FILED: NEW YORK COUNTY CLERK 06/01/2022 02:05 PM INDEX NO. 154644/2022

NYSCEF DOC. NO. 3

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# **EXHIBIT 1**

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National Police of the Principality of Liechtenstein Gewerbeweg 4 FL-9490 Vaduz Principality of Liechtenstein In

advance by email to info@landespolizei.li

Vaduz, January 9, 2022

Theft of cryptocurrency; against unknowns

Dear,

On behalf of LCX AG, Herrengasse 6, 9490 Vaduz, we raise

### LEGAL PROCEEDINGS AGAINST UNKNOWN.

LCX AG is the operator of the Internet platform LCX.com, which among other things enables trading in crypto currencies on LCX Exchange (exchange.LCX.com). LCX AG is registered as a TT service provider according to TVTG. LCX follows strict security requirements and has an internal policy called "Information Security, Blockchain Operations and Business Continuity Policy".

Facts: Theft of crypto currency

At the current status of our internal analysis, a hacker gained access to the most important wallet on the LCX platform. The affected is the LCX hot wallet on the Ethereum blockchain with the wallet address 0x4631018f63d5e31680fb53c11c9e1b11f1503e6f.

Due to the high security measures, access to LCX wallets is excluded. How the hacker gained access is unclear.

The LCX hot wallet can be viewed online on Ethereum Explorer, the hack is traceable and you can see how the cryptocurrencies are forwarded by the hacker. See <a href="https://etherscan.io/address/0x4631018f63d5e31680fb53c11c9e1b11f1503e6f">https://etherscan.io/address/0x4631018f63d5e31680fb53c11c9e1b11f1503e6f</a>

The theft takes place yesterday evening, January 8, 2022 between 23:23 and 23:37 instead.

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## During this period, the following cryptocurrencies were stolen:

Cryptocurrency: Value (Jan 9, 2022 - Coingecko):

- 162.68 ETH 502.671 USD - 3,437,783.23 USD Coin (USDC) 3,437,783 USD - 761,236.94 EURe 864,840 USD - 101,249.71 SAND Token 485,995 USD

- 1,847,65,592 . USD

- 485,995.30. LINK51 LCX Token 2,466,558 USD - 669.00 Quant (QNT) 115,609 USD - 4,819.74 Enjin (ENJ) 10,890 USD - 4.76 Maker (MKR) 9,885 USD

Total value approx. 7,942,788 USD

### Transactions Overview:

-
EURei
PR, 9.

## To further reduce any damages we have taken immediate measures:

- pausing deposit and withdrawal functionality LCX platform to block deposits and withdrawals from users.
- Start of internal analysis of damages Jan 9, 2022 from approx. 1:00 a.m.
- report on JanuaryFirst public report on January 9, 2022 at 1:40 a.m. on @LCX Twitter account. https://twitter.com/lcx/status/1479976459766833152

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Service Notice: We noticed a security incidence at our platform. We are currently investigating and will provide regular updates. User funds are safe!

In the meantime deposits and withdrawals have been suspended.

1:40 AM · Jan 9, 2022 · Twitter Web App

 Second public announcement on January 9, 2022 at 3:05 a.m. on @LCX Twitter account. https://twitter.com/lcx/status/1479997830039224322

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<b>※</b>	LCX  ◎ @icx · 7h  Ethereum blockchain based assets such as ETH, USDC, EURe, LCX and other assets have been moved to the  Hacker ETH Wallet: 0x165402279F2C081C54B00f0E08812F3fd4560A05					
	2/3	↑1 6	♡ 35	11	afr:	
*		difficult period, other exchange	we greatly apposes, security expe	reciate the su	pport from ou	
	0 6	17 2	O 39	,T.	al(	

- On January 9th at 01:52 a.m. we informed our partner Monerium about the hack. Monerium is the publisher of the Digital Euro (EURe) on Ethereum Blockchain, which is used on the LCX platform. In total, the hacker was able to gain access to EUR 761,236.94. The hacker was able to switch EUR 150,236.94 in DAI to Uniswap DEX. At 05:56, LCX was informed by the Monerium team that the Monerium team had managed to block and freeze EUR 611,000 at 04:44.
- On January 9th at 02:04 a.m. we informed our partner Liquid Global (liquid.com). The hacker wallet has been blacklisted so that hackers can no longer make deposits.

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- On January 9th at 3:13 a.m. we informed our partner Elliptic about the hack. Elliptic is LCX's
  partner for Blockchain Transaction Monitoring and Blockchain Analytics. Elliptic marks the Hacker
  Wallet for all Elliptic customers and warns other platforms.
- On January 9, 2022 from around 5:00 a.m., we transferred cryptocurrencies from the other LCX
  wallets to new wallets. With this we try to prevent further theft. At the current status, no other LCX
  wallets are affected by the theft.
- On January 9, 2022 at around 12:30 p.m., LCX reports to the Liechtenstein police.

If you have any further questions or require information, we are always available. Please inform us promptly about your approach and the status of your investigations.

You can reach me personally on my mobile phone at +423 - 788 77 52 or by email at monty@LCX.com.

With regards,

Monty C M Metzger