

Form 87

NOTICE AND STATEMENT OF THE RECEIVER
(Subsection 245(1) and 246(1))

THE RECEIVER GIVES NOTICE AND DECLARES THAT:

1. On the 15th day of June, 2020, the undersigned CROWE MACKAY & COMPANY LTD. was appointed as Receiver over the entitlement of Xeraflo Technologies Inc., also known as Xera One Technologies (the "Company"), an insolvent person, to investment tax credits and refundable investment tax credits in respect of the Company's "SR&ED qualified expenditure pool" from the Scientific Research and Experimental Development program administered by the Canada Revenue Agency with respect to the Company's fiscal year ends 2018 and 2019. The property is described below:

	<u>Net Book Value*</u>	<u>Estimated Realizable Value</u>
2018 and 2019 Scientific Research and Experimental Development ("SR&ED") Tax Refund	Unknown	Unknown

2. The undersigned was appointed as Receiver pursuant to an Order made by the Supreme Court of British Columbia dated June 15, 2020 in accordance with Section 39 of the *Law and Equity Act*.

3. The following information relates to the Receiver's appointment:

- a. Registered and records office address of insolvent person: 4th Floor, 68 1st Avenue East
Vancouver, BC V5T 1A1
- b. Principal line of business: Software development and sales
- c. Location of business: 4th Floor, 68 1st Avenue East
Vancouver, BC V5T 1A1
- d. Creditors who hold or have claimed a security interest in the property described above:

Derek Ham, Graham Saunders, The Saunders Family Trust	\$133,639.34CDN
Plazacorp Investments, SCM Investments LP by its General Partner SCM Management GP Inc.	\$554,147.57USD

e. The list of unsecured creditors and the amount owed to each creditor and the total amount due is attached as Schedule "A".

f. Contact person for the Receiver:

Mr. Derek Lai, CPA, CMA, CIRP, LIT, CFE
Crowe MacKay & Company Ltd.
1100-1177 West Hastings Street
Vancouver, BC V6E 4T5
Tel: 604-697-5257
Fax: 604-687-5617

g. The intended plan of action of the Receiver is as follows:

- i. Take possession of the accounting and financial records;
- ii. File T2 corporate income tax and SR&ED returns for the fiscal years ending 2018 and 2019; and,
- iii. Collect and distribute the refunded SR&ED investment tax credits.

DATED at Vancouver, BC, this 23rd day of June, 2020.

CROWE MACKAY & COMPANY LTD., in its capacity as
Court Appointed Receiver of Xeraflop Technologies Inc.

per:



Derek Lai, CPA, CMA, CIRP, LIT, CFE
(Chartered Insolvency & Restructuring Professional)

- Creditor Mailing List -

In the matter of the receivership of
Xeraflop Technologies Inc
of the City of Vancouver, in the Province of British Columbia
Crowe MacKay & Company Ltd., Receiver

Creditor Type	Name	Attention	Address	Claim \$
Secured	Derek Ham		13 Governors Road East York ON M4W 2E9	
	Graham Saunders		30 Hargrave Lane, Unit 12 Toronto ON M4N 0A4	
	Plazacorp Investments		201 - 10 Wanless Avenue Toronto ON M4N 1V6	
	SCM Investments LLP		409 - 3625 Dufferin St. Toronto ON M3K 1N4	
	The Saunders Family Trust		30 Hargrave Lane, Unit 12 Toronto ON M4N 0A4	
Unsecured	Asturias Consulting (Compensation - Andre van Regenmortel)		1101 - 689 Abbott Street Vancouver BC V6B 0J2	111,453.20
	CRA - Tax - Pacific		source deductions Surrey National Verification and Collection Centre 9755 King George Blvd Surrey BC V3T 5E1 Fax: (866) 219-0311	145,000.00
	D Edmunds Consulting (2015)		207 - 2680 Arbutus St. Vancouver BC V6J 5L8	296,964.81
	D Popoff (Compensation)		USD BC	72,984.00
	Denton's		20th Floor, 250 Howe Street Vancouver BC V6C 3R8	24,578.66
	Emerging Insight		USD 609 Upper Wellington Street Hamilton ON L9A 3P8	33,000.00
	G Melford-Colegate UK		USD 6 The Woodlands, Admaston Road Wellington Telford Shropshie TF1 3NL United Kingdom	278,517.10
	Green Stream Botanicals		202 First Street East Revelstoke BC V0E 2S0	10,475.00
	Hayden IR		USD 1441 Broadway NEW YORK NY 10018 USA	157,500.00
	J Popoff (expense reimbursement - estimate)		BC	15,000.00
	K Paterson (Compensation)		14878 - 59th Avenue Surrey BC V3S 3W8	72,984.00

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Creditor Type	Name	Attention	Address	Claim \$
Unsecured	Kris Kelly (Compensation)		USD	42,000.00
	Level Consulting		BC USD	3,301.84
	McMillan LLP - Vancouver	Foreclosure Department	BC Royal Centre, PO Box 11117 1500 - 1055 West Georgia Street Vancouver BC V6E 4N7 Fax: (604) 685-7084	26,792.76
	Montana Rent		USD BC	30,000.00
	Office Cleaning Service		BC	1,890.00
	Oyen Wiggs Green & Mutala		BC 480 The Statio, 601 West Cordova St. Vancouver BC V6B 1G1	19,010.39
	Pacific Blue Cross/BC Life		BC PO Box 7000 Vancouver BC V6B 4E1 Fax: (604) 419-2990	4,247.85
	PWC tax consulting		USD 1400 - 250 Howe St. Vancouver BC V6C 3S7	35,089.80
	Revenue Services of BC (MSP)		BC PO Box 9401 Stn Prov Govt Victoria BC V8W 9S6 revenueservicesbc@gov.bc.ca	2,600.00
	Robert Half Management Resources		BC 724 - 1055 Dunsmuir St. Vancouver BC V7X 1L4	52,770.80
	S Scoten settlement		USD 13858 - 17th Avenue Surrey BC V4A 7G5	49,050.00
	S Scoten settlement - expenses		BC 13858 - 17th Avenue Surrey BC V4A 7G5	40,000.00
	Sam and Angel Holdings		BC 68 East 1st Avenue Vancouver BC V5T 1A1	27,596.00
	Smythe LLP		BC 1700 - 475 Howe Street Vancouver BC V6C 2B3	48,250.00
	Spear Marketing		CA 200 - 1630 North Main Street Walnut Creek CA 94596 USA	37,755.17
	Technologies Incentives (2017 SRED)		BC 4639 West 3rd Avenue Vancouver BC V6R 1N5	245,681.94
	Tecma Solutions		BC 317 - 1080 Mainland St. Vancouver BC V6B 2T4	10,628.00

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Creditor Type	Name	Attention	Address	Claim \$
Unsecured	Whiteboard Law		PO Box 18562 W. Georgia St. Vancouver BC V5Z 0B3	25,000.00
	WorkSafeBC - Collections Department		PO Box 5350 Stn. Terminal Vancouver BC V6B 5L5 Fax: (604) 244-6373	1,400.00