

District of Alberta
Division No: 01-Edmonton
Court No. 24-2430939
Estate No. 24-2430939

**In the Matter of the Bankruptcy of
Precision Steel & Manufacturing Ltd.**

Trustee's Preliminary Report

MNP Ltd.
Licensed Insolvency Trustee

SECTION A:

Appointment:

Precision Steel & Manufacturing Ltd. ("the Bankrupt") filed an Assignment in Bankruptcy on October 12, 2018 and MNP Ltd. was appointed as Trustee of the Bankrupt Estate.

Assets:

In accordance with the Statement of Affairs the Bankrupt has no assets with realizable value. Management of the Bankrupt advises it has completed a self-liquidation through public auction prior to the bankruptcy distributing proceeds to the secured creditor Toronto Dominion Bank. The Trustee is in the process of obtaining documentation in relation to the auction proceeds and distribution of proceeds.

Books and Records:

The books and records are in the possession of the Bankrupt. The Trustee is required to file the 2018 pre-bankruptcy statutory returns. The director of the bankrupt will assist the Trustee with the information necessary to enable the Trustee to complete the statutory returns in the event that the records are incomplete.

Property Placed Under the Guardianship of the Debtor:

No property has been placed under the guardianship of the debtor.

SECTION B:

Conservatory and Protective Measures:

Trustee is of the opinion that no further protective measures are required at this time.

Insurance:

Insurance coverage is not required.

SECTION C:

Legal Proceedings or Opinions Sought:

The Trustee is not anticipating any legal proceedings or having to obtain any legal opinions.

SECTION D:

Secured Creditors:

Toronto Dominion Bank holds a security interest in all the Bankrupt's present and after acquired property by way of a registration on the Personal Property Registry. In accordance with the Bankrupt's books and records Toronto Dominion Bank is owed approximately \$650,000.

SECTION E:

Anticipated Realization and Projected Distribution:

Based upon the information provided by Management the Trustee does not anticipate any distributions for the creditors of the bankrupt estate.

SECTION F:

Reviewable Transactions and Preference Payments:

There are no reviewable transactions or preference payments to note at this time.

Dated at the City of Edmonton in the Province of Alberta this 24th day of October 2018.

MNP Ltd.

In its capacity as Trustee of the Bankruptcy of

Precision Steel & Manufacturing Ltd.

And not in its personal capacity



Per: Eric Sirrs, CIRP, LIT
Senior Vice President