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Division No. 01- Halifax
Court No. 45097
Estate No. 51-3134197

IN THE MATTER OF THE BANKRUPTCY OF

MOTRYX INC.

TRUSTEE'S PRELIMINARY REPORT

PURPOSE AND DISCLAIMER

The purpose of this report is to inform all interested parties about the Trustee's preliminary administration and findings of the bankrupt estate. Readers are cautioned that the Trustee has relied upon third parties for information in the preparation of this report and that such information may be incomplete and inaccurate. The Trustee's review of this information as part of the preparation of this report does not constitute an audit, nor has the Trustee extensively verified any of the information provided, unless otherwise noted. Therefore, the contents of this report should be considered "for general information purposes only".

BACKGROUND AND CAUSES OF INSOLVENCY

Motryx Inc. ("**Motryx**" or the "**Company**") is a privately held corporation, registered in Nova Scotia on January 12, 2015, as an extra-provincial corporation federal (Canada) company pursuant to the Companies Act of Nova Scotia. Originally incorporated as Maritime Biologgers Inc., the Company officially changed its business name to Motryx Inc. on April 1, 2019.

Founded and incorporated by Dr. Franziska Broell and Andre Bezanson as a tech startup, the Company entered the market as a disruptive technology providing an improved method to ensure the safety of blood samples transported in hospitals via pneumatic tube systems. The Company's patented technology, VitalQC, allowed for blood sample transport in a manner that ensured quality diagnostics and accurate testing, and was supported by clinical research proving it to be a unique solution to an existing problem in the pre-analytical stage of diagnostic laboratory testing.

By late 2021, Motryx's founders had decided to separate from the Company's day-to-day operations. Aerocom GmbH & Co. ("**Aerocom**"), a manufacturer of pneumatic tube systems based in Germany and with operations in 85 countries, purchased 49.9% of the outstanding shares of Motryx. The Company's founders continued to own the remaining shares outstanding.

The Company attributes the causes of its financial difficulty to:

- i. the Covid-19 pandemic's impact on the priorities, in terms of time and resources, of Motryx's potential customers, including hospitals and laboratory diagnostic providers, as regards to the importance of blood sample quality control within said facilities;

- ii. issues with the Company’s capitalization table created a significant obstacle and along with issued convertible notes maturing, made it challenging to raise new capital as the Company grew. This ultimately led to cash flow issues as the Company was unable to meet supplier and payroll obligations as they became due; and
- iii. sales were slow to materialize when the Company’s patented technology entered the market due to:
 - a. the negative effect of the pneumatic tube systems on blood samples is largely unrecognized, unknown or understood by hospital laboratory clinicians;
 - b. VitalQC is a new technology that is largely unknown in the Canadian and US markets and only recently is being referred by a limited number of early adopters in Europe; and
 - c. a lack of urgency for hospitals to purchase VitalQC with globally recognized ISO certification requirements for blood sample transport stated in general terms, allowing only minimal efforts for validation.

As a result of the financial challenges faced by the Company, management started exploring options to restructure its operations, including a sale of the business or its assets.

On September 27, 2024, Motryx filed a Notice of Intention to Make a Proposal (“**NOI**”) pursuant to section 50.4 of the Bankruptcy & Insolvency Act (the “**BIA**”). BDO Canada Limited, a Licensed Insolvency Trustee, was named proposal trustee (“**Proposal Trustee**”) in the Company’s proposal proceedings (the “**Proposal Proceedings**”). The purpose of the Proposal Proceedings, among other things, was to create stability for the Company’s operations and to permit the Proposal Trustee to conduct a sale and investment solicitation process for the marketing and sale of the business as a going-concern, in whole or in part, to preserve employment, maximize recovery for creditors and stakeholders, and to avoid bankruptcy.

On December 20, 2024, the Supreme Court of Nova Scotia in Bankruptcy and Insolvency (the “**Court**”) issued an order (the “**Sale and Investment Solicitation Process Order**”) authorizing the Proposal Trustee to conduct a sale and investment solicitation process (the “**Sale Process**”). The Sale and Investment Solicitation Process Order also approved a stalking horse asset purchase agreement between the Company and Aerocom, or its nominee (the “**Stalking Horse Agreement**”).

On March 13, 2025, the Court issued an order (the “**Sale Approval and Vesting Order**”) approving the Stalking Horse Agreement as the successful bid in accordance with and subject to the terms of the Sale Process, approving and authorizing Motrix to complete the sale transaction (the “**Transaction**”) in accordance with the Stalking Horse Agreement.

On March 25, 2025, the Trustee issued a Proposal Trustee’s certificate, pursuant to the Sale Approval and Vesting Order, confirming that the conditions of closing as set out in the Stalking

Horse Agreement had been satisfied and the Transaction had closed. The Transaction contemplated the sale of essentially all of the Company’s assets to Aerocom.

On March 27, 2025, upon the expiration of the NOI stay of proceedings, Motryx was deemed to have filed an assignment in bankruptcy, and BDO Canada Limited was deemed to be appointed as Licensed Insolvency Trustee of the bankrupt estate (the “Trustee”).

On April 2, 2025, a notice of the first meeting of creditors, a list of creditors, a proof of claim form and a proxy form were sent to all known creditors of the Company. On April 8, 2025, notice of the bankruptcy and the first meeting of creditors was published in the Chronicle Herald, a Halifax based news publication.

The activities of the Trustee since its appointment consisted of completing its statutory obligations in accordance with the BIA, and the following:

- issuing a written request to the Company’s financial institution, Royal Bank of Canada, to freeze all bank accounts held at the institution and to provide the Trustee a draft clearing the accounts, if any;
- initiated preparations to conduct a claims process under the Wage Earners Protection Program Act (WEPPA);
- communications with key stakeholders including creditors; and
- preparing this preliminary report.

Further information on the bankruptcy proceedings, including the Trustee’s reports, can be accessed on BDO’s website at: <https://www.bdo.ca/services/financial-advisory-services/business-restructuring-turnaround-services/current-engagements/motryx>

ASSETS

The following table summarizes Motryx’s assets and liabilities as detailed in the Statement of Affairs (“SOA”) as at March 31, 2025, including estimated net realization value of the Company’s assets.

Motryx Inc. Statement of Affairs as at March 31, 2025 In CAD (\$)	Net Book Value	Estimated Net Realization Value
Assets		
Cash	1	-
Total Assets	1	-
Liabilities		
Secured Claims		28,000
Unsecured Claims		1,800,584
Deferred Claims		325,000
Total Liabilities		2,153,584
Deficiency		(2,153,584)

**Disclaimer: The SOA was prepared by using the internal records of the Company. The information contained and discussed herein has not been audited, reviewed, or otherwise verified by BDO, and as such BDO expresses no opinion, whether expressed or implied, regarding the accuracy of the information contained herein.*

As previously noted, the Transaction contemplated the sale of essentially all of the Company's assets. Therefore, the Trustee does not anticipate a distribution to the Company's secured and unsecured creditors.

PRIORITY CREDITORS

The Trustee is not aware of any priority claims under subsection 61.(3) of the BIA. The Trustee understands the Company was up to date with remittances of source deductions to the Canada Revenue Agency with respect to the Company's payroll accounts.

SECURED CREDITORS

A search of the Personal Property Security Act ("PPSA") registration system as at March 18, 2025 indicates that there is one (1) security registration against the personal property of the Company by the Royal Bank of Canada ("RBC"). The Trustee understands the RBC secured claim relates to a refinance loan provided to repay a loan under the Canadian Emergency Benefit Account (CEBA) program.

The Trustee understands the Company had two (2) former employees with claims for wages and accrued vacation pay as of the NOI filing date in accordance with subsection 81.3 of the BIA. Each former employee received a \$2,000 payment as part of the Transaction closing, settling the secured portion of the former employee claims prior to the date of bankruptcy.

PREFERRED CREDITORS

The Trustee is not aware of any preferred claims under subsection 136(f) of the BIA.

UNSECURED CREDITORS

The Company's SOA indicates that, as of March 31, 2025, there were approximately 19 unsecured creditors with potential claims totaling approximately \$2.1 million.

PROVABLE CLAIMS

The Trustee continues to review the proofs of claim being advanced by the Company's creditors. As at the date of this report, the Trustee has recorded the following proofs of claims:

	Per SOA	Amount (\$)	Claims filed (as at 10 a.m. April 16, 2025)	Amount (\$)
Secured	1	\$28,000	1	\$0
Unsecured	19	2,125,584	0	\$100,488
TOTAL	20	\$2,153,584	1	\$100,488

LEGAL PROCEEDINGS

The Trustee is not aware of any other legal claims against the Company.

ANTICIPATED REALIZATION AND PROJECTED DISTRIBUTION

For reasons noted above, the Trustee does not anticipate a distribution to the Company's secured and unsecured creditors.

PREFERENCES AND TRANSACTIONS AT UNDERVALUE

The Trustee is not aware of any preferential payments or transactions at undervalue. The Trustee will report any findings to the estate inspectors, if any, for further consideration in due course. Should any creditors have knowledge of potential preferential payments or transactions at undervalue, they are encouraged to contact the Trustee.

Dated at Halifax, Nova Scotia this 16th day of April 2025.

BDO CANADA LIMITED

In its capacity as Trustee in Bankruptcy of
Motryx Inc. and not in its corporate or personal capacity

Per:



Neil Jones, CPA, CA, CIRP, LIT
Senior Vice President