



**Supplemental Report to the
Fifty-Eighth Report to Court of
KSV Restructuring Inc. as CCAA Monitor
of Urbancorp Toronto Management Inc.,
Urbancorp (St. Clair Village) Inc.,
Urbancorp (Patricia) Inc., Urbancorp
(Mallow) Inc., Urbancorp (Lawrence) Inc.,
Urbancorp Downsview Park Development
Inc., Urbancorp (952 Queen West) Inc.,
KRI Residential Inc., Urbancorp 60 St.
Clair Inc., High Res. Inc., Bridge On King
Inc. and the Affiliated Entities Listed in
Schedule “A” Hereto**

September 28, 2023

Appendices

Schedule

Tab

Urbancorp CCAA Entities.....A



COURT FILE NO.: CV-16-11389-00CL

**ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)**

**IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT
OF URBANCORP TORONTO MANAGEMENT INC., URBANCORP (ST. CLAIR
VILLAGE) INC., URBANCORP (PATRICIA) INC., URBANCORP (MALLOW)
INC., URBANCORP (LAWRENCE) INC., URBANCORP DOWNSVIEW PARK
DEVELOPMENT INC., URBANCORP (952 QUEEN WEST) INC., KING
RESIDENTIAL INC., URBANCORP 60 ST. CLAIR INC., HIGH RES. INC.,
BRIDGE ON KING INC. (COLLECTIVELY, THE "APPLICANTS") AND THE
AFFILIATED ENTITIES LISTED IN SCHEDULE "A" HERETO**

**SUPPLEMENTAL REPORT TO THE
FIFTY-EIGHTH REPORT OF KSV RESTRUCTURING INC.**

September 28, 2023

1. This report (the "Supplemental Report") supplements the Monitor's 58th Report dated September 25, 2023 (the "Report").
2. Capitalized terms used herein and not otherwise defined have the meanings ascribed to them in the Report.
3. Paragraph 29(m) of the Initial Order reads as follows:

cause any Urbancorp CCAA Entity with available cash (an "Intercompany Lender") to loan some or all of that cash to another Urbancorp CCAA Entity (an "Intercompany Borrower") on an interest free inter-company basis (an "Approved Intercompany Advance") up to an aggregate of \$1 million, which Approved Intercompany Advances shall be secured by the Intercompany Lender's Charge against the Property of the Intercompany Borrower, where in the Monitor's view the Approved Intercompany Advance secured by the Intercompany Lender's Charge does not prejudice the interest of the creditors of the Intercompany Lender and does not violate any agreement to which a Non-Applicant UC Entity is a party.
4. Pursuant to several orders issued in these proceedings, the Monitor has paid in full the amounts owing to creditors with admitted claims against the Cumberland Entities.

5. On January 30, 2019, the Court made an order authorizing the Monitor to distribute any surplus funds from the Cumberland Entities to UCI, as the sole shareholder of Cumberland.
6. While intercompany advances on an interest free basis made sense at the time of the Initial Order, to the extent that funds from the Cumberland Entities otherwise payable to UCI were used and continue to be used to fund these proceedings, the Monitor believes that it is fair and reasonable to consider interest applying to such intercompany advances when determining any recovery on such intercompany advances.
7. This was the basis for incorporating interest in determining the amount owing on the intercompany advances to UTMI as set out in paragraph 3 to Section 3.3 of the Report. The Monitor recognizes that a consequential amendment to paragraph 29(m) of the Initial Order will also be required to give effect to this for the same reasons as the Monitor's support for increasing the limit on the amount of the Approved Intercompany Advances.

* * *

All of which is respectfully submitted,

KSV Restructuring Inc.

**KSV RESTRUCTURING INC.
IN ITS CAPACITY AS CCAA MONITOR OF
THE CUMBERLAND CCAA ENTITIES
AND NOT IN ITS PERSONAL CAPACITY**

Schedule "A"

Urbancorp Toronto Management Inc.

Urbancorp (952 Queen West) Inc.

King Residential Inc.

Urbancorp 60 St. Clair Inc.

High Res. Inc.

Bridge on King Inc.

Urbancorp Power Holdings Inc.

Vestaco Homes Inc.

Vestaco Investments Inc.

228 Queen's Quay West Limited

Urbancorp Cumberland 1 LP

Urbancorp Cumberland 1 GP Inc.

Urbancorp Partner (King South) Inc.

Urbancorp (North Side) Inc.

Urbancorp Residential Inc.

Urbancorp Realtyco Inc.