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3 ARROWS, 2 WOLVES



The financial dealings of Three Arrows Capital (3AC) co-founders Su Zhu and Kyle Davies have been detailed in an affidavit — over one thousand pages long — drafted by Russel Crumpler, a liquidator of the restructuring firm Teneo which is handling 3AC's fallout. The document reveals events that would make Jordan Belfort blush, including a downpayment for a yacht valued at USD 50 million while simultaneously receiving margin calls and ignoring creditors.

At the time, Davies stated that he wanted it to be "larger than any yacht owned even by Singapore's richest billionaires."

According to the document, the co-founders are suspected of having purchased several multi-million-dollar real estate properties with funds borrowed by creditors. There is also evidence that they had been funneling funds to a Cayman-based company, Tai Ping Shan Limited, co-owned by Kyle's spouse and Zhu.

The court filing details that 3AC currently owes \$3.5 billion to around 27 firms. The biggest creditor is the crypto brokerage firm Genesis, which has filed a claim for \$1.2 billion. Other firms involved in the filing included Voyager with \$674 million in debt, Deribit (\$80 million), and Celsius with \$40 million. Interestingly Su Zhu himself is filing for a \$5 million claim.

3AC's offices have reportedly been empty since at least July 8. Crumpler claims that they haven't been able to access the firm's cold wallet storage and is seeking to gain access to "prevent these from being removed, destroyed, damaged or modified (by Su Zhu, Kyle Davies, or any other person with access), it is imperative that the Liquidators be granted immediate access."



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