

In the Matter of the Bankruptcy of
Counterpoint Projects Inc.
of the City of Vancouver, in the Province of British Columbia

**TRUSTEE'S REPORT TO CREDITORS
ON PRELIMINARY ADMINISTRATION**

I BACKGROUND

On February 10, 2026 (the "**Date of Bankruptcy**"), on application by the Royal Bank of Canada ("**RBC**"), the Supreme Court of British Columbia granted bankruptcy orders (the "**Orders**") adjudging Counterpoint Projects Inc. ("**CPI**") and Counterpoint Interiors Inc. ("**CII**", and together, the "**Companies**") into bankruptcy. KPMG Inc. was appointed Licensed Insolvency Trustee (the "**Trustee**"), of the estate, subject to affirmation by the creditors at the First Meeting of Creditors ("**FMOC**").

The Companies are related corporate entities. CII was the operating company, while CPI functioned as a holding company. The Companies provided interior design and construction services primarily to commercial and retail clients.

The Companies experienced prolonged financial difficulties starting in 2021 and into 2024, during which various enforcement and court proceedings were commenced by creditors. Court appearances and proceedings were adjourned on several occasions, including to allow for proposed sale transactions that ultimately did not close.

The Trustee attended the Companies' leased premises located at 224 W 8th Avenue, Vancouver, BC following the Date of Bankruptcy to determine if there were any ongoing operations. The Trustee understands that on or about December 2024 the landlord changed the locks due to non-payment of rent and CPI and CII generally ceased operations at that time.

Since its appointment, the Trustee has contacted the Companies' former directors to obtain information relating to the Companies' assets and liabilities, as well as retrieve books and records. The former directors have only been able to provide very limited books and records.

The Trustee prepared a Statement of Affairs ("**SOA**") containing limited information, which has not yet been signed or sworn by a director.

The Trustee has been in contact with the former landlord, banking institutions and Canada Revenue Agency ("**CRA**") to gather information about the Companies. As at the date of this report, the Trustee continues to have limited books and records relating to the Companies.

Notice of the Bankruptcy and FMOC was sent to all the known creditors and to officers of the Companies on February 23, 2026.

II ASSETS

As of the date of this report, the Trustee is not aware of any realizable assets for CPI, other than nominal (approximately \$600) of cash on hand at RBC, which the Trustee received on March 5, 2006. However, should any assets come to the attention of the Trustee, the Trustee will take steps to realize on those assets.

III SECURED CREDITORS

According to a BC Personal Property Registry search pulled on February 12, 2026, RBC has a security registration on all of CPI's present and after-acquired personal property and is the only secured party registered.

IV SECURITY FOR UNPAID WAGES – S.81.3 CLAIMS

Pursuant to section 81.3(1) of the *Bankruptcy and Insolvency Act* (the "BIA"), claims of employees who are owed wages, vacation pay, and other compensation for services rendered in the six-month period preceding the Date of Bankruptcy are secured, to the extent of \$2,000, by security over the Company's current assets.

Former directors have indicated that no employees are owed wages, and as such, the Trustee does not expect to receive claims under section 81.3(1).

The Trustee will comply with the requirements of the *Wage Earner Protection Program Act*, if and where applicable.

V PREFERRED CREDITORS

As at the Date of Bankruptcy, the Trustee is not aware of any preferred creditor claims.

VI UNSECURED CREDITORS

Given the limited books and records available, the SOA reports unsecured creditors of \$721,479.47 which includes the unsecured portion of RBC's claim and \$1 for each the CRA and the Bank of Nova Scotia. Ultimately the amounts owing to the unsecured creditors will be based on proofs of claim filed by the creditors and admitted by the Trustee.

VII CLAIMS FILED

As at the date of this report, the Trustee has recorded Proof of Claims filed, as follows:

	Claims Filed (#)	Amount (\$)	Proxies in Favour of Trustee (#)	Amount (\$)
Secured	nil	nil	nil	nil
Preferred	nil	nil	nil	nil
Unsecured	nil	nil	nil	nil
TOTAL	nil	nil	nil	nil

VIII CONSERVATORY AND PROTECTIVE MEASURES

As at the date of this report, the Trustee has not undertaken any material conservatory or protective measures. The Trustee will take such steps as may be required upon further determination of the Companies' assets.

IX BOOKS AND RECORDS

The Trustee has obtained limited books and records of the Companies from the former directors and the former accountant. The Trustee contacted the former landlord who provided correspondence from their legal counsel giving notice to the Companies to retrieve their records or they would be destroyed by April 3, 2025. The Companies did not retrieve these records, and we understand that they were destroyed on, or around April 3, 2025

X PREFERENCE PAYMENTS AND TRANSFERS UNDER VALUE

The Trustee has not obtained and therefore 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 the Inspectors, if appointed, at the first meeting of inspectors.

XI LEGAL PROCEEDINGS

As at the date of this report, the Trustee has not commenced any legal proceedings.

XII TRUSTEE'S FEES

RBC has guaranteed payment of the Trustee's fees and disbursements for statutory work in accordance with the provisions of the BIA, should insufficient funds be available from the estates.

XIII ESTIMATED REALIZATION

Based on the information currently available to the Trustee, no realizable assets have been identified. Accordingly, the Trustee does not presently anticipate any realizations or distributions to unsecured creditors.

Any distribution, if available, would be subject to a 5% levy payable to the Office of the Superintendent of Bankruptcy.

XIV OTHER MATTERS

Further information relating to the Company's bankruptcy proceedings may be obtained from KPMG's website at <https://kpmg.com/ca/counterpoint>

Dated at Vancouver, British Columbia, this 12th day of March, 2026.

KPMG INC.

In its capacity as Trustee of the estate of
Counterpoint Interiors Inc.,
and not in its personal capacity.



Per: Julie Kennedy, CIRP, LIT
Vice President