

December 4, 2023

Kenneth Pasquale
Main: 212-318-6000
[REDACTED]

VIA ELECTRONIC MAIL

Sunil Kavuri
[REDACTED]

Re: FTX 2.0 Customers Ad Hoc Committee

Dear Mr. Kavuri,

Thank you for the letter from the FTX 2.0 Customers Ad Hoc Committee (the “2.0 AHC”) to the Official Committee of Unsecured Creditors (the “Official Committee”), dated November 10, 2023 (the “Letter”), and for meeting with the Official Committee last week to discuss certain of the issues raised in the Letter. Creditor input such as that set forth in the Letter is vital to the bankruptcy process and an important element underlying the Official Committee’s exercise of its fiduciary duties to advance the interests of the bankruptcy estates’ unsecured creditors. The overarching goals of the Official Committee have been and continue to be to move the bankruptcy cases forward as expeditiously and efficiently as possible, and to maximize the return of value to unsecured creditors, including the customers who were the victims of the massive fraud that brought about the bankruptcy filing.

The Official Committee recognizes that there may be divergent views on how the assets of the Debtors’ estates may be valued and distributed through a plan of reorganization. As the 2.0 AHC appropriately recognizes in the Letter, to be most efficient and beneficial to all stakeholders, the bankruptcy process requires compromises where practicable, within the structure of U.S. bankruptcy law. The Official Committee believes that the material terms of the currently proposed plan of reorganization strike an appropriate balance between stakeholders’ competing interests and positions that is beneficial to *all* unsecured creditors. An amended plan of reorganization and disclosure statement will be filed with the Bankruptcy Court in mid-December that will provide further details. The Official Committee will continue to evaluate any reasonable alternatives that may improve upon the terms of the proposed plan.

As you know, the process regarding a potential acquisition, recapitalization or other transaction with respect to the Debtors’ exchanges is ongoing. At the appropriate time, any such transaction

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will be presented to the Court for approval in a sale motion that would provide a description of the contemplated transaction. Although the Official Committee is constrained by its confidentiality obligations from disclosing details at this time, many of the concepts raised in the Letter, including those concerning a recovery rights token or tokens, are those that the Official Committee and the parties to a potential transaction have considered.

The Official Committee welcomes the opportunity to continue to engage with the 2.0 AHC in the coming months, as we all work towards a conclusion of these bankruptcy cases.

Very truly yours,

A handwritten signature in black ink, appearing to read "Ken Pasquale". The signature is fluid and cursive, with the first name "Ken" and last name "Pasquale" clearly distinguishable.

Ken Pasquale
PAUL HASTINGS LLP

cc: Official Committee of Unsecured Creditors of FTX Trading Ltd., *et al.*