

District of: Ontario
Division No. 05-London
Court No. 35-3064106
Estate No. 35-3064106

TRUSTEE'S PRELIMINARY REPORT

IN THE MATTER OF THE BANKRUPTCY OF SCYTL CANADA INC.

Trustee: MNP Ltd.

SECTION A – Background

Scytl Canada Inc. (the “**Company**”) is a subsidiary of Scytl Election Technologies SLU, a Spanish company specializing in election modernization and online voting solutions. The Company focuses on providing innovative election technology solutions to streamline and secure electoral processes in Canada. Their offerings typically include electronic voting systems, online voting platforms, and various tools designed to enhance the efficiency, accessibility, and security of elections. The Company has had contracts to provide election solutions to Canadian government entities, electoral commissions, and organizations responsible for managing elections at various levels, including federal, provincial, and municipal.

In February 2024 Scytl Election Technologies SLU was advised by its investor that it would cease providing funding to finance the cash burn of the global operations. As a result, Scytl Election Technologies SLU filed for insolvency proceedings in Spain and began the process to close its global subsidiaries. As part of this process Scytl made an assignment in bankruptcy on April 4, 2024. MNP Ltd. was appointed as trustee. (the “**Trustee**”).

CLASS I - Stocks of merchandise

There was no inventory owned by the Company.

CLASS II - Plant, machinery, equipment, and office

There was no equipment owned by the Company.

CLASS III - Buildings and real estate

The Company did not own real estate.

CLASS IV - Books and records

The Trustee has received the books and records required to administer the bankruptcy.

CLASS V - Other assets

The Company had \$56,225.04 cash in its bank account at the date of bankruptcy. This amount was paid to the Trustee.

The Company had accounts receivable from arms-length customers totaling approximately \$40,000 at the date of bankruptcy. The Company also had a related party account receivable from SOE Software Corporation (“SOE”) of approximately \$15,000. The Trustee is working to collect these accounts.

The Company had two ongoing contracts with government entities. As the Company is no longer able to fulfill the contracts, the Trustee has been asked to assign same to SOE. The Trustee will discuss this assignment with Inspectors appointed at today’s meeting.

Property of Bankruptcy not divisible amongst creditors by virtue of Section 67(b), of the Bankruptcy and Insolvency Act
None known.

Property placed under the guardianship of the Company
None known.

SECTION B

1. Conservatory and protective measures
The Trustee froze the Company’s bank account and has written to all known accounts receivable to advise of the bankruptcy and request payment.

2. Carrying on business
The Company's operations ceased prior to bankruptcy.

SECTION C - Legal proceedings
None known.

SECTION D - Provable claims

Creditor Class	Per Statement of Affairs	Proven
Deemed Trust	\$nil	\$nil
Secured	\$nil	\$nil
Preferred	\$nil	\$nil
Unsecured	\$1,561,857	\$438,095
Total	\$1,561,857	\$438,095

Secured Creditors
There are no Secured Creditors the Trustee is aware of.

SECTION F - Anticipated realizations and projected distribution
The Trustee does anticipate a distribution of \$50,000 to \$75,000 in this estate. This will depend on collection of the remaining accounts receivable.

SECTION G - Reviewable transactions and preferential payment
The Trustee is reviewing the bank activity for the twelve months preceding bankruptcy. This review is ongoing.

SECTION H - Other matters

The Trustee has initiated the claims process under the Wage Earner Protection Program for unpaid amounts owing to former employees.

The Trustee received a deposit of \$12,500 to cover the fees and costs of the bankruptcy.

Dated at London, Ontario this 24th day of April 2024.

MNP Ltd.
Licensed Insolvency Trustee of
Scytl Canada Inc.



Per: Rob Smith CPA, CA, CIRP, LIT
Senior Vice-President

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IN THE MATTER OF THE BANKRUPTCY OF
SCYTL CANADA INC.

Carrying on business in the City of London
In the County of Middlesex
in the Province of Ontario

TRUSTEE'S PRELIMINARY REPORT

MNP Ltd.
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