



Grant Thornton

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Liquidators' First Report on the State of Affairs of

Cryptopia Limited (in Liquidation)

31 May 2019



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Introduction

David Ian Ruscoe and Malcolm Russell Moore, of Grant Thornton New Zealand Limited, were appointed jointly as liquidators of Cryptopia Limited in Liquidation (“the Company”) on 14 May 2019 at 1.20pm by special resolution of the shareholders pursuant to section 241(2)(a) of the Companies Act 1993.

We set out below our first report on the state of the affairs of the Companies as required by section 255(2)(c)(ii)(A) of the Companies Act 1993.

Restrictions

This report has been prepared by us in accordance with and for the purpose of section 255 of the Act. It is prepared for the sole purpose of reporting on the state of affairs with respect to the Companies in liquidation and the conduct of the liquidation.

This report is not intended for general circulation, nor is it to be reproduced or used for any purpose without the liquidators’ written permission in each specific instance. The liquidators, their employees and agents do not assume any responsibility or liability for any losses occasioned to any party for any reason including as a result of the circulation, publication, reproduction or use of this report contrary to the provisions of this paragraph.

The liquidators reserve the right (but will be under no obligation) to review this report and, if considered necessary, to revise the report in light on any information existing at the date of this report which becomes known to them after that date.

Background

Cryptopia, was a New Zealand cryptocurrency exchange based in Christchurch. At the date of liquidation, it had over 2.2 Million registered users worldwide and employed 37 staff.

The rapid growth of Cryptocurrency in early 2018 meant the Company scaled up to manage the increased level of trading. To manage this the Company entered into a number of long term, high cost contracts to provide the infrastructure necessary to trade at this level. Unfortunately trade volumes, from which the Company earned its revenue, reduced significantly through late 2018. Accordingly, the Company then took steps to reduce its expenses in an attempt to minimise trading losses.

In January 2019 Cryptopia’s exchange was hacked with a significant amount of crypto-assets taken. The Company contacted the New Zealand Police and an investigation into the hack commenced. This investigation is still ongoing.

When the hack was discovered the Company closed the exchange for trading. The Company then decided to reopen the exchange for the trade of certain crypto-assets in March 2019 and continued to trade through to the date of Liquidation. However, trade volumes were insufficient for the Company to meet its debts as they fell due and it was decided the appointment of liquidators was in the best interests of customers, staff and other stakeholders.

Statement of Affairs

Attached is a statement of the Companies' affairs as at the date of liquidation prepared by the liquidators in accordance with section 255 of the Companies Act 1993.

We have not carried out an audit of the information that has been provided to us, nor have we subjected the information provided to detailed verification procedures. While we believe the statement, based on the information provided to us, reasonably reflects the position of the Companies, we cannot be held responsible for inaccuracies in the report arising from deficiencies in the information or explanations given to us.

Notice to Creditors to Prove Debts or Claims

High Court orders, attached as Appendix A, have allowed a modification on the form of distribution of this report, allowing the Liquidators report to be circulated by email to creditors and shareholders of The Company. The Orders in addition granted an extension of the service of the first Liquidator report by 5 days to 15 working days from the date of appointment being the 14 May 2019. A varied order was made regarding communications to Cryptopia account holders and is also attached in Appendix A.

Subsequently on 29 May 2019 a High Court order was made that Bitcoin being held in the company wallet outside of known client funds, could be converted into fiat currency to help fund the liquidation and the protection and preservation of crypto-assets for the benefit of those entitled to them. These orders are included in Appendix A.

Notice to Creditors to Prove Debts or Claims

We are yet to set a Date as the day on or before which any creditors of the Companies are to prove their debts or claims and to establish any priority their claims may have under Section 312 of the Companies Act 1993, or to be excluded from the benefit of any distribution made before their claims are made, or as the case may be, from objecting to any distribution. We will give public notice once the day fixed for claims is decided.

However, if any creditor wishes to make a claim, a Creditor Claim form is attached in Appendix D.

Secured Creditors

A search of the Personal Property Security Register disclosed the following security interests registered against the Company at the date of liquidation.

Secured Party	Date	Collateral Type	Secured party address
DELL NEW ZEALAND LIMITED	04-Apr-2019	Goods – Others	Building 3, 14 Aquatic Drive, French Forest, 2086, Australia
COCA-COLA AMATIL (NZ) LIMITED	04-Oct-2017	Goods – Others.	19 CARBINE ROAD, AUCKLAND, New Zealand

We will be contacting registered security interest holders to determine the validity of security interests and amounts due.

Preferential Creditors

Based on the Company's records, employee preferential entitlements at the date of liquidation are estimated at \$0.32m, representing outstanding wages and holiday pay owing to employees for accrued entitlements.

At the liquidation date the Inland Revenue Department were auditing the tax returns of the Company including GST, once this audit is complete we will determine if there are any preferential taxes owing.

Unsecured Creditors

The Company's electronic records indicate there are 69 unsecured creditor claims totalling \$2.439m. However, we expect that we will receive claims in excess of this amount.

Attached in Appendix C is a schedule of known creditors.

Customers' Holdings

The Company held cryptocurrency in wallets by cryptocurrency and has a database detailing the customer transactions and balance allocated to each customer. We are currently gaining access to the database to undertake a reconciliation of the holdings against the customer balances. Until the user balance database is reconciled with the crypto-asset wallets operated by the company, we cannot confirm the value of Customer holdings.

Proposals for Conducting the Liquidation

The Liquidators have a responsibility to protect and to preserve crypto-asset holdings for the benefit of those entitled to them.

At the date of liquidation, the Company was still recovering users' crypto-assets from its compromised environment. We intend to continue this process to protect and recover all crypto-assets holdings.

This involves gaining access to the Company's crypto-assets wallets and transferring them to secure cold storage where available. We have engaged certain Cryptopia staff to assist with the collection of these assets.

The absence of legal precedent on crypto-assets in New Zealand and worldwide, means the distribution of these assets and the overall conduct of the liquidation will require significant direction from the New Zealand Courts.

Our solicitors have begun this process but until the legal direction has been sufficiently advanced we will not be able to comment on how assets will be returned to stakeholders.

We filed a petition in the Bankruptcy Court in the Southern District of New York (SDNY) seeking recognition of the New Zealand liquidation in the USA, and we also applied for urgent interim relief. We took these steps to preserve the Cryptopia information that is stored and hosted on servers located in the United States. Further information on this action was published 27 May 2019 and can be found at our website, <https://www.grantthornton.co.nz/update-for-cryptopia-account-holders-27-may-2019/>

We will review the operations and affairs of the Company to establish whether any further matters need to be addressed. Our duties as Liquidator require a transparent and robust investigation into the insolvency of the Company.

If any insolvent transactions or breaches of legislation have occurred, we will take the appropriate action where it has the potential to increase the recovery available to creditors.

As previously communicated to stakeholders an FAQ published on the 17 May 2019 can be found at our website, <https://www.grantthornton.co.nz/faqs-cryptopia-liquidation/>

Creditors' Meeting

It is too early at this stage to consider holding a meeting as the information relevant to answering the queries of creditors is still being compiled. Once sufficient information is available and the state of the company's affairs becomes clearer, we will reconsider whether convening a meeting of creditors is appropriate.

Accordingly, under section 245 of the Companies Act 1993 we consider at this stage that no such meeting will be convened. A meeting will not be called unless within 10 working days after receiving this notice, a creditor gives notice in writing to the liquidators requiring a meeting to be called.

In accordance with section 314 of the Companies Act 1993 a creditor or a shareholder may request the liquidators to call a meeting of the creditors or of the shareholders at any time during the course of the liquidation:

- a To vote on a proposal that a Liquidation Committee be appointed to act with the liquidator; and
- b If it is decided to have a Committee, to choose the members of the Committee.
- c Replace the liquidators.

Any request must be in writing.

Estimated Date of Completion of Liquidation

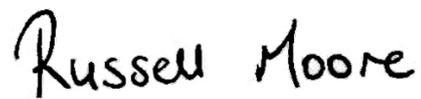
It is not practicable to estimate the date of the completion of the liquidation at this stage.

Should you have any queries in relation to any matter raised in this report then please do not hesitate to contact Tom Aspin at liquidation@cryptopia.co.nz

For and on behalf of



David Ruscoe
Liquidator
Cryptopia Limited



Russell Moore
Liquidator
Cryptopia Limited

Appendix A – High Court Orders

17 May 2019 High Court Order

IN THE HIGH COURT OF NEW ZEALAND
CHRISTCHURCH REGISTRY

DUPLICATE

I TE KŌTI MATUA O AOTEAROA
ŌTAUTAHI ROHE

CIV 2019-409-247

Under Part 19 of the High Court Rules and Part 16 of the Companies Act 1993

In the matter of an application concerning **CRYPTOPIA LIMITED (IN LIQUIDATION)**, a company having its registered office at Level 15, Grant Thornton House, 215 Lambton Quay, Wellington, 6143 and carrying on business as a cryptocurrency exchange

And

In the matter of an application by **DAVID IAN RUSCOE** and **MALCOLM RUSSELL MOORE** of **GRANT THORNTON NEW ZEALAND LIMITED**, insolvency practitioners of Wellington and Auckland respectively, for orders as to service

Applicants

COURT ORDERS UNDER SECTIONS 255 AND 257 OF THE COMPANIES ACT
1993

Dated: 17 May 2019

BUDDLEFINDLAY
NEW ZEALAND LAWYERS
Barristers and Solicitors
Wellington

Solicitor Acting: **Scott Barker/Bridie McKinnon**
Email: scott.barker@buddlefindlay.com/bridie.mckinnon@buddlefindlay.com
Tel 64 4 499 4242 Fax 64 4 499 4141 PO Box 2694 DX SP20201 Wellington 6140



**COURT ORDERS UNDER SECTIONS 255 AND 257
OF THE COMPANIES ACT 1993**

1. The originating application without notice made by **DAVID IAN RUSCOE** and **MALCOLM RUSSELL MOORE** on the 17th day of May 2019 was determined by the Honourable Justice Mander on the 17th day of May 2019.
2. The determination was made without a hearing.
3. The following orders were made:
 - (a) The requirements under ss 255(2)(c)(ii) and (d) and 257(1) of the Companies Act 1993 ("**Act**") relating to the sending of the liquidators' reports and all other documents required to be sent under those sections (together, the "**Liquidators' Reports**"), be modified such that where the applicants hold an email address for a creditor or shareholder of Cryptopia Limited (in liquidation) (**Cryptopia**):
 - (i) the applicants are not required to send that creditor or shareholder the Liquidators' Reports; and
 - (ii) the applicants must send that creditor or shareholder an email with a link to a website where copies of the Liquidators' Reports can be downloaded.
 - (b) That, where the applicants hold an email address for a creditor or shareholder of Cryptopia, the applicants are permitted to send any other documents or correspondence to those creditors and shareholders by electronic means specified at (a) above, in addition to all other methods permitted by the Act.
 - (c) The Liquidators' Reports be uploaded to the website of Cryptopia at <https://www.cryptopia.co.nz> as soon as practicable after they have been prepared, and that notification of the designated webpage be created and maintained on the Grant Thornton website.
 - (d) That the period of time specified in s 255(2)(c) for service of the first Liquidators' Report be extended by 10 working days, to 15 working days in accordance with s 255(3)(c).
 - (e) The application and sealed orders in this proceeding be sent to every known creditor and shareholder of Cryptopia at the same time and in the same manner (as modified by 3(a) to (d) above) as the documents listed in s 255(2)(c)(ii) of the Act.



- (f) Any creditor or shareholder of Cryptopia is granted leave to apply to the Court within 10 working days of such service referred to in 3(e) above to modify or discharge these orders on appropriate notice being given to the applicants.
- (g) Leave is reserved for the applicants to apply further in respect of any ancillary orders.
- (h) The applicants' solicitor-client costs of this application be an expense incurred by the applicants in carrying out their duties as liquidators.

By the Court:



D. McMillan

(Deputy Registrar)

Sealed this 17th day of May 2019.

27 May 2019 Varied High Court Order

IN THE HIGH COURT OF NEW ZEALAND
CHRISTCHURCH REGISTRY

I TE KŌTI MATUA O AOTEAROA
ŌTAUTAHI ROHE

CIV 2019-409-247

Under Part 19 of the High Court Rules and Part 16 of the Companies Act 1993

In the matter of an application concerning **CRYPTOPIA LIMITED (IN LIQUIDATION)**, a company having its registered office at Level 15, Grant Thornton House, 215 Lambton Quay, Wellington, 6143 and carrying on business as a cryptocurrency exchange

And

In the matter of an application by **DAVID IAN RUSCOE** and **MALCOLM RUSSELL MOORE** of **GRANT THORNTON NEW ZEALAND LIMITED**, insolvency practitioners of Wellington and Auckland respectively, for orders as to service

Applicants

**VARIED COURT ORDERS UNDER SECTIONS 255 AND 257 OF
THE COMPANIES ACT 1993**

Dated: 27 May 2019

BUDDLEFINDLAY
NEW ZEALAND LAWYERS
Barristers and Solicitors
Wellington

Solicitor Acting: **Scott Barker/Bridie McKinnon**
Email: scott.barker@buddlefindlay.com/bridie.mckinnon@buddlefindlay.com
Tel 64 4 499 4242 Fax 64 4 499 4141 PO Box 2694 DX SP20201 Wellington 6140



**VARIED COURT ORDERS UNDER SECTIONS 255 AND 257
OF THE COMPANIES ACT 1993**

1. The originating application without notice made by **DAVID IAN RUSCOE** and **MALCOLM RUSSELL MOORE** on 17 May 2019, as varied by counsel memorandum on 22 May 2019, was determined by the Honourable Justice Mander on 17 May 2019 and varied on 24 May 2019.
2. The determination was made without a hearing.
3. The following orders were made:
 - (a) The requirements under ss 255(2)(c)(ii) and (d) and 257(1) of the Companies Act 1993 ("**Act**") relating to the sending of the liquidators' reports and all other documents required to be sent under those sections (together, the "**Liquidators' Reports**"), be modified such that where the applicants hold an email address for a creditor or shareholder of Cryptopia Limited (in liquidation) (**Cryptopia**):
 - (i) the applicants are not required to send that creditor or shareholder the Liquidators' Reports; and
 - (ii) the applicants must send that creditor or shareholder an email with a link to a website where copies of the Liquidators' Reports can be downloaded.
 - (b) That, where the applicants hold an email address for a creditor or shareholder of Cryptopia, the applicants are permitted to send any other documents or correspondence to those creditors and shareholders by electronic means specified at (a) above, in addition to all other methods permitted by the Act.
 - (c) The requirements under ss 255(2)(c)(ii) and (d) and 257(1) of the Companies Act 1993 ("**Act**") relating to the sending of the Liquidators' Reports, be modified such that where the applicants do not hold any address details, including an email address, for a Cryptopia account holder, the applicants are not required to send that account holder the Liquidators' Reports, but instead will provide the Liquidators' Reports in the manner set out at subsection (d) below.



(d) The Liquidators' Reports be uploaded to the website of Cryptopia at <https://www.cryptopia.co.nz> as soon as practicable after they have

been prepared, and that notification of the designated webpage be created and maintained on the Grant Thornton website.

- (e) That the period of time specified in s 255(2)(c) for service of the first Liquidators' Report be extended by 10 working days, to 15 working days in accordance with s 255(3)(c).
- (f) The application and sealed orders in this proceeding be sent to every known creditor and shareholder of Cryptopia at the same time and in the same manner (as modified by 3(a) to (d) above) as the documents listed in s 255(2)(c)(ii) of the Act.
- (g) Any creditor or shareholder of Cryptopia is granted leave to apply to the Court within 10 working days of such service referred to in 3(f) above to modify or discharge these orders on appropriate notice being given to the applicants.
- (h) Leave is reserved for the applicants to apply further in respect of any ancillary orders.
- (i) The applicants' solicitor-client costs of this application be an expense incurred by the applicants in carrying out their duties as liquidators.

By the Court:



Sealed this 27th day of May 2019

A handwritten signature in blue ink, appearing to be "D. McMillan".

D. McMillan

(Deputy Registrar)

29 May 2019 High Court Order

DUPLICATE

IN THE HIGH COURT OF NEW ZEALAND
CHRISTCHURCH REGISTRY

I TE KŌTI MATUA O AOTEAROA
ŌTAUTAHI ROHE

CIV 2019-409-000286

Under Part 19 of the High Court Rules and Part 16 of the
Companies Act 1993

In the matter of an application concerning **CRYPTOPIA LIMITED (IN
LIQUIDATION)**, a company having its registered office at
Level 15, Grant Thornton House, 215 Lambton Quay,
Wellington, 6143 and carrying on business as a
cryptocurrency exchange

And

In the matter of an application by **DAVID IAN RUSCOE** and **MALCOLM
RUSSELL MOORE** of **GRANT THORNTON NEW
ZEALAND LIMITED**, insolvency practitioners of Wellington
and Auckland respectively, for directions

Applicants

COURT ORDERS CONCERNING DIGITAL ASSETS

Dated: 29 May 2019

BUDDLEFINDLAY
NEW ZEALAND LAWYERS
Barristers and Solicitors
Wellington

Solicitor Acting: **Scott Barker/Bridie McKinnon**
Email: scott.barker@buddlefindlay.com/bridie.mckinnon@buddlefindlay.com
Tel 64 4 499 4242 Fax 64 4 499 4141 PO Box 2694 DX SP20201 Wellington 6140



COURT ORDER CONCERNING DIGITAL ASSETS

1. The originating application without notice made by **DAVID IAN RUSCOE** and **MALCOLM RUSSELL MOORE** on 29 May 2019 was determined by the Honourable Justice Gendall on 29 May 2019.
2. The determination was made without a hearing.
3. The following orders were made:
 - (a) The liquidators are permitted to convert into fiat currency such of the 344 Bitcoin (**BTC**) held in the Company wallet, (the **Company Bitcoin**) as is considered necessary to fund the reasonable costs and expenses of the liquidators of and incidental to the protection, preservation, recovery and management and administration of any cryptocurrency (**Digital Assets**);
 - (b) The liquidators are permitted to deduct from the realisation of the Company Bitcoin and from NZD funds held in the Company's bank accounts (**Company Bank Accounts**) (together the **Fund**) their reasonable costs and expenses of and incidental to the protection, preservation, recovery, management and administration of any Digital Assets held by the Company, whether the Fund or part thereof is later determined by this Court to be beneficially owned by the Company or Cryptopia account holders.
 - (c) The application and sealed orders in this proceeding be served on creditors and Company account holders by posting to the Cryptopia website (and Twitter account) in the same manner was ordered by the Court in CIV 2019-409-247 on 17 May 2019, as varied on 24 May 2019.
 - (d) Any creditor or shareholder of Cryptopia is granted leave to apply to the Court within 10 working days of such service referred to in 3(c) above to modify or discharge these orders on appropriate notice being given to the applicants.
 - (e) Leave is reserved for the applicants to apply further in respect of any ancillary orders.



By the Court:



D. McMillan

(Deputy Registrar)



Sealed this 29th day of May 2019

Appendix B – Statement of Affairs

Estimated Statement of Financial Position	Note	Book Value (\$)	Recoverable Value (\$)
Assets	1		
Cash on hand		1,065,426	1,065,426
Companies Crypto-Assets		Unknown	Unknown
Fixed Assets		2,166,234	649,870
Loan Receivable		238,598	Unknown
Total Assets (excluding Land & Buildings)		3,470,258	1,715,296
Preferential Creditors			
Employee entitlements	2	318,845	
Inland Revenue		Unknown	
Secured Creditors			
Secured Creditors	2	1,466,134	
Unsecured Creditors			
Unsecured Creditors	2	2,167,036	
Unsecured Employee entitlements	2	271,808	
Total Liabilities		4,224,898	4,224,898
Estimated surplus/(deficit)			(2,509,602)
Notes			
<p>1. Assets are stated at book value as at date of appointment, until the reconciliation of what crypto-assets the Company holds occurs, we cannot confirm the NZD value of company owned crypto-assets. Companies crypto-assets include Company issued coins such as DOT, which may be impaired if they can't be traded on other exchanges.</p> <p>2. As per records held by the Company at the date of appointment, actual amounts may change as claims are received and verified</p>			

Appendix C – Schedule of known creditors

Secured Creditors

Name	Address 1	Address 2	City	Postcode
Dell New Zealand Limited	Building 3, 14 Aquatic Drive	French Forest	Sydney	2086
COCA-COLA AMATIL (NZ) LIMITED	19 Carbine Road	Mount Wellington	Auckland	1060

Unsecured Creditors

Name	Address 1	Address 2	City	Postcode
Canterbury Employers' Chamber of Commerce	57 Kilmore Street		Christchurch	
Chillisoft	PO Box 7429	Wellesley Street	Auckland	1010
Cloudflare, Inc.	101 Townsend Street	San Francisco CA 94107	San Francisco	94107
Dempster Builders Ltd	3 Cleveland Street	Edgware	Christchurch	8013
EAP Services Limited	PO Box 8285	Riccarton	Christchurch	8011
EnviroWaste Services Ltd	21 Francella Street	Bromley	Christchurch	1061
Hotwire	Level 2, 100 Harris Street	Pymont	Sydney	
HubSpot	20 Hunter St, Level 7	Sydney NSW 2000	Sydney	
Incapsula	3400 Bridge Parkway, Suite 200	Redwood Shores CA 94065	Redwood Shores	94065
Initial	19 Chapmans Road	Hillsborough	Christchurch	8022
Intranel Consulting Limited	109 Montreal Street	Sydenham	Christchurch	8023
Junkman	PO Box 35183	Shirley	Christchurch	8640
Just Water New Zealand	Private Bag 9281	Penrose	Auckland	1642
Kearney & Co	254 Montreal Street		Christchurch	8011
Kordia	Unit 12, Cavendish Business Park	150 Cavendish Road, Casebrook	Christchurch	8051
Merquip	58 Walls Road	Penrose	Auckland	1061
Oasis	320 Prestons Road		Christchurch	8051
Office Products Depot	6 Bath Street	Christchurch Central	Christchurch	8011
Phoenix NAP	2353 W. University Dr	Tempe	Phoenix	
Promapp Solutions Limited	Eden 3, 16 Normanby Road	Mt Eden	Auckland	1023
Pulse Security	PO Box 610		Wellington	6140
Resolve Support Services Ltd	122 Coulston Road	Lancaster, LA1 3AB	Lancashire	
Sandfly Security	4 Ash Street	Christchurch Central	Christchurch	8011
Security Matters Christchurch Limited	155 Barrington Street	Somerfield	Christchurch	8024
Service Now	Level 48, 680 George Street	Sydney NSW 2000	Sydney	2000
Sparkling Silver Service Ltd	4 Riverside Lane	Spencerville	Christchurch	8083
TDM Electrical	112 Hayton Road	Wigram	Christchurch	8042
TradeMe Jobs	PO Box 11042	Wellington	Wellington	
Vision Systems	PO Box 3838	Christchurch Central	Christchurch	8140
Voyager Internet Ltd	PO Box 911190	Victoria Street West	Auckland	1142
Waste Management	301 Marshs Road	Hornby South	Christchurch	7676
Nintex			Australia	
Powershop	147 Tory St		Wellington	6011
Meridian Energy	PO Box 2128		Christchurch	8140
Spark			Wellington	
Angus Adams			Christchurch	
Anton Hughes			Christchurch	
Ben Dawson			Christchurch	
Carl Hastie			Christchurch	
Edward Currell			Christchurch	
Emily Chamberlain			Ashburton	
Haley Byars			Christchurch	
Helen Jacka			Christchurch	

Name	Address 1	Address 2	City	Postcode
Jennifer Shraga			Christchurch	
Joshua Milner			Christchurch	
Kabyn Walley			Christchurch	
Kaylib Kumeroa			Christchurch	
Lamont Broughton			Christchurch	
Louis Shurety			Christchurch	
Malcolm Gray			Christchurch	
Maria del Carmen Hoz Lopez			Christchurch	
Matthew Hoare			Christchurch	
Michael Dawson			Christchurch	
Michael Glaser			Christchurch	
Michael Hiener			Christchurch	
Michael Jack			Christchurch	
Morgan Nicholson			Christchurch	
Niamh Meighan			Christchurch	
Oliver Krenek			Christchurch	
Olivia Grimwood			Christchurch	
Padmini Agnihotri			Christchurch	
Peter Osborne			Christchurch	
Philip Broderick			Christchurch	
Priyanka Nimbalkar			Christchurch	
Raj Wadhera			Auckland	
Rita Langley			Christchurch	
Robert Dawson			Christchurch	
Rose-Anna Patricia			Christchurch	
Samuel Baker			Christchurch	
Tim Brocket			Christchurch	
Tony Donaldson			Christchurch	
Tyler Sullivan			Christchurch	
Zaylie Sullivan			Christchurch	

Appendix D – Creditor Claim Form

Unsecured Creditor Claim Form

Cryptopia Limited (IN LIQUIDATION)

<p>Name and postal address of creditor in full:</p> <p>Telephone Number:</p> <p>My Reference (if applicable) is:</p>	<p>*Any personal information collected is for the purpose of administering the liquidation in accordance with the Companies Act 1993.</p> <p>The information will be used and retained by the liquidator and will be released to other parties only with your authorisation or in compliance with the Privacy Act 1993.</p> <p>Under Section 304(1) any claim by an unsecured creditor must be in the prescribed form and must –</p> <p>Contain full particulars of the claim; and</p> <p>Identify any documents that evidence or substantiate the claim.</p> <p>You may have access to and request correction of any personal information.</p> <p>* (Not applicable, if creditor is not an individual within the meaning of the Privacy Act 1993)</p>
<p>I _____ [If claim is made on behalf of creditor, specify relationship to creditor and authority] claim that the company was at the date it was put into liquidation indebted to the above named creditor for the sum of:</p> <p>[Amount in words and figures]: _____ \$</p>	
<p>Either: I hold no security for the amount claimed; or</p> <p> I am surrendering my security and I am claiming as an unsecured creditor</p> <p>[Omit whichever does not apply]</p>	
<p>Full particulars of the claim are set out, and any supporting documents that substantiate the claim, are identified on the reverse of this form.</p> <p>N.B. Copies of the documentation supporting this claim should be attached to this form and forwarded to the Liquidator in terms of section 304(2) of the Companies Act 1993.</p>	
Signed: _____	Date: / /

WARNING
It is an offence under Section 304(6) of the Companies Act 1993 to –
Make or authorise the making of, a claim that is false or misleading in a material particular knowing it to be false or misleading; or
Omit, or authorise the omission from a claim of any matter knowing that the omission makes the claim false or misleading in a material particular.

<p>Liquidator (Date Stamp)</p>	Reserved for Office Use:		
	<p><u>Claim rejected for payment:</u></p>	<p>Signed: _____</p>	<p>Date: / /</p>
	<p><u>Claim admitted for payment:</u></p>	<p>Preferential Claim for:</p> <p>\$ _____</p>	<p>Ordinary Claim for:</p> <p>\$ _____</p>
	<p>Signed Liquidator: _____</p>	<p>Deferred Claim for:</p> <p>\$ _____</p>	<p>Dated: / /</p>
	<p>Note: If the decision to admit or reject a claim is amended the Liquidation Regulations 1994 requires that it be recorded in writing</p>		

PARTICULARS OF CLAIM

Date	Details of Claim and Identification of Documents that Evidence or Substantiate the Claim	Amount \$
	<p>If applicable, less Retention of Title for Goods supplied by creditor to the company</p> <p><i>[Describe goods]</i></p> <p>If applicable, less debts owed by creditor to the company</p> <p><i>[Describe debts]</i></p>	

If applicable, please record here your GST Registration number:

and total GST included in your claim: \$

Appendix E – DIRRI

Declaration of Independence, Relevant Relationships and indemnities

Cryptopia Limited (in Liquidation)

Practitioner/s appointed to an insolvent entity are required to make declarations as to:

- A Their independence generally
- B Relationships, including
 - i The circumstances of the appointment
 - ii Any relationships with the [company/debtor] and others within the previous 24 months
 - iii Any prior professional services for the [company/debtor] within the previous 24 months
 - iv That there are no other relationships to declare and
- C any indemnities given, or up-front payments made, to the Practitioner.

This declaration is made in respect of ourselves, our partners, Grant Thornton NZ Limited (the “Firm”) and any of the Grant Thornton NZ’s associated entities.

A Independence

David Ian Ruscoe and Malcolm Russell Moore of Grant Thornton NZ Limited have undertaken a proper assessment of the risks to the Firm’s independence prior to accepting the appointment as Liquidators of Cryptopia Limited in accordance with the law and applicable professional standards. This assessment identified no real or potential risks to the Firm’s independence. David Ian Ruscoe and Malcolm Russell Moore are not aware of any reasons that would prevent the Firm from accepting this appointment.

B Declaration of Relationships

Circumstances of appointment

This appointment was referred to the Firm by the former Director of the Company. He introduced us to the Companies shareholders. We believe that this referral does not result in a conflict of interest or duty because:..

- the introduction was unconditional;
- we have not undertaken any prior engagement for The Company or the Director
- introductions or referrals from advisors to specialist advisors are common business practice.

We have had no pre-appointment meetings, our sole interactions have been telephone calls with the shareholders and their advisers between the 8th of May 2019 until the day of appointment.

In our opinion, these discussions do not affect our independence for the following reasons:

- It is recognised there is a need for practitioners to provide advice on an insolvency process and the options available for the Company. It is not considered that such advice results in a conflict.
- Nature of advice was generic in nature and explained the general process of putting the Company into liquidation.
- We did not charge any fees for these meetings and communications.

We have provided no other information on advice to the Company, the directors and its advisors prior to our appointment beyond that outlined in this DIRRI.

Relevant Relationships (excluding Professional Services to the Insolvent)

Neither of the Liquidator's, nor the Firm, have, or have had within the preceding 24 months, any relationships with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has security over the whole or substantially whole of the Company's property.

Prior Professional services to the Insolvent

Neither of the Liquidator's, nor the Firm, have provided any professional services to the Company in the previous 24 months.

No other relevant relationships to disclose

There are no other known relevant relationships, including personal, business and professional relationships, from the previous 24 months with the Company, an associate of the Company, a former insolvency practitioner appointed to the Company or any person or entity that has security over the whole or substantially whole of the Company's property that should be disclosed.

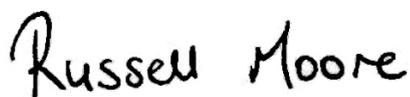
C Indemnities and up-front payments

We have not been indemnified in relation to the Liquidation, other than any indemnities that we may be entitled to under statute and, have not received any up-front payments in respect of our remuneration or disbursements.

Dated: 31 May 2019



DAVID IAN RUSCOE
LIQUIDATOR



MALCOLM RUSSELL MOORE
LIQUIDATOR

Note:

1 If circumstances change, or new information is identified, David Ian Ruscoe and Malcolm Russell Moore are required under the Companies Act 1993 and the RITANZ Code of Professional Conduct to update this Declaration and provide a copy to creditors with our next communication as well as table a copy of any replacement declaration at the next meeting of the insolvent's creditors.



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