

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

BETWEEN:

MIDCAP FUNDING IV TRUST

Applicant

- and -

AVAD CANADA LTD.

Respondent

APPLICATION UNDER SECTION 243 (1) of the *Bankruptcy and Insolvency Act*,
R.S.C. 1985, c. B-3, as amended
and s. 101 of the *Courts of Justice Act*, R.S.O. 1990, c. C.43

RECEIVER'S DISCHARGE CERTIFICATE

RECITALS

A. Pursuant to the Order of the Honourable Justice Dietrich of the Ontario Superior Court of Justice (the "**Court**") dated March 11, 2021, MNP Ltd. was appointed as the court appointed receiver (the "**Receiver**") of AVAD Canada Ltd. (the "**Debtor**").

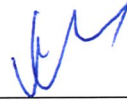
B. Pursuant to the Order of the Honourable Justice Cavanagh of the Court dated May 27, 2021 the Court ordered the MNP Ltd. be discharged as Receiver of the undertaking, property and assets of the Debtor upon the filing of a certificate certifying that the

Receiver has completed the activities set out in the Receiver's First Report dated May 21, 2021 (the "**First Report**") and paid the amounts set out in paragraph 4 of that Order.

1. The Receiver has completed the activities set out in the First Report and has paid the amounts set out in paragraph 4 of the Order dated May 27, 2021.
2. This Certificate was delivered by the Receiver on March 9, 2022.

MNP LTD. in its capacity as the Court Appointed Receiver of AVAD Canada Ltd. and not in its personal capacity.

Per: _____



Vanessa Allen,

Senior Vice President

**In the Matter of the Receivership of
AVAD Canada Ltd.
Final Statement of Receipts and Disbursements**

		Notes
Receipts:		
Cash held in financial institutions	\$ 247,814	1
Accounts receivable	221,917	2
Sale of assets	560,114	3
Miscellaneous refunds	18,850	
Total receipts:	1,048,694	
Disbursements:		
Transfer to bankruptcy	604,332	4
Receiver's fees	193,967	5
Rent	104,823	6
Return of trust funds	65,595	7
HST paid	31,258	
Legal fees	18,690	5
Miscellaneous disbursements	12,886	
Consulting services	8,227	
Insurance	5,503	
Utilities	3,414	
Total disbursements:	1,048,694	
Excess of receipts over disbursements:	\$ -	

Prepared as at March 9, 2022

General Notes:

1. On March 17, 2021, MNP Ltd. was appointed as the Receiver (the "Receiver") of all of the assets, undertakings and properties of AVAD Canada Ltd. pursuant to an Order (the "Receivership Order") pronounced by the Ontario Superior Court of Justice (the "Court").

Specific Notes:

1. Represents funds held with Scotiabank and JP Morgan Chase net of an amount distributed to MidCap Funding IV Trust pursuant to their secured claim (the "MidCap Distribution"). The MidCap Distribution was authorized by the Receivership Order.
2. Represents the collection of pre-filing accounts receivable including applicable taxes, as reported during the pre-filing period.
3. Represents the amount paid pursuant to an Auction Agreement with Infinity Asset Solutions Inc. ("Infinity"), which was approved by the Court on May 27, 2021. all corresponding taxes were remitted by Infinity, as set out in the Auction Agreement.
4. Pursuant to an Order granted on May 27, 2021, the net proceeds in the receivership were transferred to the bankruptcy proceedings.
5. Represents professional fees payable to the Receiver and the Receiver's legal counsel to administer the Receivership proceedings.
6. Represents rent paid for two warehouses leased by AVAD Canada, one in Mississauga, Ontario and one in Calgary, Alberta.
7. Represents the return of funds paid in error by Cambridge Global Payment, as approved pursuant to the Order granted on May 27, 2021.

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RECEIVER'S DISCHARGE CERTIFICATE)

GOLDMAN SLOAN NASH & HABER LLP
480 University Avenue, Suite 1600
Toronto (ON) M5G 1V2

R. Brendan Bissell (LSO# 40354V)
Tel: (416) 597-6489
Fax: (416) 597-3370
Email: bissell@gsnh.com

Lawyers for MNP Ltd. in its capacity as the court
appointed receiver of AVAD Canada Ltd.