

CANADA
Province of Québec
District of: Québec
Division No.: 01 - Montréal
Court No.: 500-11-032894-087
Estate No.: 41-341447

SUPERIOR COURT
In Bankruptcy and Insolvency
(Commercial Division)

**Notice of Application for Taxation of Accounts and Discharge of Interim Receiver
(Rule 79)**

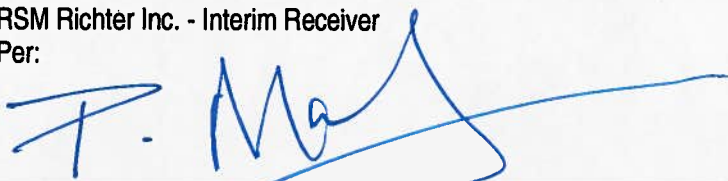
In the matter of the receivership of
CapCity Clothing Inc.

Take notice that:

1. Attached to this notice is a copy of the final statement of receipts and disbursements of RSM Richter Inc., the interim receiver of the property of CapCity Clothing Inc., the debtor.
2. Also attached is a statement of account prepared by the interim receiver and other information concerning the fees and expenses.
3. Objection to the statement of receipts and disbursements and to the discharge of the interim receiver must be filed with the court and the undersigned within the 30 days after the day on which this notice is sent. The notice of objection must state the reasons for the objection.
4. The debtor or, in the case of a bankruptcy, the trustee or any creditor may file a notice of objection.
5. Where no objection is filed within 30 days after the sending of this notice, the interim receiver's accounts are deemed to have been taxed and the interim receiver is deemed to be discharged, unless the court requires that the accounts be taxed on their own merit.

Dated at Montréal in the Province of Quebec, September 15, 2010.

RSM Richter Inc. - Interim Receiver
Per:



Philip Manel, CA, CPA, CIRP
2 Place Alexis Nihon, Suite 1820
Montréal QC H3Z 3C2
Phone: (514) 934-3497 Fax: (514) 934-3504

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CANADA
PROVINCE OF QUÉBEC
DISTRICT OF QUÉBEC
DIVISION NO.: 01-MONTREAL
COURT NO.: 500-11-032894-087
ESTATE NO.: 41-341447

SUPERIOR COURT
(Commercial Division)

RSM RICHTER INC.
INTERIM RECEIVER FOR CAPCITY CLOTHING INC.

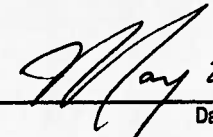
FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS
for the period March 25, 2008 to April 11, 2008

RECEIPTS		Debtor
1. Funds advanced from GMAC		65,000.00
2. Interest		254.13
3. Advance of funds from Interim Receiver		96.00
4. Taxes		
a) Reimbursement of GST	248.81	
b) Reimbursement of QST	<u>1,486.63</u>	1,735.44
TOTAL RECEIPTS		<u>\$67,086.57</u>
DISBURSEMENTS (Note 1)		
5. Notice of Application for Taxation of Accounts and Discharge of Interim Receiver		
a) To 32 creditors, debtor, Superintendent, Trustee	32.00	
b) Postage	<u>64.00</u>	96.00
6. Security and Protective measures		17,675.22
7. Payroll		2,856.00
8. Miscellaneous administrating expenses		
a) Insurance	106.37	
b) Telephone	22.66	
c) Bank Charges	25.81	
d) Redirection of Mail	<u>205.00</u>	359.84
9. Funds Transferred to Bankruptcy account of Capcity Clothing Inc.		42,693.00
TOTAL DISBURSEMENTS BEFORE INTERIM RECEIVER'S REMUNERATION AND LEGAL FEES AND COSTS		<u>63,680.06</u>
10. Taxes		
a) GST paid	943.88	
b) QST paid	<u>1,486.63</u>	2,430.51
10. Interim Receiver's Fees (Note 2)		0.00
11. Legal fees (Ian R. Rudnikoff)		975.00
TOTAL DISBURSEMENTS		<u>67,086.57</u>
AMOUNT AVAILABLE FOR DISTRIBUTION		<u>\$0.00</u>

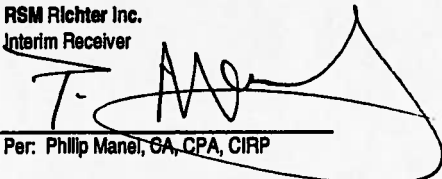
NOTES

Note 1: The Interim Receiver, RSM Richter Inc., was appointed by the Court on March 25, 2008 pursuant to an application made by GMAC Commercial Finance Inc. with the power to control and secure the assets and the books and records of the debtor. Subsequently, RSM Richter Inc was appointed as Trustee to the bankruptcy of the company on April 14, 2008.

Note 2: The Interim Receiver received \$72,000.00 directly from GMAC Commercial Finance Inc., the latter having guaranteed the Interim Receiver's fees and expenses. Any further recovery by the Interim Receiver will be applied to its outstanding fees.


Date

RSM Richter Inc.
Interim Receiver


Per: Philip Marel, CA, CPA, CIRP

CANADA
PROVINCE OF QUÉBEC
DISTRICT OF QUEBEC
DIVISION NO.: 01-MONTREAL
COURT NO.: 500-11-032894-087
ESTATE NO.: 41-341447

SUPERIOR COURT
(Commercial Division)

**RSM RICHTER INC.
INTERIM RECEIVER FOR
CAPCITY CLOTHING INC.**

**SUMMARY OF INTERIM RECEIVER FEES
For period March 21, 2008 to April 11, 2008**

	<u>Hours</u>	<u>Rate</u>	<u>Amount</u>
Philip Manel, CA, Partner	40.90	\$575	\$23,517.50
Shawn Travitsky, CA, Associates	79.30	350	27,755.00
Ken Le, Financial Analyst	73.30	270	19,791.00
Patrick Lareau, Financial Analyst	2.90	260	754.00
Charles Boudreau, CA, Financial Analyst	47.00	275	12,925.00
Ann Stremski, Bookkeeping	3.50	190	665.00
Renia Rudnicki	11.60	105	1,218.00
Total billable	<u>258.50</u>		<u>\$86,625.50</u>
Less: Discount			<u>(14,625.50)</u>
Amount billed			<u>\$72,000.00</u>

Tasks performed re.:

- Order appointing RSM Richter Inc. as interim Receiver on March 25, 2008, pursuant to section 47 of the Bankruptcy and Insolvency Act;
- Filing same at the Office of the Superintendent of Bankruptcy;
- Sale of the assets of Capcity Clothing Inc.;
- Commencement of investigation into nature and extent of Debtor's misrepresentations;
- Issuance of report to GMAC on status of fraud;
- Securing and remitting to GMAC all relevant account receivable documentation, including invoices and proofs of delivery.