

**SBF** ✓ @SBF\_FTX

Nov 10

1) I'm sorry. That's the biggest thing.

I fucked up, and should have done better.

Nov 10, 2022 · 2:13 PM UTC · Twitter Web App

💬 11,075 ↺ 14,196 🗨️ 7,221 ❤️ 59,358

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2) I also should have been communicating more very recently.

Transparently--my hands were tied during the duration of the possible Binance deal; I wasn't particularly allowed to say much publicly. But of course it's on me that we ended up there in the first place.

💬 218 ↺ 338 🗨️ 53 ❤️ 4,940

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3) So here's an update on where things are.

[THIS IS ALL ABOUT FTX INTERNATIONAL, THE NON-US EXCHANGE. FTX US USERS ARE FINE!]

[TREAT ALL OF THESE NUMBERS AS ROUGH. THERE ARE APPROXIMATIONS HERE.]

💬 259 ↺ 366 🗨️ 273 ❤️ 3,874

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4) FTX International currently has a total market value of assets/collateral higher than client deposits (moves with prices!).

But that's different from liquidity for delivery--as you can tell from the state of withdrawals. The liquidity varies widely, from very to very little.

💬 174 ↺ 321 🗨️ 315 ❤️ 3,594

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5) The full story here is one I'm still fleshing out every detail of, but as a very high level, I fucked up twice.

The first time, a poor internal labeling of bank-related accounts meant that I was substantially off on my sense of users' margin. I thought it was way lower.

💬 252 ↺ 291 🗨️ 458 ❤️ 3,408

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6) My sense before:

Leverage: 0x

USD liquidity ready to deliver: 24x average daily withdrawals

Actual:

Leverage: 1.7x

SBF (@SBF\_FTX): "1) I'm sorry. That's the biggest thing. I fucked up, and should have done better." nitter  
 Liquidity: 0.8x Sunday's withdrawals

Because, of course, when it rains, it pours. We saw roughly \$5b of withdrawals on Sunday--the largest by a huge margin.

242 359 548 3,823



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7) And so I was off twice.

Which tells me a lot of things, both specifically and generally, that I was shit at.

And a third time, in not communicating enough. I should have said more. I'm sorry--I was slammed with things to do and didn't give updates to you all.

116 206 72 2,883



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8) And so we are where we are. Which sucks, and that's on me.

I'm sorry.

155 231 126 3,123



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9) Anyway: right now, my #1 priority--by far--is doing right by users.

And I'm going to do everything I can to do that. To take responsibility, and do what I can.

162 279 78 3,716



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10) So, right now, we're spending the week doing everything we can to raise liquidity.

I can't make any promises about that. But I'm going to try. And give anything I have to if that will make it work.

165 260 137 3,378



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11) There are a number of players who we are in talks with, LOIs, term sheets, etc.

We'll see how that ends up.

87 206 28 2,626



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12) Every penny of that--and of the existing collateral--will go straight to users, unless or until we've done right by them.

After that, investors--old and new--and employees who have fought for what's right for their career, and who weren't responsible for any of the fuck ups.

102 222 52 3,007



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13) Because at the end of the day, I was CEO, which means that \*I\* was responsible for making sure that things went well. \*I\*, ultimately, should have been on top of everything.

I clearly failed in that. I'm sorry.

💬 180 ↩️ 325 🗨️ 100 ❤️ 4,124



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14) So, what does this mean going forward?

I'm not sure--that depends on what happens over the next week.

But here are some things I know.

💬 129 ↩️ 194 🗨️ 40 ❤️ 2,503



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15) First, one way or another, Alameda Research is winding down trading.

They aren't doing any of the weird things that I see on Twitter--and nothing large at all. And one way or another, soon they won't be trading on FTX anymore.

💬 557 ↩️ 407 🗨️ 201 ❤️ 3,914



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16) Second, in any scenario in which FTX continues operating, its first priority will be radical transparency--transparency it probably always should have been giving.

Giving as close to on-chain transparency as it can: so that people know \*exactly\* what is happening on it.

💬 214 ↩️ 207 🗨️ 113 ❤️ 2,258



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17) All of the stakeholders would have a hard look at FTX governance. I will not be around if I'm not wanted.

All of the stakeholders--investors, regulators, users--would have a large part to play in how it would be run.

Solely trust.

💬 137 ↩️ 147 🗨️ 51 ❤️ 1,879



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18) But all of that isn't what matters right now--what matters right now is trying to do right by customers. That's it.

💬 144 ↩️ 145 🗨️ 13 ❤️ 1,971



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19) A few other assorted comments:

This was about FTX International. FTX US, the US based exchange that accepts Americans, was not financially impacted by this shitshow.

It's 100% liquid. Every user could fully withdraw (modulo gas fees etc).

Updates on its future coming.

💬 408 ↩️ 353 🗨️ 409 ❤️ 2,780



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20) At some point I might have more to say about a particular sparring partner, so to speak.

But you know, glass houses. So for now, all I'll say is:

well played; you won.

💬 1,535 ↩️ 1,483 🗨️ 1,823 ❤️ 8,051



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21) NOT ADVICE, OF ANY KIND, IN ANY WAY

I WAS NOT VERY CAREFUL WITH MY WORDS HERE, AND DO NOT MEAN ANY OF THEM IN A TECHNICAL OR LEGAL SENSE; I MAY WELL HAVE NOT DESCRIBED THINGS RIGHT though I'm trying to be transparent. I'M NOT A GOOD DEV AND PROBABLY MISDESCRIBED SOMETHING.

💬 911 ↩️ 392 🗨️ 664 ❤️ 3,465



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22) And, finally:

I sincerely apologize.

We'll keep sharing updates as we have them.

💬 3,005 ↩️ 531 🗨️ 334 ❤️ 5,734

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