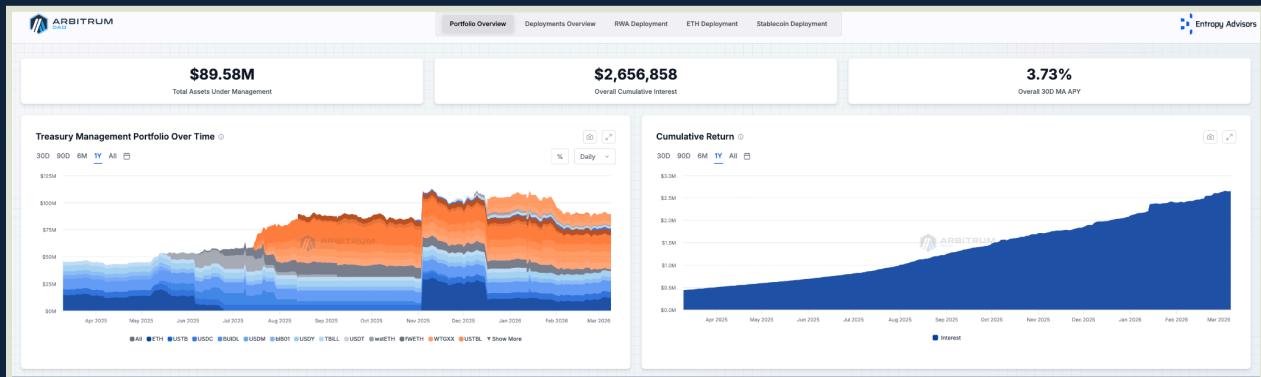


Arbitrum Treasury Management

April 2026 Report
Presented by Entropy Advisors

Entropy's Treasury Management Dashboards

ARBData: Arbitrum DAO Treasury Management



Arbitrum DAO Treasury Balance & DAO-Allocated Assets



Notes On Report Data

- Data as of April 30, 2026, unless otherwise noted
- USDC held on centralized exchanges and non-traceable wallets following ARB liquidations have been included in the historical figures
- To derive figures related to volatile assets and yield earned from their deployments, this report utilizes, from time to time, increases/decreases denominated in the underlying and combines this with beginning-of-period/end-of-period prices for these assets
- This report reflects minor updates to the calculation methodologies for APYs used in the prior reporting periods
- While the investment in USDY was made in Oct '24, tokens were only minted onchain in Dec '24 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
- The GMX GLV Vault position is assumed to constantly consist of a 50/50 allocation between WETH and USDC

Table of Contents

- 1. DAO Treasury Management..... 1
 - 1.1 Portfolio Overview..... 1
 - 1.2 Notable Events During the Month..... 3
- 2. Treasury Mgmt. Assets & Strategies..... 4
 - 2.1 Overview of the Month..... 4
 - 2.2 tMMFs..... 5
 - 2.2.1 Position-Level Allocations (Apr '26)..... 6
 - 2.3 ETH & ETH-Correlated Assets..... 7
 - 2.3.1 Position-Level Allocations (Apr '26)..... 9
 - 2.4 Stablecoin Positions..... 10
 - 2.5 Incentive Tokens & Active ARB Positions..... 12
- 3. Disclaimers..... 13

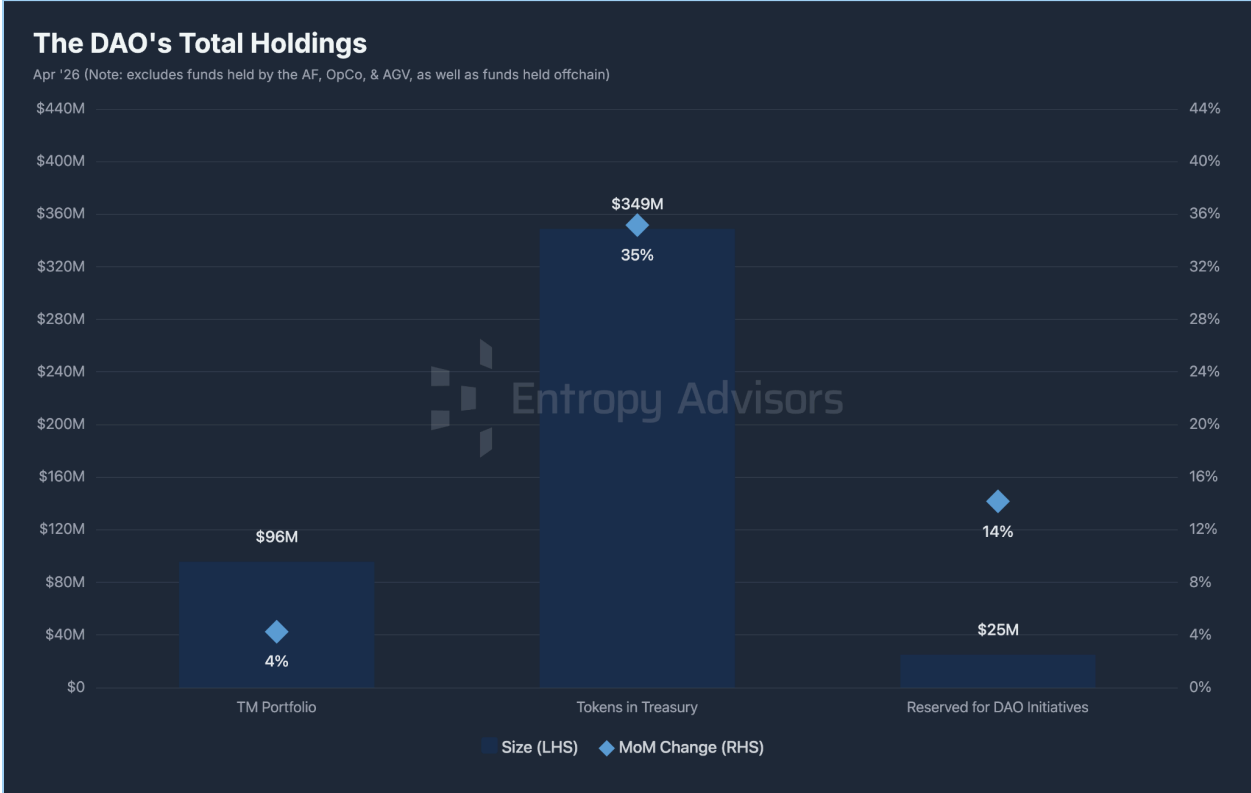
1. DAO Treasury Management

1.1 Portfolio Overview

Portfolio Size
\$96M
+4% MoM Change

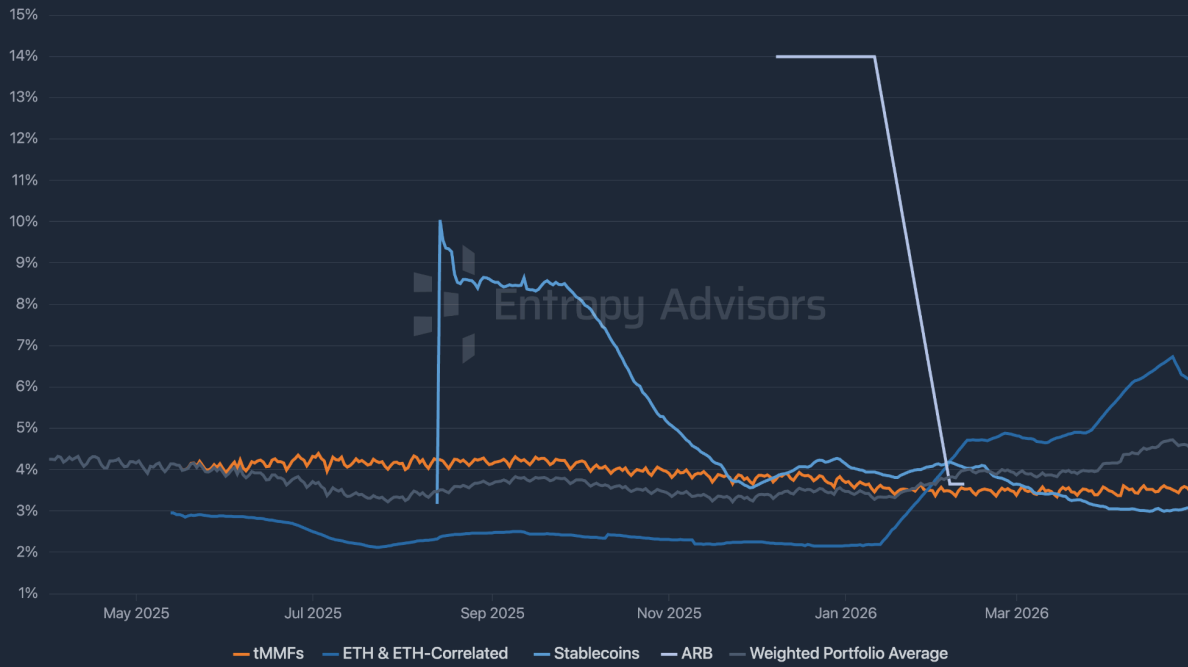
Volatile Asset Price Change
\$3M
Previous Month: +\$2M

Yield Earned & DeFi Returns
\$313K
(18%) MoM Change



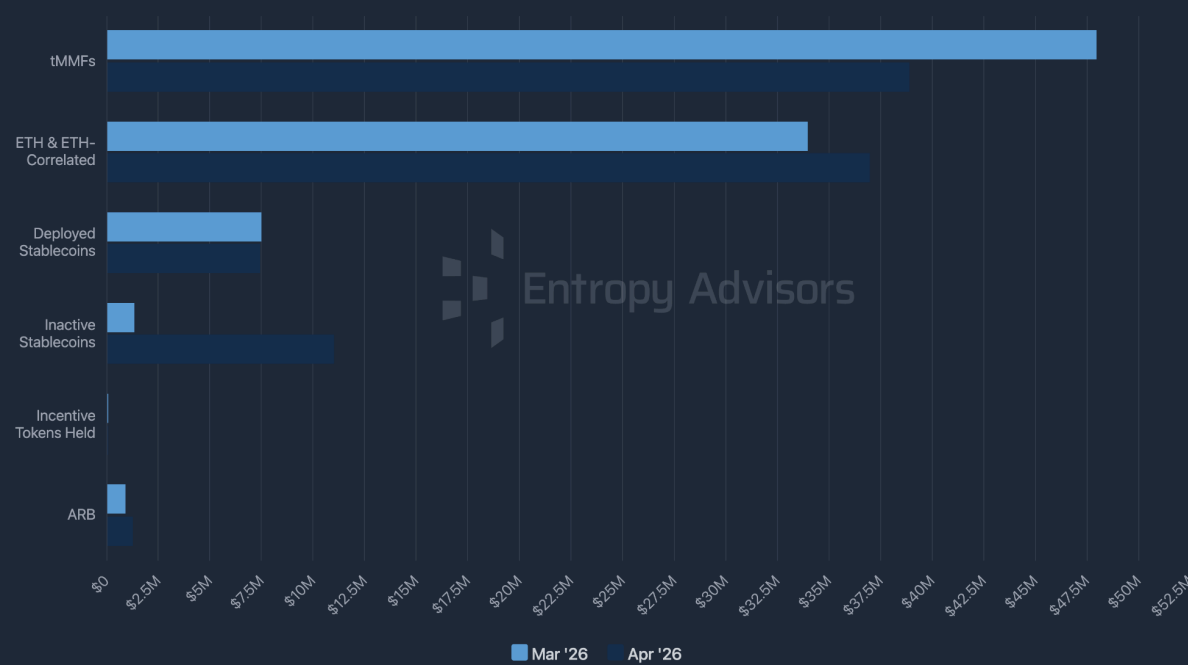
Deployment Types — 30D MA APY

Note: Excludes Camelot, Compound, and GMX. Incorporates an estimated impact of incentives. An APR has been applied to covered calls



Asset Allocation Across Different Categories

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



1.2 Notable Events During the Month

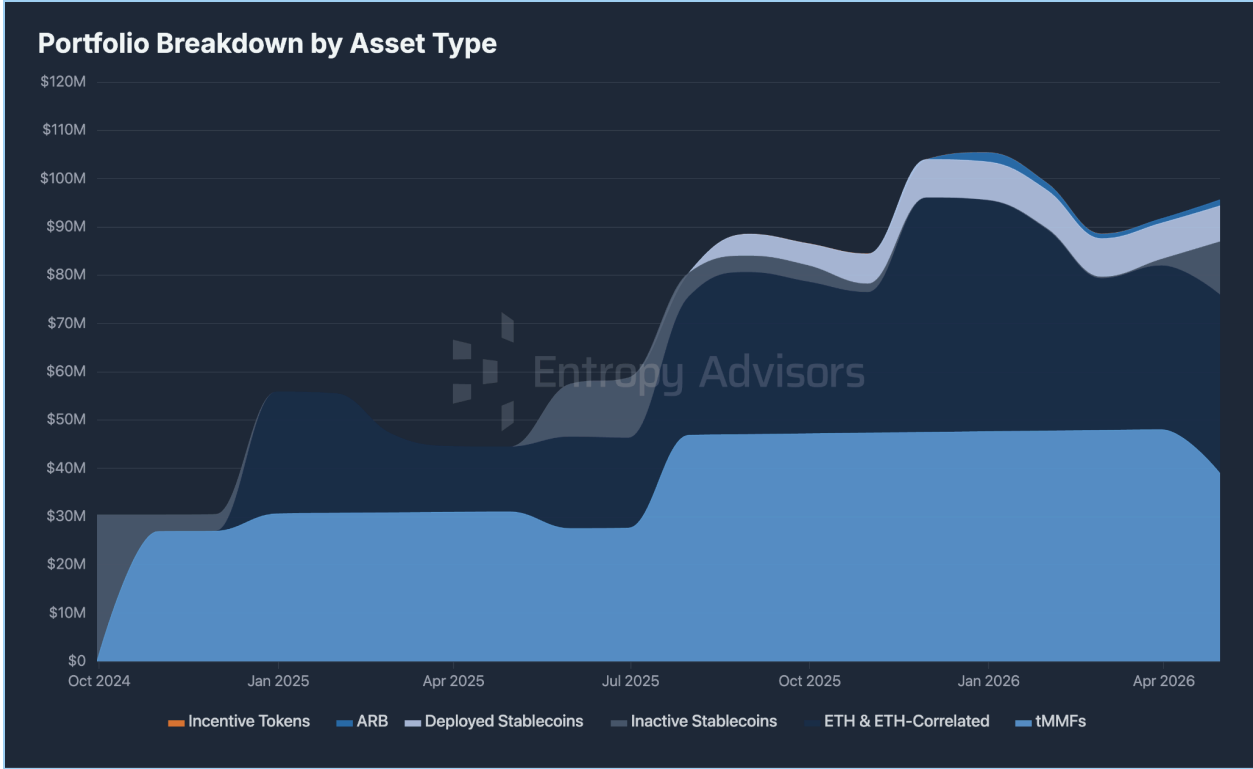


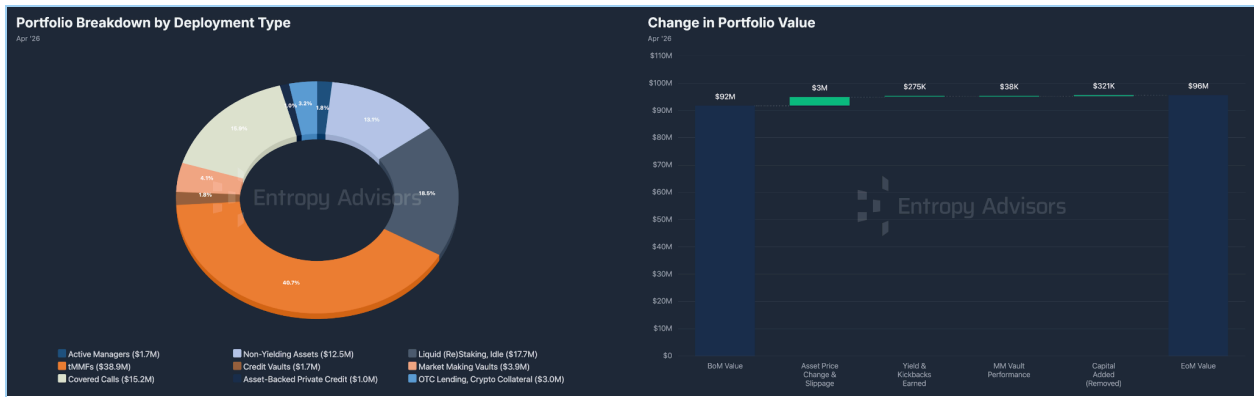
2. Treasury Mgmt. Assets & Strategies

2.1 Overview of the Month

In April, Kelp DAO suffered a hack where the exploiter was able to mint unbacked rsETH, which had downstream effects across certain projects on Arbitrum. Neither the TM portfolio nor the wider DAO treasury experienced any losses due to the incident. The exploit was quickly identified, shortly after which ~3.5K wstETH was withdrawn from the Aave Arbitrum instance as a precautionary measure. Further details around the incident and related recovery efforts to restore the backing of rsETH can be found [in this Arbitrum forum post](#) as well as [this Aave forum post](#).

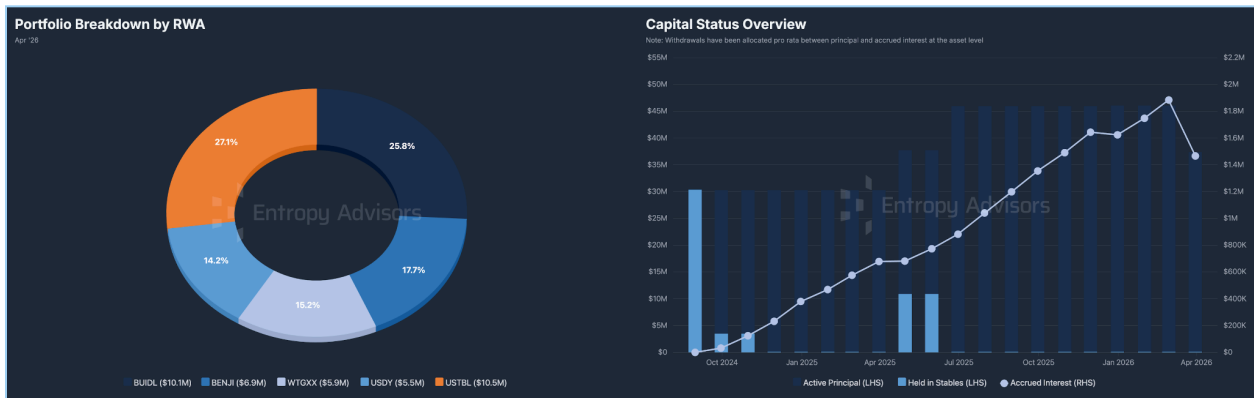
The price of ETH increased by ~7% during the month, leading to a ~\$3M gain in the value of the DAO's ETH and ETH-correlated positions. The aforementioned, together with capital additions and treasury management returns, resulted in the portfolio expanding from \$92M to \$96M during the quarter.

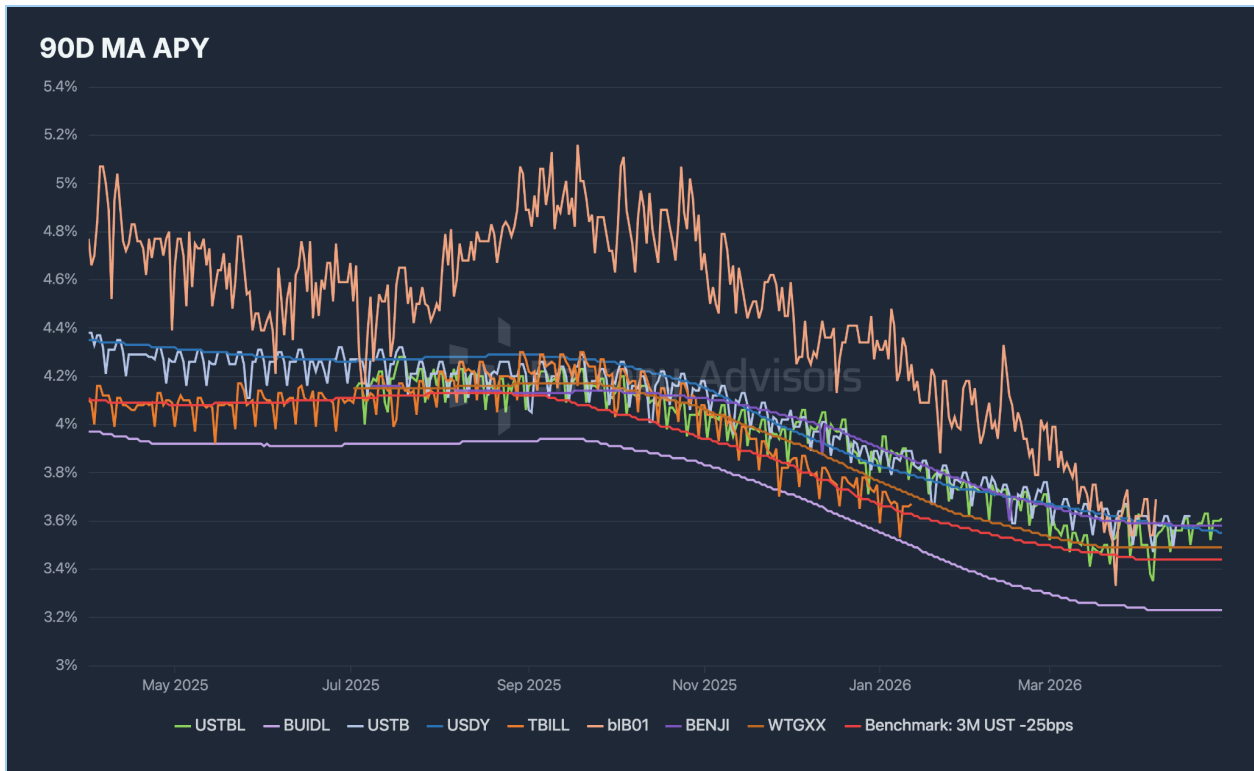




2.2 tMMFs

During the month, ~\$9.2M worth of USTB and b1B01 was liquidated, with the proceeds having been moved to the stablecoin part of the portfolio to be allocated into USDai. The DAO earned ~\$117K in interest from RWAs during April.





2.2.1 Position-Level Allocations (Apr '26)

Asset	Issuer	Principal	Principal & Accrued Interest	MTD Interest	30D MA APY	Accrued Interest
BUIDL	BlackRock	\$9,500,609	\$10,053,603	\$21,573	3.22%	\$552,994
BENJI	Franklin Templeton	\$6,691,332	\$6,889,180	\$19,923	3.57%	\$197,848
WTGXX	WisdomTree	\$5,735,428	\$5,896,143	\$16,569	3.48%	\$160,715
USTB	Superstate	\$0	\$0	\$9,363	n/a	\$0
USDY	Ondo Finance	\$5,194,875	\$5,525,189	\$15,819	3.55%	\$330,314
USTBL	Spiko	\$10,303,987	\$10,528,301	\$30,768	3.71%	\$224,314
bIB01	Backed Finance	\$0	\$0	\$2,982	n/a	\$0
Total	—	\$37,426,231	\$38,892,416	\$116,997	3.50%	\$1,466,184

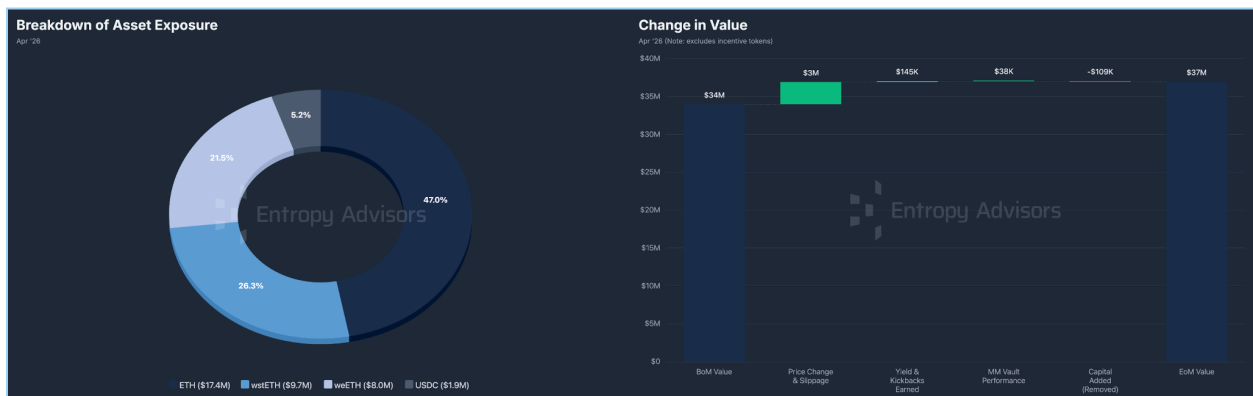
Note: withdrawals have been allocated pro rata between principal and accrued interest

2.3 ETH & ETH-Correlated Assets

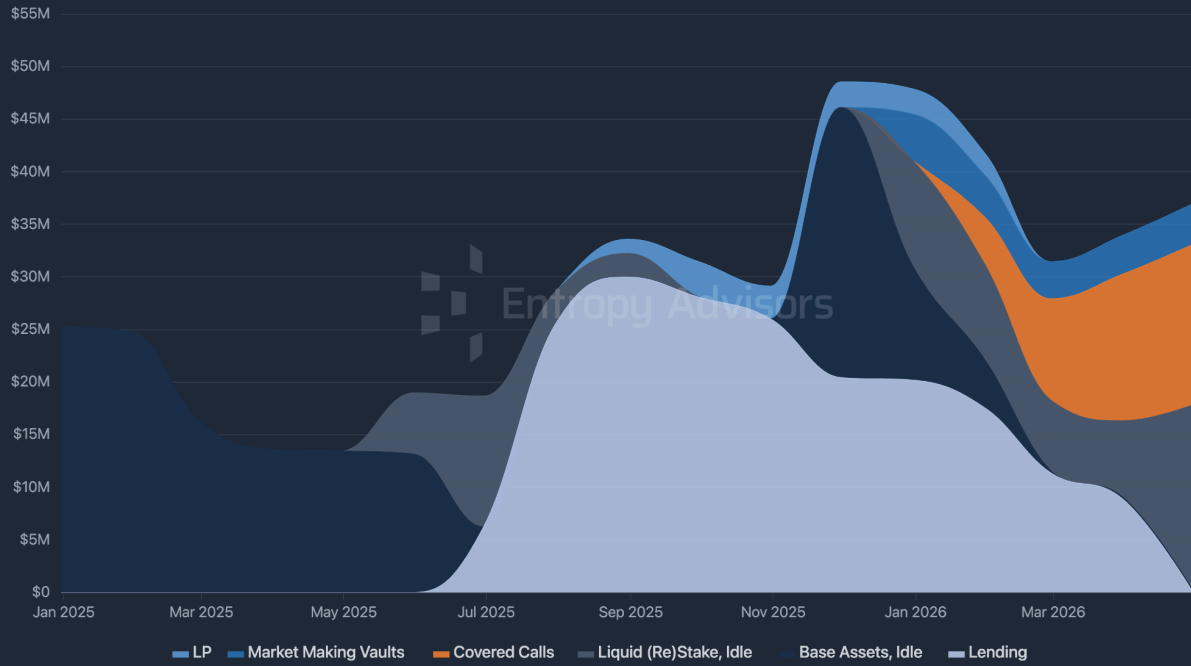
~3.5K wstETH was withdrawn from Aave during April as a precautionary measure with regard to the rsETH exploit. Those funds are now held idle in the portfolio. The DAO also received a 0.32 stETH kickback during the month from Lido's rewards-share program. In the middle of May, the proposal to increase the TM portfolio by 6K ETH passed the onchain voting stage. Soon after, the OAT approved the deployment of this ETH into etherfi's LRT, and the allocation is currently in progress.

While the GMX GLV vault's cumulative performance (comprises fees earned, exposure to trader PnL, and rebalancing actions) was still slightly negative at (\$12K) at the end of April, the vault is up roughly \$490K compared to simply holding ETH over the same investment period, working as a hedge against the negative ETH price performance at the beginning of the year.

ETH & ETH-correlated positions as a % of the total TM portfolio were ~39% at the end of April, but increased to roughly 45% in mid-May with the addition of 6K ETH from the DAO's treasury.

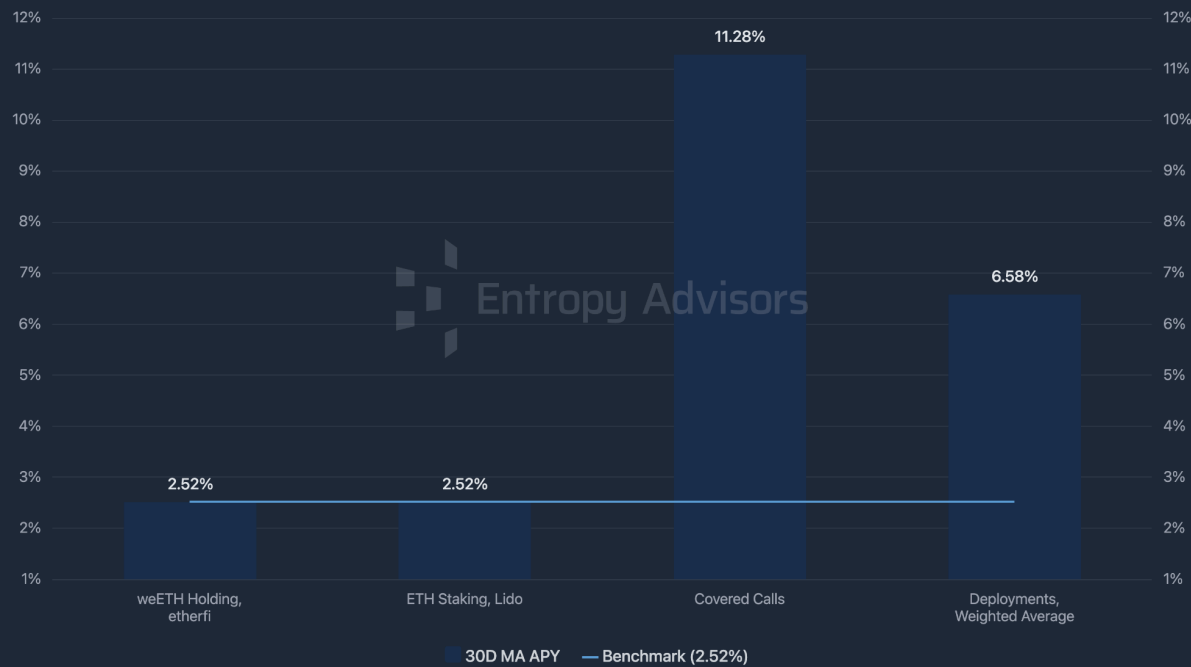


Breakdown of Strategies



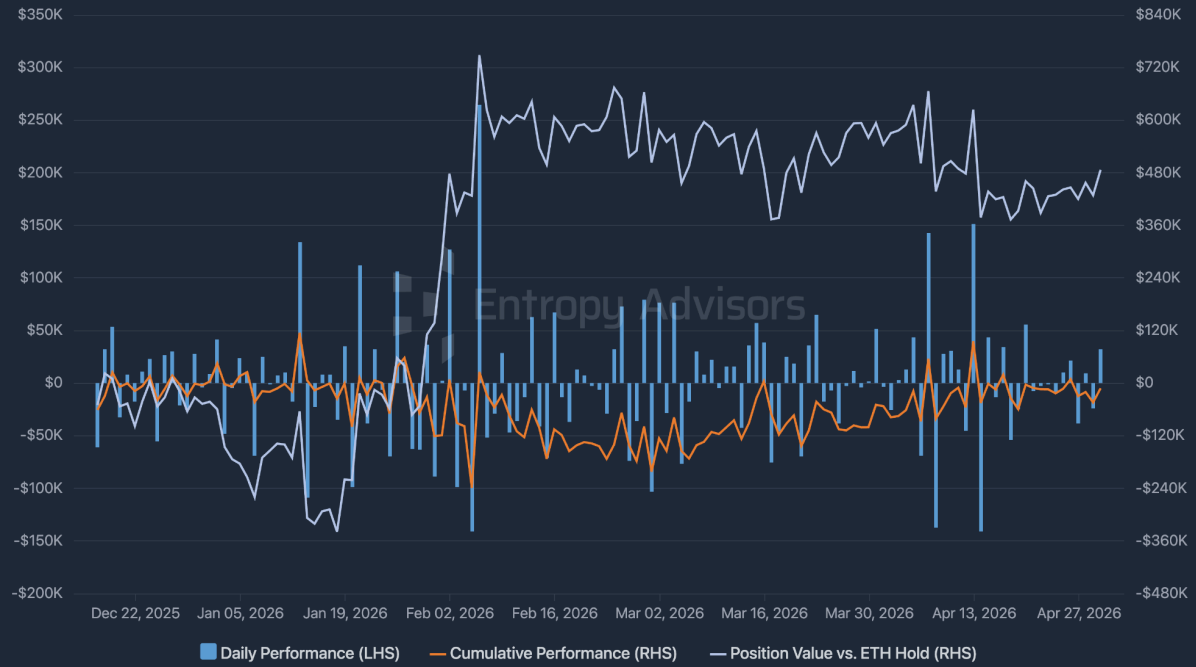
Relative Yield Performance

Apr '26 (Note: Covered calls return expressed as an APR)



GMX GLV Vault (WETH-USDC) Performance

Performance comprises fees earned, exposure to trader PnL, & rebalancing actions, while excluding the impact of ETH price movements



2.3.1 Position-Level Allocations (Apr '26)

Type	Underlying	Protocol	BoM Value	Price Change & Slippage	Position Increased (Decreased)	MTD Yield	EoM Value	%-share
Lending	wstETH	Aave	\$8,859,698	\$820,949	(\$9,691,462)	\$10,821	\$6	0.0%
Liquid Staking	ETH	Lido	\$15,319	(\$6,959)	\$9,691,462	\$9,124	\$9,708,945	26.3%
Liquid Restaking	ETH	ether.fi	\$7,279,720	\$660,120	\$0	\$16,279	\$7,956,119	21.5%
MM Vault	ETH & USDC	GMX	\$3,692,718	\$144,161	\$0	\$37,601	\$3,874,480	10.5%
Covered Calls	ETH	OTC	\$13,948,112	\$1,297,212	(\$108,844)	\$108,844	\$15,245,324	41.2%
Idle ETH	—	—	\$173,211	\$16,109	\$0	\$0	\$189,321	0.5%
Total	—	—	\$33,968,777	\$2,931,592	(\$108,844)	\$182,669	\$36,974,195	100.0%

Note: Excludes effect of any incentive tokens received. Yield includes kickbacks and represents vault performance for GMX

2.4 Stablecoin Positions

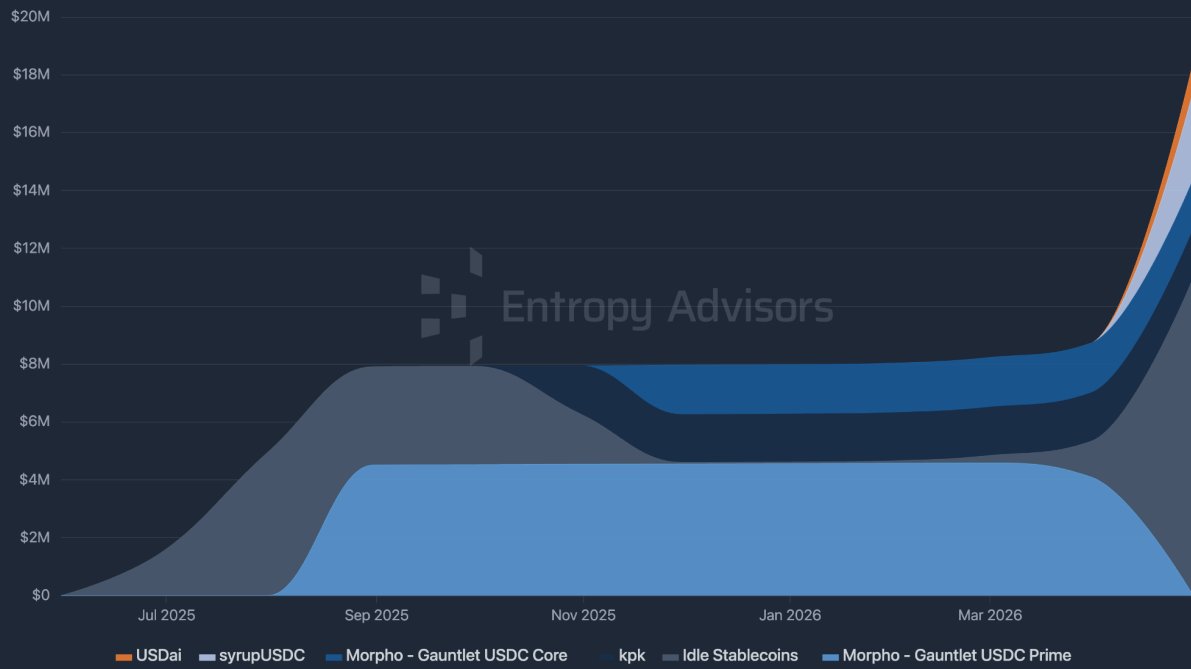
During the month, \$56K of stablecoins was injected into the TM portfolio from the legacy ADPC Subsidy Fund program. The tranching withdrawal from the Gauntlet USDC Prime Vault on Morpho was finalized. The reallocation of these funds into syrupUSDC in multiple installments began in April and was concluded in early May, with the DAO now holding roughly \$5.8M worth of syrupUSDC. The allocation of proceeds received from the divestment of USTB & b1B01 into USDai similarly began in late April and wrapped up in early May. Both of these positions are expected to notably increase the returns that the stablecoin section of the TM portfolio produces. It's also important to note that the Kelp DAO incident had a direct impact on the portfolio's stablecoin benchmark rate (Aave V3 USDC supply on Arbitrum), making it spike to abnormally high levels. Consequently, its reliability as a benchmark rate could be considered compromised for the near term.

In late April, the OAT approved a phased wind-down of KPK's active management services. The decision was driven by efforts to streamline operations and ensure cohesion of deployments across the wider TM portfolio, not the active manager's net performance. The ATMC would like to extend its sincere appreciation for the productive collaboration, as well as for the services and expertise provided by KPK throughout the engagement.

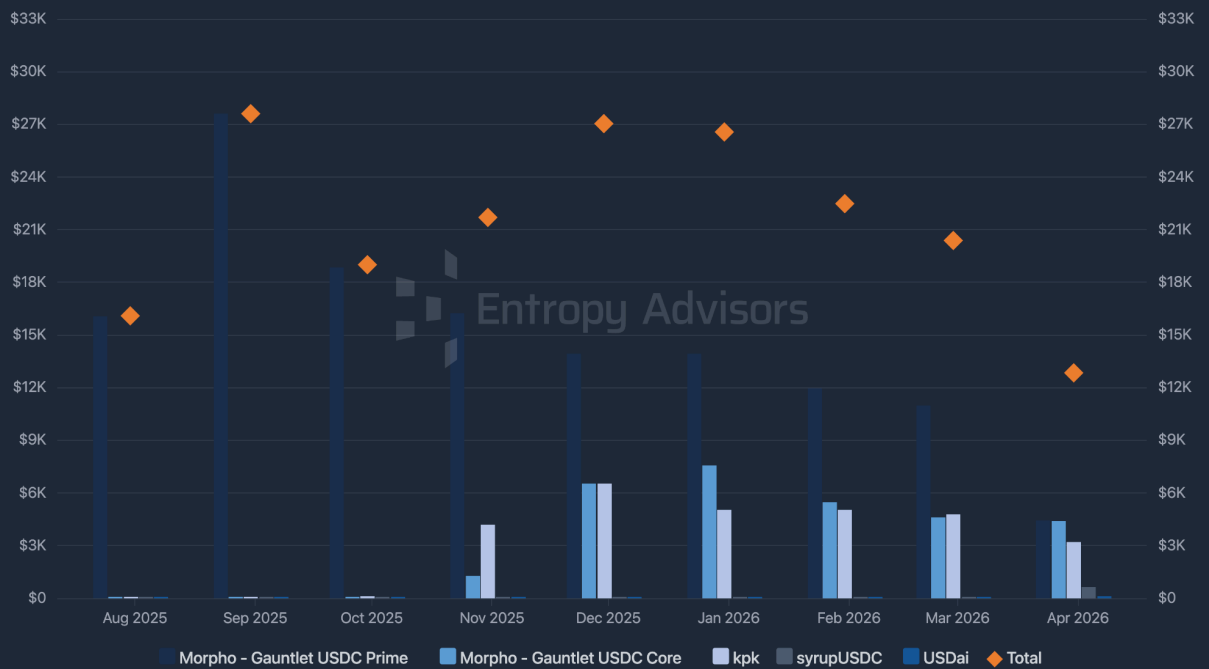
The funds managed by KPK were consolidated back into the main TM portfolio at the beginning of May. The DAO also approved the onchain vote to consolidate ~\$150K of stablecoins into the TM portfolio in the middle of May. The OAT accepted a suggestion to deploy the two aforementioned capital sleeves into Spark, and the allocation was finalized in mid-May.

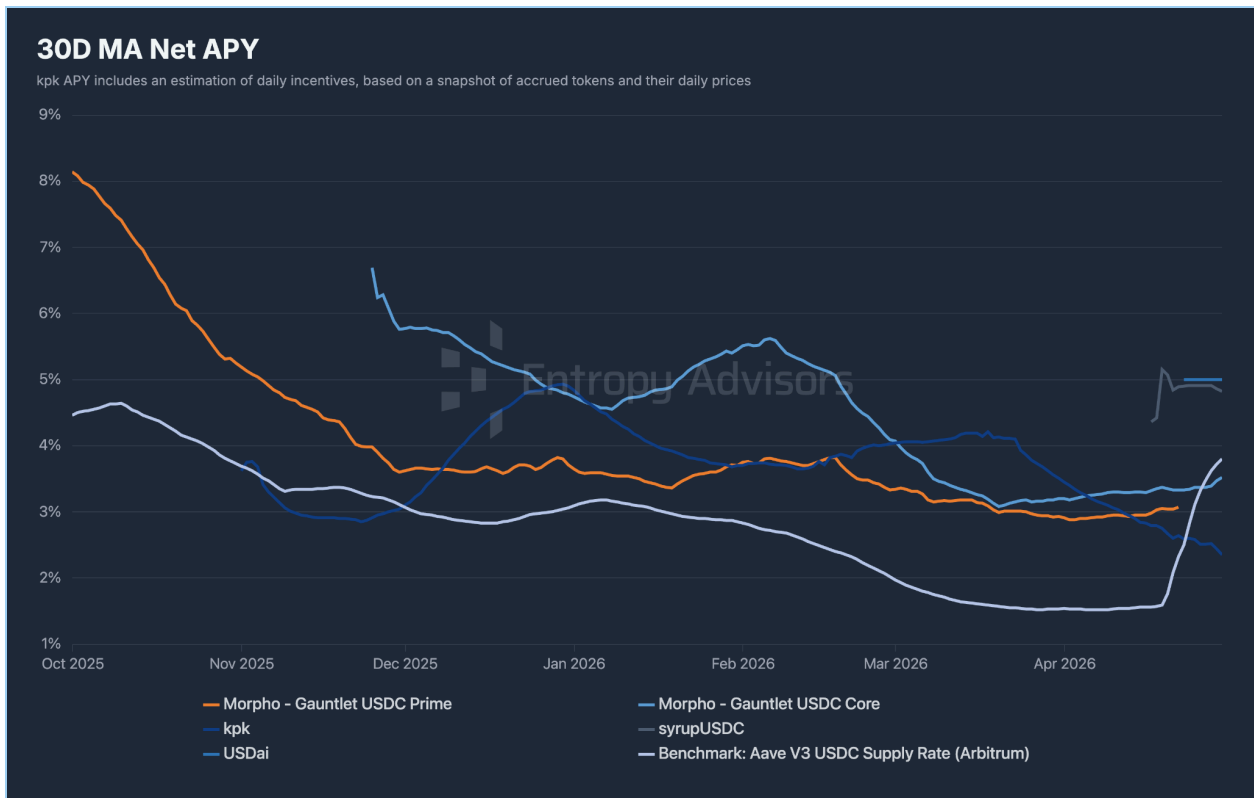
Breakdown of Deployments

Excludes the effect of any incentive tokens



Stablecoin Deployments — Monthly Interest & Incentives





2.5 Incentive Tokens & Active ARB Positions

During April, the TM portfolio didn't earn any incentive tokens. As incentive holdings were rebalanced over the previous quarter in accordance with the DAO's Investment Policy Statement, the portfolio currently holds effectively zero liquid incentives.

The ARB covered calls pilot program remains on hold, given the market conditions over the previous months and unfavourable price movements across crypto more generally. No ARB has been called throughout the pilot program's lifecycle.

3. Disclaimers

This Report is provided solely for informational purposes. The statements and materials contained herein do not constitute financial, investment, legal, or tax advice, nor do they represent an offer, solicitation, or recommendation to buy or sell any product, service, or asset. The information presented does not provide any advice, representation, warranty, certification, guarantee, or promise relating to the subject(s) of such statements. No representation or warranty of any kind (whether express or implied) is given as to the accuracy or completeness of this Report, and no party should rely on its contents for making any decisions, whether financial, legal, or otherwise.

The information included has not been audited or independently verified, and this Report has not been reviewed, approved, endorsed, or registered with any regulator or other governmental authority. Any party relying on this document does so entirely at their own risk and shall have no right of recourse against Entropy Advisors, its directors, employees, professional advisors, or agents (collectively, the "Relevant Parties"), none of whom accepts any liability or assumes any duty of care to any third party in respect of this Report.

The information herein should not be construed as a distribution, offer to sell, or solicitation to buy any products or services, and any past performance, projection, or forecast is not necessarily indicative of future results. The Relevant Parties undertake no obligation to update, supplement, or amend any statement that may become inaccurate or incomplete after the date of publication, and Entropy Advisors reserves the right to update, modify, or amend any information contained in this Report without prior notice.

