

Fraud in the Federal Court

On April 3rd, Pepecuu filed a lawsuit against MasterCaelen, a player who joined on February 15th this year. However, the former president is allegedly committing fraud in the federal court.



Editor's Note: This is a very long article, and if you don't need to know the background (including a past lawsuit against Pepe), I suggest you just skip down to the section "The Fraud".

The Lawsuit

The plaintiff (Pepecuu) complains that the two had entered into a loan contract on March 3rd, worth \$1.7 million. MasterCaelen had agreed to pay the sum *with* interest, making the first payment due on April 3rd. MasterCaelen did indeed not make a payment, and also violated the terms of the agreement by transferring a plot held under collateral. The defendant (MasterCaelen) has since been deported for using an alternative account.

According to the facts of the court case, Pepecuu sent \$1.7 million to MasterCaelen. Plot C639 was set under collateral, but was transferred to another person. The defendant has since been deported.

Pepecuu seeks a total of \$2,355,000 in damages. Asexualdinosaur represents Pepecuu, and ToadKing represents MasterCaelen. In his first statement, ToadKing says he “possesses information which is essential for the court to reach an informed verdict”. The court has since frozen 30 plots in the possession of MasterCaelen.

Now that you know the trimmed down, official, line of events, let’s get into the fun part. Also the long part.

The First Transaction

An anonymous source provided RazNews with official insight into Pepecuu and MasterCaelens discord direct messages.

The DMs we have been sent start on February 22nd. Pepecuu initiates with “Hey there, I’ve heard you’ve been buying DC\$? If you’d like, I am interested in selling my DC\$, as I have been retiring from the game due to IRL stuff”

Caelen responds “Alright. How much do you want to sell?”. Note that in the court case, there is no mention of Pepe and Caelen exchanging in-game money for real money.

After negotiating, Caelen and Pepe land on \$6.5 per 10K DC\$, but round out to a nice \$300 for DC\$2 million. Pepe sends his DC\$2 million first, and then Caelen sends \$364 SGD, equivalent to \$300 USD. There is nothing wrong here.

But while Pepe and Caelen were exchanging money and in-game money, a lawsuit was ongoing. “Brick and Browse Inc. v. Pepecuu [2026] FCR 8”. On February 18th Pepecuu was issued a writ of summons. However, Pepecuu fails to properly respond and the plaintiff (Brick and Browse Inc., ToadKing) moves for default judgement.

On February 26th, 4 days after the transaction between Pepe and Caelen, the court found that Pepecuu violated an emergency injunction and she was held in contempt, fined \$5,000 initially and then \$5,000 per hour + jail until compliance. The DHS is ordered to seize all funds, businesses and assets. Pepe is also ordered to retrieve relocated funds and return them.

Pepecuu does not comply. By March 1st she had 53 contempt charges, \$265,000 in fines and 9 hours of jail time. The DHS had seized just about everything however the relocated funds were still missing. The court later confirms that Pepe moved funds despite injunction, specifically **the \$1.7 million to MasterCaelen**. The reason Pepe only sent \$1.7 million, is, according to the protagonist herself, that \$300 thousand went to pay the court fines. Remember those \$300 thousand for now.

There are no messages for 9 days, until March 3rd. Caelen asks Pepe if their assets have been unfrozen, to which Pepe replies “Yeah”. No further messages take place here.

March 7th, Pepe asks to represent Caelen in “Toads new lawsuit”. Caelen does not respond. The lawsuit Pepecuu refers to is “Brick and Browse Inc. v. MasterCaelen, Third-Party Defendant Pepecuu [2026] FCR 18”. In that lawsuit, Pepecuu is accused of sending money to MasterCaelen after the Federal Court awarded a monetary judgement of \$460,000 against Pepe, so that Pepe does not have enough money to pay that monetary judgement.

The DHS is ordered to seize and safeguard \$460,000 from MasterCaelen.

4 days later, on March 11th, Pepecuu asks for a settlement in regards to the lawsuit, with Caelen, asking “would it be possible to come to a settlement where I pay you back USD at the same exchange rate, in order to compensate for the missing Redmont Dollars? Essentially partially rolling back the transaction. The total would be \$460,000 [equivalent to] 70 USD”

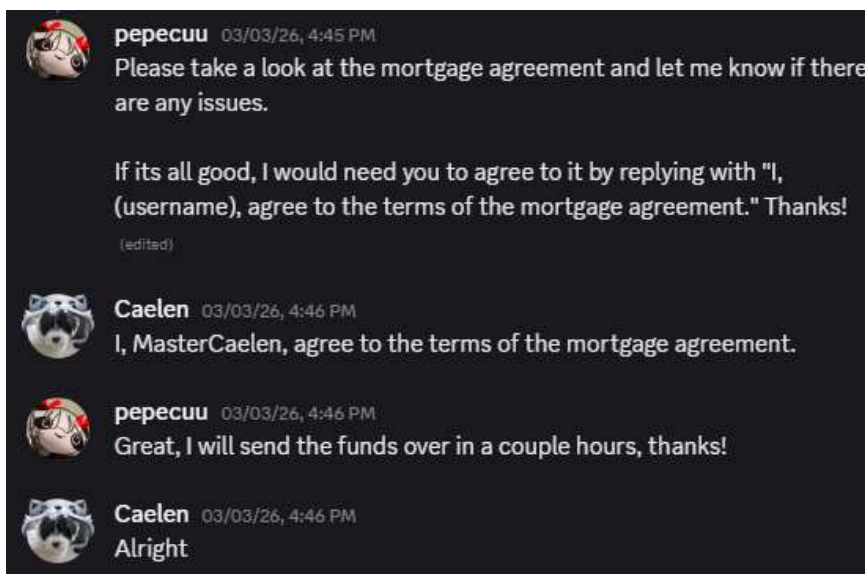
Caelen asks if the \$300K, from earlier, that were seized will also be paid back by Pepe. Pepecuu says that they will, and they agree on Pepe sending back \$119.64 USD to Caelen. In return, the third party case (“Brick and Browse Inc. v. MasterCaelen, Third-Party Defendant Pepecuu [2026] FCR 18”) would be settled from Pepe’s side.

Pepe says that she has noticed that Caelen has “refunded the transaction on paypal”, and that Pepe now needs Caelen to “transfer back the sum, otherwise you [Caelen] have also not fulfilled your end of the contract made”.

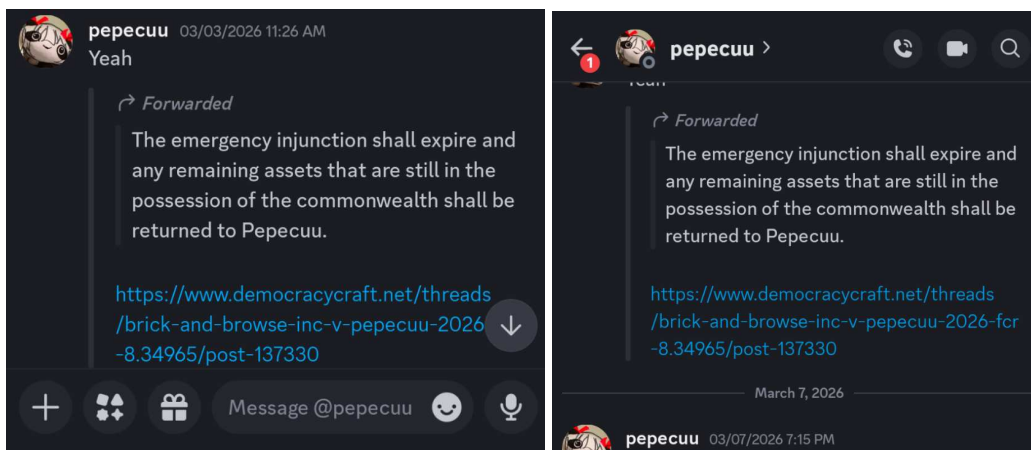
There are no further messages in the screenshots RazNews has received.

The Fraud

In the court case, P-003 shows the following evidence:

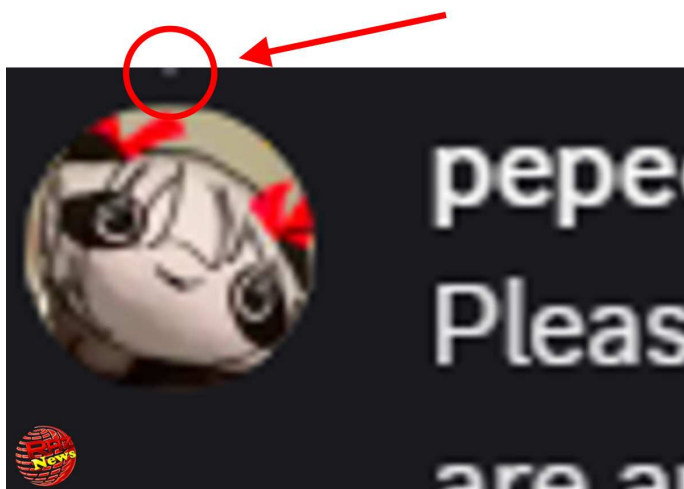


However, in the screenshots RazNews has received, it is very clear that no messages took place on the 3rd march other than the ones noted earlier.

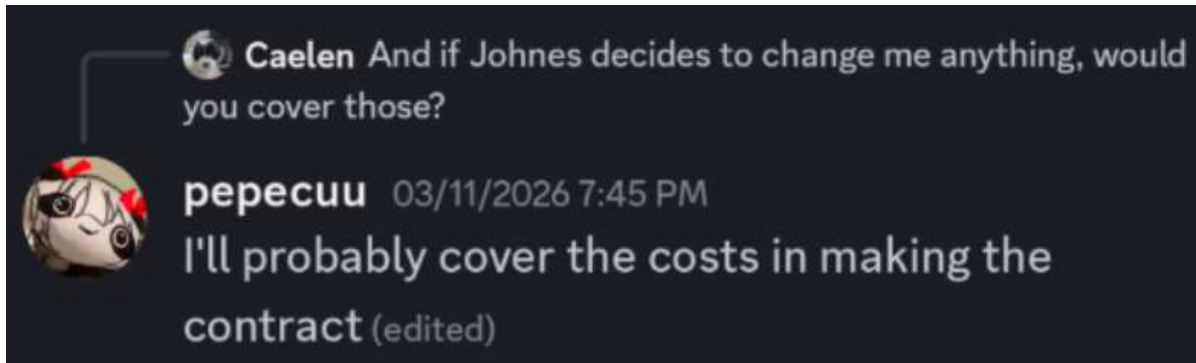


We are inclined to believe that Pepecuu has therefore edited these messages, which is quite easy to do on desktop using inspect element - as in these are fake messages.

The anonymous source who has provided RazNews with these screenshots, has completed their own analysis of the allegedly faked messages.

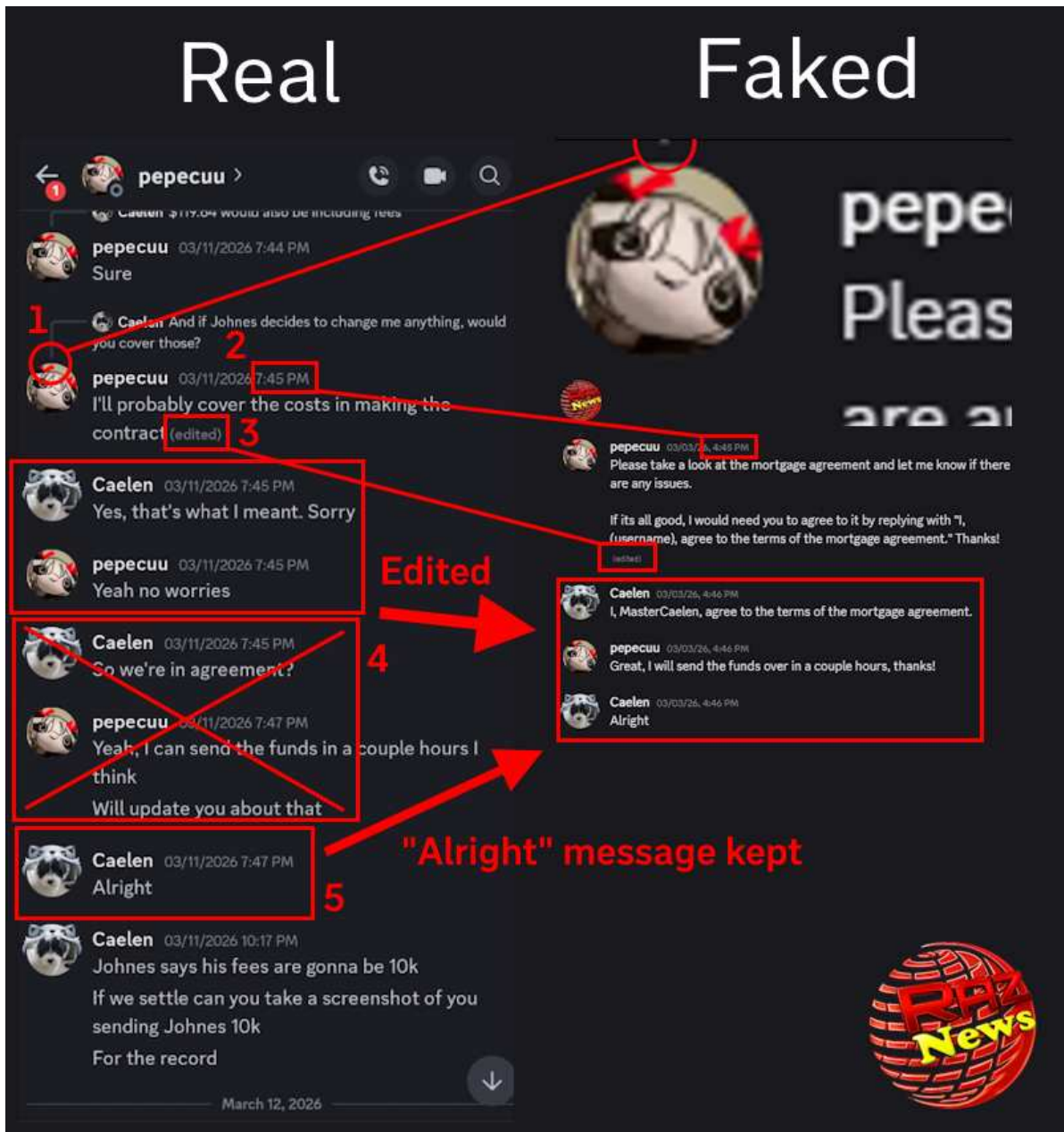


To start, we can see what looks like Pepe replying to a message. This is the very bottom part of the line that discord has to display replying to a message.



Corresponding to the line in the top left of this screenshot.

But there is actually way more evidence showing that Pepecuu faked this screenshot. Here we can see the real and the allegedly faked screenshot.



Subject 1 is what was just explained.

Subject 2 showcases the minute in the first message being the same. The hour may be different due to time zones or has been deliberately edited.

Subject 3 shows that both messages have the discord edited tag

The three following messages were edited and the minute was incremented by one.

Subject 4 shows a set of three messages that were deleted, and subject 5 keeps the “Alright” message by Caelen.

The anonymous source also gave us something to think about:

If this was supposed to be a multi-million dollar mortgage agreement, supposedly drafted by Pepecuu, why did Caelen agree to it only 1 minute after Pepe's initial message?

Where is the actual link or file that Caelen was supposed to be looking at? All you can see from those 4 messages is a *reference* to a "mortgage agreement", however there is no indication what Caelen was supposed to have agreed to is the contract showed in the contract's P-001.pdf

And why would Caelen be *borrowing* \$1,700,000 when it was clearly purchased from Pepecuu?

With the evidence presented, it seems undeniable that the messages were edited and the mortgage agreement was fabricated. That becomes even more likely, when we see the next evidence presented.

MORTGAGE AGREEMENT

THIS MORTGAGE AGREEMENT (the "Agreement") is made and entered into as of **3rd of March 2026**, by and between:

Lender: Pepecuu ("Lender"), and

Borrower: MasterCaelen ("Borrower").

WHEREAS, Borrower desires to borrow from Lender the principal sum of **ONE MILLION AND SEVEN HUNDRED THOUSAND (1,700,000.00)** Redmont Dollars (the "Loan"), and Lender agrees to extend such Loan to Borrower upon the terms and conditions set forth herein;

This is the mortgage agreement presented as P-001 in the ongoing lawsuit. It states that the mortgage agreement was made and entered into as of 3rd March 2026 between Pepecuu and MasterCaelen for \$1.7 million.

C143 is listed as collateral in the mortgage agreement.

2. SECURITY INTEREST

2.1 **Collateral:** To secure the repayment of the Loan, Borrower hereby grants Lender a first-priority mortgage lien on the real property (hereafter referred to as "The Properties") located at:

- C119, Reveille, Redmont.
- C143, Reveille, Redmont.
- C144, Reveille, Redmont.

The issue is, why would C143 be listed as collateral if Caelen did not own the plot?

Our anonymous source used Palantir (which tracks ownership history). We can see that MasterCaelen first came into ownership of C143 on March 8th, 5 days after the mortgage agreement.

Plots C143, C144, C145, C146, C147, C148, C149 and C150 are all merged plots, which means they are all owned by MasterCaelen and MasterCaelen first got them on their hands on March 8th.

REGION	OWNERS	MEMBERS	COORDINATES
c143 REVEILLE COMMERCIAL	MasterCaelen	-	2071, 3628 - 2099, 3677

REGION ID	ALL OWNERS	MINIMUM POINT	MAXIMUM POINT	VIEW ON MAP
c143	MasterCaelen	X: 2071, Y: 63, Z: 3628	X: 2099, Y: 447, Z: 3677	Open in BlueMap →

OWNERSHIP HISTORY

OWNERS (LAST 7)

★ MasterCaelen	Mar 8, 2026, 06:08 AM
vxMac	Mar 4, 2026, 01:18 AM
SkrProdigy	Mar 1, 2026, 08:10 AM
Omegabiebel	Feb 18, 2026, 08:09 AM
IgnitedTnT	Feb 16, 2026, 08:10 AM
Omegabiebel	Jan 26, 2026, 05:38 AM
IgnitedTnT	Jan 25, 2026, 01:49 PM

+ 2 more owners in history

Screenshot from "Palantir" (Source: Anonymous source)



C144 and surrounding plots are merged - Screenshot from "Bluemap"

As these plots aren't in MasterCaelen's hands at the time of allegedly signing the contract, he would have been in violation of the agreement from the start, as the contract's paragraph 2.2 says "Borrower warrants that they have marketable title to The Properties, free and clear of all encumbrances except those disclosed in this Agreement."

Not owning the plots means he didn't have marketable title to the properties and therefore this should have instantly triggered default per paragraph 3.1 of the same contract:

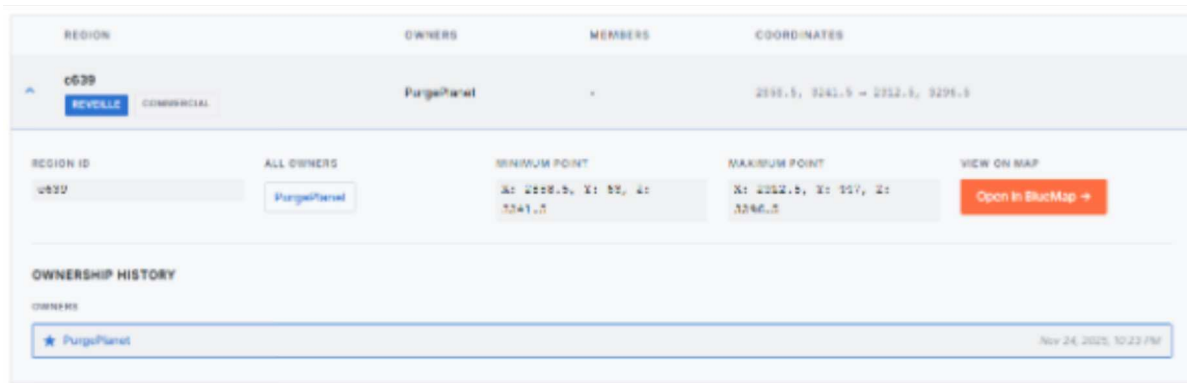
3. DEFAULT AND REMEDIES

3.1 **Events of Default:** The following shall constitute an event of default:

- Failure to make any payment when due;
- Borrower's sale, transfer, trade, disposal of or encumbrance of the collateral (in part or in whole), without the Lender's prior consent;
- Borrower's insolvency, bankruptcy, or assignment for the benefit of creditors;
- Any material misrepresentation made by Borrower in connection with this Agreement.

Since Pepecuu has experience in suing individuals for violating agreements, such as "Pepecuu v MattTheSavvy [2025] FCR 100", why would she not question the lack of ownership of plots listed as collateral, make any attempt to rectify the situation and why wouldn't she proceed straight to a lawsuit on the event of default basis?

And one final thing - the entire case is based on C639 being transferred. But according to the Palantir screenshot we received from an anonymous source, it has never been owned by either MasterCaelen or Pepecuu.



Screenshot from “Palantir” (Source: Anonymous source)

This is probably why, in the facts section of the lawsuit, it says “The plot C639 was transferred on or before 3/25/2026”.

On March 25th (3/25/2026) the server got the updated Realty plugin, which only tracks plot history after March 25th. But Palantir has tracked for a long time, which is also why we know that MasterCaelen or Pepecuu never owned that plot.

Conclusion

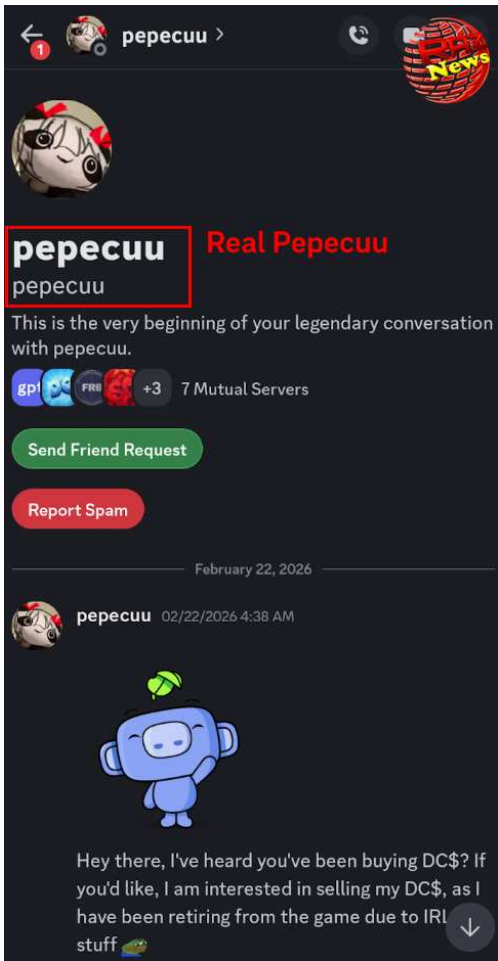
Pepecuu waited almost a month to start legal action. But why? When we look at everything so far, it must mean that the mortgage agreement itself is fake. Caelen never signed such an agreement, and those messages are forged. The entire foundation for the court case is C639 being transferred while collateral but none of the parties in the lawsuit ever owned that plot.

We don’t know if these messages were completely faked, but the evidence strongly suggests that evidence submitted to court was fabricated.

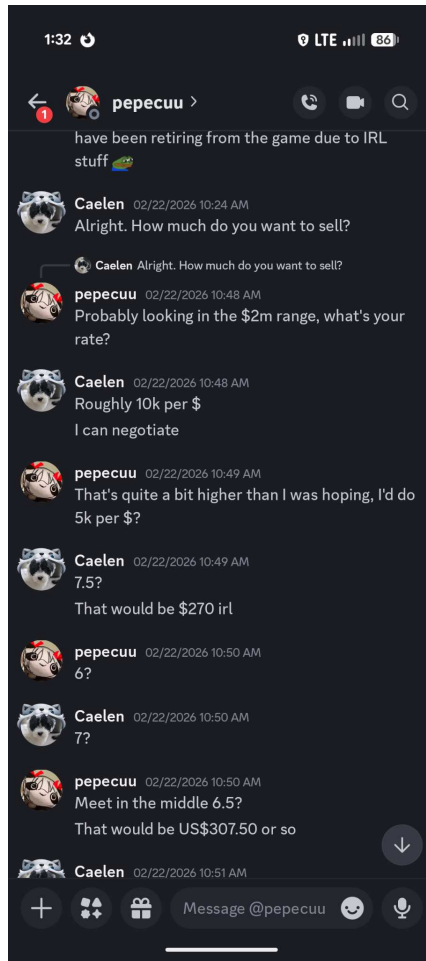
Which consequences this will have for the former president is unknown, but time will likely answer that question.

Source(s)

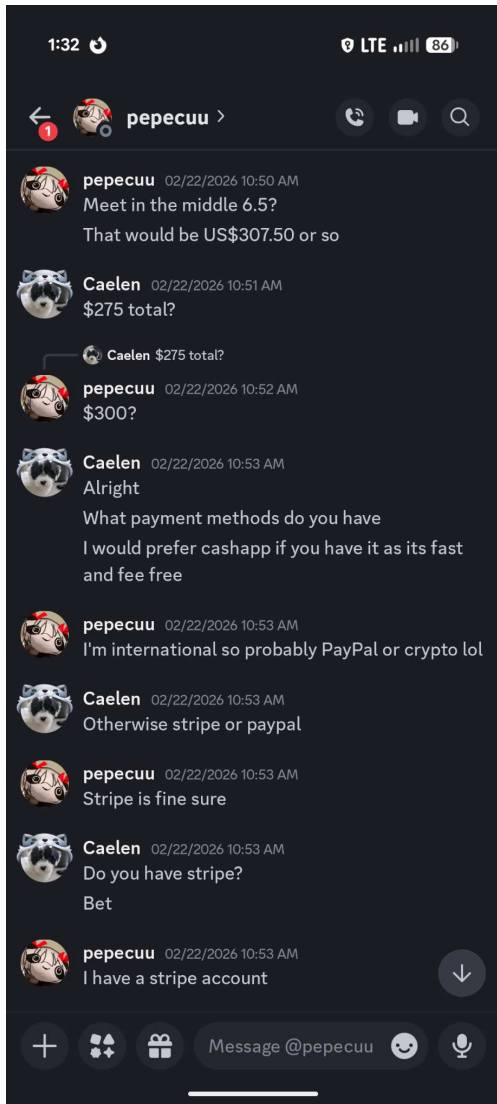
All evidence in this article has been sent to us by a source who has wished to remain anonymous. All sources not shown directly in the article can be found at the very bottom of the article.



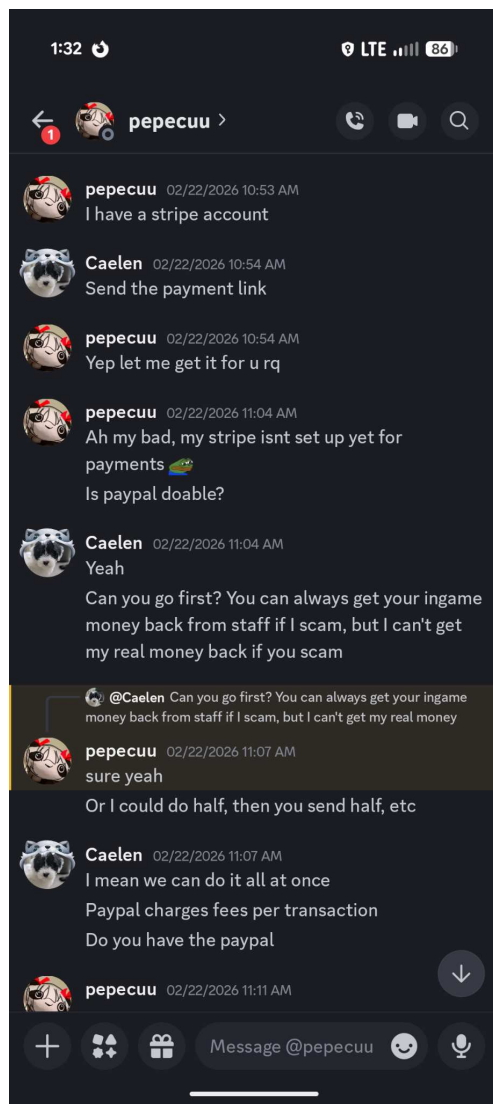
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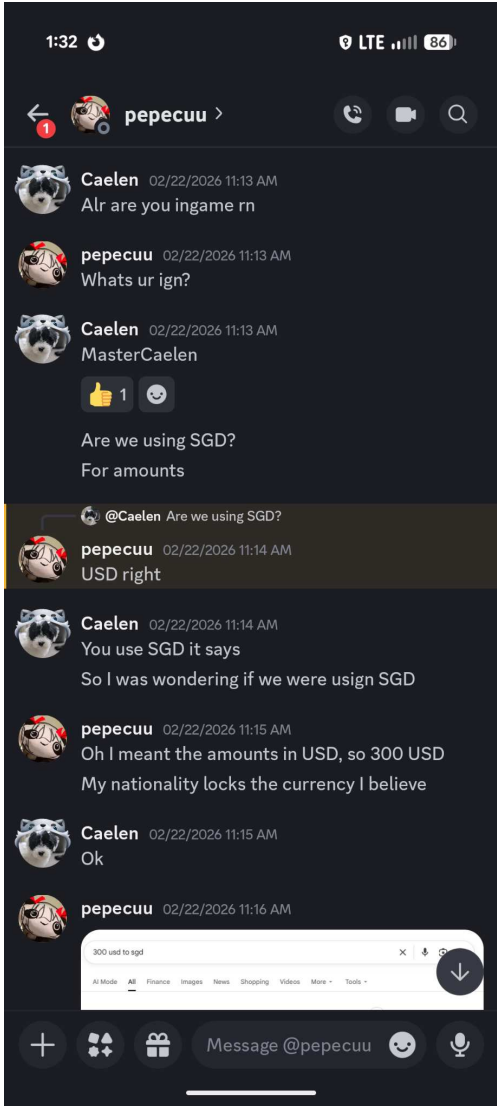
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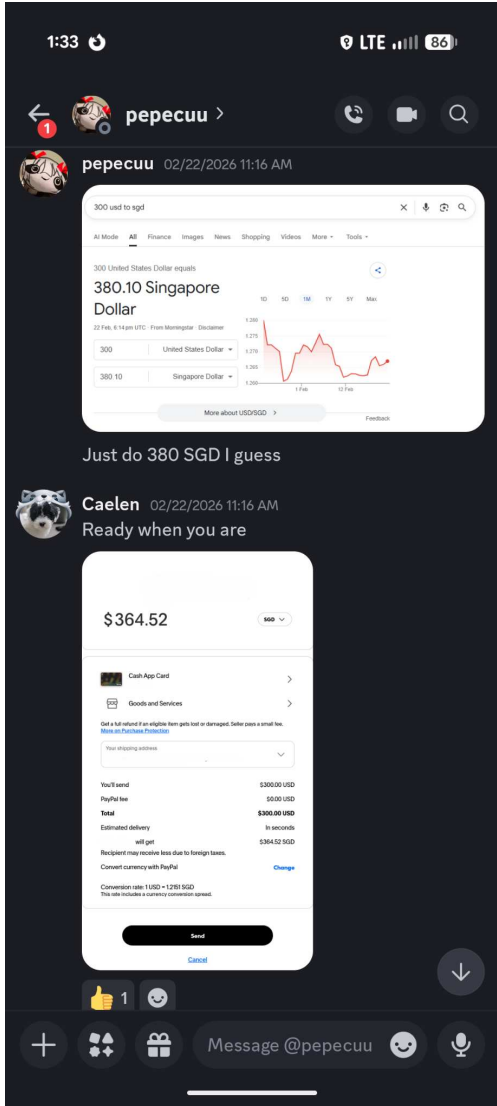
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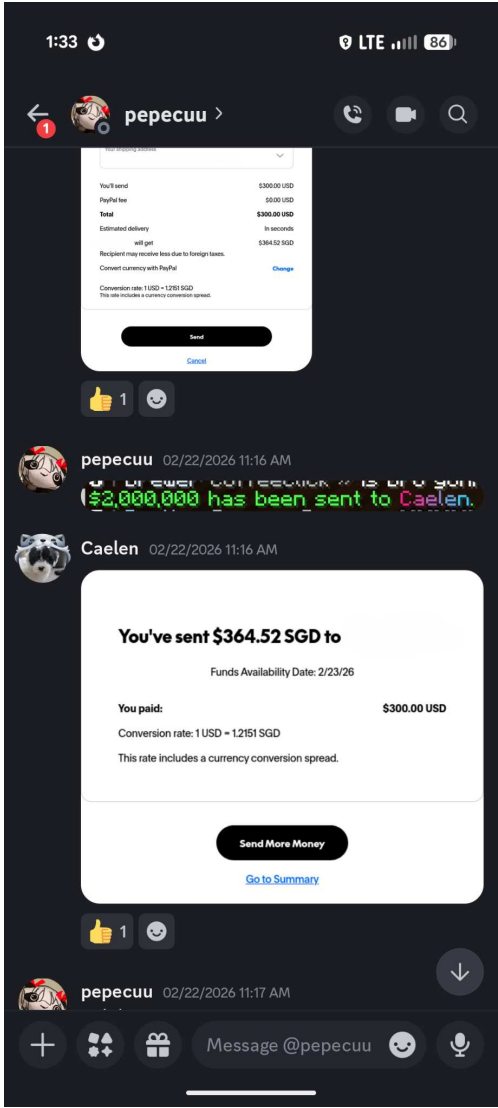
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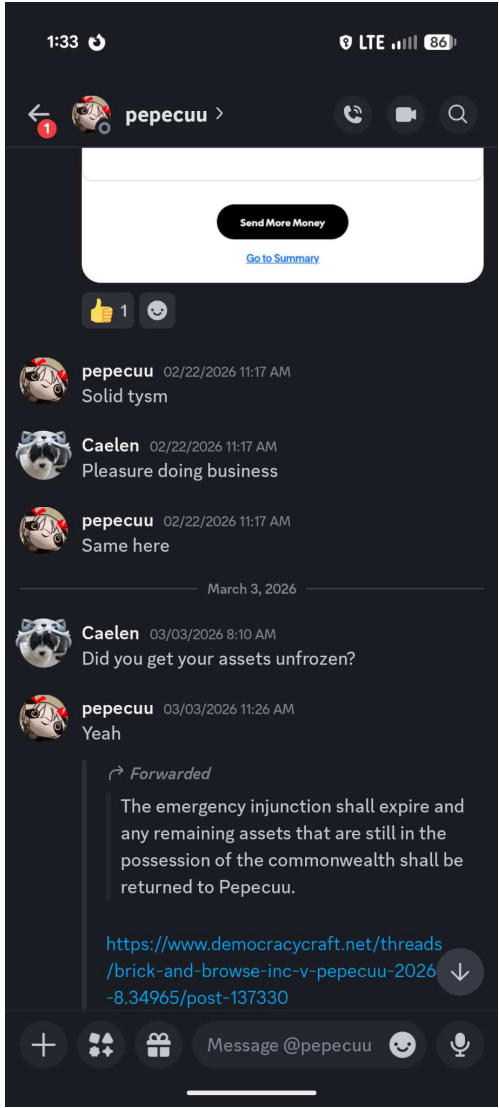
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[6]



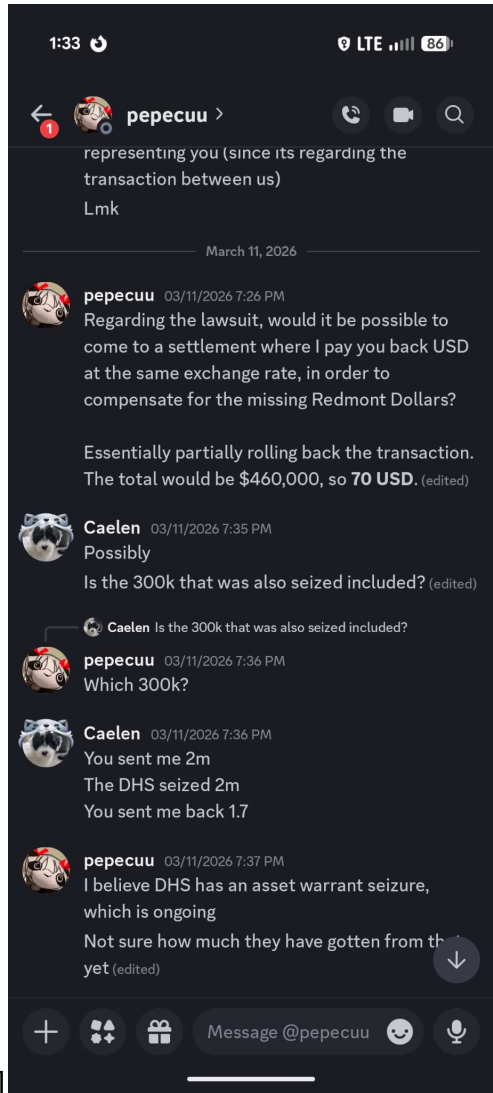
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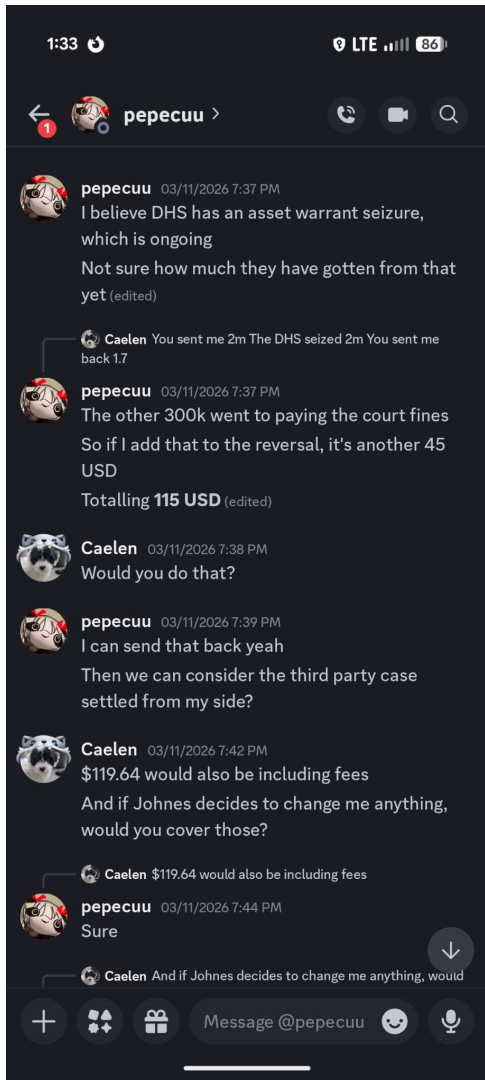
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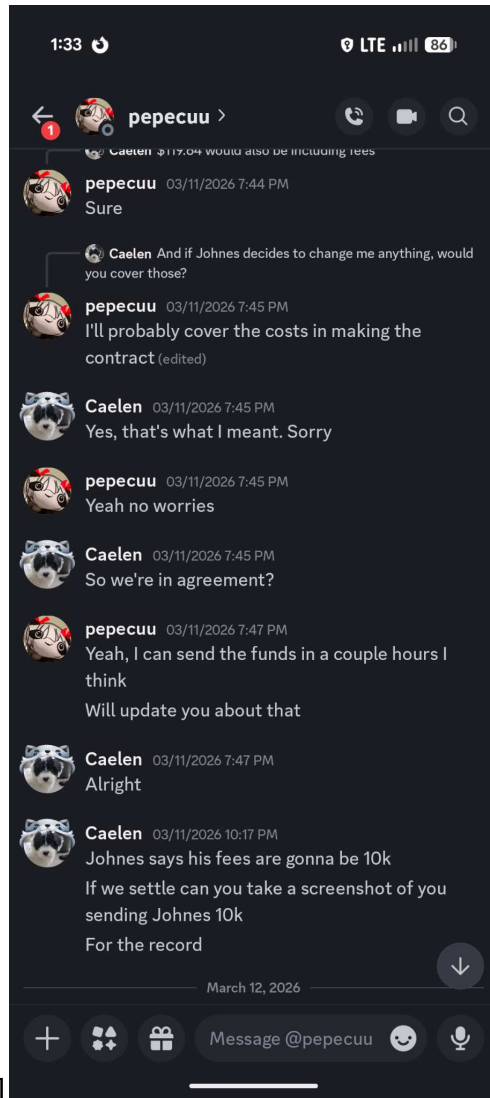
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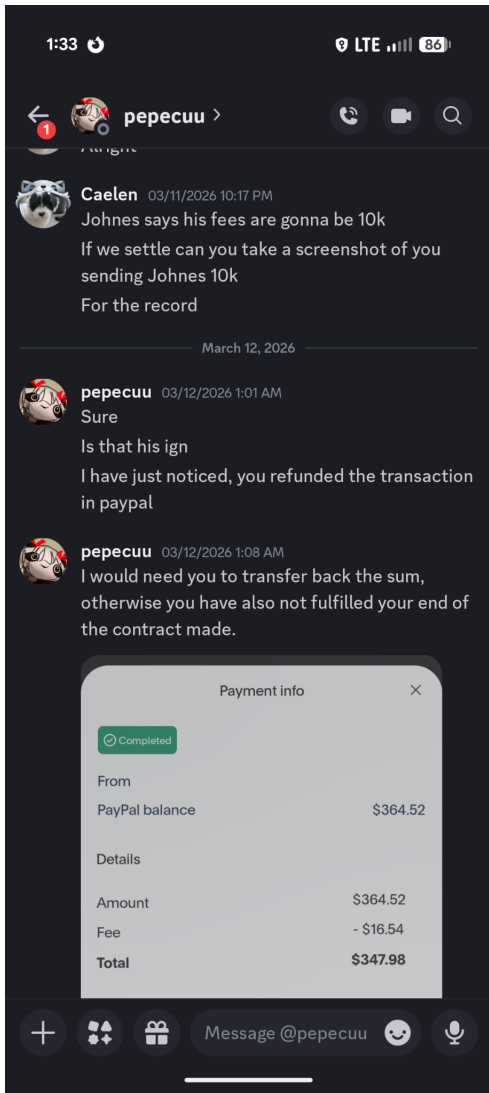
[10]



[11]



[12]



[13]

The rest of the sources are shown in the article or are in the lawsuit, which can be found [here](#).