

NO. S177625
VANCOUVER REGISTRY

IN THE SUPREME COURT OF BRITISH COLUMBIA

BETWEEN

COLBRY HOLDINGS INC.

PETITIONER

AND

SUPERIOR GLASS CANADA INC.

RESPONDENT

**SECOND REPORT OF FTI CONSULTING CANADA INC.
IN ITS CAPACITY AS COURT-APPOINTED
RECEIVER OF SUPERIOR GLASS CANADA INC.**

February 26, 2019

A. INTRODUCTION

1. On August 18, 2017, FTI Consulting Canada Inc. was appointed receiver (the “**Receiver**”) of the assets, undertakings and properties of Superior Glass Canada Inc. (“**SGC**” or the “**Company**”) pursuant to the order (the “**Receivership Order**”) of this Honourable Court.
2. The Receivership Order authorized and empowered the Receiver to, *inter alia*:
 - (a) take possession and control of the Property and any and all proceeds, receipts and disbursements arising out of or from the Property;
 - (b) engage consultants, appraisers, agents, experts, auditors, accountants, managers, counsel and such other persons to assist the Receiver;
 - (c) receive and collect all monies and accounts now owed or hereafter owing to SGC;
 - (d) execute, assign, issue and endorse documents of whatever nature in respect of any of the Property;
 - (e) settle, extend or compromise any indebtedness owing to the Company;
 - (f) sell, convey, transfer, lease, assign or otherwise dispose of the Property;
 - (g) apply for any vesting order or other orders necessary to convey the Property;
 - (h) report to, meet with and discuss with such affected Persons as the Receiver deems appropriate on all matters relating to the Property; and
 - (i) take any steps reasonably incidental to the exercise of these powers.
3. The Receiver’s reports and other information in respect of these proceedings are posted on the Receiver’s website at <http://cfcanada.fticonsulting.com/superiorglass/>.

4. On December 5, 2017, the Receiver filed its first report (the “**First Report**”), to inform the Court on the following:
 - (a) The status of various aspects of the Receivership proceedings;
 - (b) The Receiver’s receipts and disbursements for the period of August 18, 2017 to December 5, 2017;
 - (c) To seek approval of the Receiver’s fees and expenses to October 31, 2017 and the fees and expenses of its legal counsel to October 31, 2017; and
 - (d) To seek the approval of this Honourable Court to amend paragraph 16 of the Receivership Order to increase the limit of the Receiver’s Charge.

5. On February 1, 2018, an order of this Honourable Court was entered authorizing:
 - (a) An amendment to paragraph 16 of the Receivership Order increasing the amount of the Receiver’s Charge from \$50,000 to \$125,000; and
 - (b) The fees and expenses of the Receiver and its legal counsel for the period to October 31, 2017.

6. At the hearing held on February 1, 2018, legal counsel for the Petitioner also brought an application seeking the approval of its legal fees in relation to the initial application for the Receivership Order.

7. Accordingly, an order of this Honourable Court was entered on September 26, 2018 approving such fees in the amount of \$22,758.

8. The purpose of this report, the Receiver’s second report (the “**Second Report**”), is to advise the Court on the following:
 - (a) The status of various aspects of the Receivership proceedings;
 - (b) The Receiver’s receipts and disbursements for the period of August 18, 2017 to February 15, 2019;

- (c) To seek approval of the Receiver's fees and expenses and its legal counsel's fees and expenses for the period from November 1, 2017 to the date of the Receiver's discharge; and
- (d) To seek an order of the Honourable Court to discharge the Receiver.

B. TERMS OF REFERENCE

- 9. In preparing this report, the Receiver has relied upon unaudited financial information, other information available to the Receiver and, where appropriate, SGC's books and records and discussions with various parties (collectively, the **"Information"**).
- 10. Except as described in this Report:
 - (a) The Receiver has not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the Information in a manner that would comply with Generally Accepted Assurance Standards pursuant to the Chartered Professional Accountants of Canada Handbook; and
 - (b) The Receiver has not examined or reviewed financial forecasts and projections referred to in this report in a manner that would comply with the procedures described in the Chartered Professional Accountants of Canada Handbook.
- 11. Future oriented financial information reported or relied on in preparing this report is based on assumptions regarding future events; actual results may vary from forecast and such variations may be material.

12. Unless otherwise stated, all monetary amounts contained herein are expressed in Canadian Dollars. Capitalized terms not otherwise defined herein are as defined in the Receivership Order, other Order's granted in the Receivership proceedings or in the Receiver's previous reports.

C. STATUS OF THE RECEIVERSHIP

13. Subsequent to the date of the First Report, the Receiver's activity has primarily been focused on the resolution and collection of the Company's outstanding accounts receivable.
14. As indicated in the First Report, the Receiver retained the services of the former Finance Manager (the "**Contractor**") on an hourly basis to provide support to the Receiver with respect to the collection of the outstanding accounts receivable.
15. Since the date of the First Report, the Receiver has collected an additional \$269,000 of accounts receivable, increasing the total collections to \$444,000.
16. Attached as Appendix A is a schedule of the Company's accounts receivable indicating the balance outstanding as at the date of the Receivership Order and the resolution of each account.
17. As is common in the construction industry, many of the customers advanced counter-claims against SGC primarily relating to:
- (a) Deficiencies not addressed by SGC where the customer was required to retain an alternate contractor to complete the work;
 - (b) Loss of warranty resulting from SGC's insolvency;
 - (c) Lien claims of SGC's suppliers that were required to be paid by the customer due to non-payment by SGC;
 - (d) Change orders invoiced by SGC that were not approved by its customer;

- (e) Allowances claimed by SGC's customer for management time and legal costs incurred with the administration of finding a replacement contractor and in dealing with the lien claims arising from SGC's insolvency; and
 - (f) Set offs for prepayment on work not performed or commenced.
18. For each customer, the Receiver reviewed the counter-claims and discussed with the Contractor. The Receiver then utilized the information provided by the Contractor to negotiate the best possible settlement for SGC.
 19. The Receiver consulted with the Contractor on all substantive settlements prior to acceptance.
 20. The Receiver notes that it was required to commence a small claims court action against one of the debtor companies due to the customer's non-response.
 21. The Receiver believes that it has now collected all of the amounts that are economically recoverable from SGC's outstanding accounts receivable with the exception of one.
 22. The remaining SGC customer with an outstanding account receivable is Veritas Construction ("**Veritas**"). Veritas is a construction company located in Toronto, ON and according to SGC's records, owed the Company approximately \$48,000 as of the date of the Receivership Order.
 23. The Receiver was advised by the Contractor that Veritas may have been experiencing its own financial challenges. The Contractor had been pursuing the collection of the outstanding invoices from Veritas for some time prior to the receivership.
 24. The Contractor had been attempting to agree a payment plan with the principal of Veritas, however nothing had been finalized prior to the date of the Receivership Order.

25. Subsequent to the date of the Receivership Order, the Contractor made several attempts to contact Veritas without success.
26. The Receiver was provided with a contact telephone number and email address for the principal of Veritas by the Contractor. However, none of the Receiver's telephone messages or emails were returned.
27. The Receiver recently called the telephone number posted on Veritas' website and noted that the number is no longer in service.
28. The Receiver also performed a search on the website of the Office of the Superintendent of Bankruptcy to determine if Veritas had entered a formal insolvency proceeding. However, nothing came up from the Receiver's search regarding Veritas.
29. As detailed in a subsequent section of this report, the Canada Revenue Agency ("CRA") appears to be the only creditor with an economic interest in this receivership proceeding.
30. The Receiver is of the view that it is not in the best interests of SGC's creditors to incur the funds necessary to commence and continue litigation against Veritas given the uncertainty over any potential recovery. As such, the Receiver's legal counsel contacted counsel to CRA to determine if it was interested in taking an assignment of the Receiver's interest in SGC's claim against Veritas.
31. After consulting with its client, counsel to CRA responded to the Receiver's counsel informing it that CRA was not interested in pursuing the claim against Veritas.
32. Accordingly, the Receiver would be prepared to consider entering a process to assign its interest in SGC's claim against Veritas to any creditor wishing to pursue a potential recovery.

33. As indicated in the First Report, the Receiver mailed out the notices to former employees with the calculation of their claim amount pursuant to the Wage Earner Protection Program (“**WEPP**”).
34. The Receiver also provided assistance to legal counsel representing the International Union of Painters and Allied Trades Industry Pension Plan (the “**Plan**”) in completing its claim pursuant to section 81.6(1)(a) of the Bankruptcy and Insolvency Act (the “**BIA**”) as well as legal counsel to District Council 38 in the preparation of its WEPP claim on behalf of its members.
35. As noted in the First Report, the Receiver met with a representative of CRA to assist them with an audit of the Company’s payroll account and goods and services tax account.
36. Subsequent to CRA’s audit, a discrepancy was noted resulting in a request for additional information from the Receiver in addition to a further audit. Accordingly, the Receiver met with a representative of CRA who reviewed the additional information and as a result, CRA issued a revised claim lowering the amount of its deemed trust claim.
37. As at the date of this report, the Receiver has realized on all of the assets of the Company and has substantially concluded all aspects of the receivership.

D. RECEIVER'S RECEIPTS AND DISBURSEMENTS

38. The following table summarizes the Receiver's receipts and disbursements to date:

Superior Glass Canada		
Statement of Receiver's Receipts and Disbursements		
for the period from August 18, 2017 to February 15, 2019		
Collection of accounts receivable		\$ 444,112.60
Sale of fixed assets		63,354.00
Refund of deposit with Moneris		12,325.42
Sale of inventory		2,098.21
Return of legal retainer		4,978.99
Miscellaneous receipts		115.25
Interest earned		5,244.50
Collection of GST		304.91
Collection of PST		426.88
TOTAL RECEIPTS		532,960.76
Auction commissions		13,769.75
Contractor		6,898.06
Moving costs		5,050.00
Receiver's fees and expenses		114,353.01
Receiver's legal counsel		12,375.71
Petitioner's legal fees and expenses		22,757.73
Ceridian charge for T4 preparation		247.10
GST paid		6,211.45
PST paid on legal fees		680.00
OSB filing fee		70.00
Bank charges		153.02
TOTAL DISBURSEMENTS		182,565.83
EXCESS OF RECEIPTS OVER DISBURSEMENTS		\$ 350,394.93

39. As at the date of this report, the Receiver is holding approximately \$350,000 in its trust account.

D. CLAIMS FILED IN THE RECEIVERSHIP

40. As indicated previously, several lien claims were filed by suppliers of SGC against projects that were either in progress or completed prior to the commencement of SGC's receivership. The claims related primarily to the supply of glass that was ordered by SGC and installed at SGC's customer's sites, but not paid for prior to the issuance of the Receivership Order.
41. Any lien claims that were associated with projects where SGC had an outstanding account receivable, were taken into account by the Receiver in the settlements reached with SGC's customers.
42. Ford Credit Canada ("**Ford**") filed a secured claim relating to two Ford Focus vehicles that were leased by SGC. The vehicles were seized by Ford prior to the commencement of the receivership. The Receiver reviewed Ford's security which appeared to be registered against the correct serial numbers for the two vehicles and accordingly took no further action.
43. Apple Financial Services ("**Apple**") filed a secured claim relating to some computer equipment leased by SGC. The Receiver performed a search under the BC Personal Property Security Registry and did not find any registrations by Apple.
44. The Receiver notified Apple of its findings and after some discussion, Apple withdrew its secured claim.
45. As indicated, CRA filed a revised proof of claim indicating a deemed trust claim for unremitted employee source deductions in the amount of \$246,573.80.
46. In addition, CRA filed a deemed trust claim relating to unremitted goods and services tax ("**GST**") collected in the amount of \$82,034.08. The claim appears to be calculated on the basis of returns filed up to the commencement of the receivership, but does not appear to include the returns filed for the period of the receivership.

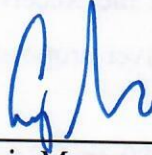
47. The receivership returns filed were either nil returns or had a refund balance. Accordingly, the deemed trust amount could be lower if the receivership returns were taken into account.
48. The Plan filed a claim for unremitted pension contributions in the amount of \$16,668.49. The claim sought priority as contemplated by section 81.6(1) of the BIA.
49. Employment and Social Development Canada's most recent statement forwarded to the Receiver indicates a super priority claim of \$43,983.39 relating to WEPP payments made to former SGC employees. The claim indicates a priority pursuant to section 81.4(1) of the BIA.
50. IA Financial Group filed a claim for unremitted pension contributions for the salaried employees. The amount claimed was \$7,511.40. The creditor also claimed priority pursuant to section 81.6 of the BIA.
51. As indicated in the Receiver's statement of receipts and disbursements, the Receiver is not holding sufficient funds to satisfy all of the priority claims.
52. Attached as Appendix B is a summary of the Receiver's fees and disbursements and those of its legal counsel for the period from November 1, 2017 to the date of its discharge.
53. The Receiver believes that its fees and disbursements, and those of its legal counsel, as set out in Affidavit #1 of Craig Munro and Affidavit #2 of Krystal Shayler filed in this proceeding, are reasonable and warranted on the basis that without the Receiver's efforts, no amounts would have been distributed to former employees under WEPP, there would not have been a mechanism for lien holders to settle with SGC's customers and amounts would not have been available for distribution to creditors.

DISTRIBUTIONS BY RECEIVER

54. As indicated previously, the Receiver does not hold sufficient funds to satisfy the claims of creditors claiming priority.
55. After payment of the Receiver's fees and disbursements, and those of its legal counsel, the Receiver proposes to distribute the remaining funds as follows:
- (a) \$246,573.80 to CRA pursuant to its deemed trust claim for unremitted source deductions pursuant to subsection 227(4) of the Income Tax Act, subsection 23(3) of the Canada Pension Plan and subsection 86(2) of the Employment Insurance Act; and
 - (b) the balance of approximately \$43,000 to CRA pursuant to its claim under subsection 222(3) of the Excise Tax Act.
56. Accordingly, the Receiver seeks the approval of this Honourable Court for:
- (a) The fees and expenses of the Receiver and its legal counsel for the period from November 1, 2017 to the expected date of the Receiver's discharge;
 - (b) The distribution of the remaining funds to the Receiver General as proposed by the Receiver; and
 - (c) Upon distribution of the remaining funds, the Receiver's discharge.

57. All of which is respectfully submitted this 26th day of February, 2019.

FTI Consulting Canada Inc.,
in its capacity as the receiver of the assets,
property and undertaking of Superior Glass
Canada Inc.



Name: Craig Munro
Title: Managing Director,
FTI Consulting Canada Inc.

APPENDIX A

Superior Glass Canada Inc
 Outstanding Balances for Receivables as at Aug:2016/17
 As at Aug 21, 2017

	Name	Total	Paid	W/O	Balance	Notes
18247	Allaire Construction Inc 6/23/2017 Allaire Propriétés Inc.	596.30	596.30	-	-	
18264	c/o Allied Properties, Sun Tower Holding Corp. 7/17/2017 c/o Allied Properties, Sun Tower Holding Corp.	596.30 719.25	719.25	-	-	
18205	All Spaces Project Management Ltd. 6/21/2017 All Spaces Project Management Ltd.	719.25 1,943.55	-	1,943.55	-	Represents early payment discount on original invoice. Invoice for project that was never started by SG.
18283	All Spaces Project Management Ltd. 7/25/2017 All Spaces Project Management Ltd.	13,707.23	-	13,707.23	-	C Ross concurs that project never commenced.
18191	Appia Developments (2001) Ltd 6/12/2017 Appia Developments (2001) Ltd	15,650.78 1,270.50	1,270.50	(0.01)	-	
2024108	Appia Developments (2001) Ltd 015918A 9/3/2015 * Overpayment * Appia Developments (2001) Ltd 015918A	(0.01)	-	(0.01)	-	
17867	Appia Developments (Lougheed) Limited 1/25/2017 Appia Developments (Lougheed) Limited	1,270.49 8,183.94	252.67	7,931.27	-	Deduction relates to cost of completing project, WCB premium not paid by SG and allowance for lost warranty.
18165	Appia Developments (Lougheed) Limited 5/29/2017 Appia Developments (Lougheed) Limited	1,890.00	1,890.00	-	-	
18231	Appia Developments (Lougheed) Limited 6/27/2017 Appia Developments (Lougheed) Limited	11,152.61	11,152.61	-	-	
18289	Appia Developments (Lougheed) Limited Progress billing 8/2/2017 Appia Developments (Lougheed) Limited Progress billing	31,264.68	31,264.68	-	-	
1898	#6 - Solo 7/4/2016 * Overpayment * Appia Developments (Lougheed) Limited 017154, 017155, 017156	(0.01)	-	(0.01)	-	
17461	Axxys Construction 9/21/2016 Axxys Construction	52,491.22 0.01	-	0.01	-	Full and final receipt signed with respect to the PO. Accordingly, additional billing not recoverable.
17580	Axxys Construction 10/25/2016 Axxys Construction	285.78	-	285.78	-	
17835	Axxys Construction 1/19/2017 Axxys Construction	(100.02)	-	(100.02)	-	
18030	Axxys Construction 4/6/2017 Axxys Construction	1,719.90	-	1,719.90	-	
17681	B.L.T. Construction Services Inc. 11/29/2016 B.L.T. Construction Services Inc.	1,905.67 0.02	-	0.02	-	Write off. Credit balance.
018110R	B.L.T. Construction Services Inc. Cancel invoice 5/9/2017 B.L.T. Construction Services Inc. Cancel invoice	(1,147.52)	-	(1,147.52)	-	
18092	Boffo Developments Ltd. 4/27/2017 Boffo Developments Ltd.	(1,147.50)	-	3,577.22	-	The write off relates to a 10% early payment discount approved by Chris Ross.
18228	Boffo Developments Ltd. 6/26/2017 Boffo Developments Ltd.	2,835.00	2,835.00	-	-	

17912	Bold Properties Inc. 2/24/2017 Bold Properties Inc.	6,412.22	1,558.20	-	Order not fulfilled by SG. Copy of alternate supplier invoice provided.
18256	Bon Constructors Inc. 7/6/2017 Bon Constructors Inc.	1,558.20	26,287.50	-	Customer stopped payment on cheque.
18272	Bon Constructors Inc. 7/24/2017 Bon Constructors Inc.	26,287.50	26,236.50	-	Invoices for project that was never started by SG.
17347	Brad McGuire 8/5/2016 Brad McGuire	52,524.00	1,949.83	-	Collection letter sent. No response received. As discussed with C. Ross, former employee and not worth pursuing further.
	Brenden Atkinson 5/24/2016 * Overpayment * Brenden Atkinson 016961, 017104	1,949.83	(0.38)	-	Credit balance.
	Brian Sjafei 12/21/2015 * Overpayment * Brian Sjafei 016518, 016568, 016568CR, 016568A	(0.38)	(1.22)	-	Credit balance.
18199	Brofort Inc. 6/20/2017 Brofort Inc.	(1.22)	1,023.75	-	
17920	BTI Projects Inc. 2/24/2017 BTI Projects Inc.	1,023.75	3,007.41	-	
17978	Turlex Office Services Limited Partnership 3/23/2017 Turlex Office Services Limited Partnership	3,007.41	0.01	-	Write off.
18218	Canadian Turner Construction Company 6/22/2017 Canadian Turner Construction Company	0.01	6,164.24	-	Response received from customer indicating that PO never issued and no work performed by SG. Accordingly will not be paying.
18230	CBRE Limited 6/27/2017 CBRE/Global Workplace Solutions	6,164.24	1,060.50	-	
15738	CDC Construction Ltd. 4/25/2015 CDC Construction Ltd.	1,060.50	0.01	-	
18050	CDC Construction Ltd. 4/25/2017 CDC Construction Ltd.	0.01	1,812.30	-	Set off relate to early payment discount provided by SG and payments made but not reflected in SG's accounting records.
18117	CDC Construction Ltd. 4/25/2017 CDC Construction Ltd.	1,812.30	(165.48)	-	
18138	CDC Construction Ltd. 5/25/2017 CDC Construction Ltd.	(165.48)	1,605.45	-	
18153	CDC Construction Ltd. 5/25/2017 CDC Construction Ltd.	1,605.45	130.52	-	
18154	CDC Construction Ltd. 5/25/2017 CDC Construction Ltd.	2,037.00	203.70	-	
18203	CDC Construction Ltd. 6/21/2017 CDC Construction Ltd.	275.63	275.63	-	
		2,749.07	2,749.07	-	

18208	6/21/2017	CDC Construction Ltd.	992.25	992.25	-	-	
18220	6/22/2017	CDC Construction Ltd.	315.00	315.00	-	-	
18282	7/25/2017	CDC Construction Ltd.	1,504.65	1,504.65	-	-	
			11,125.88				
18071	4/25/2017	Citadel Properties	5,126.00	5,126.00	5,126.00	-	Spoke to Jamie from Citadel. They are claiming offset for another job whereby they paid \$19K as a deposit and received no services.
18171	5/30/2017	Citadel Properties	9,786.00	9,786.00	9,786.00	-	C Ross concurs that project never commenced.
18262	7/11/2017	Coast Capital Savings Credit Union	14,912.00	1,900.50	1,900.50	-	
			1,900.50				
18236	6/28/2017	Coast Capital Savings	12,148.50	12,148.50			
18285	7/26/2017	Coast Capital Savings	4,859.40	3,177.30	1,682.10	-	Deduction for back-charge to complete the project.
			17,007.90				
18240	6/28/2017	Coast Capital Savings - Brookwood	1,065.49	1,065.49			
18241	6/28/2017	Coast Capital Savings - Brookwood	1,065.49	1,065.49			
18258	7/10/2017	Coast Capital Savings - Brookwood	5,722.76	5,722.76			
			7,853.74				
18235	6/28/2017	Coast Capital Savings - Cottonwood	13,020.00	13,020.00			
EFT	1/30/2017	Coldbox Builders Inc.	13,020.00	(0.01)	(0.01)	-	Credit balance.
			(0.01)				
18290	8/2/2017	Common Sense Construction	3,127.62	1,968.75	1,158.87	-	Billing error noted by customer.
			3,127.62				
18207	6/21/2017	Concert Realty Services Ltd.	3,979.50	1,989.75	1,989.75	-	Only half the job completed.
18280	7/25/2017	Concert Realty Services Ltd.	1,128.75	1,128.75			
18281	7/25/2017	Concert Real Estate Corporation	2,226.00	2,226.00			
18284	7/25/2017	Concert Realty Services Ltd.	4,306.31	4,306.31			
			11,640.56				
18166	5/30/2017	Dama Construction	647.85	445.62	202.23	-	Deduction taken for warranty.
			647.85				
17879	1/26/2017	DEGAN CONSTRUCTION LTD.	13,302.25	13,302.25			Response received from customer indicating work never commenced and accordingly nothing owing.
							C Ross concurs that project never commenced.

5168590	Donald J. Butt 3/22/2016 * Overpayment * Donald J. Butt	13,302.25	(0.03)	-	-	Credit balance.
18197	Double Negative Canada Production Ltd. 6/19/2017 Double Negative Canada Production Ltd.	(0.03)	2,404.50	2,404.50	-	
18151	Edifice Construction Inc. 5/26/2017 Edifice Construction Inc.	2,404.50	0.01	-	-	Write off.
18196	Etro Construction 6/20/2017 Etro Construction	0.01	17,633.70	10,000.00	7,633.70	
18200			3,780.00		3,780.00	
18279			2,938.95		2,938.95	Etro to pay Oldcastle lien of \$5,403.76 for MUJ job. Balance of discount relates to costs to complete jobs left unfinished by SGC.
18261	Feature Millwork Incorporated 7/11/2017 Feature Millwork Incorporated	24,352.65	2,023.35	-	2,023.35	Superior owes company \$4,147.75. Claiming set-off.
18243	First Service Residential 6/29/2017 First Service Residential	2,023.35	234.49	234.49	-	
18286			997.50	997.50	-	
15937	Fusion Project Management Ltd 6/25/2015 Fusion Project Management Ltd Project Manager: Mike Mahlmann	1,231.99	288.75	-	288.75	Set off.
017703CR	Fusion Project Management Ltd Project Manager: Enrique Ramirez	(2,066.40)	(2,066.40)	-	-	
17882	Genesis Restorations Ltd. 1/27/2017 Genesis Restorations Ltd.	(1,777.65)	0.01	-	0.01	Write off.
17945	GBS Construction Managers Inc. 2/28/2017 GBS Construction Managers Inc.	0.01	1,086.25	-	1,086.25	
18238			3,281.25	-	3,281.25	Settled by NR prior to receivership.
17500	Govan Brown Construction Managers 9/27/2016 Govan Brown Construction Managers	4,367.50	103,905.58	2,500.00	101,405.58	Settled for \$15,000 by NR prior to receivership. Funds applied by NR against fees. Funds collected by NRF and used to pay pre-receivership legal bills.
17621			3,696.00	-	3,696.00	
17620			7,762.03	-	7,762.03	
17622			14,859.69	-	14,859.69	An additional \$2,500 collected which was applied against receivership legal bills.
17625			8,220.70	-	8,220.70	
017741CR			(38,415.56)	-	(38,415.56)	
17778			1,428.00	-	1,428.00	

017627CR	10/31/2016	Govan Brown Construction Managers	(38,557.96)		(38,557.96)	
18058	4/20/2017	Govan Brown Construction Managers	1,098.09		1,098.09	
18147	5/26/2017	Govan Brown Construction Managers	9,196.74		9,196.74	
18148	5/26/2017	Govan Brown Construction Managers	0.01		0.01	
18177	5/31/2017	Govan Brown Construction Managers	18,836.50		18,836.50	
18178	5/31/2017	Govan Brown Construction Managers	5,771.64		5,771.64	
18177	5/31/2017	Govan Brown Construction Managers	3,678.70		3,678.70	
18178	5/31/2017	Govan Brown Construction Managers	4,087.44		4,087.44	
14237	9/7/2016	* Overpayment * Govan Brown Construction Managers 017011	(0.01)		(0.01)	
14200	9/7/2016	* Overpayment * Govan Brown Construction Managers 016933, 017072, 017073	(1,420.75)		(1,420.75)	
15520	3/27/2017	* Overpayment * Govan Brown Construction Managers 017330, 017490	(0.01)		(0.01)	
1476	4/18/2017	* Overpayment * Govan Brown Construction Managers 017774	(0.02)		(0.02)	
143667	5/29/2017	* Overpayment * Govan Brown Construction Managers	(408.74)		(408.74)	
EFT#9543	7/25/2017	* Overpayment * Govan Brown Construction Managers 017944, 018020 018209	(0.01)		(0.01)	
18232	6/27/2017	1672 Holdings Ltd. c/o GWL Realty Advisors Inc. 1672 Holdings Ltd. c/o GWL Realty Advisors Inc.	103,738.06	6,636.00	6,636.00	
18065	4/21/2017	GWL Realty Advisors Inc. GWL Realty Advisors Inc.	6,636.00	393.75	393.75	No response. Uneconomical to pursue.
17758	12/22/2016	Halse Martin Construction Co. Ltd.	393.75		393.75	
17925	2/27/2017	Halse Martin Construction Co. Ltd.	0.01		0.01	Paid \$9K to Oldcastle re lien.
18014	3/25/2017	Halse Martin Construction Co. Ltd.	0.01		0.01	
18225	6/26/2017	Halse Martin Construction Co. Ltd.	1,698.16	1,698.07	1,698.07	0.00
18226	6/26/2017	Halse Martin Construction Co. Ltd.	4,720.45		4,720.45	
20446	4/20/2017	* Overpayment * Halse Martin Construction Co. Ltd. 017691, 017762, 017957	5,244.94		5,244.94	
			(0.01)		(0.01)	
17843	1/20/2017	Richelieu Hardware Canada LTD Richelieu Hardware Canada	11,663.56	787.50	787.50	52.50
3071	10/5/2016	Hollybridge Limited Partnership * Overpayment * Hollybridge Limited Partnership 017335, 017336, 017337, 017431	840.00		840.00	(0.01)
3149	11/15/2016	* Overpayment * Hollybridge Limited Partnership 017497	840.00		840.00	(0.01)
18246	6/29/2017	Holaco Construction Ltd. Holaco Construction Ltd.	(0.02)	3,490.20	4,531.80	4,531.80
			8,022.00		8,022.00	Had to engage engineer to review design. Also deducted for Worksafe BC and Holaco mangment time.
		Houle Electric Limited	8,022.00		8,022.00	

18216	6/22/2017	Houle Electric Limited	2,653.35	2,653.35	-	
18108	5/8/2017	ICE Developments	2,653.35	6,796.44	-	
18109	5/8/2017	ICE Developments	6,796.44	1,221.15	-	
18201	6/20/2017	ICE Developments	1,221.15	7,287.00	-	
17880	1/26/2017	Jag Building Group	15,304.59	173.77	173.77	Collection letter sent. No response received. Uneconomical to pursue.
18194	2/1/2016	Jared Huppe	173.77	(0.30)	(0.30)	
18254	2/1/2016	* Overpayment * Jared Huppe 016519, 016567, 016685	(0.30)			
18260	7/11/2017	The Jim Pattison Group	(0.30)	719.25	719.25	
17633	11/23/2016	Justin Denney	719.25	79.22	79.22	Collection letter sent. No response received.
17634	11/23/2016	Justin Denney	79.22	273.21	273.21	As discussed with C Ross, former employee and not worth pursuing further.
17728	12/21/2016	Kindred Construction Ltd.	352.43	4,903.50	4,903.50	Claim filed with EDC, however denied as no credit application ever filed with EDC.
17729	12/21/2016	Kindred Construction Ltd.	4,903.50	1,764.00	1,764.00	
18194	6/23/2017	Klondike Contracting Corporation	6,667.50	10,645.43	10,645.43	Claiming set off as the contractor had to re-do the job. Discussed with Chris Ross and nothing in SGC's file to indicate client acceptance.
18254	6/30/2017	Klondike Contracting Corporation	10,645.43	2,638.12	2,638.12	
18083	4/25/2017	Ledcor Construction Limited	13,283.55	0.02	0.02	Claiming set off for prepaid cabinets that did not meet specifications.
18088	4/25/2017	Ledcor Construction Limited	0.02	5,846.42	5,846.42	Nothing in SGC file to confirm client sign off on specifications.
18139	5/25/2017	Ledcor Construction Limited	5,846.42	2,985.49	2,985.49	
18140	5/25/2017	Ledcor Construction Limited	2,985.49	331.73	331.73	
18144	5/25/2017	Ledcor Construction Limited	331.73	85,979.63	85,979.63	
56872	4/7/2016	* Overpayment * Ledcor Construction Limited 016630, 016986CR, 016986A	85,979.63	(2.11)	(2.11)	
56965	6/6/2016	* Overpayment * Ledcor Construction Limited 017062	(2.11)	(0.01)	(0.01)	
60813	9/19/2016	* Overpayment * Ledcor Construction Limited 017322	(0.01)	(0.01)	(0.01)	
64688	11/9/2016	* Overpayment * Ledcor Construction Limited 017230, 017357	(0.02)	(0.02)	(0.02)	
64688	5/2/2017	* Overpayment * Ledcor Construction Limited 017952, 018024	(0.01)	(0.01)	(0.01)	
		Mackoff & Company	95,141.13			

Account Number	Date	Description	Debit	Credit	Balance	Notes
017902CR	2/22/2017	Mackoff & Company	(196.88)		(196.88)	Credit balance
42141	3/30/2016	Magil Construction Pacific Inc. * Overpayment * Magil Construction Pacific Inc. 015707, 015795, 015944, 016248	(0.01)		(0.01)	Credit balance
18084	4/24/2017	Martini Construction Ltd.	1,564.50			Write off relates to glass that was not delivered by SCC but included on invoice. Small claims court action commenced resulting in settlement.
018000R	3/24/2017	Martini Construction Ltd.	8,581.55			
018001R	3/24/2017	Martini Construction Ltd.	1,907.01		(0.01)	
18174	5/30/2017	Martini Construction Ltd.	974.00		1,000.00	
			14,027.06			
17353	8/10/2016	Matra Construction Inc.	2,690.42		1,821.09	Settlement with Company after deductions for substitute contractors to complete jobs, warranty credit and deduction for amount prepaid for glass that was not delivered.
17877	1/26/2017	Matra Construction Inc.	1,727.46		1,365.00	
17887	1/27/2017	Matra Construction Inc.	1,365.00		848.40	
17891	1/30/2017	Matra Construction Inc.	848.40			
18021	3/30/2017	Matra Construction Inc.	2,591.19		1,919.40	
18073	4/25/2017	Matra Construction Inc.	6,046.11		12,022.50	
18074	4/25/2017	Matra Construction Inc.	1,919.40		4,494.00	
18075	4/25/2017	Matra Construction Inc.	12,022.50		15,750.00	
18169	5/30/2017	Matra Construction Inc.	4,494.00		3,168.11	
18202	6/21/2017	Matra Construction Inc. 2016168-019	15,750.00		8,226.23	
18206	6/21/2017	Matra Construction Inc.	6,254.01		4,169.34	
18212	6/21/2017	Matra Construction Inc.	3,168.11		1,158.15	
18214	6/21/2017	Matra Construction Inc.	8,226.23		(0.01)	
18273	7/24/2017	Matra Construction Inc.	4,169.34		(0.01)	
18274	7/24/2017	Matra Construction Inc.	1,158.15		(0.01)	
29287	2/15/2016	* Overpayment * Matra Construction Inc. 016414, 016631	(0.01)		(0.01)	
29392	2/15/2016	* Overpayment * Matra Construction Inc. 016631, 016632	(0.01)		(0.01)	
32729	7/21/2017	* Overpayment * Matra Construction Inc. 017971, 018051	(0.01)		(0.01)	
			72,430.29			
	7/16/2015	* Overpayment * Matt Demkier 015978	(51.02)		(51.02)	Credit balance
18210	6/21/2017	Mavacon Inc.	(51.02)			Collection letter sent. Requested my email address so awaiting their response. Per C Ross, project never commenced and therefore should be written off.
			10,473.75		10,473.75	
18267	7/19/2017	Nelson Square Management	10,473.75			
			425.25			
18221	6/22/2017	Novacom Construction Ltd.	425.25			
01824E-	7/11/2017	Novacom Construction Ltd. Cancel invoice to adjust billing amount	4,168.50		3,113.54	Set off relates to unpaid WCB premium and SG invoice for a change order that was not approved by Novacom.
			3,113.54			

18248	6/22/2017	Novacom Construction Ltd.	2,394.00	2,394.00	-	
17946	2/28/2017	N. Wallace & Company Ltd.	9,676.04			
17962	3/21/2017	N. Wallace & Company Ltd.	1,276.03	1,276.56	0.00	
17963	3/21/2017	N. Wallace & Company Ltd.	3,826.49	3,826.49	-	
			2,951.76	2,951.76	-	
18023	3/30/2017	Omicron Construction Ltd.	8,054.28			
49624	3/15/2017	Omicron Construction Ltd. 017724, 017837	2,433.38 (0.01)	2,433.38 (0.01)	-	Invoice related to drawings which were never provided to customer.
18229	6/27/2017	Parkwood Construction Ltd. Parkwood Construction Ltd.	2,433.37 1,722.00	1,722.00	-	
17775	12/28/2016	PCL Constructors Westcoast Inc.	1,722.00			
17899	1/27/2017	PCL Constructors Westcoast Inc.	1,154.39	1,154.39	-	Claiming set offs for deficiencies. Invoices provided to support claim.
17914	2/24/2017	PCL Constructors Westcoast Inc.	3,066.13	3,066.13	-	Settlement negotiated with consultation from C. Ross.
17963	3/24/2017	PCL Constructors Westcoast Inc.	2,548.29	2,548.29	-	
18090	4/25/2017	PCL Constructors Westcoast Inc.	5,797.06	5,797.06	-	
18141	5/25/2017	PCL Constructors Westcoast Inc.	16,754.51	16,754.51	-	
18224	6/23/2017	PCL Constructors Westcoast Inc.	4,188.63	4,188.63	-	
18249	6/29/2017	PCL Constructors Westcoast Inc.	83,772.57	75,138.53	-	
18257	6/30/2017	PCL Constructors Westcoast Inc.	19,811.40	16,734.71	-	
			35,026.95	35,026.95	-	
18213	6/21/2017	Plant Construction & F.M. Plant Construction & F.M.	172,119.93 4,042.95			
017893R	2/3/2017	Qualitek Collision Qualitek Collision	4,042.95 236.25	236.25	-	Collection letter sent. No response received. Per C. Ross, project overbilled. Should not be pursued.
17315	7/21/2016	Reotech Construction Ltd	236.25			
17890	1/31/2017	Reotech Construction Ltd	862.33	862.33	-	Customer claiming set off and jobs not performed.
17923	2/27/2017	Reotech Construction Ltd	771.58	771.58	-	Confirmed with C. Ross, nothing in SG's records to refute claims.
018097CR	5/1/2017	Reotech Construction Ltd	771.59	771.59	-	
18142	5/25/2017	Reotech Construction Ltd	(862.33)	(862.33)	-	
18145	5/25/2017	Reotech Construction Ltd	1,781.00	1,781.00	-	
18146	5/25/2017	Reotech Construction Ltd	9,446.32	9,446.32	-	
47559	8/27/2015	* Overpayment * Reotech Construction Ltd 016053, 016062	2,998.83 (0.09)	2,998.83 (0.09)	-	
17740	12/22/2016	Royal Bank of Canada Royal Bank of Canada	15,769.23 2,192.34			Claiming setoff for deficiencies not completed by SG.

		2,192.34	(0.01)	(0.01)	-	Credit balance
Rosewood Services Ltd.						
	1/8/2016 * Overpayment * Rosewood Services Ltd. 016922, 016015, 016701CR	(0.01)				
Sajo						
18132	5/24/2017 Sajo	(0.01)				
18135	5/24/2017 Sajo	7,754.25		7,754.25		
18136	5/24/2017 Sajo	7,019.40		7,019.40		
18268	7/20/2017 Sajo	1,559.86		1,559.86		
18269	7/20/2017 Sajo	10,568.25		10,568.25		
18270	7/20/2017 Sajo	82,413.00		82,413.00		
		5,401.20		5,401.20		
		50,157.00		50,157.00		
		5,401.20		5,401.20		
		114,715.96		114,715.96		
Scott Special Projects Ltd.						
17927	2/27/2017 Scott Special Projects Ltd.	6,537.77		6,537.77		
17928	2/27/2017 Scott Special Projects Ltd.	908.03		908.03		
18126	5/23/2017 Scott Special Projects Ltd.	(472.50)		(472.50)		
18156	5/25/2017 Scott Special Projects Ltd.	7,974.73		7,974.73		
18278	7/25/2017 Scott Special Projects Ltd.	26,289.95		26,289.95		
20650	5/1/2017 * Overpayment * Scott Special Projects Ltd. 017763, 017884, 017995	(4,516.07)		(4,516.07)		
20829	7/7/2017 * Overpayment * Scott Special Projects Ltd. 018155, 018157, 018253	(1,795.46)		(1,795.46)		
		34,906.45		34,906.45		
Seaforth Construction Ltd.						
18265	7/18/2017 Seaforth Construction Ltd.	1,890.00		1,890.00		
18266	7/18/2017 Seaforth Construction Ltd.	420.00		420.00		
1851	4/27/2017 * Overpayment * Seaforth Construction Ltd. 017964, 017938	(0.01)		(0.01)		
		2,309.99		2,309.99		
18215	6/22/2017 Structure Corp	6,865.19		6,865.19		
		6,865.19		6,865.19		
18129	5/23/2017 TA Management Limited	1,107.75		1,107.75		
		1,107.75		1,107.75		
490	6/9/2017 * Overpayment * Tapestry at Westbrook Village 018011	(500.00)		(500.00)		
		(500.00)		(500.00)		
17296	7/20/2016 The Dear Animal Hospital	1,900.50		1,900.50		
		1,900.50		1,900.50		
18204	6/21/2017 Total Plan Inc	2,190.51		2,190.51		
18277	7/25/2017 Total Plan Inc	27,381.38		27,381.38		
		9,621.45		9,621.45		
		2,190.51		2,190.51		
		17,759.93		17,759.93		

Set offs due to chargebacks plus payment not processed in SG's A/R records.

Collection letter sent. No response received. Per C Ross, project overbilled. Should not be pursued.

Collection letter sent. No response received. Business closed by landlord disclaim on premises for unpaid rent.

Set off relates to early payment discount not written off and sub trade liens that were required to be paid by SG's customer.

18252	Transat A.T Inc. 6/30/2017	29,571.89 892.50	892.50	-	
18211	Traugott 6/21/2017	10,724.81	10,724.81	10,724.81	Legal counsel for client responded. Customer paid \$9300 prior to SG closing and work never commenced. Confirmed the assertions with Chris Ross. Account written off.
18275	Traugott 7/25/2017	10,724.81	10,724.81	-	
18276	Traugott 7/25/2017	2,383.29	2,383.29	-	
18186	Trident Millwork & Display 6/8/2017	23,832.91 588.51	588.51	-	
18227	Trim Interior Contracting Ltd. 6/26/2017	588.51 19,530.00	19,530.00	-	
17937	Turn-Key Construction 2/27/2017	19,530.00	1,086.75	-	
18222	Turn-Key Construction 6/22/2017	1,086.75 2,205.00	2,205.00	-	
18818	Unison Construction Management Ltd 2/24/2016	3,291.75 925.58	925.58	-	Set off relates to payment made by customer not recorded in SG's records. Proof of payment forwarded by customer.
18864	Unison Construction Management Ltd 3/16/2016	925.58 1,446.90	1,446.90	-	
18104	Unison Construction Management Ltd 5/4/2017	1,446.90 11,019.75	1,791.90	9,227.85	
17026	Vanglo Design 4/22/2016	13,392.23 569.84	569.84	-	Collection letter sent. No response received.
17218	Vanglo Design 6/22/2016	569.84 577.50	577.50	-	Uneconomical to pursue.
17539	Veritas Construction 10/21/2016	1,147.34 44,872.80	44,872.80	44,872.80	No response from client.
17565	Veritas Construction 10/24/2016	44,872.80 421.18	421.18	421.18	
17753	Veritas Construction 12/22/2016	421.18 2,649.54	2,649.54	2,649.54	
381	Wenjin Liao 4/13/2016 * Overpayment * Wenjin Liao 016780	47,943.52 (0.45)	(0.45)	(0.45)	Credit balance
18287	West Boulevard Cleaners 7/25/2017	(0.45) 2,562.00	2,562.00	2,562.00	
	Whitecap Alpine Adventures Inc.	2,562.00			

17488	9/23/2016	Whitecap Alpine Adventures Inc.	52,591.69	20,000.00	32,591.69	-	Dec 13/17. Client claiming for chargebacks due to incomplete project and deficiencies for work performed. Based on consultation with Chris Ross, settlement negotiated.
17582	10/26/2016	Whitecap Alpine Adventures Inc.	5,397.00		5,397.00	-	
		YYoga DOWNTOWN FLOW	57,988.69				
18242	6/29/2017	YYoga DOWNTOWN FLOW	1,233.75		1,233.75	-	Amount paid prior to receivership. Proof of payment sent to FTI.
		Zachary Denton	1,233.75				
17077	5/2/2016	Zachary Denton Zach's Personal Order	4.80		4.80	-	
			4.80				
			<u>1,214,554.11</u>	<u>444,112.60</u>	<u>722,497.99</u>	<u>47,943.52</u>	

APPENDIX B

Superior Glass Canada Inc.

Summary of Receiver's fees and disbursements

<u>Invoice Number</u>	<u>Period Covered</u>	<u>Hours</u>	<u>Fees</u>	<u>Expenses</u>	<u>GST</u>	<u>Total</u>	<u>Status</u>
29002981	November 1, 2017 - November 30, 2017	37.5	19,232.50	13.94	962.32	20,208.76	Paid
29003028	December 1, 2017 - December 31, 2017	15.1	7,140.00		357.00	7,497.00	Paid
29003091	January 1, 2018 - January 31, 2018	31.3	16,257.50		812.88	17,070.38	Paid
29003168	February 1, 2018 - March 31, 2018	17.6	8,950.00		447.50	9,397.50	o/s
29003216	April 1, 2018 - April 30, 2018	4.8	2,520.00		126.00	2,646.00	o/s
29003254	May 1, 2018 - May 31, 2018	5.8	2,796.50		139.83	2,936.33	o/s
29003410	June 1, 2018 - September 30, 2018	2.7	1,330.00		66.50	1,396.50	o/s
Outstanding work in progress			7,000.00		350.00	7,350.00	o/s
Estimated time to discharge		114.8	72,726.50	13.94	3,637.03	76,377.47	o/s

Superior Glass Canada Inc.

Summary of Receiver's legal counsel's fees and disbursements

<u>Invoice Number</u>	<u>Period Covered</u>	<u>Hours</u>	<u>Fees</u>	<u>Expenses</u>	<u>PST</u>	<u>GST</u>	<u>Total</u>	<u>Status</u>
424982	November 1, 2017 - December 31, 2017	12.3	3,641.00	157.29	255.22	186.74	4,240.25	o/s
343445	January 1, 2018 - June 7, 2018	25.8	9,778.00	1,126.58	731.41	535.23	12,171.22	o/s
Outstanding work in progress			2,000.00		140.00	100.00	2,240.00	o/s
Estimated time to discharge			5,000.00		350.00	250.00	5,600.00	o/s
			\$ 13,419.00	\$ 1,283.87	\$ 986.63	\$ 721.97	\$ 24,251.47	