

District of Ontario  
Division No. 9  
Court No. 31-458010  
Estate No. 31-458010

**IN THE MATTER OF THE RECEIVERSHIP OF  
CRS ELECTRONICS INC.  
OF THE CITY OF WELLAND, IN THE PROVINCE OF ONTARIO**

**FINAL REPORT OF THE RECEIVER**  
*(Pursuant to Subsection 246(3) of the Bankruptcy and Insolvency Act)*

**Background**

On the 13<sup>th</sup> day of October, 2015, Link & Associates Inc. became the Receiver in respect of the property, assets and undertaking of CRS ELECTRONICS INC. ("CRS"), a publicly traded company listed on the TSX-V. CRA was a designer and manufacturer of LED lighting products. The Receiver was appointed pursuant to security held by Canadian Western Trust, In Trust for Davinci Private Debt Fund (the "Secured Creditor").

**Receiver's Activities**

- The Receiver has realized on all of the assets of CRS capable of realization.
- The Receiver attended to its obligations pursuant to the Wage Earner Protection Program ("WEPP") and filing of all required statutory returns.

**Final Statement of Receipts & Disbursements**

The net realizable value of the assets of CRS were insufficient to repay the Secured Creditor in full. The shortfall is approximately \$100,000 plus interest and costs.

All receipts and disbursements from date of appointment up to and including September 22, 2017 have been accounted for in the Final Statement of Receipts and Disbursements of the Receiver attached hereto.

DATED AT Toronto, this 22<sup>nd</sup> day of September, 2017.

**LINK & ASSOCIATES INC.**

Receiver of CRS Electronics Inc. and not in  
its personal or corporate capacity

Per:

  
Robert G. Link, CIRP, LIT

<b>CRS Electronics Inc.</b> <b>Receiver's Final Statement of Receipts and Disbursements</b> <b>As at September 22, 2017</b>
---

**RECEIPTS**

Cash in Bank	\$	50,817.47
Accounts Receivable		224,089.33
Sale of Machinery and Equipment		167,522.00
Sale of Inventory		16,000.00
Sale of IP		40,000.00
HST Collected on Sale of Assets		29,057.86
HST Refunds and Miscellaneous		3,540.68
Insurance Policy Refund		9,795.00
Miscellaneous Refund - Ceridian		454.95
Security Deposit Refund		415.53
Advance from secured creditor re: rent		7,653.07
<b>Total Receipts</b>	<b>\$</b>	<b>549,345.89</b>

**DISBURSEMENTS**

Filing Fee	\$	70.00
Rent - Welland		20,317.89
Rent - Toronto		3,231.81
Insurance		5,190.93
Notices/Postage		255.76
File and Computer Storage, Transport		4,449.35
Stocktaking and Possession		1,813.20
Collection Fees		963.99
Utilities, Telecom, IT, Security		11,959.46
On site assistance/labour		3,130.25
Bookeeping/Accounting services		3,920.00
Repairs/Maint		1,037.10
Bank Charges and Misc		423.34
PST on expenses		187.04
HST on expenses		5,891.17
HST remitted		19,783.89
Receiver's Fees and Disbursements		53,429.82
HST on Receiver's Fees and Disbursements		6,641.01
Legal Fees		3,537.00
HST on Legal Fees		459.81
<b>Total Disbursements</b>	<b>\$</b>	<b>146,692.82</b>

**Excess of Receipts over Disbursements**

	<b>\$</b>	<b>402,653.07</b>
Less: First Repayment to Secured Creditor	-\$	325,000.00
Less: Second Repayment to Secured Creditor	-\$	25,000.00
Less: Third Repayment to Secured Creditor	-\$	15,000.00
Less: Repayment of Secured Creditor Advance re: Rent	-\$	7,653.07
Less: Fourth Repayment of Secured Creditor	-\$	30,000.00
<b>Total Secured Creditor Repayments</b>	<b>-\$</b>	<b>402,653.07</b>

**Excess of Receipts Over Disbursements**

	<b>\$</b>	<b>-</b>
--	-----------	----------