

District of: Ontario  
Division No. 09-Toronto  
Court No. CV-23-00707330-00CL  
Estate No. 31-459685

**IN THE MATTER OF THE RECEIVERSHIP OF  
926749 ONTARIO LTD. O/A CLONSILLA AUTOSALES AND LEASING**

**Interim Report of Receiver**  
(Subsection 246(2) of the Act)

1. On October 26, 2023, Deloitte Restructuring Inc. (“**Deloitte**”) became the receiver (the “**Receiver**”), without security, of certain assets, undertakings and properties of 926749 Ontario Ltd. o/a Clonsilla Auto Sales (the “**Company**” acquired for, or used in relation to business carried on by the Company pursuant to the Order (the “**Initial Appointment Order**”) dated October 26, 2023, of the Ontario Superior Court of Justice (Commercial List) (the “**Court**”) under Section 243(1) of the *Bankruptcy and Insolvency Act* and Section 101 of the *Courts of Justice Act*. On the same day, Deloitte was appointed as Receiver of Velocity Asset and Credit Corporation (“**Velocity**”) which held the leases written and serviced by the Company.
2. Pursuant to the Initial Appointment Order, the Receiver was appointed only over those assets of the Company that related to leases, leased vehicles, accounts and proceeds related to leases subject to security held by Enlightened Funding Corporation (the “**EFC Property**”). The Receiver was not appointed over the assets of the Company other than the EFC Property, and the Company continued to operate.
3. Deloitte commenced the exercise of its power under the Initial Appointment Order on October, 26, 2023. Deloitte became the Receiver of all of the assets, undertakings and properties of the Company by virtue of an Amended and Restated Order (the “**ARO**”) issued by the Court on dated December 8, 2023 pursuant to Section 243(1) of the *Bankruptcy and Insolvency Act* and Section 101 of the *Court of Justice Act*. The Company ceased operations on that date.
4. Since the date of the ARO, the Receiver has worked to collect lease receivables, identify valid leases in the portfolio and engaged a third party lease servicer. The Receiver also realized on individual vehicles and the personal property of the Company. The Receiver intends to commence a sale and investment solicitation process in the near future to market the lease portfolio.
5. On January 31, 2024, the Receiver vacated the premises at 809 Clonsilla Avenue in Peterborough and returned the property to the landlord. The Receiver remitted all rent and utilities related to the period in which it occupied the premises (i.e., December 8, 2023 to January 31, 2024).

6. Since the date of the ARO, the Receiver has made the appropriate HST filings pursuant to its obligation as Receiver and has been working to address issues identified by CRA regarding HST with respect to the pre-receivership period. The Receiver has not yet estimated the impact and timeline to settle the Company's HST obligations.
7. The Receiver continues to investigate the books and records of the Company and will provide further information in that regard in subsequent reports.
8. An interim statement of receipts and disbursements of the Receiver to March 31, 2024 is included as Appendix "A", which consists primarily of vehicle lease receipts, vehicle auction proceeds, receiver borrowings and payments for the Receiver's fees and disbursements related to the administration of the estate as set out above.

Dated at Toronto this 22<sup>nd</sup> day of April, 2024

**DELOITTE RESTRUCTURING INC.,**  
solely in its capacity as Court-appointed Receiver of  
926749 Ontario Ltd. O/A Clonsilla Auto Sales and Leasing  
and not in its personal or corporate capacity  
Per:



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

District of Ontario  
 Division No. 09 - Toronto  
 Court No. CB-23-00707330-00CL  
 Estate No. 31-459685

**In the Matter of the Receivership of  
 926749 Ontario Ltd. o/a Clonsilla Auto Sales & Leasing  
 Interim Statement of Receipts and Disbursements  
 For the period from October 26, 2023 to March 31, 2024**

*Notes*

**Receipts**

Lease proceeds	\$ 899,321.96	1
Advance from secured creditor	600,000.00	2
Sales of vehicles	251,774.15	
Insurance proceeds and premium refunds	44,040.79	
Sale of equipment	6,235.29	
Miscellaneous refunds	3,062.30	
Bank interest	1,430.40	
Payment under proposal	247.96	
<b>Total receipts</b>	<b>\$ 1,806,112.85</b>	

**Disbursements**

Receiver's fees and disbursements	\$ 1,143,880.01	
HST paid		
HST paid on Receiver's Fees	148,704.39	
HST paid on Legal Fees	10,413.29	
HST paid on administrative disbursements	6,829.14	
Sub-total	165,946.82	
Legal fees and disbursements	80,102.08	
Security	24,747.75	
Insurance premiums	10,431.49	
Contractor services	10,863.00	
Occupation rent	9,973.76	
Operating expenses	7,585.00	
Repairs and maintenance	3,702.60	
Rent - temporary office space	3,225.00	
Property taxes	2,245.87	
Utilities	928.85	
Computer services	920.00	
Bank charges	145.30	
Filing fee - OSB	75.30	
<b>Total disbursements</b>	<b>\$ 1,464,772.83</b>	

**Excess of Receipts over Disbursements**

**\$ 341,340.02**

**Notes:**

- 1 Proceeds from lease payments include HST, which the Receiver is in the process of reconciling.
- 2 Advances from Peoples Trust Company pursuant to Receiver's Certificates