

CANADA  
Province of Quebec  
District of Montreal  
Division No.: 01-Montréal  
Court No.: 500-11-065082-246  
Estate No.: 41-345114

SUPERIOR COURT  
(Commercial Division)  
*Bankruptcy and Insolvency Act*

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

**In the Matter of the Receivership of  
La Cité Médicale Inc.  
of the City of Montréal  
In the Province of Québec**

Further to the Order of the Quebec Superior Court (the “**Order**”) rendered on December 23, 2024, Richter Inc. (“**Richter**”) was appointed as receiver (the “**Receiver**”) pursuant to Section 243 of the *Bankruptcy and Insolvency Act* in respect of the property of La Cité Médicale Inc., (the “**Debtor**” or the “**Company**”), as described below:

*“Act as receiver of the Debtor’s movable property, tangible and intangible, present and future, whatever they may be, of any nature whatsoever, in any place and in any hands whatsoever.....”.*  
**(“Property”)**

The Receiver gives notice and declares that:

1. Richter was appointed Receiver pursuant to the Order, following an application filed by Fiera Enhanced Private Debt Fund LP (“**Fiera**”).
2. The following information relates to the receivership:
  - (a) Legal address of Debtor: 5990, ch. de la Côte-des-Neiges, Montreal, Qc H3S 1Z5
  - (b) Principal line of business: Operator of 2 medical clinics in the Québec City region, offering family medicine, specialized medicine and various private services.
  - (c) Locations of clinics:
    - i. Place de la Cité, 2<sup>nd</sup> floor, 2600, Laurier boulevard, Suite 295, Québec Qc G1V 4T3
    - ii. Carrefour Charlesbourg, 2<sup>nd</sup> floor, 8500 Henri-Bourassa Blvd., Suite 250, Québec Qc G1G 5X1
  - (d) The book value of the assets as per the Debtor’s internal, unaudited financial statements, as of October 31, 2024, are described below:

<b>Assets</b>	<b>(\$000's CAD)</b>
Cash	424
Accounts Receivable <sup>(1)</sup>	1,528
Related Party Advance	900
Inventory	165
Prepays & Other	45
Investments	450
Property & Equipment	1,378
<b>Total Assets</b>	<b>4,891</b>

(1) The accounts receivable include \$724K of subsidies collected in November 2024.

(e) Amount owed by the Debtor to each creditor who holds a security on the Property described above (subject to Receiver's review):

- Fiera \$7,780,394

The list of other creditors of the Debtor and the amount owed to each creditor, totaling \$122,676, is attached as Schedule "A". The total due to creditors amounts to approximately \$7,903,070.

(f) At the time of the receivership, the clinics were operating in the normal course.

(g) Fiera, the first ranking secured lender of the Debtor, through its affiliated company, Fiera FP Business Financing Fund, L.P. ("**Interim Lender**"), will provide a \$1.25 million credit facility ("**Interim Financing Facility**") during the receivership proceedings, to fund the working capital needs and restructuring costs of the Debtor. The Interim Financing Facility is subject to a \$1.5 million charge over the Property in favour of the Interim Lender.

(h) The estimated realization value of the Company's business and / or Property is currently unknown. The intended plan of action of the Receiver during the receivership is to, in accordance with the Order:

- Ensure the continued service and care to patients by stabilizing the liquidity needs of the Company, and ensure that its doctors, healthcare professionals and employees continue to be paid;
- Take all necessary action to safeguard the Debtor's Property; and
- Initiate and proceed with a sale solicitation process of the Debtor's business and / or Property.

In connection with the plan of action, the services being rendered by the Debtor are continuing in the normal course of business and no changes to the operations are contemplated.

3. The Order authorizes the Receiver to exercise, without having any obligations to do so, the following powers, including, but not limited to:

- Take possession of all of the Debtor's Property;
- Continue, in whole or in part, the operations and activities of the Debtor;
- Control receipts and disbursements of the Debtor;
- Negotiate and execute the Interim Financing Facility on behalf of the Debtor; and
- Solicit potential purchaser(s) in the Debtor's business or the Property, in whole or in part, including, without limitation, the right to conduct a public tender or private solicitation for the disposition of the Property.

Contact persons for the Receiver:

Baldeep Dhillon, CPA  
Telephone: 514.934.3440 ext. 4758  
E-mail: [bdhillon@richter.ca](mailto:bdhillon@richter.ca)

Shawn Travitsky, CPA, CIRP, LIT  
Telephone: 514.934.3505  
E-mail: [stravitsky@richter.ca](mailto:stravitsky@richter.ca)

Dated at Montreal, January 7, 2025

Richter Inc. - Receiver



Olivier Benchaya, CPA, CIRP, LIT  
1981 McGill College, 12<sup>th</sup> Floor  
Montréal QC H3A 0G6  
Telephone: 514.934.8618

**SCHEDULE "A"**

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**Richter Inc.**  
**Creditors List**  
**In the Matter of the Receivership of**  
**La Cité Médicale Inc.**

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**SECURED CREDITORS**

Fiera Enhanced Private Debt Fund L.P.	\$ 7,780,394
	<u>7,780,394</u>

**UNSECURED CREDITORS**

Bell Canada	75
CDL Laboratoires	839
Cintas	92
Delivro	-
Dre Isabelle Villeneuve	57,304
E3 Électricité	380
Force 3 Médicale	4,174
Fournitures de Bureau Denis	351
Galderma Canada Inc.	31,909
Go RH	-
Groupe Futur Maintenance	12,044
JMND Azote Liquide	144
Les Instruments Médicaux ABC	104
Les Technologies Folks RH	373
Linde	238
Med Express	-
Medfar Clinical Solutions	-
Medline	1,435
Merz Aesthetics Canada Ltd	2,133
Réfrigération des Chutes	277
Shred-It	-
Stericycle	437
TBL Télécom	7,826
Telus	2,542
	<u>122,676</u>
<b>TOTAL</b>	<u><u>\$ 7,903,070</u></u>