

**IN THE MATTER OF THE RECEIVERSHIP OF THE PROPERTY OF
NORMA WALTON and RONALD WALTON**

NOTICE AND STATEMENT OF THE RECEIVER
(The Bankruptcy and Insolvency Act Subsections 245(1) and 246(1))

The Receiver gives notice and declares that:

- By Order of the Ontario Superior Court of Justice (Commercial List) dated September 5, 2014, the undersigned Ira Smith Trustee & Receiver Inc. (“ISI”), substituted Schonfeld Inc. and became the Receiver of the assets, undertakings and properties of Norma Walton and Ronald Walton (collectively the “Waltons”), insolvent persons that are described below:

Asset¹	Estimated Realizable Value	Location
2011 Nissan Armada	\$25,000.00 ²	Secured by Receiver’s Bailiff
Shares in private corporations listed in Schedule “A” , annexed hereto	Unknown	Minute books are in the custody of the Receiver
Home Contents	\$12,650.00 ³	44 Park Lane Circle
Office Furniture	\$2,235.00 ⁴	1 William Morgan Drive
Joint RESP Account	\$22,425.67	Mackie Research Capital Corporation
Norma Walton Brokerage Account	\$129.75	D&D Securities Inc.
Ronald Walton Brokerage Account	\$73.58 ⁵	D&D Securities Inc.
Joint Brokerage Account	\$54.13	Mackie Research Capital Corporation
Joint Bank Account	\$101.36	Meridian Credit Union

- The undersigned became the Receiver by virtue of an Order of the Ontario Superior Court of Justice (Commercial List) dated September 5, 2014⁶.
- The assets described above are located in or at the location specified above. The Receiver’s investigations are ongoing at this time.

¹ Certain of the listed assets may be subject to exemptions in accordance with the *Executions Act* (Ontario) or other applicable provincial and federal statutes.

² September 10, 2014 appraisal report of Corporate and General Liquidators and Auctioneers.

³ September 11, 2014 appraisal report of Corporate and General Liquidators and Auctioneers.

⁴ Ibid.

⁵ An additional \$31,616.33 is not estimated to bring any realization as it is held in a locked-in retirement account. Norma Walton is the designated beneficiary.

⁶ Notwithstanding the effective date of the Order, it was not released by the Court until September 12, 2014.

4. The following information relates to the appointment:

(a) Address of insolvent persons: 44 Park Lane Circle
Toronto, ON M3C 2N2⁷

and

1 William Morgan Drive
Toronto, ON M4H 1N6⁸

(b) Principal line of business: Lawyers & Real Estate Development

(c) Amount owed by the insolvent persons to each creditor who holds or may hold a security interest on the property described above, is as indicated on the attached list. The following parties may have a security interest in certain assets of the insolvent persons:

1. Laurentian Bank of Canada;
2. Alterna Savings and Credit Union Limited;
3. Computershare Trust Company of Canada;
4. RBC Dexia Investor Services Trust;
5. CMLS Financial Ltd;
6. CIBC Mellon Global Securities Services Company;
7. Ford Credit Canada Leasing;
8. Jeffrey Gertner;
9. TCE Beta Services Inc.;
10. Bamburgh Holdings Limited;
11. 558678 Ontario Limited;
12. Robert Handelman;
13. B & M Handelman Investments Ltd.;
14. E. Manson Investments Limited;
15. Paul Herbert Professional Corporation; and
16. 4055845 Canada Inc.

The validity of the above secured parties claims are yet to verified.

(d) The list of creditors of the insolvent persons including above noted secured creditors and the amount owed to each creditor and the total amount due by the insolvent persons, based on the information currently available to the Receiver, is attached hereto as Schedule "B"⁹.

⁷ Residence

⁸ Business

⁹ We caution that this list is tentative and subject to change.

- (e) The Receiver is reviewing various alternatives in order to determine the optimal course of action for realizing on the assets.
- (f) Contact person for the Receiver:

Ira Smith
Ira Smith Trustee & Receiver Inc.
167 Applewood Crescent, Suite 6
Concord, Ontario L4K 4K7
Telephone 905-738-4167 ext. 111
Fax 905-738-9848
Email: ira@irasmithinc.com

DATED at Concord, Ontario, this 16th day of September, 2014

Yours truly,

IRA SMITH TRUSTEE & RECEIVER INC.,
solely in its capacity as Court appointed Receiver of the assets,
undertakings and properties of Norma Walton and Ronauld Walton

Per:



Ira Smith
President

SCHEDULE “A”

PRIVATE CORPORATIONS IN WHICH SHARES ARE HELD BY THE WALTONS

- 1793530 Ontario Inc.
- 364808 Ontario Limited
- 364808 Ontario Ltd.
- Carport Realty Holdings Inc.
- CCI Interactive Inc.
- College Lane Ltd.
- Corporate Communications Interactive Inc.
- Gerrard House Inc.
- Hazelton Property Management Ltd.
- Highland Creek Townes Inc.
- Invictus Employment Training Centre Inc.
- Legal Audit Inc.
- McCaul Mansions Ltd.
- Metro Spa Ltd.
- Palmer Productions Ltd.
- Plexor Plastics Corp.
- Quest Beyond the Stars Ltd.
- Re-Memory Productions Inc.
- Richmond East Properties Ltd.
- Rose and Thistle Asset Management Ltd.
- Rose and Thistle Construction Ltd.
- Rose and Thistle Homes Ltd.
- Rose and Thistle Media Inc.
- Rose and Thistle Properties Ltd.
- The Rose and Thistle Group Ltd.
- Urban Amish Interiors Inc.

SCHEDULE "B"
LISTING OF CREDITORS
INCLUDING CONTINGENT CREDITORS
AMOUNTS OWING ARE UNKNOWN

1. 165 Bathurst Financial Inc.
2. 295 The West Mall Portfolio Ltd.
3. 4055845 Canada Inc.
4. 558678 Ontario Limited
5. Alterna Savings and Credit Union Limited
6. Atrium Mortgage Investment Corporation
7. B&M Handelman Investments Ltd.
8. Bamburgh Holdings Limited
9. Canada Revenue Agency
10. Canadian Road Management Company
11. Christine DeJong et al
12. CIBC Mellon Global Securities Company
13. CMLS Financial Ltd.
14. Computershare Trust Company
15. DBDC Spadina Ltd. et al
16. E. Manson Investments Limited
17. Estate of Celestina Venuto and Silvano & Celestina Investments Ltd.
18. First National Financial LP
19. Florence Leaseholds Ltd., Beatrice Leaseholds Ltd. and ADA Leaseholds Ltd.
20. Ford Credit Canada Leasing
21. Harbour Mortgage Corp.
22. IMC Limited Partnership
23. Jeffrey Gertner
24. Laurentian Bank of Canada
25. Paul Herbert Professional Corporation
26. RBC Dexia Investor Services Trust
27. Riocan Management Inc., RioCan Mortgage Corp., RioCan Real Estate Investment Trust and Trinity Urban Properties Inc.
28. Robert Handelman
29. Sam Reisman and Rose Reisman
30. State Bank of India
31. TCE Beta Services Inc.
32. TD Canada Trust & TD Visa
33. The Bank of Nova Scotia
34. Toronto Children's Care Inc.
35. Trez Capital Limited Partnership
36. Variety Club of Ontario - Tent 28
37. Windsor Private Capital Inc.
38. Woodgreen Red Door Family Shelter