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END OF THE LINE



Once again, Three Arrows Capital finds itself in the spotlight for not-so-glamorous reasons. A judge in the British Virgin Islands has ordered the immediate liquidation of the now officially defunct hedge fund.

In the aftermath of the Terra Luna failure, Three Arrows Capital reportedly suffered catastrophic losses, having been one of the chain's largest supporters. As rumors of insolvency began to swirl, things got progressively worse for the over-zealous asset managers. The de-pairing of stETH added fuel to the fire as the firm began to dump copious amounts of the token to fulfill their debt obligations. Unfortunately, this only started a race for the exit, as investors could clearly see what was happening and rushed to cash out of the derivative before the firm could dump their bags on the community, causing even heavier losses for the fund managers.

As the smoke clears, more details are beginning to emerge of just how irresponsible the fund has been. Turns out, shockingly, that one of the most respected crypto hedge funds was being just as degenerate as the newbs on BSC — leveraging up on such gems as Cum Rocket and SCAM coin. The firm seemingly took out large loans from multiple exchanges to fuel their degenerate gambling practices. Owing money 'all over town', the firm now finds itself insolvent and unable to pay its debts.

Teneo, a New York based firm, has been appointed by the court to handle and oversee the liquidation of the assets under management — which shouldn't be too difficult considering it sounds like there aren't any assets left to manage. It remains to be seen if this will finally bring an end to the dramatic saga of Three Arrows Capital, or if there is still another shoe just waiting to drop.

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