

**IN THE MATTER OF THE RECEIVERSHIP OF  
TRAYNOR RIDGE CAPITAL INC.,  
TR1 FUND, TR1-I FUND, TR3 FUND, TR1 GP LTD.,  
TR1 INTERNATIONAL FUND and TR1 MASTER FUND**

**Notice and Statement of the Receiver  
(Subsection 245(1) and 246(1) of the Act)**

The Receiver gives notice and declares that:

1. On November 3, 2023, Ernst & Young Inc. (“EYI” or the “**Receiver**”) was appointed as Receiver and Manager of all of the assets, undertakings and properties of Traynor Ridge Capital Inc. (“**TRC**”), TR1 Fund, TR1-I Fund, TR3 Fund, TR1 GP Ltd., TR1 International Fund and TR1 Master Fund, collectively (the “**Debtors**”), that are described below:

	<u>Asset Value</u>
Traynor Ridge Capital Inc.	TBD
TR1 Fund	TBD
TR1-I Fund	TBD
TR3 Fund	TBD
TR1 GP Ltd.	TBD
TR1 International Fund	TBD
TR1 Master Fund	TBD

2. EYI in its capacity as Receiver under the *Securities Act* appears to meet the definition of “Receiver” with respect to the Debtors pursuant to section 243(2)(b)(ii) of the *Bankruptcy and Insolvency Act*. EYI became Receiver pursuant to an order of the Honourable Justice Conway of the Ontario Superior Court of Justice (Commercial List), dated November 3, 2023 (the “**Appointment Order**”).
3. The Receiver is in the process of taking possession of the property of the Debtors. To date, the Receiver has frozen the Debtors’ bank and brokerage accounts.
4. The following information relates to the receivership:

- a. Mailing address of the Debtors:

466 King Street East, Suite 200  
Toronto, Ontario  
M5A 1L7

- b. Principal line of business:

TRC’s primary business is the management of a number of investment funds. TRC is registered under the *Securities Act* as an investment fund manager and advisor in the category of portfolio manager and as a dealer in the category of exempt market dealer. The TR1 Fund, the TR1-I Fund, the TR1 International Fund and TR1 Master Fund are investment funds that were managed by TRC. The TR3 Fund and TR1 GP Ltd. are the limited and general partners in the TR1 Fund.

The Receiver notes that Echelon Wealth Partners has registered a security interest against the assets and property of TRC, TR1 Fund, TRI-I Fund, TR1 GP Ltd. and TR3 Fund in the amount of \$30,000,000. The validity and quantum of any secured claim has not been determined. The Receiver is aware that there may be other parties asserting similar claims.

- c. Prior to his recent death, Christopher Callahan was TRC's sole director, officer and shareholder. As the Debtors have no other management, the Receiver is still working to obtain all of the relevant books and records and to ascertain the identify of the creditors. In the interim, the Receiver has identified the following potential creditors:

	<u>Claim Amount</u>
Echelon Wealth Partners	TBD
Virtu Canada Corp.	TBD
Jones Trading Canada Inc.	TBD
National Bank of Canada	TBD
Others	TBD

5. The intended plan of the Receiver is to realize on the assets of the Debtors.
6. For further information, including a copy of the Appointment Order, the Receiver has set up a website at [www.ey.com/ca/TraynorRidge](http://www.ey.com/ca/TraynorRidge). The Receiver can also be contacted at 1-833-453-2981.

Dated at Toronto this 13<sup>th</sup> day of November, 2023.

**ERNST & YOUNG INC.**

Solely in its capacity as Receiver and Manager of  
Traynor Ridge Capital Inc.,  
TR1 Fund, TR1-I Fund, TR3 Fund, TR1 GP Ltd.,  
TR1 International Fund and TR1 Master Fund  
and not in its personal capacity

Per:



Sharon S. Hamilton, CPA, CA, CIRP, LIT  
Senior Vice President