

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

**IN THE MATTER OF AN APPLICATION PURSUANT TO SECTION 129 OF THE  
SECURITIES ACT R.S.O. 1990, c. S.5, AS AMENDED**

B E T W E E N:

**ONTARIO SECURITIES COMMISSION**

Applicant

- and -

**MONEY GATE MORTGAGE INVESTMENT CORPORATION**

Respondent

**SUPPLEMENT TO THE THIRD REPORT TO THE COURT OF GRANT THORNTON LIMITED  
IN ITS CAPACITY AS RECEIVER OF THE RESPONDENTS**

January 23, 2020



**Grant Thornton**

**Grant Thornton Limited  
200 King Street West, 11th Floor  
Toronto, Ontario  
M5H 3T4**

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SECURITIES ACT R.S.O. 1990, c. S.5, AS AMENDED**

**B E T W E E N:**

**ONTARIO SECURITIES COMMISSION**

Applicant

- and -

**MONEY GATE MORTGAGE INVESTMENT CORPORATION**

Respondent

Application under Section 129 of the *Securities Act*, R.S.O. 1990, C.S.5, as amended

**SUPPLEMENT TO THE THIRD REPORT TO THE COURT OF GRANT THORNTON LIMITED  
IN ITS CAPACITY AS RECEIVER OF THE RESPONDENT**

**January 23, 2020**

**INTRODUCTION AND PURPOSE OF THIS REPORT**

1. This Report is filed by Grant Thornton Limited in its capacity as the Court-appointed receiver over the property, assets and undertakings of Money Gate Mortgage Investment Corporation. This report is a supplement to the Third Report of the Receiver dated October 28, 2019 (the “**Third Report**”). Capitalized terms used and not otherwise defined herein shall have the meanings ascribed to such terms in the Third Report.

2. The purpose of this supplement to the Third Report (the “**Supplemental Report**”) is to provide additional information in connection with the Receiver’s motion for advice and direction with respect to the distribution of the Dovercourt Funds.

## **RESTRICTIONS AND TERMS OF REFERENCE**

3. In preparing this Supplemental Report, the Receiver has relied upon unaudited financial information, MGMIC’s books and records, certain financial information, discussions with the Principals, their counsel, and discussions with other parties. The Receiver’s work does not constitute an audit or verification of such information for accuracy, completeness or compliance with GAAP or IFRS. Accordingly, the Receiver expresses no opinion or other form of assurance pursuant to GAAP or IFRS with respect to such information.
4. All references to dollars are in Canadian currency unless otherwise noted.

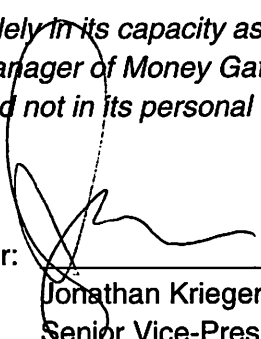
## **DOVERCOURT FUNDS**

5. As noted in paragraph 28 of the Third Report, the Receiver had received \$391,027 from the Dovercourt Receiver as a first distribution with respect to the sale of the Dovercourt Property.
6. The Receiver understood from the Dovercourt Receiver that the second distribution could be nominal as the Dovercourt Receiver was holding back significant proceeds as a complete reconciliation was not finalized at the time of the first distribution.
7. The Receiver received \$165,051.59 from the Dovercourt Receiver as a final distribution pursuant to a Court order dated June 12, 2019. The Receiver understands that the Dovercourt Receiver has been discharged. As a result, as of the date hereof, the Receiver has received \$556,078.73 with respect to the sale of the Dovercourt Property.

**ALL OF WHICH IS RESPECTFULLY SUBMITTED** this 23<sup>rd</sup> day of January, 2020.

**GRANT THORNTON LIMITED,**

*solely in its capacity as the Court-appointed receiver and  
manager of Money Gate Mortgage Investment Corporation  
and not in its personal or corporate capacity*

Per: 

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Jonathan Krieger, CPA, CA, CIRP, LIT  
Senior Vice-President