

CANADA
Province of Quebec
District of Montréal
Division No.: 01-Montréal
Court No.: 500-11-065571-255
Estate No.: 41-3214502

SUPERIOR COURT
(Commercial Division)
Bankruptcy and Insolvency Act

IN THE MATTER OF THE NOTICE OF INTENTION
TO MAKE A PROPOSAL OF:

MOBI724 GLOBAL SOLUTIONS INC.

a duly constituted legal person having its principal
place of business at 500-1275 Avenue des
Canadiens-de-Montréal, Québec, H3B 0G4

Debtor / Applicant

-and-

RICHTER INC.

Proposal Trustee

THIRD REPORT OF THE PROPOSAL TRUSTEE
ON THE STATE OF THE DEBTOR'S BUSINESS AND FINANCIAL AFFAIRS
July 3, 2025

Richter Inc. ("**Richter**" or the "**Proposal Trustee**"), in its capacity as trustee under the Notice of Intention to Make a Proposal (the "**NOI**"), pursuant to the *Bankruptcy and Insolvency Act* (the "**BIA**") filed by Mobi724 Global Solutions Inc. ("**Debtor**" or the "**Company**"), an insolvent person, does hereby report to the Court the following:

INTRODUCTION

1. On April 22, 2025, the Company sought protection under the BIA by filing a NOI with the Proposal Trustee. A copy of the Certificate of Filing issued by the Superintendent of Bankruptcy was annexed as Exhibit A of the First Report of the Proposal Trustee (the "**First Report**")
2. On April 25, 2025, the Company filed a motion entitled *Application for an Order (1) Approving Interim Financing and Interim Financing Charge, and (2) Approving an Administration Charge* (the "**Financing and Charge Motion**") and on May 1, 2025, the Financing and Charge Motion was granted by the Court.

3. On May 16, 2025, the Debtor filed a motion entitled *Debtor's First Application for Extension of Delay to File Proposal* (the "**Stay Extension Motion**") and on May 22, 2025, the Court granted the Stay Extension Motion, extending the delay to file a proposal to July 7, 2025.
4. On July 3, 2025, the Debtor filed a motion entitled *Debtor's Second Application for Extension of Delay to File Proposal* (the "**Second Stay Extension Motion**"), in which the Debtor seeks, *inter alia*, an extension of the delay to file a proposal to August 21, 2025.
5. In order to monitor the affairs and finances of the Debtor, the Proposal Trustee has been provided with access to certain books, records and other important documents of the Debtor.

PURPOSE OF THIS REPORT

6. The purpose of this third report of the Proposal Trustee (the "**Third Report**") is to provide this Court with information pertaining to:
 - (i) Activities of the Proposal Trustee since the issuance of its second report (the "**Second Report**"), dated May 16, 2025;
 - (ii) Post-filing operations and cash flow projections;
 - (iii) The sale and investment solicitation process (the "**SISP**");
 - (iv) The stalking horse bid;
 - (v) The Debtor's request for a second extension of the statutory delay to file a proposal to August 21, 2025; and
 - (vi) The Proposal Trustee's recommendation.

TERMS OF REFERENCE

7. Unless otherwise noted, all monetary amounts contained in this Third Report are expressed in Canadian dollars.
8. In preparing this Third Report, the Proposal Trustee has relied upon certain unaudited financial information prepared by the Debtor's representatives, the Debtor's books and records, and discussions with the Debtor's representatives and legal counsel (the "**Information**").
9. Except as otherwise described in this Third Report, the Proposal Trustee has not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the Information in a manner that would wholly or partially comply with Generally Accepted Assurance Standards ("**GAAS**") pursuant to the Chartered Professional Accountant of Canada Handbook and, as such, the Proposal Trustee expresses no opinion or other form of assurance contemplated under GAAS in respect of the Information. The Information has been provided by the management of the Company and only the Company is responsible for the accuracy of such Information.

10. Future oriented financial information relied upon in this Third Report is based on the Debtor's representatives' assumptions regarding future events; actual results achieved may vary from the Information presented even if the hypothetical assumptions occur and these variations may be material. Accordingly, the Proposal Trustee expresses no assurance as to whether projections will be achieved.

ACTIVITIES OF THE PROPOSAL TRUSTEE

11. Since the issuance of the Second Report, the Proposal Trustee has, *inter alia*:
 - (i) Monitored the disbursements and the Company's current operations;
 - (ii) Reviewed weekly variances between the actual cash flow results and the Projections;
 - (iii) Conducted an accelerated SISP, as further detailed below;
 - (iv) Participated in meetings and discussions with the secured lenders;
 - (v) Assisted the Company with the NOI process and planning for next steps; and
 - (vi) Prepared this Third Report.

POST-FILING OPERATIONS AND CASH FLOW PROJECTIONS

12. The Company is a fintech corporation which has developed a sophisticated platform that conducts data analysis and transaction processing for existing networks, card issuers and payment systems. We refer to the First Report and the Financing and Charge Motion for further details.
13. Subsequent to the filing of the NOI, the Company has continued its operations in the ordinary course.
14. We refer to **Exhibit "A"** which reflects the reported results of the Debtor's cash versus the Projections, for the period May 12, 2025 to June 20, 2025 (the "**Period**"). Overall, the net cash flow for the Period is slightly worse than projected, due mainly to the reversal of favorable timing differences from the prior cash flow period.

SALE AND INVESTMENT SOLICIATION PROCESS ("SISP")

15. As noted in the First Report, the primary objective of the restructuring is to provide time to focus on a sale of the Company on a going concern basis through the implementation of a SISP. The Company engaged the Proposal Trustee to initiate the SISP.
16. As described in the Second Report, the Proposal Trustee performed a search of potential purchasers and as well, received a list of potential interested parties from the Debtor who were contacted in a prior sales effort conducted by an investment firm in 2023. A total of approximately ninety (90) entities, both strategic (transaction and payment processing entities) and private equity companies, were identified as potential purchasers.

17. On May 14, 2025, the Proposal Trustee launched the SISP and provided the potential purchasers with a Teaser document. The original deadline to submit offers was June 4, 2025, at 2:00 p.m. (prevailing Eastern Time). This date was subsequently extended to June 18, 2025, at 5:00 p.m. (prevailing Eastern Time) as further described below.
18. With the assistance of management, the Proposal Trustee set up a virtual data room ("**VDR**") which included relevant information to assess the business opportunity. Upon execution of a non-disclosure agreement ("**NDA**"), potential buyers were provided access to the VDR. A total of three interested parties executed an NDA and were granted access to the data room.
19. On May 30, 2025, a related party submitted a stalking horse bid to purchase the assets and assume various liabilities of the Company. The stalking horse bid as well as the bidding procedures reflected in the SISP rules were included in the VDR. The deadline to submit offers was extended to June 9, 2025, to permit the interested parties additional time to assess the stalking horse bid.
20. As a result of the stalking horse bid coming from a related party, the Trustee put in place appropriate safeguards to ensure that all interested parties have an equal opportunity in submitting a bid.
21. One of the interested parties conducted an extensive due diligence and submitted numerous requests for additional information to evaluate the business, including interviews with certain employees. With the assistance of the Company, the Trustee responded to the majority of these requests as promptly as possible. To allow time for a further assessment of the additional information, the interested party requested an extension to submit its bid. The Trustee permitted this request and extended the bid deadline for a final time to June 18, 2025.
22. No other offers were received by the bid deadline.

STALKING HORSE BID

23. As previously indicated a stalking horse bid was received from a related party, 9538-5613 Québec Inc. ("**Stalking Horse Bidder**"), the interim financing lender and corporation controlled by Marcel Vienneau the CEO of the Company.
24. The terms of the stalking horse bid are summarized as follows:
 - (i) The Stalking Horse Bidder is purchasing the tangible and intangible assets of the Company, including but not limited to the following ("**Purchased Assets**"):
 - All claims and accounts receivable;
 - The corporate name of Mobi724 and all other intellectual property;
 - The shares of the Company's subsidiary Mobi724 Smart Transactions Inc.
 - Rights to any litigious claims; and

- All the right, title and interest of the Company's customer contracts,
 - (ii) The Stalking Horse Bidder has excluded from the assets being purchased, the shares in three other subsidiaries of the Company, namely, Mobi724 SRL, First Equity LLC and Mobi724 Smart Transactions Mexico S.A. de CV.
 - (iii) The purchase price for the assets is \$1,626,938 to be paid through the assumption of certain liabilities, summarized below:
 - Interim financing: \$905,707
 - Critical supplier: \$374,324
 - Revenu Québec & Revenue Canada super priority: \$346,907
 - (iv) In addition, the Stalking Horse Bidder would assume the employment of certain employees of the Company.
 - (v) The sale of the Purchased Assets is subject to court approval, including the issuance of a vesting order as well as the approval of the secured lenders, BDC Capital Inc and Investissement Québec, who hold security over the Purchased Assets.
25. The Proposal Trustee understands that the Stalking Horse Bidder is in discussion with Revenu Québec & Revenue Canada regarding the super priority claim. Additionally, the Stalking Horse Bidder is engaged in discussions with the secured creditors to obtain their approval of the transaction and a settlement of their secured claims.

REQUEST TO EXTEND THE PROPOSAL PERIOD

26. The Debtor is requesting the extension of the NOI period to August 21, 2025 (the "**Extension**").
27. In support of the extension sought, the Debtors have prepared a statement of projected cash flow (**Exhibit "B"**) covering the period of June 23, 2025 to August 22, 2025, which we summarize as follows:

Mobi 724 Global Solutions Inc. Statement of Projected Cash Flow For the Period from June 23 to August 22, 2025 <i>(\$000's)</i>		Total	Note
		<i>61 days</i>	
Receipts			
Customers		252	
Refunds		43	
		294	
Disbursements			
Payroll		153	(1)
Consultants/Contracted Services		148	
IT Services / Prepayments		91	
Operations		24	
Restructuring costs		171	
		588	
Projected Cash Flow		\$ (293)	
Opening bank		82	
Interim Financing		211	
Net cash flow		(293)	
Ending Bank		\$ -	

(1) The Payroll disbursement includes a \$14K post-filing unremitted source deductions owing to Canada Revenue Agency ("CRA"), where the payment was delayed by technical issues in linking its bank account with CRA. The Company is following up to ensure the payment is made.

28. The Proposal Trustee supports the Debtor's request for the Extension for the following reasons:
- (i) The Debtor is acting in good faith and with due diligence in taking steps to maximize the value of its assets for the benefit of its creditors;
 - (ii) Additional time is needed to finalize the sale transaction with the Stalking Horse Bidder, including ongoing negotiations with the secured lenders to obtain their approval and with the tax authorities;
 - (iii) The Company is evaluating whether it can make a proposal to its creditors; and
 - (iv) It is the Proposal Trustee's view that the Extension will not prejudice or adversely affect any group of creditors.
29. The secured creditors, the BDC Capital Inc., Investissement Québec and R&D Capital have been served the Stay Extension Motion.

RECOMMENDATION

30. The Proposal Trustee recommends that this Court grant the relief sought in the Stay Extension Motion.

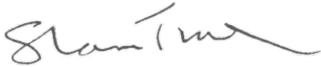
Respectfully submitted at Montreal, this 3rd day of July 2025.

Richter Inc.

Licensed Insolvency Trustee

A handwritten signature in blue ink, appearing to read 'Adessky', with a stylized flourish extending from the end.

Andrew Adessky CPA, CIRP, LIT

A handwritten signature in black ink, appearing to read 'Shawn Travitsky', with a stylized flourish extending from the end.

Shawn Travitsky CPA, CIRP, LIT

Exhibit "A"

Mobi 724 Global Solutions Inc.**Weekly Cash Flow Monitoring**

Period from May 12 to June 20, 2025

Days in the Period

(\$000's)

	Period Ended 20-Jun-25 40 days		Variance Rptd vs. Fcast 40 days		Notes
	<i>Rptd</i>	<i>Fcst</i>	\$	%	
Cash Receipts	37	43	(6)	(14%)	
Disbursements					
Payroll	(89)	(96)	7	(7%)	
Consultants/Contracted Services	(119)	(136)	17	(13%)	
IT Services / Prepayments	(64)	(87)	22	(25%)	
Operations	(38)	(2)	(35)	1471%	
Restructuring costs	(201)	(165)	(36)	22%	
	(511)	(486)	(25)	5%	
Net Cash Flow	(475)	(443)	(31)	7%	
Opening Bank Balance	389	389	-	0%	
Net Cash Flow	(475)	(443)	(31)	7%	(1)
Loss on FX Conversion	(7)	-	(7)	N/A	
Interim Financing (DIP Loan)	175	125	50	40%	
Ending Bank Balance	82	71	11	16%	

Notes:

- (1) On May 1, 2025, the court approved interim financing of \$868,000. \$482,000 was received before the filing of the first extension for a total interim financing of \$657,000.

Exhibit "B"

District of: Québec
Division No.: 01-Montréal
Court No.: 500-11-065571-255
Estate No.: 41-3214502

FORM 29
Trustee's Report on Cash-Flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Notice of Intention to Make a Proposal of
Mobi724 Global Solutions Inc.
Of the City of Montréal
In the Province of Québec

The attached statement of projected cash flow of Mobi724 Global Solutions Inc., as of the 3rd day of July 2025, consisting of the period from June 23 to August 22, 2025, has been prepared by the management of the insolvent person for the purpose described in the notes attached, using the probable and hypothetical assumptions set out in the notes attached.

Our review consisted of inquiries, analytical procedures and discussion related to information supplied to us by the management and employees of the insolvent person. Since hypothetical assumptions need not be supported, our procedures with respect to them were limited to evaluating whether they were consistent with the purpose of the projection. We have also reviewed the support provided by management for the probable assumptions and preparation and presentation of the projection.

Based on our review, nothing has come to our attention that causes us to believe that, in all material respects,

- (a) the hypothetical assumptions are not consistent with the purpose of the projection;
- (b) as at the date of this report, the probable assumptions developed are not suitably supported and consistent with the plans of the insolvent person or do not provide a reasonable basis for the projection, given the hypothetical assumptions; or
- (c) the projection does not reflect the probable and hypothetical assumptions.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

The projection has been prepared solely for the purpose described in the notes attached, and readers are cautioned that it may not be appropriate for other purposes.

Dated at the City of Montréal, in the Province of Quebec, this 3rd day of July 2025.

Richter Inc.
Licensed Insolvency Trustee
Per:



Andrew Adessky, CPA, CIRP, LIT
1981 McGill College, 11th Floor
Montréal QC H3A 0G6
Phone: (514) 934-3400 Fax: (514) 934-8603

District of: Québec
Division No.: 01-Montréal
Court No.: 500-11-065571-255
Estate No.: 41-3214502

FORM 29 – ATTACHMENT
Trustee's Report on Cash-Flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Notice of Intention to Make a Proposal of
Mobi724 Global Solutions Inc.
Of the City of Montréal
In the Province of Québec

Purpose:

Mobi724 Global Solutions Inc. filed a Notice of Intention to Make a Proposal on April 22, 2025. The purpose of this Statement of Projected Cash Flow is to present the estimated cash receipts and disbursements of Mobi724 Global Solutions Inc. (the "Company"), for the period June 23 to August 22, 2025, relating to the filing of a Motion to extend the delay to Make a Proposal. This Statement of Projected Cash Flow has been prepared by management on July 3, 2025, based on available financial information at that date in accordance with Section 50.4(9) of the Bankruptcy and Insolvency Act and should be read in conjunction with the Trustee's Report on the Cash Flow Statement. Readers are cautioned that this information may not be appropriate for other purposes.

Projection Notes:

The Statement of Projected Cash Flow has been prepared using probable assumptions supported and consistent with the plans of the Company for the period June 23 to August 22, 2025, considering the economic conditions that are considered the most probable by management.

As the cash flow is based upon various assumptions regarding future events and circumstances, variances will exist and said variances may be material. Accordingly, we express no assurance as to whether the projections will be achieved.

Assumptions:

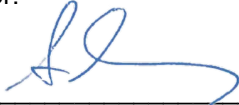
- Projected Cash Receipts
 - The projected receipts are estimated by management, based upon the collection experience of the Company and projected sales;
 - The projected refunds reflect reimbursements for prior advance payments made to a supplier.
- Projected Cash Disbursements
 - Payroll projections are based on current headcount levels and includes unremitted source deductions owing to Canada Revenue Agency;
 - Consultants / contracted services reflect the Company's current agreements with consultants related to the continuity of their operations;
 - IT services / Prepayments are based on historical trending, and represent prepayment of post-filing NOI services to ensure continued service;
 - Operations disbursements are based on historical data adjusted to reflect the current level of activity.
 - Restructuring costs reflect management's best estimate of various restructuring related costs including professional fees.
 - Disbursements include sales taxes, where applicable;
 - The current government remittances for source deductions and sales taxes are included in the disbursement assumptions;
 - The cash disbursements do not provide for the payment of arrears to unsecured creditors.
- Interim Financing
 - On May 1, 2025, the Court approved interim financing of \$868,000.

Dated at the City of Montréal in the Province of Québec, this 3rd day of July 2025.

Richter Inc.

Licensed Insolvency Trustee

Per:



Andrew Adessky, CPA, CIRP, LIT
1981 McGill College, 11th Floor
Montréal QC H3A 0G6
Phone: (514) 934-3400 Fax: (514) 934-8603

District of: Québec
Division No.: 01-Montréal
Court No.: 500-11-065571-255
Estate No.: 41-3214502

- FORM 30 -
Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2) (c) of the Act)

In the Matter of the Notice of Intention to Make a Proposal of
Mobi724 Global Solutions Inc.
Of the City of Montréal
In the Province of Québec

The management of Mobi724 Global Solutions Inc. developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 3rd day of July 2025, consisting of the period from June 23 to August 22, 2025.

The hypothetical assumptions are reasonable and consistent with the purpose of the projection described in the notes attached, and the probable assumptions are suitably supported and consistent with the plans of the insolvent person and provide a reasonable basis for the projection. All such assumptions are disclosed in the notes attached.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented, and the variations may be material.

The projection has been prepared solely for the purpose described in the notes attached, using a set of hypothetical and probable assumptions set out in the notes attached. Consequently, readers are cautioned that it may not be appropriate for other purposes.

Dated at the City of Montreal in the Province of Quebec, this 3rd day of July 2025.



Marcel Vienneau (Jul 3, 2025 15:09 EDT)

Mobi724 Global Solutions Inc.
Debtor

Marcel Vienneau

Name and title of signing officer

District of: Québec
Division No.: 01-Montréal
Court No.: 500-11-065571-255
Estate No.: 41-3214502

- FORM 30 - Attachment
Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2) (c) of the Act)

In the Matter of the Notice of Intention to Make a Proposal of
Mobi724 Global Solutions Inc.
Of the City of Montréal
In the Province of Québec

Purpose:

Mobi724 Global Solutions Inc. filed a Notice of Intention to Make a Proposal on April 22, 2025. The purpose of this Statement of Projected Cash Flow is to present the estimated cash receipts and disbursements of Mobi724 Global Solutions Inc. (the "Company"), for the period June 23 to August 22, 2025, relating to the filing of a Motion to extend the delay to Make a Proposal. This Statement of Projected Cash Flow has been prepared by management on July 3rd, 2025, based on available financial information at that date in accordance with Section 50.4(9) of the Bankruptcy and Insolvency Act and should be read in conjunction with the Trustee's Report on the Cash Flow Statement. Readers are cautioned that this information may not be appropriate for other purposes.

Projection Notes:

The Statement of Projected Cash Flow has been prepared using probable assumptions supported and consistent with the plans of the Company for the period June 23 to August 22, 2025, considering the economic conditions that are considered the most probable by management.

As the cash flow is based upon various assumptions regarding future events and circumstances, variances will exist and said variances may be material. Accordingly, we express no assurance as to whether the projections will be achieved.

Assumptions:

- Projected Cash Receipts
 - The projected receipts are estimated by management, based upon the collection experience of the Company and projected sales;
 - The projected refunds reflect reimbursements for prior advance payments made to a supplier.
- Projected Cash Disbursements
 - Payroll projections are based on current headcount levels and includes unremitted source deductions owing to Canada Revenue Agency;
 - Consultants / contracted services reflect the Company's current agreements with consultants related to the continuity of their operations;
 - IT services / Prepayments are based on historical trending, and represent prepayment of post-filing NOI services to ensure continued service;
 - Operations disbursements are based on historical data adjusted to reflect the current level of activity.
 - Restructuring costs reflect management's best estimate of various restructuring related costs including professional fees.
 - Disbursements include sales taxes, where applicable;
 - The current government remittances for source deductions and sales taxes are included in the disbursement assumptions;

- The cash disbursements do not provide for the payment of arrears to unsecured creditors.
- Interim Financing
 - On May 1, 2025, the Court approved interim financing of \$868,000.

Dated at the City of Montréal in the Province of Québec, this 3rd day of July 2025.



Marcel Vienneau (Jul 3, 2025 15:09 EDT)

Mobi724 Global Solutions Inc.
Debtor

Marcel Vienneau


Name and title of signing officer


Mobi 724 Global Solutions Inc.
Statement of Projected Cash Flow

For the Period from June 23 to August 22, 2025
(\$000's)

	Period Ending									Total	Note
	27-Jun 5 days	4-Jul 7 days	11-Jul 7 days	18-Jul 7 days	25-Jul 7 days	1-Aug 7 days	8-Aug 7 days	15-Aug 7 days	22-Aug 7 days		
										61 days	
Receipts											
Customers	-	-	14	52	22	8	-	155	-	252	
Refunds	43	-	-	-	-	-	-	-	-	43	
	43	-	14	52	22	8	-	155	-	252	
Disbursements											
Payroll	34	3	14	34	-	36	-	34	-	153	(1)
Consultants/Contracted Services	7	12	29	23	-	27	29	23	-	148	
IT Services / Prepayments	-	12	-	29	-	9	12	-	30	91	
Operations	-	12	-	-	-	-	-	13	-	24	
Restructuring costs	23	-	62	-	29	-	-	29	29	171	
	63	38	104	86	29	71	40	98	59	588	
Projected Cash Flow	\$ (21)	\$ (38)	\$ (90)	\$ (33)	\$ (7)	\$ (63)	\$ (40)	\$ 57	\$ (59)	\$ (293)	
Opening bank	82	61	23	145	111	105	42	2	59	82	
Interim Financing	-	-	211	-	-	-	-	-	-	211	
Net cash flow	(21)	(38)	(90)	(33)	(7)	(63)	(40)	57	(59)	(293)	
Ending Bank	\$ 61	\$ 23	\$ 145	\$ 111	\$ 105	\$ 42	\$ 2	\$ 59	0	\$ -	
Projected DIP Loan Balance	\$ 657	\$ 657	\$ 868	\$ 868	\$ 868	\$ 868	\$ 868	\$ 868	\$ 868	\$ 868	

(1) The Payroll disbursement includes a \$14K post-filing unremitted source deductions owing to Canada Revenue Agency ("CRA"), where the payment was delayed by technical issues in linking its bank account with CRA. The Company is following up to ensure the payment is made.


Marcel Vienneau (Jul 3, 2025 15:09 EDT)
Marcel Vienneau, CEO


Andrew Adessky, CPA, CIRP, LIT