

**STATE OF WASHINGTON  
DEPARTMENT OF FINANCIAL INSTITUTIONS  
SECURITIES DIVISION**

IN THE MATTER OF DETERMINING  
Whether there has been a violation of the  
Securities Act of Washington by:  
  
Debtix Enterprise Ltd. d/b/a Coinchainbtc.com,  
  
Respondent.

Order No. S-21-3081-21-FO01

**ENTRY OF FINDINGS OF FACT AND  
CONCLUSIONS OF LAW AND FINAL ORDER TO  
CEASE AND DESIST, TO IMPOSE A FINE, AND TO  
CHARGE COSTS**

THE STATE OF WASHINGTON TO: Debtix Enterprise Ltd. d/b/a Coinchainbtc.com

**INTRODUCTION**

On September 24, 2021, the Securities Administrator of the state of Washington issued State of Charges and Notice of Intent to Enter an Order to Cease and Desist (“Statement of Charges”), Order Number S-21-3081-21-SC01, against Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com. The Statement of Charges, together with a Notice of Opportunity to Defend and Opportunity for Hearing (“Notice”) and an Application for Adjudicative Hearing (“Application”) were served on Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com on October 1, 2021. The Notice advised Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com that the Application must be received within twenty days from the date of service. Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com failed to request an administrative hearing within twenty days of service.

The Securities Administrator therefore adopts as final the following Findings of Fact and Conclusions of Law as set forth in the Statement of Charges and enters a final order against Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com to cease and desist from violations of the Securities Act of Washington, and to impose the fine and costs sought in the Statement of Charges.

1 **FINDINGS OF FACT**

2 **Respondent**

3 1. Debtix Enterprise Ltd. d/b/a Coinchainbtc.com holds itself to be a “Crypto-Forex trading  
4 company” that offers “profitable Crypto-Forex investment solutions.” Coinchainbtc.com uses a United  
5 Kingdom (UK) address in Oxford that is a virtual office. Debtix Enterprises Ltd. is believed to be a UK  
6 company that was incorporated on April 22, 2016 and dissolved on September 26, 2017.

7 **Nature of the Conduct**

8 2. Between December 2020 and January 2021, a student at the University of Washington in  
9 Seattle lost over \$10,000 through cryptocurrency investments that were made with Coinchainbtc.com.  
10 Coinchainbtc.com claimed to offer “highly profitable investment plans” with “guaranteed profits” that  
11 could be earned within days. The Washington investor has been unable to withdraw most of his investment  
12 funds and he has lost nearly all of his life savings.

13 3. In December 2020, the Washington investor was solicited through a Telegram chat that used  
14 the name “Wall Street Academy.” A Coinchainbtc.com account manager posted a message stating that he  
15 offered investment plans and would trade for investors. The Washington investor began communicating  
16 with the account manager through WhatsApp and also received information through the Coinchainbtc.com  
17 website.

18 4. Coinchainbtc.com claimed to have a professional team of traders and financial analysts that  
19 invested funds for investors in foreign exchange and cryptocurrency markets. Coinchainbtc.com claimed  
20 to have invested more than six billion dollars from investors in 40 markets worldwide. A Coinchainbtc.com  
21 representative stated that he would set up an account for the investor and would conduct all of the trades  
22 for him. The Washington resident was a passive investor and had no control over the trades that were made  
23

1 in his account. The Coinchainbtc.com website represented that investors “can earn a huge sum of money  
2 without any efforts. [sic] Simply deposit money and wait.”

3 5. The Coinchainbtc.com account manager represented that the investor would earn returns of  
4 800% or more within days. The account manager stated that the Washington investor would earn  
5 “guaranteed profits” that could be withdrawn every fourteen days. According to a schedule that was posted  
6 on Telegram, a \$500 investment would be worth \$5,300 in fourteen days, and a \$10,000 investment would  
7 be worth \$90,000 in fourteen days. The Coinchainbtc.com website stated: “GET YOUR BITCOINS  
8 DOUBLED” and “the more you deposit, the more you earn.”

9 6. Coinchainbtc.com instructed the Washington investor to transfer Bitcoin to specified wallet  
10 addresses. Between January 4 and January 15, 2021, the Washington investor transferred a total of  
11 approximately \$11,000 worth of Bitcoin to those wallet addresses. Coinchainbtc.com also provided the  
12 Washington investor with a user name and password so that he could log into an online account using the  
13 company’s website. Through this online account, the Washington investor was led to believe that his  
14 account had grown to over \$70,000.

15 7. Coinchainbtc.com made misrepresentations on its website regarding the risk of the  
16 investment. Coinchainbtc.com claimed that it offered a “no risk investment solution.” A Frequently Asked  
17 Questions (FAQs) section of the website stated:

18 Could I lose my investment with coinchainbtc.com? No. We have established a robust  
19 financial strategy to ensure that our clients enjoy a no risk investment solution that delivers  
20 continual growth and total peace of mind.

21 The website also stated: “We protect your principal investment and we guarantee returns via our unique  
22 investment platform.” In truth, investors faced the risk of a total loss. As described below, the Washington  
23 investor was unable to withdraw most of the funds in his account.

1 8. Shortly after making his investments, the Washington investor discovered that the company's  
2 phone number did not work. Coinchainbtc.com claimed on its website that "You can get your profit at any  
3 moment." In fact, when the Washington investor attempted to withdraw funds from his account, he received  
4 messages from Coinchainbtc.com with various excuses for why he could not withdraw his funds.  
5 Coinchainbtc.com directed the investor to transfer an additional \$3,000 in Bitcoin to purportedly pay fees  
6 to the Internal Revenue Service (IRS). The Washington investor was only able to withdraw approximately  
7 \$10 from his account. When the Washington investor attempted to withdraw other funds from his account,  
8 he was told that his request could not be processed.

9 Based upon the above Findings of Fact, the following Conclusions of Law are made:

10 **CONCLUSIONS OF LAW**

11 1. The offer and/or sale of the investments described above constitutes the offer and/or sale of a  
12 security as defined in RCW 21.20.005(14) and (17).

13 2. Debtix Enterprise Ltd. d/b/a Coinchainbtc.com violated RCW 21.20.010, the anti-fraud  
14 section of the Securities Act of Washington, by making untrue statements of material fact or omitting to  
15 state material facts necessary to make the statements made, in light of the circumstances in which they were  
16 made, not misleading.

17 **FINAL ORDER**

18 Based upon the foregoing, and finding it in the public interest:

19 IT IS HEREBY ORDERED that Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com, its  
20 agents and employees each shall cease and desist from violations of RCW 21.20.010.

21 IT IS FURTHER ORDERED that Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com shall  
22 be liable for and shall pay a fine of \$10,000.

1 IT IS FURTHER ORDERED that Respondent Debtix Enterprise Ltd. d/b/a Coinchainbtc.com shall  
2 be liable for and shall pay costs of \$1,000.

3 **AUTHORITY AND PROCEDURE**

4 This FINAL ORDER is entered pursuant to RCW 21.20.390 and is subject to Chapter 34.05 RCW.  
5 Respondents have the right to petition the superior court for judicial review of this agency action under Part  
6 V of Chapter 34.05 RCW. Pursuant to RCW 21.20.395(4), a certified copy of this Final Order may be filed  
7 in superior court. If so filed, the clerk shall treat the Final Order in the same manner as a superior court  
8 judgment as to the fine, and the fine may be recorded, enforced, or satisfied in like manner.

9 **WILLFUL VIOLATION OF THIS ORDER IS A CRIMINAL OFFENSE.**

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11 SIGNED and ENTERED this 22nd day of October, 2021.

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15 \_\_\_\_\_  
William M. Beatty  
Securities Administrator

16 Approved by:

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19 \_\_\_\_\_  
Suzanne Sarason  
Chief of Enforcement

Presented by:

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21 \_\_\_\_\_  
Robert Kondrat  
Financial Legal Examiner