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1 THE UNITED STATES SECURITIES AND EXCHANGE COMMISSION
2
3 In the Matter of:)
4) File No. HO-14164
5 MIRROR PROTOCOL) Amended: 8/10/2023
6
7 SUBJECT: Jinny Baek - Seongsu-dong2(i)-ga_7_HO-
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9 PAGES: 1 through 59

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AUDIO TRANSCRIPTION

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1 P R O C E E D I N G S
2 Jinny Baek - Seongsu-dong2(i)-ga_7_HO-14164_ARCHIVE-
3 000237301.mp4
4 AARON MYUNG: Hold on.
5 JINNY BAEK: (Inaudible).
6 AARON MYUNG: Right.
7 JINNY BAEK: I just -- to be honest, I just
8 don't want to know what's happening (inaudible).
9 Because (inaudible) there are too many things happening
10 in the company (inaudible) even for -- for (inaudible).
11 Today I just made, like, ten calls to the bank to borrow
12 money. I mean --
13 AARON MYUNG: Yeah.
14 JINNY BAEK: (Inaudible).
15 AARON MYUNG: So you don't think, like -- I
16 don't know. Like, I just feel like this is all going
17 to, like, come back to, like, haunt me. You know,
18 like um--
19 JINNY BAEK: To you?
20 AARON MYUNG: Yeah, because, like, basically,
21 like, once -- like, like, you're aware of how much, like, Luna
22 is worth now, right?
23 JINNY BAEK: (Inaudible).

PLAINTIFF'S
EXHIBIT

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23-cv-1346 (JSR)

24 AARON MYUNG: It's worth, like -- it's worth,
25 like, basically \$40 billion now.

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1 JINNY BAEK: Oh, I don't know. I'm actually uh
2 not a crypto guy -- I've never invested in crypto, so
3 (inaudible).

4 AARON MYUNG: Oh.

5 JINNY BAEK: I'm not following the price point --
6 I just heard from my friends that -- I got a lot of
7 (inaudible) that everybody were congratulating me
8 (inaudible) spike up Luna.

9 AARON MYUNG: Yeah, people message me all the
10 time like, hey --

11 JINNY BAEK: (Inaudible).

12 AARON MYUNG: You know, like, Luna's my
13 future. Like --

14 JINNY BAEK: (Inaudible).

15 AARON MYUNG: Yeah, like --

16 JINNY BAEK: (Inaudible).

17 AARON MYUNG: I don't have any Luna. You
18 know --

19 JINNY BAEK: A lot of my friends thought I uh
20 got, like, a lot of Luna --

21 AARON MYUNG: Yeah.

22 JINNY BAEK: (Inaudible). It's not true. I
23 didn't get a single -- a single Luna-- I was, like, talking
24 to them. I don't know how much a single Luna coin's
25 value (inaudible) talking to them but I have nothing to

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1 do with crypto. But uh yeah, to hear that its value is
2 over 40 billion is crazy. (Inaudible). But in case
3 things go back to you (inaudible) I said a similar thing
4 to Don (inaudible) it just (inaudible) as a normal
5 person, I think (inaudible) I don't think, like, dirty
6 things will go back to you.

7 AARON MYUNG: Like, how --

8 JINNY BAEK: It's not --

9 AARON MYUNG: Like, how can you be sure of
10 that, though?

11 JINNY BAEK: I mean, it's -- in that case, I
12 don't think (inaudible) I like to say it uh -- if I were
13 Dan, I wouldn't do something like that. I'm not kind of
14 a person who really tries to drag other people into a
15 dirty hole (inaudible) I don't know what uh is actually --
16 what's actually happening behind the scenes. But I'm
17 still um -- the market knows later on what's happening.
18 All the dirty work in the future still, I don't think
19 that Dan would, like, point the finger to you or other
20 people (inaudible) --

21 AARON MYUNG: No, I mean, he -- he already

22 disses me, you know. Dan and Do are not on good terms.
23 You know, like, basically, if they go to Dan and be
24 like, hey, like, aren't you aware there is no connection
25 with Chai and Terra, basically he'll say, oh, I'm not a

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1 technical guy. Like, you know, but here's the guy who leads
2 technology and product. Why don't you go talk to him?

3 And then basically they'll come talk to me,
4 they'll be like, are you aware that this was a fraud,
5 basically? Uh. And then I'll basically say, yeah, I was
6 aware, but, you know, like, it puts me in a very
7 difficult position, right? Like -- like, what else
8 could I say? Like, could I say, like, I didn't know?
9 You know?

10 JINNY BAEK: Well um, you know, I mean, the
11 whole architecture and structure was done by -- by Do
12 (inaudible) --

13 AARON MYUNG: Yeah, and he -- he knowingly
14 lied about --

15 JINNY BAEK: Yeah. I mean --

16 AARON MYUNG: -- its usage.

17 JINNY BAEK: Yeah. I don't think there's any
18 (inaudible) pointing the finger to you -- I don't think
19 (inaudible) it doesn't -- doesn't make any sense.
20 Because the whole design was -- the whole idea was
21 Do --

22 AARON MYUNG: Yeah, but, like, Do's not going
23 to take responsibility for it, though. There's no --
24 there's no way that Dan or Do, if push came to shove,
25 right -- like, if they're -- like, let's say that, like,

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1 regulators, and they pit each other against each other,
2 and say, we'll give you -- one of you guys immunity --

3 JINNY BAEK: Yeah.

4 AARON MYUNG: -- for --

5 JINNY BAEK: (Inaudible).

6 AARON MYUNG: -- for, like, ratting whoever
7 out --

8 JINNY BAEK: Yeah.

9 AARON MYUNG: And whoever gives the most
10 information, we'll set you free --

11 JINNY BAEK: Yeah.

12 AARON MYUNG: Like, no one's going to take
13 responsibility for anything at that point. Like,
14 everyone's going to be pointing fingers. Right? Um. Like,
15 including Dan himself, right? Like, his entire
16 reputation, his life, his money, his family, like, being
17 in jail --

18 JINNY BAEK: Yeah.

19 AARON MYUNG: Like, everything's on the line.

20 Like, you don't think that they're going to, like, give
21 people up, or say that they -- someone knew, and then
22 (inaudible) share the responsibility?

23 JINNY BAEK: Yeah, but I don't think
24 (inaudible) I'm not close to Do, but based off my past
25 few (inaudible) with Dan, I don't think he will point

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1 his finger to you. (Inaudible). That just doesn't make
2 any sense, because from the very beginning you were
3 (inaudible) Terra from the very beginning. (Inaudible).
4 The whole idea was -- the company was incorporated in 20
5 -- like, 2018. But you joined Chai in 2020.

6 AARON MYUNG: 2021.

7 JINNY BAEK: You -- 2021.

8 AARON MYUNG: January, yeah.

9 JINNY BAEK: Yeah. Well, you were the
10 investor of (inaudible) but still, the actual work done
11 by -- you weren't in the company -- but Dan and Do were
12 actually in the company. So --

13 AARON MYUNG: Yeah, but if you look at all the
14 public information, it also has that, you know, Chai
15 uses Terra for payments and settlements, and --

16 JINNY BAEK: Yeah.

17 AARON MYUNG: It still says it. All the
18 public information --

19 JINNY BAEK: Yeah.

20 AARON MYUNG: And, like, actually, like uh, last
21 month I sent a screenshot of a token (inaudible)
22 interview from Do. You know, as early as, like,
23 literally last month. And Do is still saying things
24 like, um yeah, Chai -- uh, like, like, we are the, you know, biggest,
25 like, real life use case of crypto and stablecoins. You

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1 know, Chai uses blah blah blah. Like --

2 JINNY BAEK: Yeah.

3 AARON MYUNG: And then, like, I brought this
4 up to Dan, and, you know, like, obviously this is, like,
5 all super confidential that I'm telling you, because he
6 told me in confidence, right? Which -- you know,
7 like --

8 JINNY BAEK: Okay.

9 AARON MYUNG: Like, now that I'm fired, you
10 know, I'm just like, I don't know what to do with this. Um
11 But he told me that they have a two year, like, you
12 know, look away -- like, handshake deal where they're not
13 going to um --

14 JINNY BAEK: Disclose anything --

15 AARON MYUNG: No, like, they're going to
16 continue to misrepresent, like uh --

17 JINNY BAEK: Oh.

18 AARON MYUNG: -- this relationship with Terra,
19 um and I'm guessing the reason why they picked the two
20 years is because that's probably when Dan finishes
21 vesting. (Laughs). I'm guessing there was, like, some
22 kind of, like, four year vesting rule. Um.

23 JINNY BAEK: Yeah. (Inaudible). Yeah, I
24 didn't know that much about uh the two year, you know
25 (inaudible).

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1 AARON MYUNG: Yeah, so, like, you know, like,
2 these are super confident --

3 JINNY BAEK: Yeah --

4 AARON MYUNG: He actually told me about all
5 this stuff, right? Like, I'm -- other than Justin, I'm
6 the only one who knows about this. Like, also, like,
7 the internal people, they might know -- like, Gigi, and
8 Liam --

9 JINNY BAEK: Yeah.

10 AARON MYUNG: -- might know about this.
11 Because they're the insiders.

12 JINNY BAEK: Right.

13 AARON MYUNG: Right?

14 JINNY BAEK: I mean, basically, fundamentally
15 I don't know why, because (inaudible) to make, like
16 (inaudible) using money to (inaudible) basically not the
17 right action to take. I mean, the crypto industry
18 (inaudible) I believe it will grow, and it will
19 (inaudible) it's playing a large part of the whole
20 economy. I believe in that. But -- but the (inaudible)
21 the early members here in Chai have -- I think they're
22 more on (inaudible) instead of trying -- instead of, I
23 mean, entrepreneurs. I mean (inaudible) I also agree
24 with you on that (inaudible) someday in the future we
25 may (inaudible) to have (inaudible) technology

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1 (inaudible) I think so. I think that kind of situation
2 may come at a certain point. But still, I don't think
3 that you'll -- you'll be the person who will get the
4 blame.

5 AARON MYUNG: So, even if it's not the blame -
6 - like, even, like, my affiliation with Chai --

7 JINNY BAEK: Mm-hmm.

8 AARON MYUNG: Right? Like, for example, like,
9 Dan has all the money in the world now. He can just
10 walk away with this. Like, basically he'll just cash in
11 on the social capital, right? Um. But for me, like, I'm
12 not, like, wealthy like that.

13 JINNY BAEK: Uh-huh.

14 AARON MYUNG: Like, nowhere close. (Laughs).

15 JINNY BAEK: Yeah.

16 AARON MYUNG: You know, like, I still have to
17 protect my name, and I still have to, like, be
18 productive in my career.

19 JINNY BAEK: Yeah, you have to --

20 AARON MYUNG: You know?

21 JINNY BAEK: Yeah, keep (inaudible).

22 AARON MYUNG: Yeah, so, like, you know, Chai
23 and Terra, it could literally be, like the Lehman of
24 crypto.

25 JINNY BAEK: Oh, really?

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1 AARON MYUNG: Right? Yeah, because this is a
2 \$40 billion --

3 JINNY BAEK: Oh, right.

4 AARON MYUNG: -- project.

5 JINNY BAEK: Right. (Inaudible).

6 AARON MYUNG: Like, literally -- like, this
7 would be, like -- if this were a fraud -- like,
8 classified as a fraud, it would be the biggest -- one of
9 the biggest frauds in all of, like, history at \$40
10 billion. And it would be forever tied to your name as
11 officer of the company.

12 JINNY BAEK: Why did you make an investment
13 through the (inaudible)?

14 AARON MYUNG: Um --

15 JINNY BAEK: I mean, if I were you --

16 AARON MYUNG: Uh-huh.

17 JINNY BAEK: (Inaudible) like, still, a lot of
18 people are crypto investors, but still, I'm not
19 (inaudible) -- and I don't believe in crypto that much,
20 to be honest with you. I think a little bit more time
21 is needed to fully understand and agree on that -- that
22 (inaudible) but, like -- like, in -- let's just say two
23 years ago -- two years (inaudible) you made an
24 investment in (inaudible) --

25 AARON MYUNG: Yeah.

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1 JINNY BAEK: And I think you basically -- at a
2 high level, you kind of knew what would happen --

3 AARON MYUNG: No, I didn't. Because encore
4 (phonetic) companies actually -- like, I'm not sure if
5 you understand the concept of an encore company, but
6 it's basically a company of many companies.

7 JINNY BAEK: (Inaudible) right, yeah, yeah.

8 AARON MYUNG: So, basically, they had, like, I
9 don't know, like an underwear company --

10 JINNY BAEK: Yeah. Right, right.

11 AARON MYUNG: They had, like, all these other
12 things. Um. But basically, like, the reason why I invested
13 is because he invested in my startup. So I felt like I

14 -- you know, like --
15 JINNY BAEK: Oh.
16 AARON MYUNG: I told him, like, I don't care
17 what you do, like, here's -- here's my money.
18 JINNY BAEK: Oh, okay.
19 AARON MYUNG: All I knew was that an encore
20 company is uh basically -- like, he -- like, the way they
21 framed it was, like, it's an encore of Timon (phonetic)
22 like, he wants to build companies --
23 JINNY BAEK: Right.
24 AARON MYUNG: Right? Um.
25 JINNY BAEK: Yeah, right.

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1 AARON MYUNG: So I had no knowledge of it.
2 But, like, basically, during the investment reports --
3 this is, like, before I knew of anything, but they would
4 actually publish, like, the numbers, like um -- and you
5 know, like, I'm also, like, a US citizen. So, like --
6 JINNY BAEK: Mm-hmm.
7 AARON MYUNG: Like, selling these kind of
8 things to me as an investor is, like, completely, like --
9 JINNY BAEK: Yeah.
10 AARON MYUNG: -- forbidden.
11 JINNY BAEK: Yeah.
12 AARON MYUNG: Right?
13 JINNY BAEK: (Inaudible).
14 AARON MYUNG: And, you know, for them to --
15 and then on top of that, I joined as an officer. That's
16 going to look super bad for me, right? Like, I was
17 there since the beginning. I cannot -- like, you know,
18 one thing that I could never claim that maybe you can
19 claim is that I was not aware. I can never claim that. Um.
20 I was there since the very beginning as an encore
21 company investor with all the metrics, all the plans,
22 all the roadmap.
23 And then I came into the company as Chief
24 Product Officer. I knew all the technology, all the
25 products, all the integrations, so, like, all the

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1 roadmap. Right? And, like, our PR, everything, like,
2 we -- like, I'm aware of all it, right? So, like,
3 basically, if this thing blows up -- you know, first of
4 all -- so, I was, like, thinking, right? Like, first of
5 all, like, within one year, I am forced to leave the
6 company, right? That's already a negative on my -- on
7 my book.
8 JINNY BAEK: Yeah.
9 AARON MYUNG: And then on top of that, like,
10 if Chai doesn't do bad, that's even, like, double
11 negative, like, on my book, right?

12 JINNY BAEK: Right.

13 AARON MYUNG: And I don't know. Like, the
14 reason why I couldn't sleep last night is because, like,
15 I don't feel comfortable with any of this, you know?

16 JINNY BAEK: (Inaudible). I mean, like I
17 said, I mean if your name looks really bad to other
18 people, like, he promoted and nominated as a CPO
19 (inaudible) even the company (inaudible) by the CEO --
20 pushed by the CEO --

21 AARON MYUNG: You know, like, now -- yeah, you
22 know, like, now, I actually know that, like, I don't
23 think his plan was to make me CPO in the first place.
24 If you -- like, if you look at the actual presentation
25 he made to the company, it actually says, nomination

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1 to CPO. It never says, like, you know, welcome -- you
2 know, promotion to CPO, right? Um. And -- I don't know.

3 JINNY BAEK: Right. Yeah, I wonder why I'm
4 still not the uh -- I've never seen a company -- like, the
5 CFO not being (inaudible) comes to me, so I basically
6 know is happening with (inaudible) I was like
7 (inaudible) of the CEO.

8 AARON MYUNG: So, you know, like, I asked my
9 friend about that. He said that's a -- that would be an
10 instant red flag in due diligence. That a CFO is not
11 the actual CFO of the company.

12 JINNY BAEK: Yeah. (Inaudible).

13 ARI MYUNG: And that Liam -- like, the fact
14 that Liam was officer of the company is also, like, very
15 suspicious. Like -- like, Gigi -- like, these are all
16 Terra insiders. You know, like, there's always a reason
17 why these things are there. Right? Like, governance
18 is, like, completely, like --

19 JINNY BAEK: Yeah. And what -- what I think
20 nowadays my personal view like you said, I think all the
21 insiders nominated as (inaudible) right now, and uh --
22 which I think it's not -- well -- from an investor
23 perspective, it may be a red flag. Like, some --
24 something that is not normal. But if you look at it
25 from my perspective, like if I were nominated as working for

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1 (inaudible) kind of tell them -- I would know all the
2 details and (inaudible) one of the insiders -- but not being
3 nominated as (inaudible) kind of tells that I really
4 didn't know.

5 So I think -- which I really actually don't
6 want to know as well. I think something has happened
7 (inaudible) but not being the -- the -- the (inaudible)
8 I think it kind of protects me at a certain level.
9 Like, I really didn't know. Like, if somebody asked

10 (inaudible) the CFO, you really didn't know (inaudible)
11 yeah, I really didn't know. I wouldn't even (inaudible)
12 focus on the whole work -- just -- just on the
13 (inaudible) and Chai. And look through all emails --
14 because I was just -- I have this concern that if I
15 (inaudible) and I may get a lot of (inaudible) emails
16 (inaudible) information which can be -- could have, like, negative
17 impact in the future. So not having that access is, I
18 think a -- could be -- could be a little bit uh -- could be
19 (inaudible).

20 I'm actually not that (inaudible) not being
21 (inaudible) but from your stance -- I mean, you already know
22 everything that happened, you're the CPO, you're the
23 (inaudible) early investor of (inaudible). And if they
24 just dig into all the personal emails, then they will
25 find out that you have received all the data, and the

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1 whole structure. I think things may get a little bit
2 ugly when they come to you. (Laughs).

3 But, yeah, in the first, I just don't want to
4 get those emails (inaudible) access. From my
5 perspective, I think uh not being nominated is okay. See
6 those people being nominated kind of tells, okay, there's
7 something (inaudible) -- I'm not just trying to
8 (inaudible) don't want to get access --

9 AARON MYUNG: So are you, like, okay, though,
10 like, with that activity going on, though? Like -- and
11 you just being -- you just kind of separating yourself
12 from that?

13 JINNY BAEK: Well, um what I'm trying to do in
14 the long term is that maintenance is (inaudible) like a
15 true company. Like (inaudible) that has nothing to do
16 with -- with crypto well, if you look at uh Chai back
17 in, like, the early days of (inaudible), company was
18 valued already, like, 3 million (inaudible) just by
19 having the idea that -- just on the idea that crypto,
20 Terra, will be somehow connected with Chai.

21 AARON MYUNG: Yeah.

22 JINNY BAEK: And we were going to innovate the
23 whole card industry. Just --

24 AARON MYUNG: Right.

25 JINNY BAEK: Just by that -- just on that

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1 idea --

2 AARON MYUNG: Well, it wasn't even on card, it
3 was just on the wallet.

4 JINNY BAEK: Yeah.

5 AARON MYUNG: Yeah.

6 JINNY BAEK: And then there was this, like,
7 challenge (inaudible) right before I joined, because

8 people started to question that idea. Because this was
9 -- so I think that's why (inaudible) I don't think it's
10 (inaudible). I think um he just thought if he (inaudible)
11 business model per se is really great, so I think
12 (inaudible) required.

13 AARON MYUNG: Yeah.

14 JINNY BAEK: And I think, yeah, that was the
15 moment when the company started to become a true
16 startup. Yeah, so I think um if you look at the value of
17 Chai -- just purely at Chai, I think (inaudible) could
18 valued at 300, 400 million itself. Like (inaudible)
19 Visa. So I think our value is now truly based on pure
20 business that is actually occurring, instead of crypto.

21 So um my thought is, well, of course uh it would be
22 a problem if the value reflects some of the crypto
23 (inaudible) but right now I think (inaudible) just
24 valued at (inaudible) I'm sure (inaudible) the company.
25 And we're also selling to -- to (inaudible) and other

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1 global investors, and we're absolutely saying nothing
2 about crypto.

3 AARON MYUNG: Yeah, but the thing is, though,
4 right, is, for Chai right now, the reason why it's hard
5 to align the vision and the mission --

6 JINNY BAEK: Mm-hmm.

7 AARON MYUNG: The reason why it's hard to
8 align, like, the synergies of the business, is because
9 the goals are not the same --

10 JINNY BAEK: Mm-hmm.

11 AARON MYUNG: -- of the stakeholders. Right?
12 Like, the goal of the major stakeholders --

13 JINNY BAEK: Mm-hmm.

14 AARON MYUNG: -- like Dan and Do are to
15 maximize -- well, obviously grow as a company, but to
16 maximize the growth of their Terra, right?

17 JINNY BAEK: Mm-hmm.

18 AARON MYUNG: Like, that's how they're making
19 all their money.

20 JINNY BAEK: Mm-hmm.

21 AARON MYUNG: Right? And not just with Luna.

22 JINNY BAEK: Mm-hmm.

23 AARON MYUNG: Now with CFT. Right? So, I
24 mean, if, like, that's coming back -- right, like,
25 they're already working on CFT. Right?

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1 JINNY BAEK: What's the CFT?

2 AARON MYUNG: The Chai Finance Token.

3 JINNY BAEK: Oh, okay.

4 AARON MYUNG: Yeah, so that's going to be
5 what's traded on uh the Chai -- on the Chai app, right?

6 JINNY BAEK: Mm-hmm.
7 AARON MYUNG: So, basically --
8 JINNY BAEK: Yeah.
9 AARON MYUNG: You know, like, Dan and the
10 insiders again, including Justin, they're going to be
11 making money -- more money on the Chai token than they
12 are with Chai the company, right? So it's just, like --
13 JINNY BAEK: Oh, man.
14 AARON MYUNG: -- completely just a -- you
15 know, like, a facade. You know? Like --
16 JINNY BAEK: (Inaudible). I think -- yeah.
17 Like, there are a few people in the company that, uh like,
18 wants to make easy money. And, uh I don't think that is really
19 a healthy way to (inaudible) to -- to -- to (inaudible)
20 I think there are a lot of opportunities (inaudible)
21 trying to make easy money, bringing in the crypto story.
22 AARON MYUNG: Yeah, and then -- you know,
23 like, the moment that also -- where, like, Dan was
24 trying to push me out was, like, when I was reviewing
25 that Chai whitepaper -- the Chai token whitepaper, and I

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1 kept on bringing up, I don't see how this could be
2 beneficial for our customers. There's, like, no use
3 case here. It's just a bunch of, like -- a bunch of,
4 like, buzzwords put together. Like, very fancy and
5 complex sounding, like, economics terms, and, like,
6 crypto terms, that don't actually weave together to
7 form any kind of real value for customers.
8 JINNY BAEK: Yeah.
9 AARON MYUNG: And when I brought this up a few
10 times, I think that's when, like --
11 JINNY BAEK: He got really --
12 AARON MYUNG: He realized that we're not
13 aligned. Like, you're not a team player. Like, you
14 know, we're not playing the same game here, you know?
15 JINNY BAEK: Mm-hmm. Yeah. I think that's
16 why -- that could be why he's trying to -- he's not
17 trying to -- like (inaudible) because I'm kind of a
18 person who really drills into all the issues, and --
19 AARON MYUNG: Yeah.
20 JINNY BAEK: (Inaudible) I think uh now he's
21 taking care of the whole thing. Like, talking with a
22 lot of exchanges and also working with (inaudible) push
23 forward his project (inaudible).
24 AARON MYUNG: Yeah, except he'll probably get
25 none of the tokens. Yeah. I mean, he's working with

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1 people who already have zero expectation of the tokens.
2 JINNY BAEK: Yeah. I don't know how this will
3 turn out, but it's (inaudible) I think the legal issues

4 will be (inaudible) I think (inaudible) what I'm just
5 concerned about, if it is really legal (inaudible) to
6 have this business (inaudible) behind the -- behind the
7 -- how it actually works and what -- what the underlying
8 technology is (inaudible) actually the (inaudible)
9 trying to see --

10 AARON MYUNG: I mean, from the regulators'
11 perspective, though, like --

12 JINNY BAEK: It may be a little bit different.

13 AARON MYUNG: It's going to be very different.
14 Like, they're going to look at the C-level --

15 JINNY BAEK: Yeah.

16 AARON MYUNG: And also, if you -- if they ask
17 the insiders, they're going to be pointing fingers at
18 the officers.

19 JINNY BAEK: Yeah.

20 AARON MYUNG: Or, like, you know -- like, the uh
21 -- the more perceived insiders.

22 JINNY BAEK: Right.

23 AARON MYUNG: You know, like, Gigi's not going
24 to be like, hey, yeah, I was part of it. There's no way
25 she'll take responsibility for that.

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1 JINNY BAEK: Yeah.

2 AARON MYUNG: Yeah.

3 JINNY BAEK: But um if I think from the
4 investigator perspective, then they will see me as the
5 CFO (inaudible) they will definitely, like, see all my
6 emails, and all the messages, all the slides. I'm
7 pretty sure that I'm just a guy having this
8 title as CFO, but know nothing about crypto. I'm pretty
9 sure about that. (Inaudible). But with Gigi, I think uh
10 (inaudible) legally she is now a board member, so she
11 will not be able to --

12 AARON MYUNG: That's crazy how she's a board
13 member.

14 JINNY BAEK: Yeah. Like, head of marketing,
15 being board member of a 300, \$400 million company is not
16 something (inaudible). And I think she will have to
17 take a portion of the full responsibility (inaudible).

18 AARON MYUNG: This also explains why Gigi kind
19 of is, like, awkward with me. Because she knows how the
20 internals of, like, my psychology with Dan -- like, I
21 can -- like, I wasn't sure why it was so awkward with
22 Gigi, like, just, like, recently.

23 JINNY BAEK: Yeah.

24 AARON MYUNG: But, like -- like, I think this
25 has a lot to do with it.

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1 JINNY BAEK: Mm-hmm.

2 AARON MYUNG: Like --
3 JINNY BAEK: (Inaudible). But there will be a
4 lot of papers that she has to sign on, because she's a
5 board member, so --
6 AARON MYUNG: So, how many board members are
7 there? Like, ten?
8 JINNY BAEK: No, no, no.
9 AARON MYUNG: Five?
10 JINNY BAEK: No, less than ten -- four to five. Or
11 six or seven. But, yeah, she -- she will have to take a
12 certain portion of responsibility, because she's going
13 to be the person who's going to sign on papers.
14 AARON MYUNG: Yeah, she uh -- she made money off
15 it.
16 JINNY BAEK: Yeah.
17 AARON MYUNG: Knowing that, you know --
18 JINNY BAEK: So she's completely on board with
19 -- with Dan, so, like, Dan -- that's the reason why Dan
20 has (inaudible) --
21 AARON MYUNG: Yeah, she -- like, he wants
22 people who are aligned with the scheme.
23 JINNY BAEK: Yeah. So uh she may be in trouble,
24 you know, if things get really ugly in the future
25 (inaudible).
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1 AARON MYUNG: So, you know, like, the thing
2 that's, like, really tricky for me is because, like, you
3 know --
4 JINNY BAEK: Can't you (inaudible) you weren't
5 (inaudible) board member and you didn't agree, like,
6 officially -- like, you didn't agree on anything that's
7 done in, like Chai.
8 AARON MYUNG: No, but, like, I'm -- like, my
9 name is tied to the company. Right? And, like -- and,
10 like, all my future jobs, everything -- like, it's like,
11 basically, like if you were, like, an officer of Enron.
12 JINNY BAEK: Mm-hmm.
13 AARON MYUNG: Like, that's going to kill you
14 for the rest of your life.
15 JINNY BAEK: (Inaudible).
16 AARON MYUNG: You know?
17 JINNY BAEK: Yeah, right, right. But um right
18 now at Chai uh -- yeah, but I'm pretty sure that Chai
19 wouldn't (inaudible) well, I'm not going to make Chai
20 tell me something that I (inaudible). I'm pretty sure
21 Dyon (phonetic) and Remsys (phonetic), even the finance
22 team are doing their job, like, monitoring and screening
23 all the potential risks. So --
24 AARON MYUNG: Yeah, the thing is, right, like,
25 the moment that Terra and Luna, like -- and there will

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1 come a time, like, when it crashes, right? Um You know --
2 JINNY BAEK: Financially, Chai was
3 (inaudible) --
4 AARON MYUNG: Yeah, I know, but by perception,
5 because, like, all of the --
6 JINNY BAEK: Yeah.
7 AARON MYUNG: All of the PR, all the news,
8 everything is connecting Terra to Chai, right? So,
9 like, if there is, like, fraudulent activity on Terra,
10 then it's going to, like, almost directly, like impact
11 Chai. Because people see that Chai is, like, the
12 corporate entity behind Terra. Like, this is, like,
13 everyone's perception. You know?
14 JINNY BAEK: I think that's the perception for
15 those that are in (inaudible) industries. But if you
16 look at (inaudible) investor side right now, those
17 (inaudible). I think this will be the uh thing that will
18 happen in case of a crash -- I mean, a lot of people
19 will talk about Terra and Chai's connection and at that
20 moment, I'm pretty sure all -- I or people near Chai
21 would say to the investors -- because investors will,
22 like, basically ask the same questions, right? Are you
23 guys (inaudible) --
24 AARON MYUNG: No, but the founder -- like, the
25 founder and CEO of Chai is the founder of --

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1 JINNY BAEK: Terra.
2 AARON MYUNG: -- Terra.
3 JINNY BAEK: Yeah.
4 AARON MYUNG: So, like, if Terra is found to
5 be, like, sucky --
6 JINNY BAEK: Mm-hmm.
7 AARON MYUNG: Then it's going to immediately
8 throw Chai under the bus.
9 JINNY BAEK: Yes, could be. Could be. But um
10 what I believe in is, uh that could be the issue of Dan.
11 That's personal issues. But if you look at Chai as an
12 entity, um I don't think it will have a -- financially,
13 reputation wise, like, you're totally correct that
14 people will think that they, Chai -- we're all connected
15 with this fraudulent Terra -- you know, we may have --
16 we may get some questions on that, but (inaudible)
17 operations inside (inaudible) then uh I don't think uh
18 merchants would -- users would go away from Chai just
19 because (inaudible) this (inaudible).
20 AARON MYUNG: Yeah, I mean, you know, like,
21 the valuation's also not just based on --
22 JINNY BAEK: Yeah.
23 AARON MYUNG: -- how many persons stay,

24 though. It's also based on, like, our future prospects,
25 like, you know --

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1 JINNY BAEK: Right.

2 AARON MYUNG: Like, do they actually believe
3 in the company?

4 JINNY BAEK: Right.

5 AARON MYUNG: Right? Yeah, and, like, the
6 leadership, the management, the vision, like, the --
7 like, all that, especially at the financial company,
8 like, plays a huge part in like, how we're valued and
9 how we attract, you know, talent and who believes in
10 the company --

11 JINNY BAEK: Right.

12 AARON MYUNG: All that kind of stuff.

13 JINNY BAEK: Right. But (inaudible) I think
14 on the moment -- when that moment comes when Luna crash
15 (inaudible) spreading (inaudible) if that moment comes
16 (inaudible) it'll be, like, a matter of (inaudible) Do,
17 Dan, and Terra. I personally think Chai will be okay.
18 This is my (inaudible). (Inaudible) I can kind of
19 manage that kind of issue by telling investors, if you
20 look at our capital, it's pretty strong. And um all the
21 financial relations we have (inaudible) is pretty strong
22 (inaudible) don't think we are -- well, before they
23 partner with somebody, they do their own due diligence.

24 AARON MYUNG: Yeah, well, you know, these
25 investors might end up suing Chai for misrepresentation.

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1 JINNY BAEK: Yeah, um but if you look at the case
2 of (inaudible) kind of faked his resume went to, like,
3 University (inaudible) I've seen that (inaudible) still
4 he's the CEO. A lot of uh bad things for -- were spreading
5 in the street, but still he's the CEO.

6 AARON MYUNG: Yeah.

7 JINNY BAEK: And (inaudible). And -- like you
8 said, a few shareholders, right (inaudible) they're
9 trying to take down the CEO somehow. So -- but
10 company wise, if you just look at (inaudible) but you
11 still -- but if you look at the -- the shareholder
12 (inaudible) like, the investors (inaudible) people are
13 trying to kick out the CEO. But company wise, it's
14 still helping.

15 So I think we will have a single frustration
16 in that case, if Luna crashes. And a lot of people
17 would point their finger (inaudible) because Dan can't
18 say that I wasn't aware. Like, nobody would believe
19 that. So I think he will have to take a lot of credit
20 and responsibility, but company wise, I think it will be
21 still okay.

22 AARON MYUNG: You know, at that point, like,
23 if Luna crashes, and it's due to fraud, like, if he
24 does, let's say, take responsibility, then you know he's
25 going to jail, right?

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1 JINNY BAEK: Maybe. Maybe. So I don't think
2 you have to worry about Chai getting a lot of bad
3 reputation and you being -- also get blamed for any uh
4 connection with Chai because in that case
5 (inaudible) all the possible (inaudible) so you don't
6 have to worry about that. There's someone who asked
7 (inaudible) was in Aaron part of the whole -- the
8 whole structure and the whole (inaudible) wasn't the
9 board member (inaudible).

10 AARON MYUNG: Yeah, but it's also impossible
11 for me to deny, though. Like, I've been -- like, you
12 know, like, the fact is, I do know. You know? Like --

13 JINNY BAEK: Well, I mean, if that's the real
14 case, then -- then why would Dan actually let you leave?
15 I mean (inaudible) people, but you weren't on the board,
16 so if people, like, point their figure at Dan --

17 AARON MYUNG: Oh, so, because he sees him as a
18 liability, and that's what he's trying to (inaudible).

19 JINNY BAEK: Yeah. Like (inaudible) let's say
20 people are questioning Dan (inaudible) all the
21 (inaudible) like, let's say all the people figured this
22 out --

23 AARON MYUNG: Yeah.

24 JINNY BAEK: Then people would point their
25 fingers at Dan, and let's say Dan points his fingers at

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1 (inaudible) didn't know anything, like, it was all
2 designed behind me (inaudible) -- I don't think people
3 would believe him, because if that's the case, then he
4 wouldn't (inaudible) first of all, from the beginning, I
5 mean, if he thinks -- or if the market would think that
6 you were a part of this, like, if they really think that you're
7 the insider -- one of the insiders, why would you leave
8 the company in this -- this kind of a time? It's kind
9 of (inaudible) you leaving at this time it kind of tells that
10 you're not part of the project. Why would you
11 (inaudible) I don't think that people would connect this
12 -- this sketchy project to you.

13 AARON MYUNG: Well, so you know, also, like,
14 for me, I'm a foreigner, right, to Korea.

15 JINNY BAEK: Yeah.

16 AARON MYUNG: Like, even based on no fraud,
17 but just conspiracy, I could be banned from Korea for
18 life.

19 JINNY BAEK: Well, that's -- I think the very,

20 very worst scenario. I think that's the very worst
21 scenario. (Inaudible) which is -- like, the likelihood
22 of that is, I think, it's less than like 0.0001. Because I
23 don't know how the investigators would investigate in
24 the future. Because I'm just imagining that all the
25 situations that could happen, like, in a few years, now,

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1 so even if this situation happens -- but still, I don't
2 think you'll be banned to come back (inaudible) anything
3 (inaudible) like --

4 AARON MYUNG: Well, you know, I've been banned
5 for two years before, right? That was based on
6 (inaudible) based on business, not even, like, a real
7 crime. Right? Like, basically, you know, for
8 foreigners, it's, like -- if I get, like, another fine,
9 I'm basically banned. Like, it's --

10 JINNY BAEK: What was the (inaudible)?

11 AARON MYUNG: Uh. For uh -- the court was basically
12 saying that I was hiring foreigners without a visa.

13 JINNY BAEK: Oh.

14 AARON MYUNG: But they were actually sellers
15 in the marketplace. But they were, like, okay, well,
16 they were sellers, but your motivation was to hire them.
17 So it was like -- it was uh based on interpretation of the
18 intent. Um. So, like, I just know that in Korea, you know,
19 for fraud cases, like -- like, they're not going to look
20 at the letter of the law. They're going to look at,
21 like, the intent and the motivation. And then, like,
22 make their judgment based on just, like, the whole
23 story. Right? It was just kind of like, in Korea, how
24 they do it, right?

25 And, like, what I really felt going through

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1 the prosecution -- and I went through the whole
2 prosecution stage. Like, I'm probably more scared of
3 the law than most people, because I've actually gone
4 through the system, through the prosecutor's office,
5 through the, like Pawan (phonetic), through the actual
6 banning of the country --

7 JINNY BAEK: Oh, really?

8 AARON MYUNG: Yeah. The whole process. I was
9 in there for a year and a half, so I know how painful
10 this is, right?

11 JINNY BAEK: Oh, okay --

12 AARON MYUNG: I was not even guilty.

13 JINNY BAEK: Yeah.

14 AARON MYUNG: But the thing is, prosecutors
15 have a guilty rate of, like, 98 percent. It's just like
16 Japan. Like their KPI is to maximize, like, whoever
17 is guilty, on the maximum coverage possible, to make

18 themselves look good that they are maximizing law
19 enforcement, right? So if it's, like, the CFO, CPO,
20 like, the entire board and they, you know, slap them
21 with, like, hey, like, the smallest possible -- like,
22 let's say, felony and, like, whatever, they will still
23 charge them with a crime. Right? And, like, in the
24 financial services industry, like, if you are a criminal
25 --

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1 JINNY BAEK: Yeah.
2 AARON MYUNG: Like, your career is over. It
3 doesn't matter how small the fine is.
4 JINNY BAEK: Yeah.
5 AARON MYUNG: You know? Like, for me -- I
6 mean, like, the -- like, there's an element of that,
7 but, I mean, like, obviously, like, I have, like, a lot
8 of mixed emotions right now, right?
9 JINNY BAEK: Right.
10 AARON MYUNG: And, you know --
11 JINNY BAEK: I totally understand.
12 AARON MYUNG: You know, and, like, there was,
13 like, a large compensation package that was promised to
14 me, actually by Dan, like, in, like, equity, right? And
15 he told me that he got board approval for it, like, when
16 I -- you know --
17 JINNY BAEK: Yeah.
18 AARON MYUNG: Basically in April.
19 JINNY BAEK: Yeah. Which was not true.
20 AARON MYUNG: It was a lie. It was a complete
21 lie. Which means, like, he was planning on actually,
22 like, letting me go after -- after the CRSB Plus
23 (phonetic), you know, like, it's a -- or he was trying
24 to see, like, you know, like, am I, like, Steve Jobs
25 level? If I am then they'll keep me, but if I'm not

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1 Steve Jobs, they'll let me go. Like, basically, that
2 was probably his, like, decision-making process. Like,
3 he needs someone, like, right now, you know, and if he
4 doesn't meet that criteria then, like, goodbye. Right?
5 Like, you know, it's -- you know, so, like --
6 like, the reason why I'm coming to you, right, is
7 because, like, if I end up doing some kind of like legal
8 action on the company, and Dan and stuff like that,
9 like, it's going to be really bad for you maybe. Like --
10 -- like, unless -- unless you actually, like, join me in
11 this. Because the thing is, like -- like, from my
12 perspective, like, there was clear fraud in, like, many,
13 many areas, right?
14 Like, not just -- like, the narrative of the
15 story -- like, even I believed that, like, Chai was,

16 like, crypto related, when I joined the company. So
17 that's already fraud, right? Based on the investor
18 information, based on public information, based on, like,
19 everything about the Terra narrative when I joined, that
20 was a fraud. So that's already, like, misrepresentation
21 and fraud, as an investor and an employee, right? As an
22 officer of the company, right?

23 And then um we -- we had a handshake deal, which
24 actually is already on Slack too -- like, the details
25 are there. And, you know, like, you know, like, it was

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1 actually a pretty massive like equity deal. Like,
2 relatively, right? Um. One of the reasons why he let me go
3 was because it was, like, a large equity deal, and he
4 didn't want to honor it. You know? So he was looking
5 for a cause. This is why he didn't go to people who
6 would say positive things about me, he went to
7 specifically the people who would say negative things,
8 so he has a reason to actually fire me, right?

9 So, like You know, so not only am I connected to this,
10 you know, fraud and, like, misrepresentation, but I
11 don't get honored -- like, anything on my comp station
12 (phonetic) and also, like, I bear all the liability of
13 if the company goes down. Financially, my reputation, um
14 everything. You know? Like --

15 JINNY BAEK: (Inaudible).

16 AARON MYUNG: And he's also distanced himself.
17 So I'm not going to get any social capital help from him
18 (inaudible) -- like, he already sees me as a liability.
19 Right?

20 JINNY BAEK: Yeah (inaudible) I think making
21 any legal action (inaudible) I will respect your --
22 whatever you decide -- I will truly respect your
23 (inaudible). But -- that could be one option as well.
24 But uh things get really, really ugly when you -- you know
25 what would happen when you take, like, legal actions

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1 against Dan.

2 AARON MYUNG: Yeah, I mean, basically, he's
3 going to try to, like, drag me under the dirt. He's
4 going to try to say bad things about me, like, try to,
5 you know, use, like, his connections, like, try to,
6 like, blackball me, he's going to stonewall me, he's
7 going to, like, basically do all the dirty tricks,
8 right? Like --

9 JINNY BAEK: That's possible. So (inaudible)
10 -- as a friend -- I mean, as a person who -- who were at
11 Chai together I would say, you have to, like,
12 reconsider (inaudible) before taking legal action. But
13 what if -- when you decide to --

14 AARON MYUNG: Well, I'm not saying I will, by
15 the way.

16 JINNY BAEK: Yeah.

17 AARON MYUNG: Just, like, yeah --

18 JINNY BAEK: Yeah. Just -- because I really
19 care about you. You know? Because uh as the CFO at the
20 company I'm not going to take, like, really aggressive
21 actions. I think it will be mostly against the --
22 against Dan and (inaudible) so (inaudible). That would
23 be, like (inaudible) I would be involved (inaudible).
24 What I -- what I just want to tell you is that instead
25 of burning the bridge between Dan, I think there's a lot

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1 of --

2 AARON MYUNG: I think he's already burnt it
3 with me. I mean, is the bridge even there? I think he
4 already burnt it. Like, he fired me. He can't even
5 look at me in the eye. Like, you know, one week
6 everything was great, and then, like, next week, like,
7 you're out. Like, he threw me away like I'm, like, a --
8 I don't know, like, half-eaten bread. (Laughs). You
9 know? Like, if he can do that to me, he can do that to
10 anyone. Right?

11 JINNY BAEK: That's true.

12 AARON MYUNG: Like --

13 JINNY BAEK: I still -- I still don't
14 understand. Like, I had a chance to come, but
15 (inaudible) all day and (inaudible), like, talk to her
16 and (inaudible) don't understand why Dan (inaudible) I
17 think, like you said, the bridge may not exist -- exist
18 anymore, but (inaudible) I just want to make sure that uh
19 things won't get too ugly between you and Dan. Just
20 (inaudible) to be honest, I don't know what actually
21 really happened (inaudible). The real purpose of -- a
22 real reason why -- why you're actually leaving. I
23 really don't know why. (Inaudible).

24 But just from -- just from -- just as a
25 friend, I mean, I just don't want you to get -- get,

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1 like, hurt from, you know, by burning the bridge a
2 little bit (inaudible) it can be (inaudible) bridge, but
3 by making things more ugly (inaudible) -- yeah, I mean,
4 because he would be aware that this kind of action is
5 nothing good for him. I think he already knows that.
6 He's not a junior. He has been CEO for over 10 years.
7 I think uh before he said it out loud (inaudible) I think
8 he has (inaudible) a lot of things (inaudible). So --
9 so he -- the step you would in the worst case should have
10 considered already. So --

11 AARON MYUNG: Yeah, I'm sure he -- he

12 considered me taking legal action. Like, which is why,
13 like, he doesn't really, you know, respond to, like, a
14 lot of stuff on my Slack, uh because he's very careful with
15 his words. Like, although, like, you know, it's -- I
16 mean, like, to be frank, like, I already enough
17 conversations with him, like on Slack, throughout many,
18 many years, you know, like, for him to actually go to
19 jail already. Right? Like, it's -- it would literally
20 be an open and shut case. Like --

21 JINNY BAEK: Yeah.

22 AARON MYUNG: Like -- and then, when I was at
23 the company, like, you know, like, as I'm leaving, he
24 never, like, one time, you know, like thanked me, he never,
25 like, offered a severance, he never offered anything.

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1 JINNY BAEK: Yeah.

2 AARON MYUNG: He just, like, literally said --
3 you know, that's, like -- that's, like, absurd.

4 JINNY BAEK: Yeah, that's --

5 AARON MYUNG: You know?

6 JINNY BAEK: (Inaudible). I don't think
7 that's (inaudible). And -- I don't know. If he really
8 was to, like, break or ruin your career, I don't know
9 why he would make that kind of decision.

10 AARON MYUNG: Well, he's not trying to break
11 my career, he's just trying to protect his interests.
12 Like, I understand, it has nothing to do with me. It's
13 really just him protecting himself, right? Um.

14 JINNY BAEK: Yeah.

15 AARON MYUNG: But, you know, like, if he's --
16 if someone's going to be hurting me, like, that bad,
17 based on their, like like, fraudulent behavior, then, you
18 know, like, I'm not sure if I have to stand for that,
19 right?

20 JINNY BAEK: Yeah.

21 AARON MYUNG: Like, you know -- like, you
22 know, I also have to protect my interests as well --

23 JINNY BAEK: True.

24 AARON MYUNG: You know, like --

25 JINNY BAEK: True.

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1 AARON MYUNG: You know, like, let's say, like,
2 given that the bridge is already burned --

3 JINNY BAEK: Yeah.

4 AARON MYUNG: Right? In the future, if
5 something comes up --

6 JINNY BAEK: Right.

7 AARON MYUNG: He has every reason to blame me
8 for everything. Like, this is not about what is right
9 or what is wrong, what is provable or not. Based on his

10 social context and his reputation, everything that he
11 has to lose. Like, the -- what he's able -- capable of
12 doing --

13 JINNY BAEK: Right.

14 AARON MYUNG: You know, like, for sure he's
15 going to place blame on other people to save everything,
16 you know? You know, and like, and what he told me was, uh hey,
17 it's not personal, it's business. You know? Well, you
18 know, it's like -- I'm -- I'm very tempted to tell him,
19 like, you know, hey, well, it's not personal, it's
20 business, you know? Like -- like, you know, like,
21 anybody can play that game, right?

22 JINNY BAEK: Yeah.

23 AARON MYUNG: Like --

24 JINNY BAEK: Yeah, you're right. You're
25 right. Like, I wouldn't blame (inaudible) -- you know,

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1 I haven't been in the position like you, so I'm not sure
2 if I'm -- I can actually uh -- if I were (inaudible) -- I
3 can hardly imagine how -- how you feel right now.
4 (Inaudible). But whatever action you will make, I think
5 I'll be uh -- I'll totally understand. I will totally
6 understand. Because, basically, I'm not going to
7 personally do something like that so whatever action --
8 if -- I think, for myself, like, going through a similar
9 experience you're going through right now, then uh I think um
10 I would also seriously consider a few serious actions.

11 But uh at the same time, also think of the -- the -- uh

12 AARON MYUNG: Consequences.

13 JINNY BAEK: Yeah. (Inaudible). Yeah. Since
14 you have a lot of experience (inaudible) I'm pretty sure
15 that you're also weighing (inaudible) --

16 AARON MYUNG: Yeah, so, you know, like, like,
17 one thing that I, like, wanted to ask you about --

18 JINNY BAEK: Uh-huh.

19 AARON MYUNG: You know, like, you know, and
20 I'm asking you, like, in full confidence that none of
21 this gets to Dan, right?

22 JINNY BAEK: Yeah. Of course, of course.

23 AARON MYUNG: Like, like --

24 JINNY BAEK: You know that I'm -- I'm being
25 super frank as well.

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1 AARON MYUNG: Yeah, yeah. Yeah, I know.
2 Like, which is why, like, I'm able to share with you.

3 JINNY BAEK: Yeah.

4 AARON MYUNG: Like, you know -- you know,
5 like, if you were to join me, right, in helping, like,
6 to fight this, you know, um then I think a lot could be
7 actually achieved. Right? Like, the company could be

8 cleared with the separate -- you know, separation of
9 Terra, right? Like, the board could be, like, cleaned
10 up.

11 JINNY BAEK: Yeah.

12 AARON MYUNG: Like, you know -- like, if I
13 wanted to sue Dan, let's say, for example, like, not
14 even the company -- I mean, it could be the company --

15 JINNY BAEK: The company, yeah --

16 AARON MYUNG: Yeah, but, you know, um if I were
17 to sue Dan, let's say, personally, right, for fraud --

18 JINNY BAEK: (Inaudible).

19 AARON MYUNG: And for, like,
20 misrepresentation, and for not honoring contracts, and,
21 like, all this kind of stuff, um then he would find a way
22 to settle with me. Like, this cannot go into the
23 public. You know, like, he has way more to lose than I
24 do. Like, I could just leave the country, and I could
25 have a happy life in America. Right? Like, if I -- if

0044

1 I -- you know, like --

2 JINNY BAEK: Right.

3 AARON MYUNG: Like, as Chief Product Officer,
4 do you know how many people from the news, like, contact
5 me? Right? You know, like (inaudible) -- like, people
6 want to know about the company. They just reach me on
7 LinkedIn, and just, like, message me straight up. Like,
8 you know, news agencies, right? Like, I could, like,
9 easily, like, completely destroy -- I mean, I'm not even
10 saying this to be malicious.

11 JINNY BAEK: Yeah.

12 AARON MYUNG: Like, I could completely
13 destroy, like, everything that Dan has built, right?
14 Like, uh because I have all the emails, everything. Right?
15 Like, all the investor decks, all the promises, like --

16 JINNY BAEK: Yeah.

17 AARON MYUNG: You know? I have all the system
18 diagrams of, like, how, like, there's literally no
19 connection with Terra. Like -- I would not even have to
20 worry about his social connection, and, like, him
21 blackballing me, because I have actual proof of fraud.
22 Right? And basically, like, he would be going to jail.

23 JINNY BAEK: Yeah.

24 AARON MYUNG: Right? And, like, everything,
25 like Luna, all the names connected to Chai, everything

0045

1 would go to hell. Like, and it's not even close. It would
2 literally go to zero. You know? And, like, not a
3 single investor would touch the company ever again. You
4 know? And it would be seen as the biggest fraud of,
5 like -- like, the biggest crypto fraud in history, at

6 \$40 billion. You know?
7 And, you know -- like, you know, whether it's,
8 like, the FSC, you know, like, SEC, like, all these
9 people, like, they're so hungry for information about
10 how these stablecoins are not, like -- you know, are --
11 you know, are fraudulent. Like, it's all, like, a
12 mystery as to, like, how Luna works. Like, I know how
13 it works. Like, I was there from the very beginning.
14 Like, there's no automation, there's no algorithm. You
15 know? It's just pure fraud.

16 Like, they just -- here's how a stablecoin
17 works. You pump up the price of Luna, they'll sell it,
18 they'll have a balance of cash, and then they issue
19 tokens for that cash. That's it. I mean, it's much
20 more complex now, but --

21 JINNY BAEK: That's basically how it works.

22 AARON MYUNG: That's basically how it works.

23 And they don't publish the algorithm, because that's
24 literally how it works. You know?

25 JINNY BAEK: Yeah.

0046

1 AARON MYUNG: Like, I know this, because I was
2 being recruited early on for Terra to figure out, like,
3 systemic risk for Terra. And um I -- it was just, like,
4 ridiculous. Like --

5 JINNY BAEK: Yeah. Well, what (inaudible) Dan
6 has a lot to lose, especially (inaudible) -- and like
7 you say, if you come strong -- or strong to -- or hold
8 to that, I think he would (inaudible).

9 AARON MYUNG: Yeah.

10 JINNY BAEK: Sorry. But, yeah, I think that
11 could be one action you could consider. But um the part
12 that (inaudible) it's like in the -- the -- a part of
13 this -- I don't know what exactly being part means, but,
14 like --

15 AARON MYUNG: It means, like, I'll split the
16 settlement with you, 50/50.

17 JINNY BAEK: Yeah, I mean (inaudible) like,
18 I'm kind of (inaudible) I like to see (inaudible) try to
19 understand (inaudible). You know, I would understand
20 whatever action you take. Like, I would understand.
21 But um if there's a fight between you and -- legal actions
22 between you and Dan, then, what I can do is just
23 (inaudible) keep my distance -- like (inaudible) saying
24 that I don't know that much about everything, because if
25 I go to -- like, say something (inaudible) I think the

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1 best strategy (inaudible) being silent. Not saying
2 anything at all.

3 Because whatever you say, it could be

4 interpreted in various forms. So I prefer not to say
5 anything (inaudible) I don't know anything (inaudible)
6 which I really -- truly, I don't know. So -- but
7 (inaudible) personal (inaudible) I would totally
8 understand whatever action (inaudible) take. But if you
9 wish me to, you know, say, like, hey, Dan, like, come
10 (inaudible) that's not something that I (inaudible).

11 AARON MYUNG: To -- to -- coming down to Dan?

12 JINNY BAEK: (Inaudible) coming (inaudible) to
13 Dan. Like, me saying (inaudible) things Dan (inaudible)
14 strong that's something -- that's something impossible
15 that I could do.

16 AARON MYUNG: Not possible?

17 JINNY BAEK: Yeah. Because --

18 AARON MYUNG: Like, to be part of a lawsuit?

19 JINNY BAEK: Yeah, because, like, because,
20 like, I'm not trying to be, like (inaudible) saying that
21 you're wrong or right. I'm just trying to say that I
22 really don't know what would really happen -- so what I
23 can say is, I really think -- I'm not part of this
24 fight, and -- so -- I think you understand why I'm
25 saying this. But I truly (inaudible) how -- with the

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1 stablecoin is.

2 Like I said yesterday, I really don't know
3 what the stablecoin is. And -- never registered in any
4 exchanges (inaudible) -- I didn't even try to
5 (inaudible) so I don't know how large -- even today, I
6 didn't know what the value of Luna was.

7 AARON MYUNG: Yeah.

8 JINNY BAEK: (Inaudible). So if there's some
9 kind of (inaudible) I think people would go into the
10 details, try to find out (inaudible).

11 AARON MYUNG: Yeah, I mean, like, there --
12 there is what you understand, and there's what you don't
13 understand, though, right?

14 JINNY BAEK: Yeah.

15 AARON MYUNG: So, like -- like, I'm not even
16 talking about the stuff that you don't understand.

17 JINNY BAEK: Uh-huh.

18 AARON MYUNG: I'm talking about stuff that you
19 do understand.

20 JINNY BAEK: Mm-hmm.

21 AARON MYUNG: Which is, like,
22 misrepresentation and fraud for, like, the actual --
23 like, you already know, based on multiple sources, that
24 there is no connection of Chai and Terra. Yet it's
25 being represented that way. Like, you already know that

0049

1 much.

2 JINNY BAEK: Yeah, from -- from the day I
3 joined, it is true that there's no connection. So --
4 well, misrepresentation means that while there are no
5 connections (inaudible) someone has said that we do have
6 a connection with Terra, that would be misrepresentation' --
7 but based on my understanding --

8 AARON MYUNG: Like, all of our public
9 documents, if you search Chai --

10 JINNY BAEK: Yeah.

11 AARON MYUNG: It says --

12 JINNY BAEK: Yeah. Yeah, but -- but the way I
13 understand right now is, nobody here from Chai said it
14 out loud that we are connected to Terra. Because
15 whenever I meet investors (inaudible) people that I
16 know, I always say that, well, businesswise, it could be
17 a collaboration (inaudible) but there is no strong
18 connection with Terra. That's my official stance, which
19 is true. But we have this KRT popup thing, and -- which
20 has been reviewed by (inaudible) --

21 AARON MYUNG: But there's no even strong --
22 like, there's no even connection. There's, like,
23 literally zero connection. Like --

24 JINNY BAEK: Right.

25 AARON MYUNG: -- to even say that there is a

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1 connection is not true.

2 JINNY BAEK: Yeah. I do think we are -- like,
3 that is misrepresented -- misrepresentating (sic) to --
4 in the market. (Inaudible) I think you have to find an
5 article or anything that -- which Dan or any person
6 (inaudible) said that we are connected to -- to Terra.
7 But I'm pretty sure that nobody has said it out loud.

8 AARON MYUNG: Well, a board member of Chai --

9 JINNY BAEK: Yeah.

10 AARON MYUNG: Do, large stakeholder and
11 cofounder of Chai, has said it publicly many times on
12 interviews --

13 JINNY BAEK: Well, that -- in that case -- in
14 that case, I think it's misrepresentation by -- by Do.

15 AARON MYUNG: No, but he's a board member and
16 stake -- and large stakeholder.

17 JINNY BAEK: True.

18 AARON MYUNG: He's part of the governance
19 structure of Chai.

20 JINNY BAEK: Yeah. In that way, I think it
21 can be looked at (inaudible) --

22 AARON MYUNG: And -- and I have multiple
23 occasions where I have told Dan that this is wrong, it's
24 -- and it's not right. You know? And he -- in
25 occasions told me that he's going to look the other way.

0051

1 So, like, not only is he aware, but he's negligent to
2 it.

3 JINNY BAEK: Yeah.

4 AARON MYUNG: That's from the CEO of Chai.
5 So, you cannot get any -- like, the largest stakeholders
6 and decision-makers and founders are saying this, in
7 public.

8 JINNY BAEK: Yeah, if there's an article or --
9 really said it out loud, and you have proof (inaudible)
10 then I think it's -- it can be taken as -- or looked at
11 as misrepresentation. But, um you know --

12 AARON MYUNG: But also, like, from Dan personally,
13 in his Encore emails, he actually specifically talks
14 about --

15 JINNY BAEK: (Inaudible).

16 AARON MYUNG: Yeah. Hey, you know, like, Chai
17 is doing so well, like, you know, like, first -- first
18 stablecoin to ever be used, like, in a real, you know,
19 blah blah blah, like, you know -- like, he didn't say --
20 like, Dan did not say this, like, on the interviews.
21 Like, that's what Do did. But Dan has said it to the
22 internal investors, which I'm on the newsletters for.
23 You know?

24 JINNY BAEK: Well, I think there are possible
25 -- it is possible to see it as misrepresentation. But

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1 if the question comes to me as, like, hey, Jinny,
2 (inaudible) were you aware that Dan was misrepresenting
3 to the market that uh Chai was connected to Terra
4 (inaudible) my official statement (inaudible) I'm not
5 sure what Dan said, because I'm not monitoring all of
6 the articles, but the company's official stance is,
7 we're not connected to Terra. That would be my -- my
8 words. But --

9 AARON MYUNG: It's going to be really, really
10 hard to make that defense. Because it's everywhere on
11 the Internet.

12 JINNY BAEK: Yeah.

13 AARON MYUNG: And, like, everyone around you
14 is probably talking to you about it.

15 JINNY BAEK: Yeah.

16 AARON MYUNG: You know, and all the insiders
17 are talking about it. All the insiders are involved.
18 Right? Like, it's -- like, in the best case scenario,
19 it's conspiracy.

20 JINNY BAEK: Yeah.

21 AARON MYUNG: You know? The worst case it's
22 fraud. Right?

23 JINNY BAEK: Right. But -- but I think you

24 would understand -- but -- what I would say is
25 (inaudible) I think it would be the same. I'm really

0053

1 going to say this (inaudible) when somebody asks me
2 (inaudible) I would say, I don't know what exactly Dan
3 said. But as long as -- based on my information, I
4 don't think anybody from Chai has stated out loud that -
5 - that we are closely connected to Terra. If someone
6 has said it out loud in a -- in a (inaudible) forum,
7 verbally (inaudible) like, in an official way, then I
8 think it's (inaudible) single person, not representing
9 the whole company.

10 But as far as I know, I'm not aware of that
11 kind of connection (inaudible) be my official
12 (inaudible). Which is -- which is (inaudible) true. I
13 don't -- to be honest, I don't know what Gigi, and Don,
14 KJ (phonetic), or Justin -- Dan is speaking on
15 (inaudible) crypto market. It looks like the market is
16 (inaudible) different. I mean, crypto market, I'm not
17 -- I don't even know anyone (inaudible) and I don't know
18 what they're saying, what kind of language they're
19 (inaudible), but just in the financial market --
20 regulation side, what I'm saying is -- because I have a
21 lot of connections here.

22 What I'm saying is just (inaudible) we're not
23 doing any business -- well, we are doing some KRT top up
24 business, but except for that, we're not doing anything
25 else. So if someone asked me, hey, Dan -- Dan says like

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1 this, or -- or -- hey, Gigi said about this (inaudible)
2 that's something that (inaudible) and (inaudible) I'll
3 check with (inaudible) but basically, my stance is,
4 like, we're not doing anything (inaudible).

5 Because whenever I say, um yeah, true, um Dan is
6 misrepresenting something, then I don't know what kind
7 of result or consequence that I'll have by (inaudible).
8 I'm just (inaudible) say -- say what I really know --
9 what I actually know, the information that I know about
10 -- that's why I'm not trying to be involved in this
11 crypto business (inaudible) -- like (inaudible) is going
12 to be (inaudible) but I'm just getting an indirect
13 update.

14 And I'm also not looking at the whitepaper
15 to be honest with you which I normally don't do, because
16 I'm kind of a paperwork guy. Like, really into details, but
17 regarding this crypto, I'm not trying to go much into
18 (inaudible). Yeah, maybe a little bit disappointing
19 from your end, but -- but this would probably
20 (inaudible) this will be the exact words that I would
21 use. I don't know about (inaudible) a lot of people are

22 saying.

23 AARON MYUNG: Well, so, like -- like, now I'm,
24 like, you know, worried now, you know, like, because,
25 like, if -- like, if you're not aligned to this, then

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1 basically you're aligned to the company and Dan, and,
2 like, protecting him, right?

3 JINNY BAEK: Well, I'm not trying to protect
4 anyone. (Inaudible). What I want -- what I'm going to
5 say now is just -- just the truth. I'm just -- I'm just
6 (inaudible) company -- what I really care about is the
7 company. Like, the vision, team -- because if the
8 company drops, then people here (inaudible) the company,
9 their (inaudible) --

10 AARON MYUNG: Well, how about, like, we work
11 together to actually clean it up, then? You know? Like
12 -- like, you and I, we could actually -- we're C level
13 of the company. Like, we could actually, like, you know
14 -- I mean, it's, like, actually realistically possible,
15 like, through some action, through some settlement with,
16 like, Dan and Do, to, like, take over the company.
17 Like, redo the board, right, and actually, like, clean
18 up and, like, actually, like, save everyone's jobs,
19 right?

20 JINNY BAEK: But, you know (inaudible) there
21 are a lot of people who also believe in Dan.

22 AARON MYUNG: Yeah.

23 JINNY BAEK: Well, of course there are a lot
24 of people believe in business model kind of a mix
25 (inaudible) -- so I'm not sure what kind of consequence we

0056

1 will have in case uh Dan (inaudible) like, if people
2 find out that Dan has done something sketchy -- you know,
3 I don't know how people would think and, as a result, how
4 the company would get impacted. So -- I'm just worried
5 about the (inaudible).

6 AARON MYUNG: You know, like, the insiders,
7 though, right, with Terra, like, they're not aligned to
8 the growth of Chai as much as they're aligned to just
9 the growth of Luna. You know, like, at -- like, at --

10 JINNY BAEK: (Inaudible) true, yeah.

11 AARON MYUNG: Right? So, I mean, like,
12 already, like, the stakeholders -- the investors of Chai
13 are already misaligned with insiders. You know? Like,
14 the rules are different.

15 JINNY BAEK: Yeah, true. So I saw a few times
16 people looking at Luna coins (inaudible) exchange
17 (inaudible) I'm pretty aware that -- like, I think it's
18 -- I don't know how much Luna coins they are having I think
19 (inaudible) that's something I know. But --

20 AARON MYUNG: Well, Justin has, like, around
21 \$20 million worth.

22 JINNY BAEK: Yeah, that's true.

23 AARON MYUNG: And he also has insider trading
24 with the CFO, CJ.

25 JINNY BAEK: (Inaudible). I think --

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1 AARON MYUNG: No, like, I actually have uh
2 screenshots of those conversations. Because, like, he -
3 - like, you know, he, like, would, like, really tell me,
4 like, you know, CJ says the price will go up in
5 September. Or he'll, like, you know, do this, or, like,
6 do that. Like, even that kind of stuff, like, insider
7 trading from within -- like, they had a product
8 (inaudible) so, I mean, like -- like, I'm only telling
9 you this because, like, it's actually really serious.

10 Like, there's a lot of this type of activity
11 going on. You know? And the reason why I'm being
12 pushed out is because I'm not being a team player for
13 this. So, like, the moment that anyone -- that Dan
14 realizes that you're not a team player, and basically,
15 like, Justin, Gigi, like, Dan, they're all in on this.
16 Right? The moment that you are not aligned with them --

17 JINNY BAEK: Yeah, I can -- I can kicked
18 out --

19 AARON MYUNG: Like, you'll be kicked out.
20 Like, instantly. You know? And the moment there's
21 legal issues, they're all going to collaborate and point
22 fingers at you. Because their interests are aligned.
23 You know? Like -- like, the only reason why I felt that
24 I needed to talk to you is because you're the only, you
25 know, officer -- well, not officially the officer, but,

0058

1 like, C level person at the company who's not in on this
2 conspiracy.

3 JINNY BAEK: Yeah.

4 AARON MYUNG: Who will be marginalized by them
5 if that time comes. You know?

6 JINNY BAEK: Yeah. Well --

7 AARON MYUNG: And, like, the moment -- like,
8 if you were to tell Dan about this, let's say, for
9 example, like, you know -- but, like, let's say -- he
10 would immediately be suspicious of you too. Because,
11 like, he -- he would know that you're aware of this --
12 this type of uh behavior -- activity. So, from that point
13 on, he can never trust that you have his interests.

14 JINNY BAEK: Can I (inaudible) --

15 AARON MYUNG: Oh, yeah, yeah.

16 JINNY BAEK: Just one minute.

17 AARON MYUNG: Yeah, yeah.

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A handwritten signature in black ink, appearing to read "Dave Spencer", is positioned to the right of the text on line 13.

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