



GBBC GSMI 7.0

SCAN TO ACCESS
THE FULL REPORT



DECENTRALIZED FINANCE (DEFI) & VAULTS

OPPORTUNITY FOR DEFI ACROSS INSTITUTIONS

ACCORDING TO BCG & MORPHO

16%

GLOBAL INVESTABLE
ASSETS COMPRISED OF
DIGITAL RWAS BY 2035

300%

GROWTH IN TOKENIZED
RWAS ON PUBLIC
BLOCKCHAINS IN 2025

\$13B

TOTAL DEPOSITS BY END
OF Q3 2025, UP FROM
\$5B AT START OF YEAR

\$960M

IN ACTIVE LOANS FROM
MORPHO'S COINBASE
INTEGRATION

\$1.7B

IN POSTED COLLATERAL
FROM MORPHO'S COINBASE
INTEGRATION

\$1B

IN CUMULATIVE BITCOIN-BACKED
LOAN ORIGINATIONS THROUGH
MORPHO AS OF OCTOBER 2025

WHAT ARE VAULTS?

Blockchain-based structure, typically implemented through one or more smart contracts, that allows users to transfer a particular token (most commonly, a stablecoin) to the vault and receive in return a 'receipt' token that permits the holder to receive back a proportional amount of the assets held in the vault at a later time

VAULTS CAN GENERATE YIELD USING THE FOLLOWING STRATEGIES:

Lending Interest

Users can lend capital to borrowers or borrowing pools to generate interest. With base interest rates, returns come strictly from borrower demand on foundational protocols (e.g., Aave, Compound)

Staking Rewards

Users can lock up tokens to help secure a blockchain network and earn rewards in the form of network staking yields

Trading Fees

Users can provide liquidity to decentralized exchanges and earn a portion of trading/swap fees

Incentive Tokens / Steward Rewards

Protocols may provide users with governance tokens for using their platform

WHAT ARE CURATED VAULTS?

DeFi vaults in which the investment strategy, eligible assets, counterparties, and risk parameters, among other elements, are actively selected and governed by a designated curator rather than being fully automated or open-ended

VAULT CURATORS: "an independent team or entity—not part of [a given protocol]— that designs, deploys, and manages onchain vaults"

01



Users deposit assets
into the vault



02



Smart contracts record
vault shares and enforce
programmed rules



03



Curators define the strategy
and risk boundaries



04



Allocators or automated
mechanisms deploy and
rebalance assets within
those boundaries

