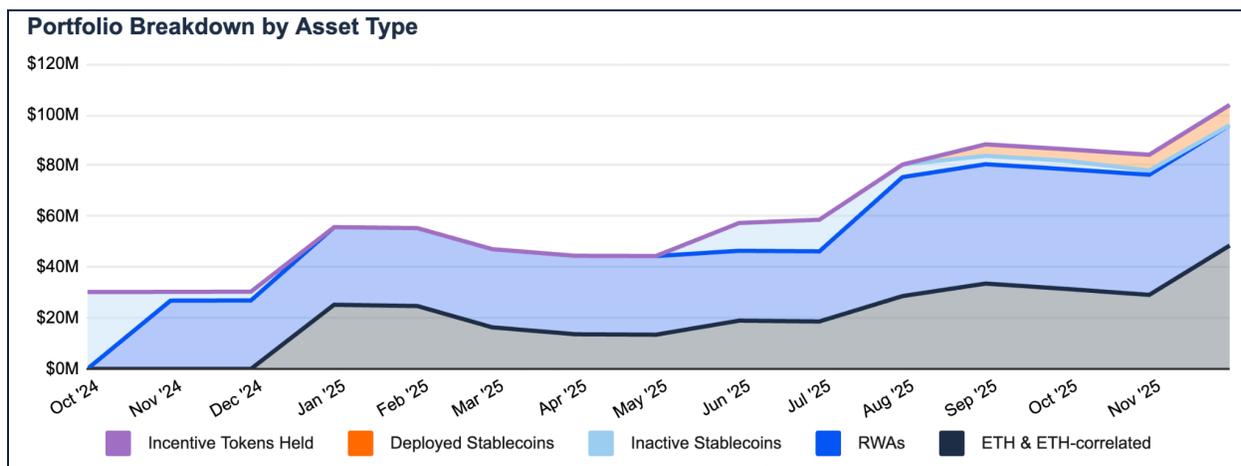
Covered call pilot program approved by the OAT

2. Treasury Mgmt. Assets & Strategies

2.1 Overview of the Month

Although the price of ETH decreased by ~20% during November, leading to a ~\$6.3M loss in the value of the DAO's ETH and ETH-correlated assets, the total Treasury Management portfolio increased by ~\$20M to \$104M, driven by the 8.5K ETH injection. As of month-end, the portfolio comprised ~47% ETH & ETH-correlated assets, ~46% RWAs, ~8% stablecoins, and ~3bps incentive tokens (escrowed tokens valued at liquid market price).

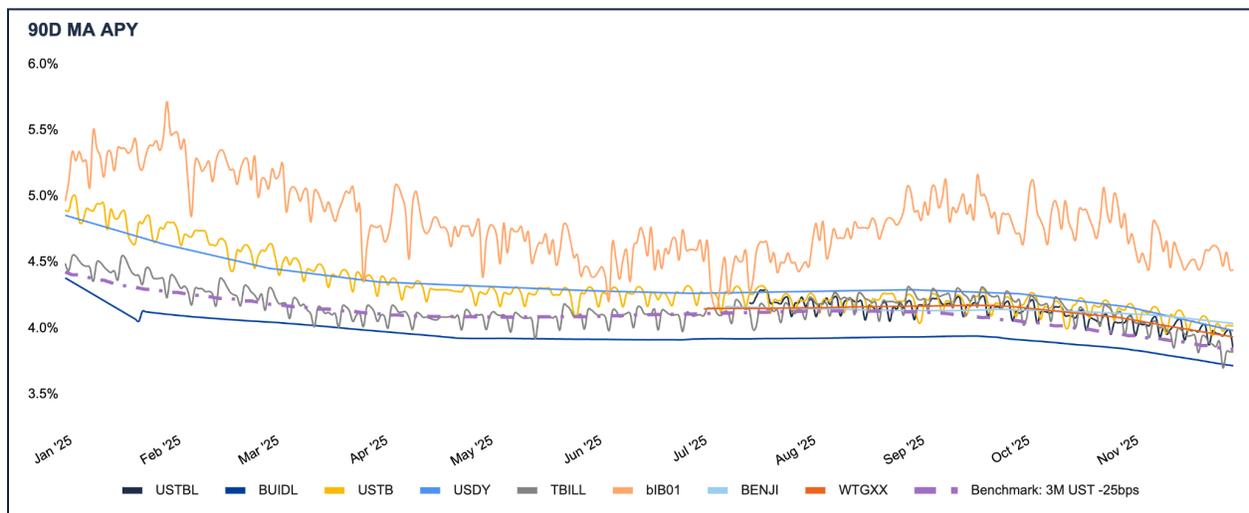
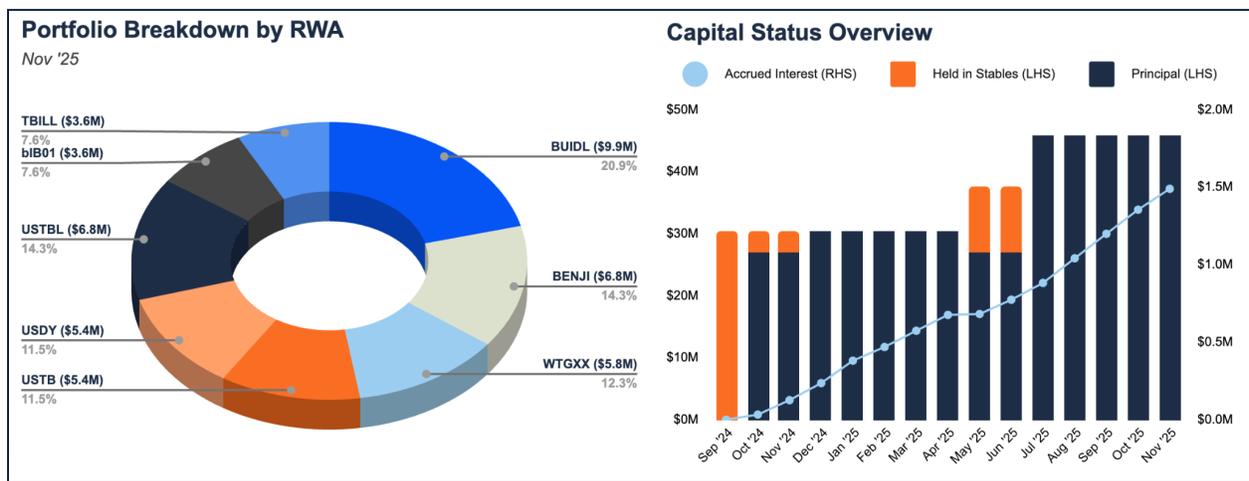
It's worth noting that the OAT has approved a new treasury management strategy – a 10M ARB covered call pilot program, which was deployed in early December. The OAT's approval was based on the view that the program is a timely pilot to diversify treasury strategies, materially enhances income generation potential as one of the highest-yielding strategies available, and represents the most straightforward way to generate income on ARB held in the treasury with size. A dedicated section for ARB options will be included in the next treasury management report.



2.2 RWA Positions

No new deployments or reallocations took place during November, but a reallocation suggestion was made to the OAT in order to increase the RWA portfolio's weighted yield, and as a result of a new opportunity to collaborate more closely with an RWA issuer. The outcome of the suggestion will be shared as the OAT makes its final, official decision.

On November 1st, WTGXX was renamed from WisdomTree Government Money Market Digital Fund to WisdomTree Treasury Money Market Digital Fund, and its investment policy was revised from a broad government money market mandate to a Treasury-only mandate. This change does not materially impact the DAO and does not require any additional action.



2.2.1 Position-Level Allocations (Nov '25)

Asset	Issuer	Principal	Principal & Accrued Interest	MTD Interest	30D MA APY	Accrued Interest
BUIDL	BlackRock	\$9,500,609	\$9,927,038	\$26,663	3.56%	\$426,429
BENJI	Franklin Templeton	\$6,691,332	\$6,788,619	\$21,286	3.92%	\$97,287
WTGXX	WisdomTree	\$5,735,428	\$5,810,996	\$16,436	3.76%	\$75,568
USTB	Superstate	\$5,194,875	\$5,446,867	\$14,881	3.45%	\$251,992
USDY	Ondo Finance	\$5,194,875	\$5,444,459	\$16,450	3.75%	\$249,584
USTBL	Spiko	\$6,690,213	\$6,780,716	\$18,647	3.47%	\$90,503
blB01	Backed Finance	\$3,463,250	\$3,624,159	\$11,019	4.03%	\$160,909
TBILL	OpenEden	\$3,463,250	\$3,600,228	\$9,435	3.31%	\$136,978
Total	—	\$45,933,832	\$47,423,083	\$134,818	3.65%	\$1,489,251

Note: withdrawals have been allocated pro rata between principal and accrued interest

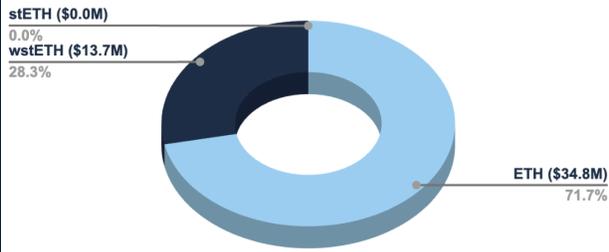
2.3 ETH & ETH-Correlated Positions

8.5K ETH was moved into the DAO's treasury management portfolio in early November, and the ETH portfolio earned ~\$40K in interest and incentives. Two ETH allocation suggestions were made to the OAT during the month. The first one was denied by the OAT, citing a desire for higher-yielding opportunities, while the second suggestion was approved. This authorized the deployment of 1.5K ETH into GMX's GLV WETH-USDC vault, 3.5K ETH to be restaked through ether.fi's weETH, and earmarked 3.5K ETH for an options strategy. Approval of the GMX deployment reflected the OAT's view that the position supports an Arbitrum-native protocol, has historically delivered strong yields, and improves diversification across yield sources, while weETH has generated yield meaningfully above the benchmark with comparable low risk, creates optionality for closer future collaboration, and gives exposure to the largest LST/LRT deployment on Arbitrum.

The full GMX position and the majority of the ether.fi position were deployed mid-December, with the latter to be finalized shortly. A suggestion to reallocate some of the legacy ETH positions was also submitted in December, awaiting the OAT's official decision.

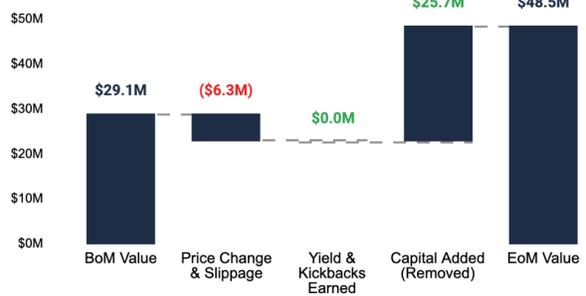
Breakdown of Asset Exposure

Nov '25

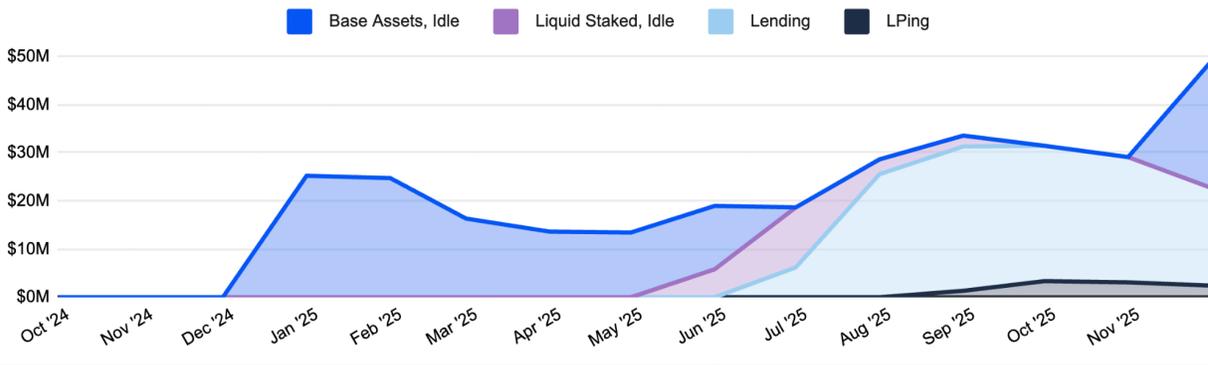


Change in Value

Nov '25. (Note: excludes incentive tokens)

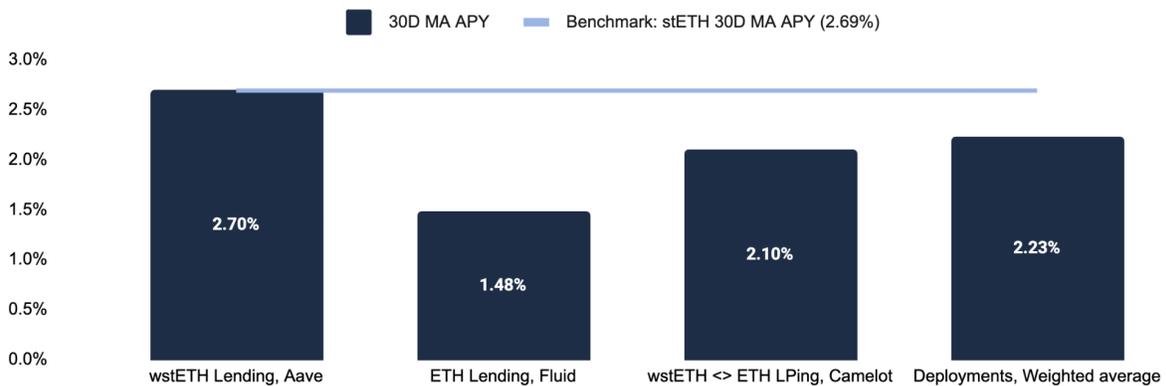


Breakdown of Strategies



Relative Yield Performance

Nov '25. (Note: Camelot APY includes incentives with a 60% value discount due to lock-ups. APY based on the 30D return compounded monthly)



2.3.1 Position-Level Allocations (Nov '25)

Type	Underlying	Protocol	BoM Value	Price Change & Slippage	Position Increased (Decreased)	MTD Yield	EoM Value	%-share
Lending	wstETH	Aave	\$16,330,774	(\$3,524,423)	\$0	\$28,097	\$12,834,448	26.4%
Lending	ETH	Fluid	\$9,673,771	(\$2,085,448)	\$0	\$9,213	\$7,597,535	15.7%
LPing	wstETH & ETH	Camelot	\$3,105,909	(\$667,578)	(\$1,415)	\$1,415	\$2,438,331	5.0%
Liquid Staking	ETH	Lido	\$2,365	(\$512)	\$661	\$9	\$2,523	0.0%
Idle ETH	—	—	\$19,427	(\$4,188)	\$25,658,225	\$0	\$25,673,464	52.9%
Total	—	—	\$29,132,247	(\$6,282,150)	\$25,657,471	\$38,734	\$48,546,301	100.0%

Note: Excludes effect of any incentive tokens received. MTD Yield includes kickbacks

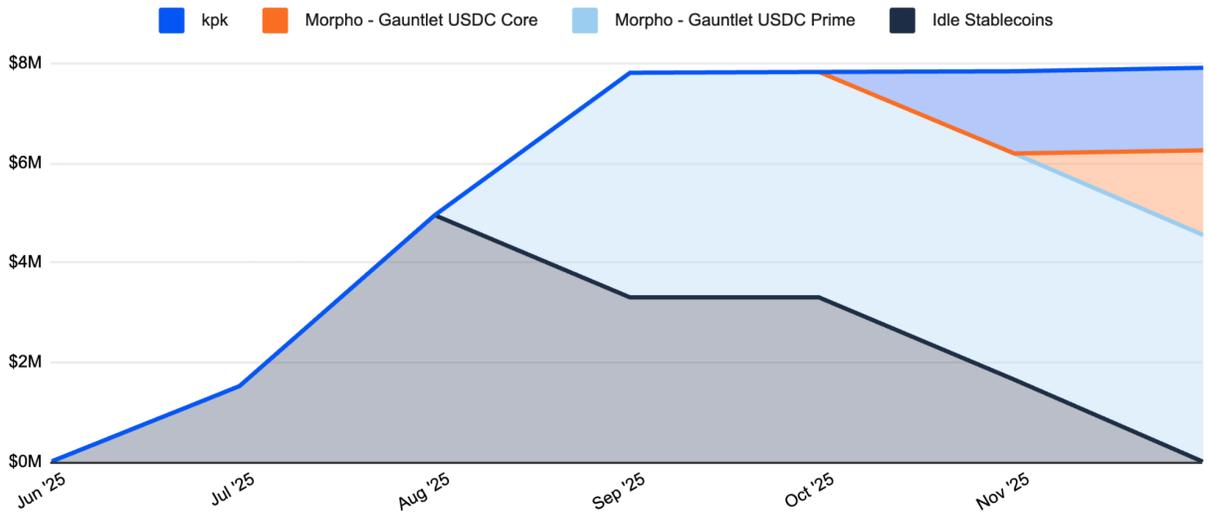
2.4 Stablecoin Positions

November marked the DAO-chosen active stablecoin manager's, kpk's, first full month of actively managing ~\$1.7M worth of stablecoins. Due to uncertainty around Compound's exposure to assets affected by knock-on effects deriving from Stream Finance's xUSD, the manager's protocol universe was restricted, and capital had to be held idle for a few days while the manager's risk parameters were being updated through official OAT approval.

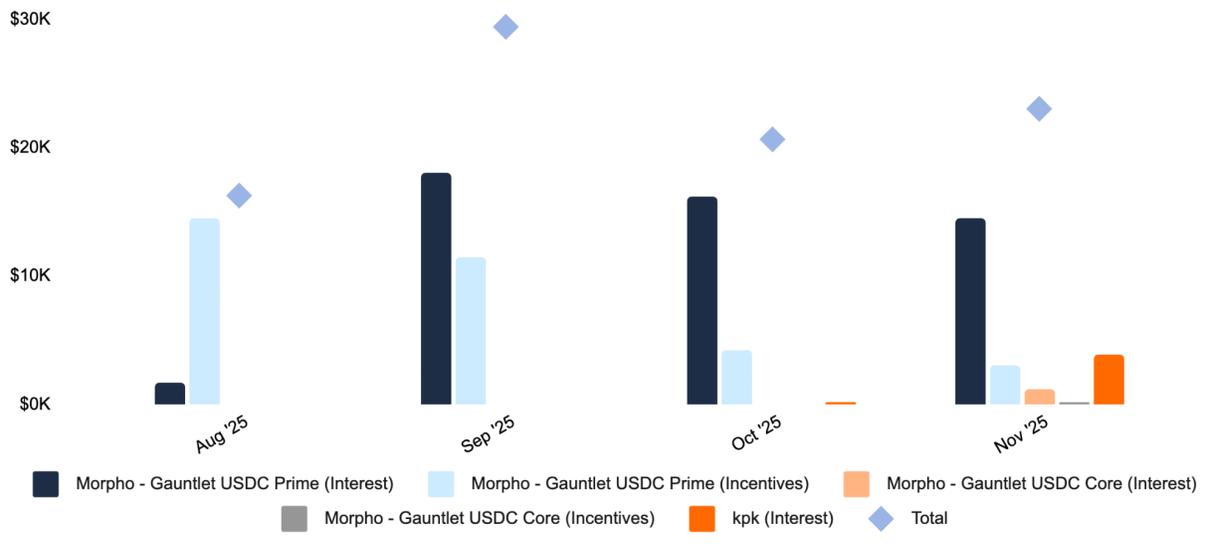
The OAT approved a suggestion to move \$1.7M USDC into the Gauntlet USDC Core vault on Morpho, with the position having been deployed in late November. The OAT's rationale for approval was that the position activates previously unallocated stablecoins, offers an appropriate risk-reward profile, reflects renegotiated fee improvements, and builds on Gauntlet's demonstrated performance as a vault manager during recent market stress and through the prior USDC Prime allocation. The stablecoin portfolio's average 30D MA APY was 4.6% at month-end.

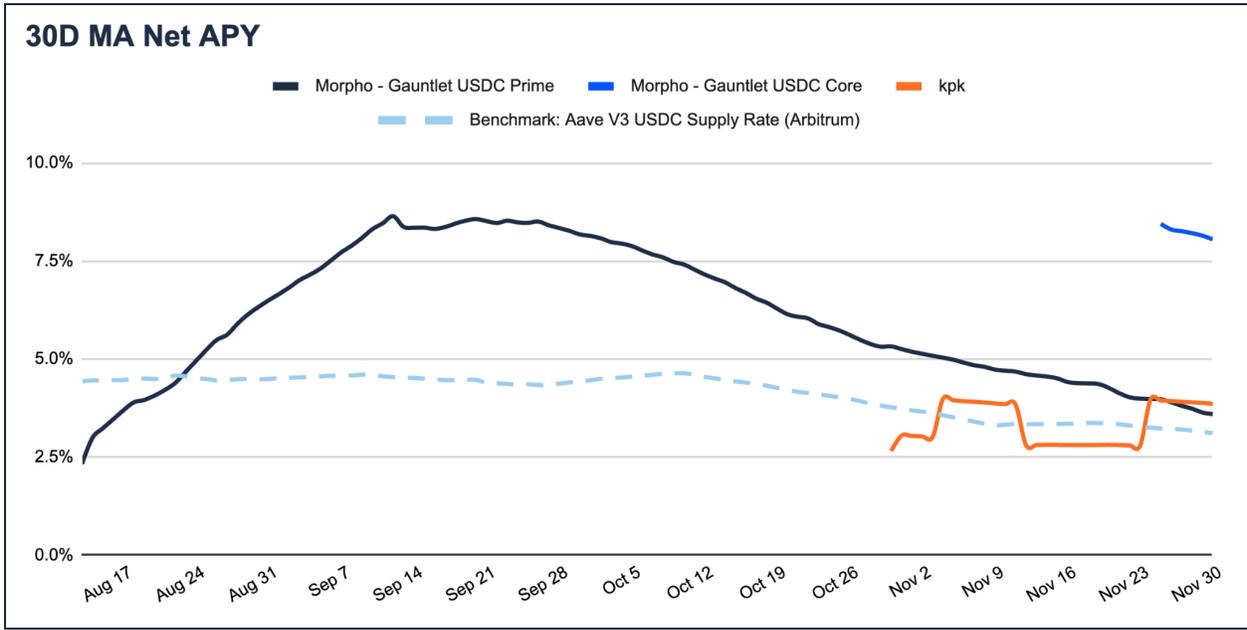
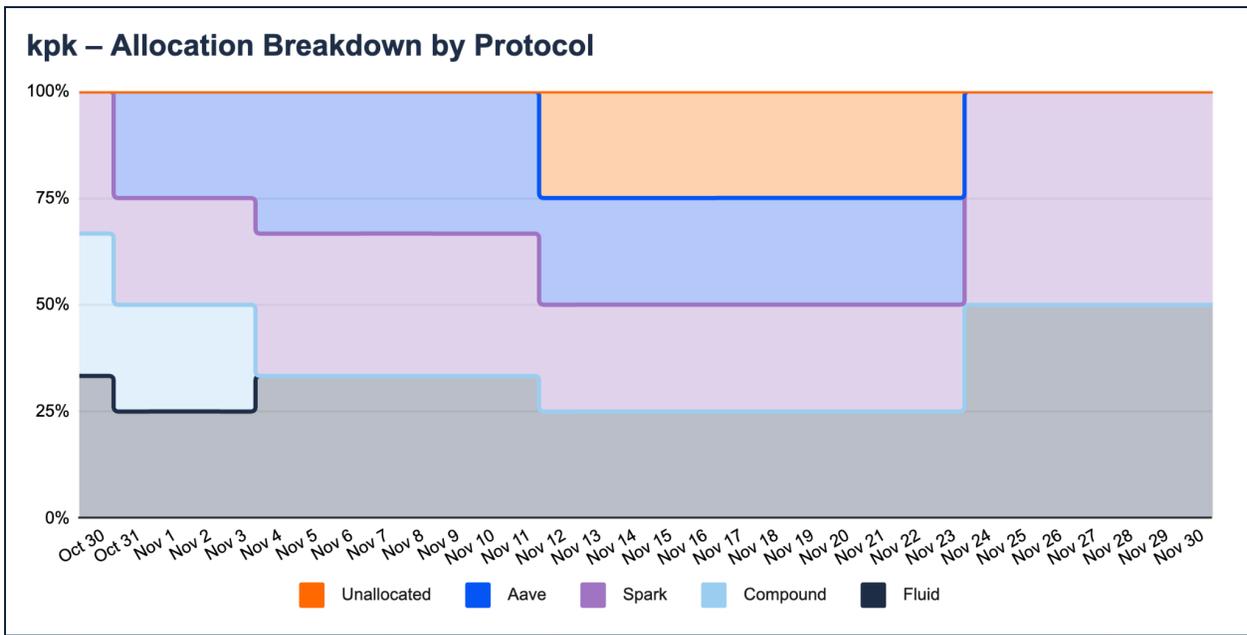
Breakdown of Deployments

Note: Excludes the effect of any incentive tokens



Stablecoin Deployments – Net Monthly Interest & Incentives



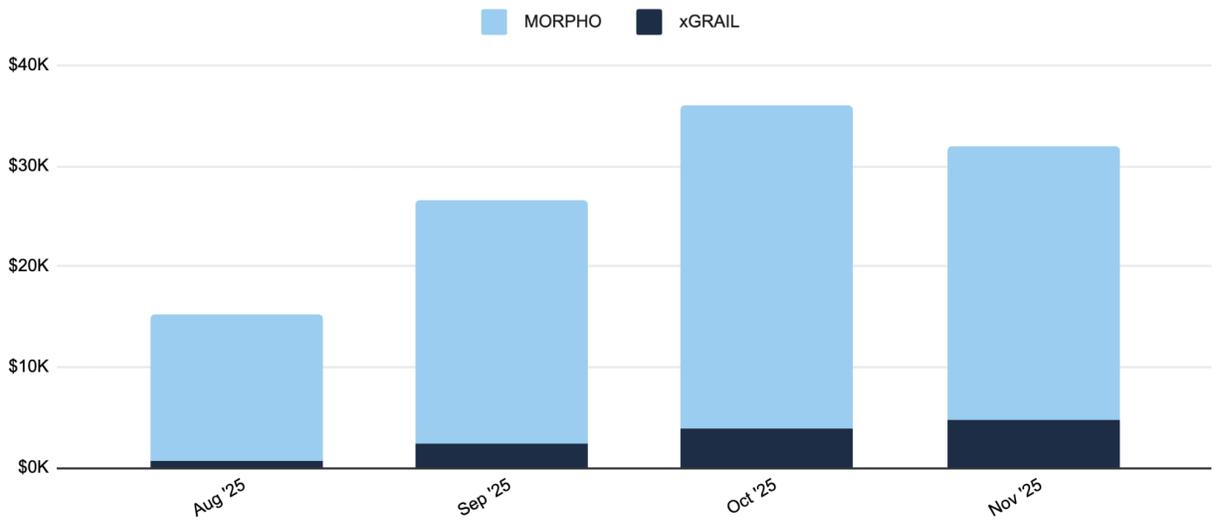


2.5 Incentive Inflows

The treasury management portfolio earned incentive tokens through the Camelot (xGRAIL) and Morpho (MORPHO) positions during the month. The aggregate value of incentive tokens held was ~\$32.0K at the end of November when valuing xGRAIL at the price of GRAIL, although it's important to note that xGRAIL must be vested for 6 months for the tokens to become liquid and be converted to GRAIL at a 1:1 ratio.

Breakdown of Incentive Tokens Held

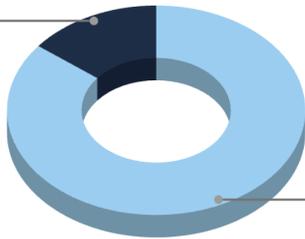
Note: EoM liquid prices have been used for token values although xGRAIL must vest 15-180 days (50-0% discount) before becoming liquid



Breakdown of Token Types

Nov '25

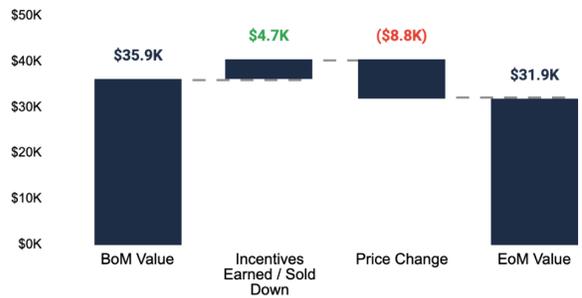
Escrowed (\$4.6K)
14.5%



Liquid (\$27.2K)
85.5%

Change in Value

Nov '25



3. Disclaimers

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