

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

In the Matter of the Receivership of Digital Orthodontic Care Inc.
of the Town of Milton
in the Province of Ontario

The Receiver gives notice and declares that:

1. On July 4, 2023 (the “**Appointment Date**”), pursuant to an order (the “**Receivership Order**”) of the Ontario Superior Court of Justice (Commercial List) (the “**Court**”), Richter Inc. was appointed as receiver (in such capacity, the “**Receiver**”) of the assets, undertakings and properties (the “**Property**”) of Digital Orthodontic Care Inc. (the “**Company**”) to exercise the powers and duties set out in the Receivership Order, pursuant to section 243(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3, as amended and section 101 of the Courts of Justice Act, R.S.O 1990 c. C.43, as amended. A copy of the Receivership order is available on the Receiver’s website at <https://www.richter.ca/insolvencycase/digital-orthodontic-care-inc>
2. The Receivership Order was granted pursuant to an application made by Ortho Studio Express, Inc. (“**Ortho Studio**”) pursuant to security held by Ortho Studio in the Property of the Company, including a general security agreement, representing a charge over all the assets of the Company.
3. The Receiver took possession and control of the Property on July 4, 2023.

MONTRÉAL

1981 McGill College
Montréal QC H3A 0G6
514.934.3400

TORONTO

181 Bay St., #3510
Bay Wellington Tower
Toronto ON M5J 2T3
416.488.2345

CHICAGO

200 South Wacker, #3100
Chicago IL 60606
312.828.0800

4. According to the Company's most current internal, unaudited financial statements, as at April 30, 2023, the Company's Property consisted of the following:

| ASSETS | (\$000's, CAD) |
|---------------------------------|-----------------------|
| Cash | 82 |
| Deposits | 234 |
| Investments | 77 |
| Total current assets | 393 |
| Fixed assets | 6,625 |
| Total non-current assets | 6,625 |
| Total assets | 7,018 |

Note: The above amounts represent book values of the Company's assets and do not represent the realizable value of the Property.

5. The following information relates to the receivership:

- (a) Primary addresses for the Company:

8400 Lawson Road
Milton, Ontario, Canada
L9T 0J8

- (b) Principal line of business:

Manufacturer of orthodontic supplies.

- (c) Locations of business:

The Company's primary address noted above is the Company's only location of business.

6. Based on the Company's books and records, as at the Appointment Date, the Company's total secured obligations were as follows:

| Secured Creditor | Estimated Claim (\$000's, CAD) |
|----------------------------|---------------------------------------|
| Ortho Studio Express, Inc. | 6,390 |

7. According to the Company's books and records, the amount owed by the Company to its unsecured creditors as at July 4, 2023 is approximately \$3.5 million. A consolidated list of all known creditors and the amounts owed to each creditor, as per the Company's books and records, is set out in the attached Schedule "A".

8. The estimated realizable value of the Company's business and assets is currently unknown. The intended plan of action of the Receiver during the receivership, to the extent that such a plan has been determined, is to realize on the Property of the Company that is the subject of the Receivership Order.

The Receivership Order authorizes the Receiver to, among other things, market and pursue all offers for sale of the Company's business or the Property and negotiating such terms and conditions of sale as the Receiver in its discretion may deem appropriate.

9. Contact person for the Receiver:

Jonathan Joffe
Tel: 1.866.736.7587
Email: claims@richter.ca

Dated at Toronto, in the Province of Ontario, on July 13, 2023.

RICHTER INC.

in its capacity as Receiver of
Digital Orthodontic Care Inc.

Per:



Karen Kimel, MAcc, CPA, CA, CPA (IL), CIRP, LIT