

IN THE SUPREME COURT OF BRITISH COLUMBIA
IN BANKRUPTCY AND INSOLVENCY

IN THE MATTER OF THE BANKRUPTCY OF
RADIANT TANNING SALON LTD.

ORDINARY ADMINISTRATION

TRUSTEE'S PRELIMINARY REPORT TO CREDITORS

BACKGROUND

Radiant Tanning Salon Ltd. (“**Radiant**” or the “**Company**”) is a provincially registered corporation located in Richmond, British Columbia.

A search of the British Columbia Corporate Registry performed on January 22, 2024, indicated the Company’s directors are Michael Ciardullo and Mark Rustia (the “**Directors**”). The Company operated as a tanning salon.

ASSIGNMENT IN BANKRUPTCY

The Company’s Directors stated that the Company experienced financial difficulty and incurred net losses and that the Company’s operations had ceased as of March 16, 2020. The Company made a voluntary assignment in bankruptcy pursuant to the provisions of the *Bankruptcy and Insolvency Act* effective April 16, 2024. MNP Ltd. was appointed as the Licensed Insolvency Trustee of the Bankrupt Estate (the “**Trustee**”), subject to creditor affirmation at the First Meeting of Creditors.

Notice of the Assignment in Bankruptcy and First Meeting of Creditors was sent to all known creditors on April 19, 2024.

ASSETS

Cash

The Statement of Affairs filed in the bankruptcy reported cash of \$20,000. All funds in the Company’s bank account have been directed to the Trustee. The Trustee currently holds \$20,293 in the Estate account.

PROVABLE CLAIMS

It is the duty of the Trustee to examine and satisfy itself as to the validity and priority of all claims filed in the Estate. As of the date of this report, no proof of claims been filed with the Trustee and represents \$0 in total creditor claims.

	Statement of Affairs	Filed
Secured creditors	Nil	Nil
Preferred creditors	Nil	Nil
Unsecured creditors	\$60,002.00	Nil
Total	<u>\$60,002.00</u>	<u>Nil</u>

There were not any significant differences between the claims filed and claims listed on the Statement of Affairs.

SECURED CREDITORS

According to a British Columbia Personal Property Registry search performed on January 22, 2024, there are no creditors with registered security interests against the Company.

Canada Revenue Agency (“CRA”)

CRA has a “deemed trust” claim or property claim equal to the amount of payroll deductions withheld from employees’ compensation and not remitted to CRA. This claim comes in priority to the claims of all other creditors.

Any debt owing to CRA for unremitted goods and service tax at the date of bankruptcy will rank as a general, unsecured claim.

To date, a proof of claim has not been received from CRA in relation to the unremitted payroll source deductions. The Trustee will engage in correspondence with CRA for the purpose of confirming the deemed trust amounts owing to CRA.

Claims of Wage Earners

Pursuant to Section 81.3(1) of the BIA, claims of employees who are owed wages, vacation pay, and other compensation for services rendered in the six-month period preceding the Date of Bankruptcy are secured, to the extent of \$2,000, by security over the Company's assets (Other Property).

The Company's directors reported that there are no amounts owing to former employees.

PREFERRED CREDITORS

There are no preferred creditors noted.

UNSECURED CREDITORS

The Statement of Affairs reports total unsecured creditors of \$60,002. Ultimately the amounts owing to the unsecured creditors will be based on proofs of claim filed by the creditors and admitted by the Trustee.

OTHER MATTERS

Books and Records

The Trustee is in possession of certain books and records as at the date of bankruptcy that were provided by the Company.

Legal Proceedings

The Trustee has not commenced any legal proceedings at the date of this report.

Conservatory and Protective Measures

The Trustee collected the funds from the Company's bank accounts, being the Company's only material asset, no conservatory and protective measures were deemed necessary.

Preferences, and Transactions at Under Value

The Trustee will undertake a review of the Company's books and records preceding the date of bankruptcy in order to ascertain whether or not any preferential payments and/or reviewable transactions have occurred within the last three months or, where related parties are involved, within the last twelve months.

ESTIMATED REALIZATION

The Trustee does not expect any further realizations in excess of the cash previously collected.

All dividends payable by the Trustee to creditors are subject to a 5% levy payable to the Office of the Superintendent of Bankruptcy.

This concludes the Trustee's Preliminary Report to Creditors.

DATED at the City of Vancouver, in the Province of British Columbia, this 2nd day of May, 2024.

MNP Ltd.

In its capacity as Licensed Insolvency Trustee
of the Bankrupt Estate of
Radiant Tanning Salon Ltd.
and not in its personal capacity



Seamus Boyle, CPA, CIRP, LIT
Vice President