

C A N A D A
Province of Quebec
District of Quebec
Division No.: 01-Montréal
Court No.: 500-11-056208-198
Estate No.: 41-344381 & 41-344382

SUPERIOR COURT
(Commercial Division)
Bankruptcy and Insolvency Act

Notice and Statement of the Receiver
(Subsections 245(1) and 246(1) of the Act)

In the Matter of the Receivership of
4049306 Canada Inc. and 7763263 Canada Inc.
Of the City of Montréal
In the Province of Québec

Further to the Quebec Superior Court Order ("Order") rendered on April 5, 2019, Richter Advisory Group Inc. ("Richter"), was appointed pursuant to Section 243 of the *Bankruptcy and Insolvency Act*, Receiver in respect of all of the assets of 4049306 Canada Inc. ("404") and 7763263 Canada Inc. ("776") (collectively, the "Debtors").

Richter, in its capacity as Receiver, gives notice and declares that:

1. The Order on April 5, 2019, grants Richter the power to collect all accounts receivable and the power to proceed with a sales process to solicit offers to sell all or part of the assets of the Debtors.
2. Richter was appointed following an Order rendered by the Honorable Chantal Corriveau of the Quebec Superior Court, pursuant to the *Bankruptcy and Insolvency Act*, following an application filed by the Toronto Dominion Bank which holds the following securities:
 - A movable hypothec on the universality of movable property of 404, in the amount of \$5,000,000, granted by 404 on July 18, 2017, and published in the RDPRM on July 20, 2017, under the number 17 0760007-0001;
 - A guarantee under section 427 of the Bank Act, granted by 404 upon notice dated July 18, 2017, and published with the Bank of Canada on July 24, 2017, under number 01313392;
 - A movable hypothec on the universality of movable property of 776, in the amount of \$5,000,000, granted by 776 on July 18, 2017, and published in the RDPRM on July 20, 2017, under the number 17 0760007-0003; and
 - A guarantee under section 427 of the Bank Act, granted by 776 upon notice dated July 18, 2017, and published with the Bank of Canada on July 24, 2017, under number 01313391.
3. The following information relates to the Receivership:
 - (a) 4049306 Canada Inc.:
 - i. Head office of insolvent person: 2665 place du Menuet, Saint-Lazare, QC, J7T 3J6
 - ii. Principal line of business: Transport
 - iii. Location of business: 1600 32nd avenue, Lachine, QC, H8T 3R1
 - (b) 7763263 Canada Inc.:
 - i. Head office of insolvent person: 1600 32nd avenue, Lachine, QC, H8T 3R1
 - ii. Principal line of business: Transport and storage
 - iii. Location of business: 1600 32nd avenue, Lachine, QC, H8T 3R1

(c) The assets owned by the Debtors are described, on a combined basis, as follows:

Unaudited – at net book value

- Accounts receivable (Apr. 2/19) \$1,039,634
- Property, plant and equipment (Apr. 30/18) \$ 493,940

(d) Amount owed by the insolvent person to each creditor who holds a security on the property described above:

The Toronto Dominion Bank \$2,181,359

(e) This notice includes an unaudited list of other known creditors of 404 and 776, totaling \$3,122,314.42 (excluding above-mentioned secured creditor) and the amount owed to the creditor.

(f) The intended plan of action of the Receiver during the receivership (which is subject to change at any time) is the continuation of operations of the Company while it seeks refinancing, the collection of accounts receivable and the remittance of collected amounts to the Toronto Dominion Bank as a reduction of its secured debt. Pursuant to paragraph 13 of the Order rendered on April 5, 2019, the Receiver reserves the right, at its sole discretion, to file a Notice of Intention to Make a Proposal or file assignment under the *Bankruptcy and Insolvency Act*.

(g) Contact person for the Receiver:

Shawn Travitsky, CPA, CA, CIRP, LIT
Telephone: 514.934.3505
Fax: 514.934.8603
E-mail: stravitsky@richter.ca

Dated at Montreal, April 15, 2019

Richter Advisory Group Inc. - Receiver
Per:



Andrew Adessky, CPA, CA, CIRP, LIT
1981 McGill College, 12th Floor
Montréal QC H3A 0G6
Phone: 514.934.3513
Fax: 514.934.8603