

ECAF Explanation of Order

[To ELECTED EOS BLOCK PRODUCERS] - 2018-06-22

2018-06-19 00:30 UTC

The logic and reasoning for EOS Core Arbitration Forum (ECAF) Arb Orders **2018-06-19-AO-001** and **2016-06-22-AO-002** is as follows. It applies to every account listed in the Orders, and to every related ECAF Claim.

All accounts listed for Emergency Measures of Protection by functional freezing were so listed pursuant to formal claims submitted by individuals (i.e. people) to the EOS Core Arbitration Forum. The substance of each of the claims amounts to the following:

- That the claimant is the rightful owner of the EOS account and/or the tokens which have since been removed from that account without their consent.
- That they are not able to access the account for a variety of reasons. (Alleged hacking / phishing / scamming, etc.)
- That they believe their account is at immediate risk of losing funds. (Or in some case have already had funds removed in violation of EOS Constitution Article III, "Rights".)

In every instance (for every claim, person, and EOS account involved,) the claimants submitted to ECAF strong evidence of personal identity, attestation that they are the rightful owner, acceptance of the terms of arbitration under the EOS Constitution and the ECAF Rules of Dispute Resolution, agreement to have the accounts temporarily frozen pending further investigation, and acceptance that it may not be possible to protect or recover any funds.

After reviewing the additional evidence of ownership, such as EOS911-gathered ERC20-to-EOS account mapping and proof-of-ETH-private-key control, alleged cryptocurrency exchange transaction records, and Ethereum / EOS main-net blockchain transaction records, the Emergency Arbitrator established that there is sufficient evidence to establish that there is a case to answer. In particular, the claim that the accounts and/or the tokens originating from those accounts are no longer in the control or possession of their rightful owners shall be heard by ECAF, and that immediate action is required in order to preserve the accounts and/or the tokens in their current state.

For all of the above reasons the Emergency Arbitrator issued to Block Producers an arbitral order that the accounts be frozen in order to allow full and proper investigation of each claim.

Signed,



2018-06-22 20:13 UTC

Sam Sapoznick, ECAF Interim Emergency Arbitrator