

SUPERIOR COURT OF JUSTICE
Commercial List
Bankruptcy and Insolvency Act

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

In the Matter of the Receivership of
Davids Footwear Ltd.
Of the City of Toronto
In the Province of Ontario

The Receiver gives notice and declares that:

1. On August 2, 2019, by order (the "Receivership Order") of the Ontario Superior Court of Justice (Commercial List), Richter Advisory Group Inc. was appointed as receiver and manager (in such capacity, the "Receiver"), without security, of all of the assets, undertakings and properties (the "Property") of Davids Footwear Ltd. (the "Company") pursuant to section 243(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3, as amended and section 101 of the *Court of Justice Act*, R.S.O. 1990, c. C.43, as amended. A copy of the Receivership Order is available on the Receiver's website at www.richter.ca/insolvencycase/davids.
2. The Receivership Order was granted pursuant to an application made by Rosejack Investments Ltd. ("Rosejack") pursuant to security held by Rosejack in the Property of the Company, including a general security agreement, representing a charge over all the assets of the Company.
3. The Receiver took possession and control of the Property on August 2, 2019.
4. As at July 6, 2019, the Company's Property consisted of the following:

<u>Assets</u>	<u>Net Book Value</u>
Accounts Receivable	\$4,451
Inventory	\$4,632,955
Income & Prepaid Expenses	\$971,896
Fixed Assets (Net)	\$2,041,906
Goodwill	\$2,300,000
Total	\$9,951,208

Note: The above amounts represent book values of the Company's assets as detailed in the Company's books and records and do not necessarily represent sale or liquidation values.

MONTRÉAL

1981 McGill College
Montréal QC H3A 0G6
514.934.3400

TORONTO

181 Bay St., #3510
Bay Wellington Tower
Toronto ON M5J 2T3
416.488.2345

CHICAGO

200 South Wacker, #3100
Chicago IL 60606
312.828.0800

5. The following information relates to the receivership:
- a. Address of insolvent person: 77 Bloor Street West, Suite 500
Toronto, Ontario
M5S 1M2
 - b. Principal line of business: Women's footwear and apparel retailer
 - c. Location(s) of business: The list of the Company's business locations as per the Company's books and records are set out in the attached Appendix "A"

6. Based on the Company's records, the Company's total secured obligations as at July 31, 2019 were as follows:

Rosejack Investments Ltd.	\$9,039,644
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7. According to the Company's books and records, the amount owed by the Company to its unsecured creditors as at August 2, 2019 is approximately \$1,422,085. Attached as Appendix "B" is a list of all known creditors as at August 2, 2019.

8. The estimated realizable value of the Company's business and assets is unknown at this time. The intended plan of action of the Receiver during the receivership is to conduct a liquidation of the Company's inventory, furniture, fixtures and equipment through a sale at the Company's retail stores.

9. Contact person for the Receiver: Shane Connolly
Telephone: 416-488-2345
Fax: 416-488-3765
Email: claims@richter.ca

Dated at Toronto, Province of Ontario, on August 9, 2019.

RICHTER ADVISORY GROUP INC.
in its capacity as Receiver and Manager of
Davids Footwear Ltd.
and not in its personal capacity

Per:



Pritesh Patel, LIT
Senior Vice-President

APPENDIX A

Bay & Bloor Store:
66 Bloor Street West
Toronto
Ontario
M5S 1L9

Yorkdale Shopping Centre:
3401 Dufferin Street
North York
Ontario
M6A 2T9

Bayview Village Shopping Centre:
2901 Bayview Avenue
North York
Ontario
M2K 1E6

Sherway Gardens:
25 The West Mall
Etobicoke
Ontario
M9C 1B8

Rideau Centre:
50 Rideau Street
Ottawa
Ontario
K1N 9J7

APPENDIX B

List of Creditors
Davids Footwear Ltd.Secured Creditors:

Rosejack Investments Ltd.	9,039,644.00
Total Secured Creditor	<u>9,039,644.00</u>

Unsecured Creditors:

Amina Muaddi	19,661.03	¹
Aquazzura Italia S.R.L.	99,091.37	²
Attilio Giusti Leombruni	65,330.25	¹
Bell Canada	229.16	
Bl. Gl. Shoes S.R.L.	45,976.43	¹
Brilliant Window Cleaning	520.00	
Calz Artigiana Scarpe S.R.L.	34,124.46	¹
Calzaturificio Casadei S.P.A.	14,665.44	¹
Captain Printwork	675.18	
Checkers Cleaning Supply	292.15	
Chloe Canada	73,167.34	
Christian Louboutin	72,222.81	¹
Chubb	6,830.83	
Clean My Windows	1,775.23	
Cushman & Wakefield Asset Management Services	1,271.03	
Danse Lente	1,537.41	²
Employees	1.00	⁴
Enbridge	79.92	
Fabtrans Transportation	7,357.55	
Federal Express Canada Corp.	5,287.07	
Ferrragamo Canada Inc.	4,501.22	
Fifth Theory LLC	90.59	²
First Aid Direct	66.45	
General Dynamics	38.68	²
Global Brands Group	75,978.94	
Golden Goose S.P.A.	44,851.04	¹
Grand & Toy	701.44	
Infra - Solutions	1,803.25	
J.P. Morgan	2,314.38	²
Jimmy Choo	127,168.33	²
JL Inc.	1,692.50	
Longo Brothers Fruit Market	470.30	
MacEachern's Deep Steam Ltd	576.30	
Malone Souliers	82,018.81	²
Manolo Blahnik USA, Ltd	178,846.34	²
Manulife Financial	462.90	
National Shoe Specialties Ltd.	607.27	

APPENDIX B

**List of Creditors
Davids Footwear Ltd.**

Panalpina	22,934.90
Progress LUV2PAK	1,848.63
Reike Nen	4,073.83 ²
Rene Caovilla S.P.A.	14,539.14 ¹
Sheppard Communications	1,662.23
Skymark Shoe Repair	421.49
Springbank Mechanical Systems	507.94
Technology Solutions	319.17
Telus	64.47
Tod's S.P.A.	22,486.00
Toronto Hydro	1,617.34
United Messengers Ltd.	159.85
Vagabond International AB	75,357.41
Valentino	297,274.75
Vlead Design Service	611.00
Web Tactics	565.00
Weston Security Systems Inc.	258.77
Wilden Media	324.36
Workplace Safety	1,747.45
Yuzefi Limited	3,027.17 ³
Total Unsecured Creditors	<u>1,422,085.30</u>
Total Creditor Amount	<u>10,461,729.30</u>

Notes:

- (1) EUR amount translated to CAD at August 2, 2019 Bank of Canada rate - 1.4686.
(2) USD amount translated to CAD at August 2, 2019 Bank of Canada rate - 1.3225.
(3) GBP amount translated to CAD at August 2, 2019 Bank of Canada rate - 1.6055.
(4) This amount is unknown at this date.