

Form 87

Notice and Statement of the Receiver

(Subsection 245(1) and 246(1) of the Bankruptcy and Insolvency Act)

**IN THE MATTER OF THE RECEIVERSHIP OF
SHOES.COM TECHNOLOGIES INC. ("SHOES.COM" OR THE "COMPANY")**

The receiver hereby gives notice and declares that:

1. On February 15, 2017, the Supreme Court of British Columbia granted an Order (the "Receivership Order") appointing Alvarez & Marsal Canada Inc. as receiver (the "Receiver"), without security, of all of the assets, undertakings and properties of the Company, including all proceeds thereof. As at February 15, 2017 the estimated book value of the Company's assets are as follows:

	<u>Estimated Book Value</u>
Cash	\$343,411
Guaranteed Investment Certificate	251,742
Prepaid expenses	18,595
GST receivable	91,634
Intangible assets	8,304,000
Due from Onlineshoes.com Inc.	56,796,844
Due from Shoes.com Inc.	2,772,863
Due from Shoeme Technologies Limited	41,213,502
Due from Shoes.com Holdings (USA) Inc.	7,064,562
Investments in subsidiaries	52,091,200
Total assets	<u>\$168,948,353</u>

Note: Realizable values may materially differ from the above.

2. A copy of the Receivership Order and other court materials are available on the Receiver's website at: www.alvarezandmarsal.com/shoes
3. The undersigned took possession or control of the property described above on the 15th day of February, 2017.
4. The following information relates to the receivership:

Address of insolvent person: 450 - 1500 West Georgia Street, Vancouver, BC V6G 2Z6

Principal line of business: Online retailer of shoes and fashion accessories

Location of business: 450 - 1500 West Georgia Street, Vancouver, BC V6G 2Z6

5. Amounts owed by the Company to each creditor, according to the books and records as at February 15, 2017, are shown below:

<u>Name</u>	<u>Claim Amount</u>
Secured creditors	\$23,296,297
Unsecured creditors	10,154,108
Total	<u>\$33,450,405</u>

Attached as Appendix "A" is a list of all known creditors as at the date of receivership.

6. For further information, please contact the Receiver at the following address:

Alvarez & Marsal Canada Inc.
1680 – 400 Burrard Street
Vancouver, B.C. V6C 3A6

Name: Ms. Marianna Lee
Telephone: (604) 639-0845
Facsimile: (604) 638-7441
Email: marianna.lee@alvarezandmarsal.com

Dated at Vancouver, British Columbia this 23rd day of February, 2017.

**ALVAREZ & MARSAL CANADA INC.
IN ITS CAPACITY AS RECEIVER OF
SHOES.COM TECHNOLOGIES INC.**



Tom Powell
Vice President