

CANADA
Province of Ontario
Division No.: 09- Toronto
Court No.: 31-2951778
Estate No.: 31-2951778

**IN THE MATTER OF THE BANKRUPTCY OF
2633286 ONTARIO LIMITED.
OF THE CITY OF TORONTO
IN THE PROVINCE OF ONTARIO**

**TRUSTEE'S PRELIMINARY REPORT TO CREDITORS
ON THE BANKRUPTCY ADMINISTRATION**

Section A – Background

On June 5, 2023, 2633286 Ontario Limited (the “**Company**”) executed an assignment in bankruptcy and MNP Ltd. (“**MNP**”) filed that assignment with the Office of the Superintendent of Bankruptcy (the “**OSB**”) On June 6, 2023, the OSB issued the certificate of appointment naming MNP as the Licensed Insolvency Trustee (“**Trustee**”) of the Company.

The Company was incorporated on May 1, 2018, in the province of Ontario. The Company operated as a pub in rented premises located at 3073 Bloor Street West, Toronto, Ontario (the “**Premises**”) under the trade name The Monk’s Kettle.

As a result of the Covid-19 pandemic, the Company struggled to meet its ongoing operating expenses during the pandemic and obtained government loans under the CEBA and HASCAP programs to help cover expenses. The Company’s lease expired on May 31, 2023, and the Company was unable to come to reasonable terms with its new landlord with respect to a new lease. Accordingly, the Company ceased operations on May 31, 2023.

The Designated Officer of the Company in this bankruptcy administration is Mr. Zhao Feng Xie, the President and sole Director of the Company.

Section B - Evaluation of Assets

According to the Statement of Affairs dated June 5, 2023, the Company estimated the value of its assets as \$1,000. The Company’s assets are subject to a security agreement issued to the Toronto Dominion Bank (the “**Bank**”). The Trustee obtain photos of the assets that remained onsite and forward them to a specialized restaurant equipment liquidator for assessment. The liquidator advised the Trustee that there was insufficient value in the assets to justify removal.

The Trustee thereafter advised the Bank of that assessment and informed the Bank that it would not be taking any action with respect to those assets.

Section C - Conservatory and Protective Measures

The Trustee has not taken possession of any of the assets subject to the security agreement by the Bank.

Section D – Secured Creditors

The following is a summary of the security registrations under the Personal Property Security Act (Ontario) (“PPSA”):

Secured Party	Description of Security
Toronto Dominion Bank	Inventory, Equipment, Accounts, Other, Motor Vehicle

According to the PPSA report, all assets of the Company are subject to the security of the Bank. The Trustee had not received a proof of claim from the Bank.

Section E - Provable Claims

Proven claims filed in the estate to date are as follows:

	Per Statement of Affairs	Proven & Filed to June 23, 2023
Secured	\$1,000	\$0
Preferred	\$0	\$0
Unsecured	\$148,774	\$0
Total	\$149,774	\$0

Section F – Legal Proceedings, Reviewable Transactions & Preference Payments

The Trustee has not commenced any other legal proceedings on behalf of the Estate.

The Trustee has reviewed the Company’s financial transactions that occurred within one year of the date of bankruptcy. No unusual transactions were noted.

Section G – Remuneration of Trustee

The Trustee's fees will be based on a time and hourly basis. The Trustee received a retainer from the Zhao Feng Xie in the amount of \$13,560.00 with respect to the basic administration of the bankruptcy.

Section H - Anticipated Realization and Projected Distribution

The Trustee does not anticipate any distribution to unsecured creditors in the bankruptcy.

Dated June 23, 2023.

MNP Ltd.

Licensed Insolvency Trustee

Per:



Deborah Hornbostel CPA, CA, CIRP, LIT, CFE