

BANKRUPTCY AND INSOLVENCY ACT

Form 87

Notice and Statement of the Receiver (Subsections 245(1) and 246(1) of the Act)

IN THE MATTER OF THE RECEIVERSHIP OF THE PROPERTY OF THE CLINIC NETWORK CANADA INC.

The Receiver gives notice and declares that:

1. On the 7th day of February, 2022, the undersigned, KPMG Inc., became the receiver and manager (the “**Receiver**”) in respect of the property of The Clinic Network Canada Inc. (the “**Company**”) (the “**Property**”).

The Property of the Company can be summarized as follows¹:

Assets	Estimated Amount (CAD \$)
Cash	5,055
Investment in Pathway Health Services	9,294,968
Total	9,300,023

2. The undersigned became the Receiver in respect of the assets, undertakings and properties described above by virtue of being appointed by the Court of Queen’s Bench of Alberta File No. 2201-01438, Calgary Judicial Centre, dated February 7th, 2022.
3. The undersigned took possession or control of the property described above on the 7th day of February 2022.
4. The following information relates to the Receivership:

- (a) Address of insolvent persons: 10 Four Seasons Pl
Etobicoke, ON, M9B 6H7
- (b) Principal line of business: Health Services
- (c) Location of business: 10 Four Seasons Pl
Etobicoke, ON, M9B 6H7

¹ The above summary of estimated assets has been prepared based the books and records of the Company and may not accurately reflect the net realizable value of the Company’s assets.

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- (d) Estimated amount owed by the Company to each creditor who holds security on the property described above²:

Secured Creditor	Estimated Amount (CAD \$)
Avonlea-Drewry Holdings Inc., as agent for secured noteholders	44,000
Avonlea-Drewry Holdings Inc.	16,400,000
Cura-Can Health Corp.	5,000,000
Total	21,444,000

- (e) The list of other creditors of the insolvent persons and the amount owed to each creditor (to the extent that it is known) and the total amount due by the insolvent persons is attached to this notice as **Appendix "A"**.
- (f) The intended plan of action of the Receiver during the receivership, to the extent that such a plan has been determined, is to preserve the property and eventually realize on that property, subject to various considerations.

- (g) Contact Person for Receiver:

Patrick McQueen
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Calgary, AB, T2P 4B9
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Joe Sithole
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Telephone: (403) 691-8070
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Email: jsithole@kpmg.ca

Dated at Calgary, Alberta, this 7th day of February 2022.

KPMG Inc., in its capacity as receiver and manager of
The Clinic Network Canada Inc.
and not in its personal or corporate capacity



Per: Huey Lee
Senior Vice President

²Amounts owing are based on records provided by the Company as at December 31, 2021.

APPENDIX "A"

LIST OF UNSECURED CREDITORS

Creditor Name	Amount Owing (CAD \$)
2129152 Ontario Inc.	111,268
Bowmanville Prof. Centre	7,573
Counterforce Inc.	237
Dentons LLP	397,263
Eiwo Canadian Management Ltd.	45
Total Unsecured Creditors	516,387