

**ONTARIO
SUPERIOR COURT OF JUSTICE
IN BANKRUPTCY AND INSOLVENCY**

**IN THE MATTER OF THE BANKRUPTCY OF LINENS 'N THINGS CANADA CORP., OF THE
CITY OF TORONTO, IN THE PROVINCE OF ONTARIO**

TRUSTEE'S FINAL STATEMENT OF RECEIPTS AND DISBURSEMENTS

RECEIPTS

Transfer from Receiver's account (Note 2)		\$ 21,893,402.78
Company's bank account balances		11,915,539.34
Sale of leases		548,366.48
GST refund		402,304.49
Interest		131,547.67
Utility and other refunds		70,135.78
US tax refund		11,611.63
Total receipts		<u>34,972,908.17</u>

DISBURSEMENTS**Re: First Meeting of Creditors**

Postage and photocopies (1841 creditors)	10,735.86	
<i>The Globe and Mail</i>	\$ 1,222.83	
GST	<u>597.93</u>	\$ 12,556.62

General Disbursements

Wages	6,070,078.79	
Occupation rent	4,291,392.69	
Utilities - various	445,875.07	
GST	265,453.00	
Purchases	123,146.70	
Shredding/waste disposal	117,810.48	
Settlements	96,344.15	
Telephone / teleconference	82,762.86	
WSIB/WSB	57,184.67	
Employee benefits	53,096.02	
Computer services	31,289.97	
Business tax	26,957.12	
Repairs and maintenance	11,991.52	
Agents re: Out-of-province registrations/ trademarks/ other matters	14,833.97	
Travel and courier	8,828.80	
Photocopies	5,192.64	
Security	5,096.87	
Postage	4,002.66	
Bank charges	2,582.99	
Storage	2,485.60	
HST	206.82	
PST	149.91	
Reimbursement to Receiver (Note 5)	<u>3,359,778.84</u>	15,076,542.14

Notice of Trustee's Application for Discharge

Postage and photocopies (1432 creditors)	\$	1,260.16	
HST		<u>163.82</u>	1,423.98

Fees

Trustee	\$	826,993.75	
GST on Trustee's fees		38,683.36	
HST on Trustee's fees		7,998.74	
Legal fees to completion		10,000.00	
HST on legal fees		1,300.00	
Inspectors		840.00	
Superintendent of Bankruptcy		150.00	
Registrar		<u>150.00</u>	886,115.85
Total disbursements			<u>15,976,638.60</u>
Amount available for distribution			\$ <u>18,996,269.57</u>

Distribution (Note 6):

Levy payable under Section 147	\$	105,126.09	
Preferred creditors (admitted claims: \$2,231,591.98)		2,219,242.07	
Unsecured creditors (admitted claims: \$16,764,677.59)		<u>16,671,901.41</u>	<u>\$ 18,996,269.57</u>

Notes:

- On October 18, 2008, Linens N' Things Canada Corp. (the "Company") filed a Notice of Intention to Make a Proposal under Section 50.4 (1) of the *Bankruptcy and Insolvency Act* (BIA). RSM Richter Inc. ("Richter") was appointed proposal trustee.
- On October 23, 2008, on application made by the Company to the *Ontario Superior Court of Justice* ("Court"), an order was made ("Order") which, among other matters, appointed Richter as Interim Receiver and Receiver ("Receiver") pursuant to Sections 47 (1) and 47.1 (1) of the BIA and pursuant to Section 101 of the *Courts of Justice Act*.
- On October 31, 2008, as authorized by the Order, the Receiver assigned the Company into bankruptcy, with Richter being appointed Trustee.
- On December 9, 2011, Richter's Toronto restructuring practice was acquired by Duff & Phelps Canada Restructuring Inc. ("D&P"). Pursuant to an order of the Ontario Superior Court of Justice made on December 12, 2011 (the "Substitution Order"), D&P was substituted in place of Richter as Trustee and as Receiver. The licensed trustees overseeing this mandate prior to December 9, 2011 remain unchanged.
- Pursuant to Section 144 of the BIA, the bankrupt or the legal representative of the bankrupt is entitled to any surplus remaining after payment in full of the Company's creditors' admitted claims, with interest as provided by the Act at the statutory rate of 5% per annum, and after the costs, charges and expenses of the bankruptcy proceedings. As all creditors have been fully paid, with interest, the Trustee will request the Court's permission to transfer the surplus to the Receiver to be distributed to the Chapter 7 Trustee of the Company's U.S. parent company.

- 6. The preferred and unsecured admitted claim amounts represent 100 cents on the dollar plus interest.
- 7. As noted below, two of the estate Inspectors resigned in January, 2013 and the third has not kept the Trustee apprised of his current contact information.

DATED this 17th day of October, 2013

DUFF & PHELPS CANADA
RESTRUCTURING INC.
(formerly accepted under RSM Richter Inc.)
TRUSTEE

Per: _____



Approved by:

*(Trustee has been unable to locate
Mr. Barbosa since October, 2009)*
Flavio Barbosa, Inspector

(Resigned January 22, 2013)
John O'Brien, Inspector

(Resigned January 29, 2013)
Rick Wotherspoon, Inspector

TRUSTEE'S COSTS AND REMUNERATION
APPROVED THIS _____ DAY OF _____, 2013.

File No.: 31-1121528

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**DUFF & PHELPS CANADA RESTRUCTURING INC.
(formerly accepted under RSM Richter Inc.)
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