

CANADA

PROVINCE OF QUÉBEC

N° DIVISION : Longueuil

COURT No : 505-11-014888-171

FILE No : 41-2314627

SUPERIOR COURT
« Commercial Division »

IN THE MATTER OF THE BANKRUPTCY OF :

9351-0972 Quebec Inc. (J.C. Import), legal person established and constituted according to Law, having its office at 308-201 de Guyenne, Saint-Lambert (Quebec) J4S 1G8

Debtor company

-et-

LE GROUPE FULLER LANDAU INC.

Trustee

TRUSTEE'S REPORT TO THE CREDITORS ON HIS PRELIMINARY ADMINISTRATION

DISCLAIMER

In developing this report, we have relied upon the available financial information, the Debtor company's records recovered at site. We have not performed an audit or other verification of such information and, accordingly, we express no opinion thereon.

This report has been prepared for the use of only those to whom it is addressed, and, consequently, it should not be circulated or used for other purposes or reproduced without our knowledge and prior written permission. We will not assume responsibility or liability for losses incurred by the reader as a result of the circulation, publication, reproduction, or use of our report contrary to the provisions of this paragraph.

1. HISTORY

9351-0972 Quebec Inc. (J.C. Import) (the "Company") was constituted on November 29, 2016. The company was a distributor of fruits and vegetables.

The sole owner and shareholder of the company was Mr. Jacques Amyot.

On October 19, 2017 the Trustee was appointed interim receiver with the powers confirmed in the proceedings bearing Court Number 505-11-014888-171.

The Trustee immediately attended the premises of the debtor company to exercise the judgement including powers to recover accounting information, control of the bank accounts as well as inventory and accounts receivable.

Since there was no one on site, the Trustee via the attorneys obtained a court order allowing the use of all necessary measures in order to enter the premises. On October 25, 2017 with the assistance of a bailiff and locksmith, the Trustee entered the Company premises located at 308 – 201 De Guyenne, Saint-Lambert (Quebec). The Trustee also attended another address being 383 Chemin du Chicot in Saint-Eustache (Quebec) where inventory had been delivered. Upon entrance, the Trustee recovered very limited information pertaining to the financial activities of the Company as there were no books and records on site. Furthermore, there was no inventory at the location in Saint-Eustache.

The Trustee redirected the Company's mail to its office. The Trustee also proceeded to close the bank account of the Company and recovered the bank balance of \$48.50. The Trustee requested to obtain the bank statements from the bank.

On November 9, 2017, a bankruptcy order was filed against the Company.

The Trustee published a Notice of Bankruptcy and First Meeting of Creditors in Le Devoir on Saturday, November 25, 2017.

2. STATEMENT OF AFFAIRS

2.1. ASSETS

The statement of affairs of 9351-0972 Quebec Inc. lists the following assets:

Cash	<u>\$48.50</u>
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2.1.1. Accounts receivable (doubtful debts)

No accounts receivable were collected in the redirected mail. No records of same exist.

2.1.2. Inventory (pledged)

No inventory was found in the Saint-Eustache location.

2.2. LIABILITIES

2.2.1 Secured creditors

At the date of this report, the Trustee had not received any claims from secured creditors.

2.2.2 Federal and provincial governments

On the statement of affairs, no amount is showing as being owed to Revenue Canada and to the Ministère du Revenu du Québec.

2.2.3 Property of others

At the date of this report, the trustee had not received any property claims.

2.2.4 Privileged creditors

At the date of this report, no claims were received from preferred creditors.

2.2.5 Unsecured creditors

The total unsecured claims as per the Statement of Affairs amounted to \$1,116,084.68. At the date of this report the trustee has not received sufficient claims to determine if this amount will vary significantly.

3. CONSERVATORY MEASURES

Since the filing of the assignment in bankruptcy, the trustee has performed the following conservatory measures:

- Opening a trust account with BMO Bank of Montreal
- Taking of possession of minimal records
- Redirection of the mail

4. OTHER INFORMATION

4.1. The Trustee, despite many attempts, was unable to get in touch with Mr. Jacques Amyot.

4.2. After review of the documents recovered on premises, the Trustee identified that many accounts receivable had been deposited at Insta-Cheques and withdrawn in cash. The recovered deposit slips totalled \$733,089.00.

4.3 The Trustee with the help of the inspectors will determine the best course of action to be taken in the file considering the contents of this report.

5. ANTICIPATED REALIZATION

Based on the foregoing, the trustee does not anticipate any distribution to the preferred or unsecured creditors.

DATED AT MONTREAL, this 1st day of December 2017.

LE GROUPE FULLER LANDAU INC.
Trustee to the estate of 9351-0972 Quebec Inc.


Per : Patrick Sullivan, CIRP, LIT
Designated administrator