

**Notice of Bankruptcy, First Meeting of Creditors  
(Subsection 102(1) of the Act)**

**In the Matter of the Bankruptcy of  
Ayanda Cannabis Corporation  
of the Town of Norwich  
in the Province of Ontario**

Original       Amended

Take notice that:

1. On April 19, 2022, Ayanda Cannabis Corporation (“**Ayanda**” or the “**Company**”) filed a proposal pursuant to Part III of the *Bankruptcy and Insolvency Act* (the “**Act**”), which was amended at the meeting of creditors held on May 9, 2022 (as amended, the “**Proposal**”). The Proposal was approved by both the Company’s creditors and the Ontario Superior Court of Justice (Commercial List) (the “**Court**”). Implementation of the Proposal was conditional on, among other things, the closing of a transaction for the acquisition of all Ayanda’s issued and outstanding shares (the “**Transaction**”). The Transaction failed to close and Ayanda was unable to implement its Proposal.
2. On August 25, 2023, the Court granted an Order which annulled the Proposal and deemed Ayanda to have made an assignment in bankruptcy. Richter Inc. was appointed as trustee (the “**Trustee**”) of the Company’s bankrupt estate by the Official Receiver subject to affirmation (or substitution of another trustee) by the Company’s creditors.
3. The first meeting of creditors will be held on September 14, 2023 at 2:00 PM via videoconference (the “**Meeting**”). As the Meeting is to be held remotely, creditors (or other interested parties) who wish to attend are required to complete the attached registration form and return it by email to the Trustee at the following email address: [claims@richter.ca](mailto:claims@richter.ca), no later than **5:00 PM (Toronto time) on September 13, 2023**.
4. Enclosed with this notice is a (i) condensed statement of assets and liabilities, including a list of creditors showing the amounts of their claims (as per the Company’s records), (ii) form of proof of claim and proxy, and (iii) registration form to participate in the Meeting.
5. To be entitled to vote at the Meeting, a creditor must file with the Trustee, before the Meeting, a proof of claim and, where necessary, a proxy. Proofs of claim should be forwarded to Richter Inc., Bay Wellington Tower, 181 Bay Street, Suite 3510, Toronto, Ontario, M5J 2T3 to the attention of Adam Zeldin or sent by facsimile to (514) 934-8603 or by email to [claims@richter.ca](mailto:claims@richter.ca).
6. Creditors must prove their claims against the estate of the bankrupt to share in any distribution of the proceeds realized, if any, from the estate.
7. Further information regarding the Company’s bankruptcy proceedings may be obtained from the Trustee’s website at the following address: : <https://www.richter.ca/insolvencycase/ayanda-cannabis-corporation/>.

Dated at Toronto, in the Province of Ontario, this 31<sup>st</sup> day of August 2023.

Richter Inc.  
Licensed Insolvency Trustee  
of the Ayanda Cannabis Corporation  
T. 416.488.2345 / 1.866.585.9751  
F. 514.934.8603  
[claims@richter.ca](mailto:claims@richter.ca)

Richter Inc.  
181 Bay St., Suite 3510  
Bay Wellington Tower  
Toronto, ON M5J 2T3  
[www.richter.ca](http://www.richter.ca)

Montréal, Toronto

District of: Ontario  
 Division No: 05 - London  
 Court No: 35-2802344  
 Estate No: 35-2802344

Original  Amended

\_Form 78\_  
 Statement of Affairs (Business Bankruptcy) made by an entity  
 (Subsection 49(2) and Paragraph 158(d) of the Act / Subsections 50(2) and 62(1) of the Act)

In the Matter of the Bankruptcy of  
 Ayanda Cannabis Corporation  
 of the City of Norwich  
 in the Province of Ontario

To the bankrupt:

You are required to carefully and accurately complete this form and the applicable attachments showing the state of Ayanda Cannabis Corporation's affairs on the date of the bankruptcy, on the 25th day of August 2023. When completed, this form and the applicable attachments will constitute the Statement of Affairs and must be verified by oath or solemn declaration.

LIABILITIES (as stated and estimated by the officer)		ASSETS (as stated and estimated by the officer)	
1. Unsecured creditors as per list "A" .....	16,948.50	1. Inventory .....	0.00
Balance of secured claims as per list "B" .....	499,999.00	2. Trade fixtures, etc. ....	0.00
Total unsecured creditors .....	516,947.50	3. Accounts receivable and other receivables, as per list "E"	
2. Secured creditors as per list "B" .....	1.00	Good .....	0.00
3. Preferred creditors as per list "C" .....	2,000.00	Doubtful .....	0.00
4. Contingent, trust claims or other liabilities as per list "D" estimated to be reclaimable for .....	1,148,618.20	Bad .....	0.00
Total liabilities .....	1,667,566.70	Estimated to produce .....	0.00
Surplus .....	NIL	4. Bills of exchange, promissory note, etc., as per list "F" ...	0.00
		5. Deposits in financial institutions .....	0.00
		6. Cash .....	0.00
		7. Livestock .....	0.00
		8. Machinery, equipment and plant .....	0.00
		9. Real property or immovable as per list "G" .....	0.00
		10. Furniture .....	0.00
		11. RRSPs, RRIFFs, life insurance, etc. ....	0.00
		12. Securities (shares, bonds, debentures, etc.) .....	0.00
		13. Interests under wills .....	0.00
		14. Vehicles .....	0.00
		15. Other property, as per list "H" .....	1.00
		If bankrupt is a corporation, add:	
		Amount of subscribed capital .....	0.00
		Amount paid on capital .....	0.00
		Balance subscribed and unpaid .....	0.00
		Estimated to produce .....	0.00
		Total assets .....	1.00
		Deficiency .....	1,667,565.70

I, Michael Sioen, of the City of Norwich in the Province of Ontario, do swear (or solemnly declare) that this statement and the attached lists are to the best of my knowledge, a full, true and complete statement of the affairs of the Corporation on the 25th day of August 2023 and fully disclose all property of every description that is in Ayanda Cannabis Corporation's possession or that may devolve on Ayanda Cannabis Corporation in accordance with the Act.

Sworn remotely by Michael Sioen at the City of Toronto, in the Province of Ontario, before me on August 30, 2023 in accordance with O. Reg. 431/20, Administering Oath or Declaration Remotely.



Ian Aversa



Michael Sioen

District of: Ontario  
Division No. 05 - London  
Court No. 35-2802344  
Estate No. 35-2802344

FORM 78 -- Continued

In the Matter of the Bankruptcy of  
Ayanda Cannabis Corporation  
of the City of Norwich  
in the Province of Ontario  
List "A"  
Unsecured Creditors  
Ayanda Cannabis Corporation

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
1	Lanworks Inc.	5155 Spectrum Way, Unit 11 Mississauga ON L4W 5A1	492.70	0.00	492.70
2	Luke & Blanche Sioen Farms Ltd.		1.00	0.00	1.00
3	Michael Sioen Farms Ltd.	324 Burford Delhi Townline Road Norwich ON N0E 2H0	0.00	499,999.00	499,999.00
4	Natalie Cain	603A Reef Pnt Rd S218-34 Fort Francis ON P9A 3M3	16,454.80	0.00	16,454.80
<b>Total:</b>			<b>16,948.50</b>	<b>499,999.00</b>	<b>516,947.50</b>



30-Aug-2023

Date



Michael Sioen

District of: Ontario  
 Division No.: 05 - London  
 Court No.: 35-2802344  
 Estate No.: 35-2802344

FORM 78 - Continued

In the Matter of the Bankruptcy of  
 Ayanda Cannabis Corporation  
 of the City of Norwich  
 in the Province of Ontario  
 List "B"  
 Secured Creditors

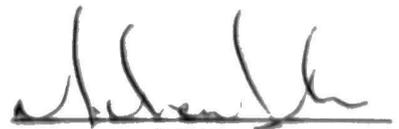
Ayanda Cannabis Corporation

No.	Name of creditor	Address	Amount of claim	Particulars of security	When given	Estimated value of security	Estimated surplus from security	Balance of claim
1	Michael Sloan Farms Ltd	324 Burford Delhi Townline Road Norwich ON N0E 2H0	500,000.00	Other - Luke & Blanche Sloan Farms Ltd (Lease, including building and equipment)		1.00		499,999.00
Total			500,000.00			1.00	0.00	499,999.00



16-Aug-2023

Leslie



Michael Sloan

District of: Ontario  
Division No. 05 - London  
Court No. 35-2802344  
Estate No. 35-2802344

FORM 78 -- Continued

In the Matter of the Bankruptcy of  
Ayanda Cannabis Corporation  
of the City of Norwich  
in the Province of Ontario  
List "C"  
Preferred Creditors for Wages, Rent, etc.

Ayanda Cannabis Corporation

No.	Name of creditor	Address and occupation	Nature of claim	Period during which claim accrued	Amount of claim	Amount payable in full	Difference ranking for dividend
1	Natalie Cain	603A Reef Pnt Rd S218-34 Fort Francis ON P9A 3M3		-	2,000.00	0.00	2,000.00
Total:					2,000.00	0.00	2,000.00



30-Aug-2023

Date



Michael Sloan

District of: Ontario  
 Division No. 05 - London  
 Court No. 35-2802344  
 Estate No. 35-2802344

FORM 78 -- Continued

In the Matter of the Bankruptcy of  
 Ayanda Cannabis Corporation  
 of the City of Norwich  
 in the Province of Ontario  
 List "D"  
 Contingent or Other Liabilities

Ayanda Cannabis Corporation

No.	Name of creditor or claimant	Address and occupation	Amount of liability or claim	Amount expected to rank for dividend	Date when liability incurred	Nature of liability
1	Shanil Ramdhany Attn: Ted Frankel & Monique Sassi	c/o Cassels Brock & Blackwell 2100 Scotia Plaza, 40 King St. W. Toronto ON M5H 3C2	1,148,618.20	0.00		
<b>Total:</b>			<b>1,148,618.20</b>	<b>0.00</b>		



30-Aug-2023

Date



Michael Sioen

# RICHTER

## THIS INFORMATION SHEET IS SUPPLIED IN ORDER TO ASSIST YOU IN COMPLETING THE PROOF OF CLAIM FORM

- The proof of claim must be signed by the individual completing the form.
- The signature of the claimant must be witnessed.
- Give the complete address (including postal code) where all notices and correspondence are to be forwarded.
- The amount on the statement of account must agree with the amount claimed on the proof of claim.

### PARAGRAPH 1 OF THE PROOF OF CLAIM

- If the individual completing the proof of claim is not the creditor himself, he must state his position or title.
- The creditor must state the full and complete legal name of the Company or the claimant.

### PARAGRAPH 3 OF THE PROOF OF CLAIM

- A detailed statement of account must be attached to the proof of claim and must show the date, the invoice number and the dollar amount of all the invoices or charges, together with the date, the number and the amount of all credits or payments. A statement of account is not complete if it begins with an amount brought forward. In addition, a creditor must indicate his/her address, phone number, fax number and E-mail address.

### PARAGRAPH 4 OF THE PROOF OF CLAIM

- An unsecured creditor (subparagraph (A)) must check and state whether or not a priority rank is claimed under Section 136 of the Bankruptcy and Insolvency Act.
- A claim of landlord (subparagraph (B)) for disclaim of lease must be completed with full particulars and calculations.
- A secured creditor must complete subparagraph (C) and attach a copy of the security documents.
- A farmer, fisherman or aquaculturist must complete subparagraph (D).
- A wage earner must complete subparagraph (E), if applicable.
- Section F must be completed with regard to a pension plan.
- A claim against director(s) (subparagraph (G)), in a proposal which compromises a creditor's claim, must contain full particulars and calculations.
- A customer of a bankrupt securities firm must complete subparagraph (H).

### PARAGRAPH 5 OF THE PROOF OF CLAIM

- The claimant must indicate whether he/she **is** or **is not related** to the debtor, as defined in the Bankruptcy and Insolvency Act, by striking out that which is not applicable.

### PARAGRAPH 6 OF THE PROOF OF CLAIM

- The claimant must attach a detailed list of all payments received and/or credits granted, as follows:
  - a) within the **three months** preceding the initial bankruptcy event, in the case where the claimant and the debtor are **not related**;
  - b) within the **twelve months** preceding the initial bankruptcy event, in the case where the claimant and the debtor are **related**.

### PROXY

- a) A creditor may vote either in person or by proxy;
- b) A debtor may not be appointed as proxy to vote at any meeting of the creditors;
- c) The Trustee may be appointed as a proxy for any creditor;
- d) In order for a duly authorized person to have a right to vote he must himself be a creditor or be the holder of a properly executed proxy. The name of the creditor must appear in the proxy.

T. 416.488.2345 / 1.866.585.9751  
F. 514.934.8603  
[claims@richter.ca](mailto:claims@richter.ca)

Richter Inc.  
181 Bay Street, Suite 3510  
Bay Wellington Tower  
Toronto, ON M5J 2T3  
[www.richter.ca](http://www.richter.ca)

Montréal, Toronto

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(français – recto)

# RICHTER

## PROOF OF CLAIM

(Section 50.1, Subsections 65.2(4), 81.2(1), 81.3(8), 81.4(8), 81.5, 81.6, 102(2), 124(2), 128(1), and Paragraphs 51(1)(e) and 66.14(b) of the Act)

All notices or correspondence regarding this claim must be forwarded to the following address:

\_\_\_\_\_  
\_\_\_\_\_

In the Matter of the Bankruptcy of **Ayanda Cannabis Corporation** of the City of Norwich, Province of Ontario, and the claim of \_\_\_\_\_, creditor.

I, \_\_\_\_\_ (name of creditor or representative of the creditor), of \_\_\_\_\_ (city and province), do hereby certify:

1. That I am a creditor of the above-named debtor (or that I am \_\_\_\_\_ (state position or title) of \_\_\_\_\_ (name of creditor or representative of the creditor)).
2. That I have knowledge of all of the circumstances connected with the claim referred to below.
3. That the debtor was, at the date of the Bankruptcy, namely August 25, 2023, and still is, indebted to the creditor in the sum of \$ \_\_\_\_\_, as specified in the statement of account (or affidavit) attached and marked Schedule "A" after deducting any counterclaims to which the debtor is entitled. (The attached statement of account or affidavit must specify the vouchers or other evidence in support of the claim.)

4. Check and complete appropriate category

- A. UNSECURED CLAIM OF \$ \_\_\_\_\_

(Other than as a customer contemplated by Section 262 of the Act)

That in respect of this debt, I do not hold any assets of the debtor as security and

(Check appropriate description)

- Regarding the amount of \$ \_\_\_\_\_, I do not claim a right to a priority.

("Ordinary Creditor")

- Regarding the amount of \$ \_\_\_\_\_, I claim a right to a priority under section 136 of the Act.

("Preferred Creditor")

(Set out on an attached sheet details to support priority claim)

- B. CLAIM OF LESSOR FOR DISCLAIMER OF A LEASE \$ \_\_\_\_\_

That I hereby make a claim under subsection 65.2(4) of the Act, particulars of which are as follows:

(Give full particulars of the claim, including the calculations upon which the claim is based)

- C. SECURED CLAIM OF \$ \_\_\_\_\_

That in respect of this debt, I hold assets of the debtor valued at \$ \_\_\_\_\_ as security, particulars of which are as follows:

(Give full particulars of the security, including the date on which the security was given and the value at which you assess the security, and attach a copy of the security documents.)

- D. CLAIM BY FARMER, FISHERMAN OR AQUACULTURIST OF \$ \_\_\_\_\_

That I hereby make a claim under subsection 81.2(1) of the Act for the unpaid amount of \$ \_\_\_\_\_

(Attach a copy of sales agreement and delivery receipts).

T. 416.488.2345 / 1.866.585.9751

F. 514.934.8603

claims@richter.ca

Richter Inc.  
181 Bay Street, Suite 3510  
Bay Wellington Tower  
Toronto, ON M5J 2T3  
www.richter.ca

Montréal, Toronto

- E. CLAIM BY WAGE EARNER OF \$ \_\_\_\_\_
  - That I hereby make a claim under subsection 81.3(8) of the Act in the amount of \$ \_\_\_\_\_
  - That I hereby make a claim under subsection 81.4(8) of the Act in the amount of \$ \_\_\_\_\_

- F. CLAIM BY EMPLOYEE FOR UNPAID AMOUNT REGARDING PENSION PLAN OF \$ \_\_\_\_\_
  - That I hereby make a claim under subsection 81.5 of the Act in the amount of \$ \_\_\_\_\_
  - That I hereby make a claim under subsection 81.6 of the Act in the amount of \$ \_\_\_\_\_

- G. CLAIM AGAINST DIRECTOR \$ \_\_\_\_\_  
 (To be completed when a proposal provides for the compromise of claims against directors.)

That I hereby make a claim under subsection 50(13) of the Act, particulars of which are as follows:  
 (Give full particulars of the claim, including the calculations upon which the claim is based.)

- H. CLAIM OF A CUSTOMER OF A BANKRUPT SECURITIES FIRM \$ \_\_\_\_\_  
 That I hereby make a claim as a customer for net equity as contemplated by section 262 of the Act, particulars of which are as follows:  
 (Give full particulars of the claim, including the calculations upon which the claim is based.)

5. That, to the best of my knowledge, I am (or the above-named creditor is) (or am not or is not) related to the debtor within the meaning of section 4 of the Act, and have (or has) (or have not or has not) dealt with the debtor in a non-arm's-length manner.

6. That the following are the payments that I have received from, the credits that I have allowed to, and the transfers at undervalue within the meaning of subsection 2(1) of the Act that I have been privy to or a party to with the debtor within the three months (or, if the creditor and the debtor are related within the meaning of section 4 of the Act or were not dealing with each other at arm's length, within the 12 months) immediately before the date of the initial bankruptcy event within the meaning of subsection 2(1) of the Act: (provide details of payments, credits and transfers at undervalue)

Dated at \_\_\_\_\_, this \_\_\_\_\_ day of \_\_\_\_\_

\_\_\_\_\_  
 Signature of creditor

\_\_\_\_\_  
 Signature of witness

Telephone number: \_\_\_\_\_ Fax number: \_\_\_\_\_

E-mail address: \_\_\_\_\_

NOTE: If an affidavit is attached, it must have been made before a person qualified to take affidavits.  
 WARNINGS: A trustee may, pursuant to subsection 128(3) of the Act, redeem a security on payment to the secured creditor of the debt or the value of the security as assessed, in a proof of security, by the secured creditor.  
 Subsection 201(1) of the Act provides severe penalties for making any false claim, proof, declaration or statement of account.

**PROXY**

(Subsection 102(2) and paragraphs 51(1)e) and 66.15(3)b) of the Act)

In the Matter of the Bankruptcy of **Ayanda Cannabis Corporation**

I, \_\_\_\_\_, of \_\_\_\_\_  
 (name of creditor) (name of town or city)

a creditor in the above matter, hereby appoint \_\_\_\_\_ of \_\_\_\_\_,  
 to be my proxyholder in the above matter, except as to the receipt of dividends, \_\_\_\_\_ (with or without) power to  
 appoint another proxyholder in his or her place.

Dated at \_\_\_\_\_, this \_\_\_\_\_ day of \_\_\_\_\_

\_\_\_\_\_  
 Signature of creditor

Per: \_\_\_\_\_  
 Name and Title of Signing Officer

\_\_\_\_\_  
 Signature of witness

**In the Matter of the Bankruptcy of  
Ayanda Cannabis Corporation  
of the City of Norwich  
in the Province of Ontario**

**REGISTRATION FORM FOR THE FIRST MEETING OF CREDITORS**

Name of creditor: \_\_\_\_\_

Name of creditor's representative: \_\_\_\_\_

Email address: \_\_\_\_\_

Phone number: \_\_\_\_\_

Signature: \_\_\_\_\_

Please note that to attend the meeting of creditors, you are required to complete and send this form to the Trustee by email at the following address: [claims@richter.ca](mailto:claims@richter.ca) no later than **5:00 p.m. (Toronto time) on September 13** following which you will be sent details on how to attend the meeting.