

CANADA
Province of Québec
District of: Québec
Division No. 01-Laval
Court No. 540-11-007911-136
Estate No. 41-1726928

SUPERIOR COURT
In Bankruptcy and Insolvency

**Notice of Final Dividend and Application for Discharge of Trustee
(Paragraph 152(5)(c), Rule 61)**

**In the matter of the bankruptcy of
Effigi Inc.
Of the City of Laval
In the Province of Quebec**

Take notice that:

1. A final dividend sheet has been prepared. There is enclosed with this form a copy of our final statement of receipts and disbursements as taxed and a copy of the dividend sheet.
2. The final dividend has already been paid.
3. Notice of objection of the final statement and dividend sheet must be filed with the registrar at the Courthouse, Superior Court of Québec – Laval, 2800, St-Martin Blvd W., Laval QC H7T 2S9 before November 29, 2016, and a copy of the notice served on the undersigned. The notice must state the reasons for the objection.
4. We will apply to the court on December 30, 2016, at the hour of 9:00 a.m. or so soon thereafter as the motion can be heard, for an order of discharge with respect to the above-mentioned matter.
5. Notice of objection to the discharge, setting out the reasons for opposition, must be filed with the registrar at the Courthouse, Superior Court of Québec – Laval, 2800, St-Martin Blvd. W., Laval QC H7T 2S9, at least five days before the date of the hearing, and a copy of the notice must be served on us within those five days.

Dated at Montréal, in the Province of Quebec, November 14, 2016.

Richter Advisory Group Inc. - Trustee
Per:



Andrew Adessky, CPA, CA, CIRP, LIT

T. 514.934.3400
F. 514.934.8603

Richter Advisory Group Inc.
1981 McGill College
Mtl (Qc) H3A 0G6
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Montréal, Toronto

(français - recto)



CANADA
 PROVINCE OF QUEBEC
 DISTRICT OF QUEBEC
 DIVISION NO.: 01-MONTRÉAL
 COURT NO.: 500-11-044334-130
 ESTATE NO.: 41-1726928

SUPERIOR COURT
 (Commercial Division)
 Bankruptcy and Insolvency Act

IN THE MATTER OF THE BANKRUPTCY OF EFFIGI INC., a legal incorporated under the laws of Canada, having its principal place of business at 1155 Autoroute Chomedey, in the City and district of Laval, Province of Québec H7W 5J8.

Bankrupt

FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS (Note 1)

RECEIPTS:

1. Transfer from Receiver Account		\$	975,248.78
2. Taxes			
a) GST collected	\$	-	
b) QST collected		-	
c) GST refunds		42,452.00	
d) QST refunds		32,726.15	
			75,178.15
3. Interests			4,075.85
			<u>1,054,502.78</u>

DISBURSEMENTS:

4. Fees paid			
a) To official receiver		150.00	
b) To registrar		150.00	300.00
5. Notice of bankruptcy and first meeting of creditors			
a) To 490 creditors		1,250.00	
b) Postage		744.68	
c) Advertisement in local newspaper		1,469.43	3,464.11
6. Notice of Wage Earner Protection Program Act ("WEPPA")			
a) To 417 creditors		714.00	
b) Postage		568.29	1,282.29
7. Notice of Trustee's Application for Discharge			
a) To 520 creditors		650.00	
b) Postage		780.00	1,430.00
8. Administration expenses			
a) Location		1,455.00	
b) Courier		447.05	
c) Travel		77.80	
d) Other		251.53	
e) Consulting fees		12,000.00	
f) Bank charges		8.02	14,239.40
9. Operating expenses			
a) Occupation rent		545,838.69	
b) Income tax		299.00	546,137.69
TOTAL DISBURSEMENTS BEFORE TRUSTEE'S FEES AND LEGAL FEES AND COSTS			<u>566,853.49</u>

10. GST/QST			
a) GST paid		21,437.71	
b) HST paid		27,654.46	
c) QST paid		32,726.15	
d) GST remitted		-	
e) QST remitted		-	81,818.32
11. Trustee's fees			129,384.89
			<u>778,056.70</u>
12. FUNDS AVAILABLE FOR DISTRIBUTION			<u>\$ 276,446.08</u>

13. DISTRIBUTION

14. Levy			13,822.32
15. Priority claim			
Claim under Section 81.3 of the BIA (Note 3)		276,446.08	
Levy		(13,822.32)	262,623.76
			<u>\$ 276,446.08</u>

**IN THE MATTER OF THE BANKRUPTCY OF EFFIGI INC
FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS (Note 1)**

NOTES :

Note 1 : On March 1, 2013, an Initial Order under the Companies' Creditors Arrangement Act ("CCAA") was issued by the Honourable Justice Mark Schragger of the Quebec Superior Court (Commercial Division), in respect of Effigi Inc. ("Effigi" or the "Company") and Richter Advisory Group Inc. ("Richter") was appointed as Monitor.

Following the CCAA filing, the Company's attempts to obtain Debtor In Possession financing was unsuccessful and it determined that it would not be able to formulate a viable Plan of Arrangement to its creditors and consequently, on March 20, 2013, the Company made a voluntary Assignment in Bankruptcy under s. 49 of the Bankruptcy and Insolvency Act ("BIA"). On the same day, Richter was appointed as Trustee to the Bankrupt Estate of the Company (the "Trustee").

On March 21, 2013, pursuant to an order of the Quebec Superior Court (Commercial Division), at the request of Wells Fargo Capital Finance Corporation Canada, the secured creditor, Richter in addition to acting as Trustee, was named as Receiver to the property of the Company pursuant to Section 243 of the BIA. We refer you to the Receiver's Final Statement of Receipts and Disbursements submitted as Exhibit A.

Note 2: As part of the restructuring efforts while under the CCAA, the Debtor, with the cooperation of the Monitor set up virtual data room containing information on the Debtor's operations and assets. Following the appointment of Richter as Trustee and Receiver, a formal request for proposals was issued to various interested parties.


Based on the bids received, the Receiver selected an offer from a Joint Venture (consisting of GBRP, Inc. and Merchant Trading Services, ULC) to act as an agent and realize upon the majority of the Debtor's assets, principally the inventory, fixed assets and receivables. The Joint Venture paid \$10 million with additional proceeds to be paid if certain receivable targets were achieved. In addition, the Joint Venture assisted in the liquidation of the Debtor's furniture and fixtures as well as inventory samples on a commission basis. This transaction was approved by the Court on April 5, 2013.

The Debtor's intellectual property was excluded from the sale to the Joint Venture and following a second round of bidding, the Receiver selected an offer from 9143-4748 Quebec Inc. to purchase the Debtor's intellectual property, including trademarks, tradenames, patents, certain samples, purchase orders and purchase bookings. This transaction was approved by the Court on April 11, 2013.


Pursuant to the agreement with the Joint Venture, following the payment of the \$10 million guarantee amount, the Debtor continued to use its cash management system to collect the proceeds from the liquidation of inventory and collection of receivables. These proceeds were used to pay for the majority of the liquidation costs, including payroll and benefits, occupancy and other expenses. The net proceeds were remitted to the Joint Venture.

Note 3 : Secured claim under Section 81.2 of the BIA pursuant to the *Wage Earner Protection Program Act*.

**Richter Advisory Group Inc.
Trustee**



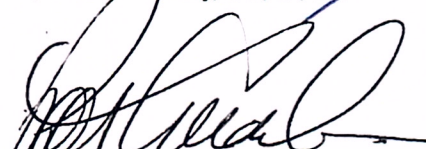
Date




Per : Andrew Adessky, CPA, CA, CIRP

Approved:

Richard Belley, Inspector



Peter Mathews, Inspector



Sylvain Vachon, Inspector

CANADA
Province of Quebec
District of: Quebec
Division No. 01-MONTREAL
Court No. 500-11-044334-130
Estate No. 41-1726928

SUPERIOR COURT
(commercial division)
In Bankruptcy and Insolvency act

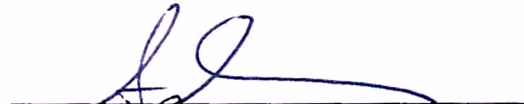
RESOLUTION OF THE INSPECTORS

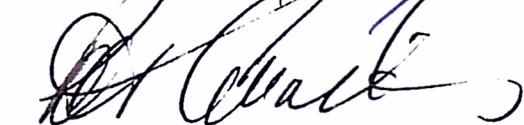
**In the matter of the bankruptcy of
Effigi Inc.
Of the City of Laval
In the Province of Quebec**

With a view to the finalization of this file, the inspectors adopt the following resolution:

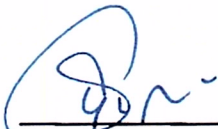
1. The Inspectors approve the attached statement of Receipts and Disbursements of the Trustee dated 21 September, 2015 as well as acts and administration of the estate by the Trustee and authorize the trustee to proceed to his discharge upon the trustee determining its administration is complete.
2. The Inspectors approve the payment of the professional services rendered by the trustee for an amount of \$129,384.89 (before taxes).

Dated at Montréal, Province of Québec, this 21 day of September 2015.


Andrew Adessky, CPA, CA, CIRP, Trustee


Peter Mathews, inspector

Richard Belley, inspector



Sylvain Veronneau, inspector

EXHIBIT A

CANADA
 PROVINCE OF QUEBEC
 DISTRICT OF QUEBEC
 DIVISION NO.: 01-MONTRÉAL
 COURT NO.: 500-11-044334-130
 ESTATE NO.: 41-343324

SUPERIOR COURT
 (Commercial Division)
 Bankruptcy and Insolvency Act

IN THE MATTER OF THE RECEIVERSHIP OF EFFIGI INC., a legal incorporated under the laws of Canada, having its principal place of business at 1155 Autoroute Chomedey, in the City and district of Laval, Province of Québec H7W 5J8.

FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS (Note 1)

Bankrupt

RECEIPTS:

1. Cash in bank		\$	108,647.47	
2. Sale of Inventory / Collection of Receivables (Note 2)				17,654,542.66
3. Proceeds from sale of assets (Note 2)				
a) Joint venture agreement	\$	10,000,000.00		
b) Intellectual property		1,600,001.00		
c) Furniture		391,838.66		
d) Samples		20,347.75		
				<u>12,012,187.41</u>
4. Other				
a) Miscellaneous refunds		33,577.83		
b) Miscellaneous income		5,925.65		
c) Dividend		64,035.56		
				<u>103,539.04</u>
5. Taxes				
a) GST collected		1,735,958.57		
b) QST collected		1,017,548.84		
c) GST refunds		39,074.99		
d) QST refunds		27,865.97		
				<u>2,820,448.37</u>
6. Interest				<u>16,903.97</u>
				<u>32,784,129.06</u>

DISBURSEMENTS:

7. Administration expenses				
a) Bank charges		3,989.05		
b) Stock taking and possession		99,969.72		
c) Storage books and records		6,218.90		
d) Search Fees		149.00		
e) Filing fees paid to Official Receiver		70.00		
				<u>110,396.67</u>
8. Operating expenses (Note 2)				
Payroll and benefits				
a) Payroll	\$	2,089,218.87		
b) Group insurance		63,961.88		
c) Employee Travel & Other Expenses		24,276.30		
d) CSST		9,068.06		
e) Payroll Services		7,357.31		
				<u>2,193,882.42</u>
Occupancy expenses				
a) Occupation rent		1,553,248.98		
b) Electricity		246,623.50		
c) Utilities		102,419.02		
d) Property Taxes		122,696.09		
e) Repairs and maintenance		39,034.85		
f) Contract Services		157,593.03		
g) Telephone		43,441.10		
h) Gas & Oil		13,596.14		
i) Alarm Systems		2,553.53		
				<u>2,281,206.24</u>
Other				
a) Credit Card charges		171,648.38		
b) Transport		131,129.50		
c) Insurance		89,731.80		
d) Security		77,530.36		
e) Other Miscellaneous		16,511.66		
f) Gain on Foreign Exchange		(18,640.85)		
				<u>467,910.85</u>
9. GST/QST on Monitor mandate (Note 3)				105,156.72
10. Proceeds Remitted to Joint Venture (Note 2)				11,980,589.00
11. Consultant Fees				120,406.50
12. Transfer to Bankruptcy Account (Note 4)				975,248.78

**RICHTER ADVISORY GROUP INC. RECEIVERSHIP OF EFFIGI INC.
FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS (Note 1)**

13. GST/QST			
a) GST paid		251,938.33	
b) HST paid		122,750.73	
c) QST paid		409,679.06	
d) GST remitted		1,404,959.04	
e) QST remitted		635,735.75	2,825,062.91
14. Professional fees			
a) Receiver Fees		773,652.85	
b) Legal fees/disbursements		173,530.62	
c) Monitor Fees (Note 5)		30,840.98	978,024.45
			<u>22,109,634.68</u>
15. Funds available before payment to secured lender			<u>10,674,494.38</u>
16. Remittances to secured creditor			<u>10,674,494.38</u>
17. Funds available for distribution			<u>\$ -</u>

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Note 3: Represents net sales taxes on the operations of the business while Richter acted as Monitor (pre-March 20, 2013).

Note 4: Represents funds transferred to the bankruptcy in respect of costs incurred by the Trustee as well as a provision for Trustee and Legal fees in the bankruptcy.

Note 5: With the approval of the secured creditor, unpaid professional fees in the CCAA was funded from the receivership.

Richter Advisory Group Inc.
Receiver

September 22, 2015
Date

Per: Andrew Adessky, CPA, CA, CIRP

CANADA
Province de Québec
District de : Québec
No division : 01-Montréal
No cour : 540-11-007911-136
No dossier : 41-1726928

COUR SUPÉRIEURE
En matière de faillite et d'insolvabilité

Certificat de Taxation

**Dans l'affaire de la faillite de
Effigi Inc.
de la ville de Laval
dans la province de Québec**

Ordonnance est rendue fixant les déboursés du syndic à la somme de 566 853.49 \$,
ainsi que sa rémunération à la somme de 129 384.89 \$.

Daté le 31 OCT. 2016, à _____ en la province de Québec.


REGISTRAIRE

M^e Richard Barbe
GREFFIER SPÉCIAL C.S. et C.Q.

Richter Groupe Conseil Inc. - Syndic
Gilles Robillard, CPA, CA, CIRP
1981 McGill College, 12^e étage
Montréal QC H3A 0G6
Téléphone: (514) 934-3400
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CANADA
 PROVINCE OF QUEBEC
 DISTRICT OF QUEBEC
 DIVISION NO.: 01-MONTRÉAL
 COURT NO.: 500-11-044334-130
 ESTATE NO.: 41-1726928

SUPERIOR COURT
 (Commercial Division)
Bankruptcy and Insolvency Act

DIVIDEND SHEET
 In the matter of bankruptcy of
 Effigi Inc.

	Dividend	Levy	Payment
Priority claim			
Albutra, Diana_May_Rosario	133.87 \$	6.69 \$	127.18 \$
Allen, Amy	184.42	9.22	175.20
Amadori, Roberta	50.90	2.55	48.35
Belliveau, Susan_Page	19.85	0.99	18.86
Betts, Luke	2.80	0.14	2.66
Bezanson, Carla	122.35	6.12	116.23
Blumer, Dana_Nicole	170.81	8.54	162.27
Bodo, Brittany_Anne	45.36	2.27	43.09
Buckner, Lorie	36.00	1.80	34.20
Burns-Scott, Jeremiah	500.43	25.02	475.41
Christln, Virginie	413.10	20.66	392.44
Demers-Payette, Julie	1,035.09	51.75	983.34
Difrancesco, Chantelle_M	60.96	3.05	57.91
Fenton, Jack_Daniel	77.48	3.87	73.59
Findley, Sabrina Monique	15.80	0.79	15.01
Frayn, Veronica	102.36	5.12	97.24
Fumival, Alyssa_Rae	49.50	2.48	47.02
Gallant, Kristin_Elizabeth	15.18	0.76	14.42
Giordano, Carmela	663.78	33.19	630.59
Glroux, Marie-France	706.24	35.31	670.93
Gonzalez Rivas, Ielean Ivonne	65.30	3.27	62.03
Gulvelondo, Librada	61.63	3.08	58.55
Gulam, Sakhi	384.92	19.25	365.67
Hooymeyers, Kara_Lynn	19.78	0.99	18.79
Hrdlicka, Jenna_Rene	90.46	4.52	85.94
Huard, Marjolaine	217.07	10.85	206.22
Hutchison, Hanna_Rachelle	100.60	5.03	95.57
Johnson, Patricia_Anne	247.78	12.39	235.39
Josey, Katie	119.32	5.97	113.35
Keamey, Dylan Joseph	54.01	2.70	51.31
Kliss, Rachael_Heather	24.61	1.23	23.38
Koenig, Kaitlyn_Marie	470.11	23.51	446.60
Labonte, Johanne	2,000.00	100.00	1,900.00
Larouche, Marie-Pierre	1,015.35	50.77	964.58
Lawrence_Gariss, Hayden_Parker	36.42	1.82	34.60
Loranger, Suzanne	674.49	33.72	640.77
Macdonald, Angela C	40.74	2.04	38.70
Macmillan, Tate	377.74	18.89	358.85
Malenfant, Annie	900.00	45.00	855.00
Malenfant, Catherine	906.53	45.33	861.20
Marcocchio, Robert_Elio	15.37	0.77	14.60
Mayers Rixford, Roberto	69.10	3.46	65.64
Meeder, Theresa	591.47	29.57	561.90
Mendoza_Sagastizado, Cristina	144.75	7.24	137.51
Mitchell, Tayler_Lee	57.77	2.89	54.88
Morgenroth, Kathryn Elizabeth	216.86	10.84	206.02
Morris, Yanicee	89.37	4.47	84.90
Murphy, Erin Roberta	19.45	0.97	18.48
Nguyen, Minh Phuc	703.65	35.18	668.47
Omar, Mohamed	32.52	1.63	30.89
Palani, Bayan	93.24	4.66	88.58
Pavia(Aucoin), Nevia	25.38	1.27	24.11
Petitclerc, Eric	1,050.00	52.50	997.50
Politano Fuller, Nicholas	0.24	0.01	0.23
Powell, Nadine_L	608.55	30.43	578.12
Raafs, Jessica_Breanna	173.32	8.67	164.65

	Dividend	Levy	Payment
Rhemu, Rozmina_Shabuddin	33.56	1.68	31.88
Ribeiro, Patricia	292.50	14.63	277.87
Rice, Travis_James	37.92	1.90	36.02
Roberts, Mariene Opal	209.70	10.49	199.21
Rogers, Magnus_Dean	51.62	2.58	49.04
Saquinq-Baker, Maria	154.61	7.73	146.88
Service Canada	258,233.50	12,911.64	245,321.86
Sidhu, Simerjeet_Kaur	94.43	4.72	89.71
Simonson, Lisa	391.91	19.60	372.31
Smith, Lyndsey_Kathleen	43.88	2.19	41.69
Sorensen, Christine	32.40	1.62	30.78
Sponek, Montana_Helena	160.22	8.01	152.21
Sweeney, Emily_Bridgette	139.19	6.96	132.23
Taschuk, Taylor_Elizabeth	91.42	4.57	86.85
Urban, Kamila	101.62	5.08	96.54
Usmanova, Lillya	36.80	1.84	34.96
Wamboldt, Rachel	160.10	8.01	152.09
Warburton, Kelsey_Ann_Violet	71.54	3.58	67.96
Wharton, Vanessa	5.00	0.25	4.75
	<u>276,446.08</u>	<u>13,822.32</u>	<u>262,623.76</u>
	\$	\$	\$