

District of Ontario
Division No.: Toronto
Estate No.: 31-458698, 31-458700, 31-458701, 31-458702

In the matter of the receivership of Best Made Toys International, ULC including its affiliates Best Made Toys LLC, Best Made Toys Global Enterprises Limited, Best Made Toys Holding LLC (together, the “Debtor”)

REPORT OF THE RECEIVER
(Pursuant to S.246 (2) and Rule 126 of the Bankruptcy & Insolvency Act)

- a) By Order of the Ontario Superior Court of Justice (the “**Court**”) dated April 25, 2019 (the “**Appointment Order**”), Deloitte Restructuring Inc. (“**Deloitte**”) was appointed as the receiver (the “**Receiver**”) of all of the assets, undertakings and properties of the Debtor acquired for, or used in relation to the business carried on by the Debtor (the “**Property**”).
- b) Attached hereto as **Exhibit “A”** is a copy of the Receiver’s Statement of Receipts and Disbursements for the period April 27, 2020 to October 27, 2020.
- c) The Receiver made a disbursement of funds to the secured creditor with the court’s approval.
- d) The Receiver is required to settle all CRA obligations before completion of the receivership and is currently working on such activities.

Dated at Toronto this 10th day of December, 2020

DELOITTE RESTRUCTURING INC.,
in its capacity as Receiver of
Best Made Toys International, ULC, Best Made Toys LLC, Best
Made Toys Global Enterprises Limited, Best Made Toys
Holding LLC and not in its personal capacity



Jorden Sleeth, CPA, CA, CIRP, LIT
Senior Vice President

Exhibit "A"

District of Ontario
 Division No.: Toronto
 Estate No.: 31-458698, 31-458700, 31-458701, 31-458702

In the Matter of the Receivership of Best Made Toys International, ULC and its affiliates
 Receiver's Interim Statement of Receipts and Disbursements
 For the period April 27, 2020 to October 27, 2020

	April 25, 2019 to April 26, 2020		April 27, 2020 to October 27, 2020		Total		Note
	CDN\$	US\$	CDN\$	US\$	CDN\$	US\$	
Receipts							
Accounts receivable collections	82,622	3,744,287	-	-	82,622	3,744,287	
Cash on hand	132,645	879,998	-	-	132,645	879,998	
Sale of assets	18,768	665,000	-	-	18,768	665,000	
Income tax refund	799,893	-	-	-	799,893	-	
Reimbursement from Kelly Toys	-	458,981	-	-	-	458,981	
HST collected	120,271	58,394	-	-	120,271	58,394	
Other	-	-	-	-	-	-	
<i>Other receipts</i>	3,938	-	-	-	3,938	-	
<i>Miscellaneous refunds</i>	291	-	-	-	291	-	
<i>Interest</i>	157	-	-	47,099	157	47,099	
Cumulative effect of foreign exchange	4,350	-	360	-	4,710	-	
Total Receipts	\$ 1,162,934	\$ 5,806,661	\$ 360	\$ 47,099	\$ 1,163,294	\$ 5,853,759	
Disbursements							
Operating disbursements							
<i>Operating expenses</i>	511,803	71,734	1,507	-	513,310	71,734	
<i>Wages/Employee expenses</i>	232,523	45,393	22,560	-	255,083	45,393	
<i>Occupation rent</i>	273,450	-	-	-	273,450	-	
<i>Source deductions</i>	248,070	-	-	-	248,070	-	
<i>Insurance</i>	23,575	48,555	-	-	23,575	48,555	
<i>Utilities on operations</i>	18,791	-	-	-	18,791	-	
<i>Storage</i>	10,424	-	-	-	10,424	-	
<i>Repairs and maintenance</i>	7,933	-	-	-	7,933	-	
<i>Computer services</i>	3,460	-	-	-	3,460	-	
<i>Auctioneer commissions</i>	1,966	-	-	-	1,966	-	
<i>Security</i>	1,160	-	-	-	1,160	-	
<i>Bank charges</i>	584	412	164	195	748	607	
<i>Redirection of mail</i>	327	-	-	-	327	-	
Funds transfer to bankruptcy	3,000	-	14,958	-	17,958	-	
Taxes paid on operating disbursements							
<i>HST paid</i>	116,098	-	-	-	116,098	-	
<i>GST paid</i>	286	-	-	-	286	-	
<i>PST paid</i>	2,650	1,914	-	-	2,650	1,914	
Receiver's fees and costs							
<i>Receiver Fees</i>	459,565	-	36,022	-	495,588	-	
<i>HST on receiver's fees and costs</i>	59,707	-	4,683	-	64,390	-	
Legal fees/disbursements							
<i>Legal Fees</i>	239,934	-	79,195	-	319,129	-	
<i>HST on legal fees</i>	31,111	-	10,295	-	41,406	-	
Payments to secured creditors	-	-	132,645	4,427,792	132,645	4,427,792	
WEPP Super Priority payment	-	-	2,000	-	2,000	-	
Total Disbursements	\$ 2,246,415	\$ 168,008	\$ 304,030	\$ 4,427,987	\$ 2,550,445	\$ 4,595,995	
Excess of receipts over disbursements	\$(1,083,482)	\$ 5,638,653	\$(303,670)	\$(4,380,888)	\$(1,387,152)	\$ 1,257,765	
Combined balance in USD					\$ 204,084		A

CAD balance converted using the Bank of Canada spot rate as at October 27, 2020 (0.7596)

Notes:

A CDN disbursements in excess of receipts funded by converting to USD at the reporting date.