

District of Alberta
Division of 02 - Calgary
Estate number: 25-3272588
Court number: 25-3272588

**In the Matter of the Bankruptcy of
2688182 Alberta Inc.
of the City of Calgary, in the Province of Ontario**

Trustee's Report to the Creditors on Preliminary Administration

Trustee: Albert Gelman Inc. (“AGI” or the “Trustee”)
Debtor: 2688182 Alberta Inc.
Date of Bankruptcy: September 15, 2025
Date of First Meeting of October 3, 2025, at 2:00 PM (the “Meeting”)
Creditors:
Location: Microsoft Teams Meeting

BACKGROUND AND CAUSES OF BANKRUPTCY

On January 7, 2025, Comark Holdings Inc. (“Comark”), Bootlegger Clothing Inc., Cleo fashions Inc., and Ricki’s Fashions Inc. (collectively, the “Applicants”) commenced voluntary insolvency proceedings under the *Companies’ Creditors Arrangement Act* (the “CCAA”). As part of those proceedings, the Applicants completed a reverse vesting order transaction (the “Transaction”), which was approved by the Ontario Superior Court of Justice (Commercial List) (the “Court”) pursuant to an order dated March 21, 2025 (the “ARVO”), and closed on April 22, 2025.

Pursuant to the ARVO, the purchaser acquired all of the issued and outstanding shares of Comark, while all excluded assets and liabilities were transferred to and vested in a newly incorporated entity, 2688182 Alberta Inc. (“ResidualCo” or the “Company”). Following closing of the Transaction, the Company remained as the sole applicant in the CCAA proceedings, holding those excluded assets and liabilities. ResidualCo has no employees, no assets of value, and no ongoing business activities.

On May 15, 2025, the Court granted an order, *inter alia*, authorizing the Company to make an assignment in bankruptcy to facilitate the orderly wind-up of its estate.

On September 15, 2025 (the “Date of Bankruptcy”), the Company filed an assignment in bankruptcy pursuant to the *Bankruptcy and Insolvency Act*, and Albert Gelman Inc. was appointed as trustee in bankruptcy (in such capacity, the “Trustee”) of the Company’s estate, subject to affirmation of its appointment by the Company’s creditors at the Meeting.

On September 22, 2025, AGI sent a notice to all known creditors of the Company advising of the bankruptcy and the date/time of the Meeting, together with a list of creditors, proof of claim form and proxy form. On September 19, 2025, a notice advising of ResidualCo’s bankruptcy and the date/time of the Meeting was published in the National Post.

The activities of the Trustee since its appointment have primarily consisted of statutory work in accordance with the provisions of the BIA. As the bankrupt estate does not appear to have assets to support a distribution to the Company's creditors (as discussed later in this report), the Trustee's intention is to proceed to complete the administration of the Company's bankrupt estate without delay. The Trustee will discuss the administration of the Company's bankrupt estate with the estate inspectors, if any, appointed at the Meeting.

FINANCIAL POSITION/ASSETS

As detailed in ResidualCo's statement of affairs sworn September 12, 2025 (the "SOA"), as at the Date of Bankruptcy, ResidualCo's assets have no value, book or otherwise. Accordingly, it is not anticipated that there will be any funds available for distribution to ResidualCo's creditors.

SECURED CREDITORS

According to the SOA, ResidualCo has no known secured creditors.

SECURITY FOR UNPAID WAGES - S. 81.3 CLAIMS

The Trustee is not aware of any potential claims pursuant to section 81.3 of the BIA.

The Bankruptcy Trustee will comply with the provisions of the *Wage Earner Protection Program Act* and related regulations, where applicable.

PREFERRED CREDITORS

The SOA indicates that, as at the Date of Bankruptcy, there were no known preferred creditors.

UNSECURED CREDITORS

The SOA indicates that there are approximately 369 unsecured creditors with claims totalling approximately \$47.7 million.

CLAIMS FILED

As at 5:00 p.m. on October 2, 2025, the Trustee has recorded Proofs of Claim filed, as follows:

	# Claims	Amount (CAD\$)	Proxies for Trustee	Amount (CAD\$)
Secured	-	-	-	-
Preferred	-	-	-	-
Unsecured ¹	30	2,377,195.40	-	-
Total	30	2,377,195.40	-	-

PREFERENCE PAYMENTS AND TRANSFERS AT UNDER VALUE

The Trustee has not performed a review of the Company's books and records with respect to potential fraudulent preferences, settlements or transfers at undervalue, as defined in the BIA. It is

the intention of the Trustee to discuss the scope of its review with any estate inspector(s) appointed at the Meeting.

TRUSTEE FEES

In consideration for consenting to act in these proceedings, Alvarez & Marsal Canada Inc. has provided a third-party deposit in the amount of \$22,600 to fund the Trustee's fees and disbursements, including the fees and disbursements of its legal counsel, as needed, should insufficient funds be available from the Company's estate.

DATED at Toronto this 3rd Day of October 2025.

ALBERT GELMAN INC.,

In its Capacity as Licensed Insolvency Trustee of the estate of

2688182 Alberta Inc., a bankrupt,

And not in its personal or corporate capacities

Per:



Adam Zeldin, CA, CPA, CIRP, LIT