

BANK ACCOUNT REPORTING FORM

Case Name DigitalTown, Inc. Case No. 20-32155

(This is a master form. Signed copies of this form should be used for providing information if the debtor has more than four accounts. Copies should also be used for reporting on accounts which the debtor opens or closes after the submission of the initial form.)

<u>DEPOSITORY INSTITUTION</u>	<u>ACCOUNT DESCRIPTION</u> <small>(ie. Payroll or tax acct. etc.)</small>	<u>ACCOUNT NO.</u>	<u>DATE ACCOUNT OPENED</u>
Name: _____ Address: _____ Phone: _____ Contact Person: _____	_____	_____	_____
Name: _____ Address: _____ Phone: _____ Contact Person: _____	_____	_____	_____
Name: _____ Address: _____ Phone: _____ Contact Person: _____	_____	_____	_____
Name: _____ Address: _____ Phone: _____ Contact Person: _____	_____	_____	_____


I/we certify that the above is a complete report of all bank accounts/investments owned by the debtor as of the date of the filing of debtor’s petition or, where applicable, opened or closed by debtor after the submission of the initial form.

I/we certify that all above-listed depository institutions have been notified of the date and place of the filing of this chapter 11 petition.

In addition, I/we hereby authorize any accredited representative of the United States Trustees Office to obtain any information from the above listed financial institutions. This information may include, but is not limited to, bank statements, signature cards, canceled checks, correspondence and other documentation for all accounts listed hereon.

THE UNDERSIGNED DECLARES UNDER PENALTY OF PERJURY THAT THE ABOVE INFORMATION IS TRUE, COMPLETE AND ACCURATE.

DATE: April 15, 2021

SIGNATURE(S): 

(A copy of this form must be signed by all persons who are authorized signatories on the accounts listed above.)

Fill in this information to identify the case:

Debtor Name DigitalTown, Inc.

United States Bankruptcy Court for the: District of Minnesota

Case number: 20-32155

Check if this is an amended filing

Official Form 425C

Monthly Operating Report for Small Business Under Chapter 11

12/17

Month: March 2021

Date report filed: 04/15/2021
MM/DD/YYYY

Line of business: E-commerce platform

NAISC code: 519130

In accordance with title 28, section 1746, of the United States Code, I declare under penalty of perjury that I have examined the following small business monthly operating report and the accompanying attachments and, to the best of my knowledge, these documents are true, correct, and complete.

Responsible party: DigitalTown, Inc.

Original signature of responsible party 

Printed name of responsible party Sam Ciacco, CEO

1. Questionnaire

Answer all questions on behalf of the debtor for the period covered by this report, unless otherwise indicated.

Yes No N/A

If you answer No to any of the questions in lines 1-9, attach an explanation and label it Exhibit A.

- 1. Did the business operate during the entire reporting period? Yes No N/A
- 2. Do you plan to continue to operate the business next month? Yes No N/A
- 3. Have you paid all of your bills on time? Yes No N/A
- 4. Did you pay your employees on time? Yes No N/A
- 5. Have you deposited all the receipts for your business into debtor in possession (DIP) accounts? Yes No N/A
- 6. Have you timely filed your tax returns and paid all of your taxes? Yes No N/A
- 7. Have you timely filed all other required government filings? Yes No N/A
- 8. Are you current on your quarterly fee payments to the U.S. Trustee or Bankruptcy Administrator? Yes No N/A
- 9. Have you timely paid all of your insurance premiums? Yes No N/A

If you answer Yes to any of the questions in lines 10-18, attach an explanation and label it Exhibit B.

- 10. Do you have any bank accounts open other than the DIP accounts? Yes No N/A
- 11. Have you sold any assets other than inventory? Yes No N/A
- 12. Have you sold or transferred any assets or provided services to anyone related to the DIP in any way? Yes No N/A
- 13. Did any insurance company cancel your policy? Yes No N/A
- 14. Did you have any unusual or significant unanticipated expenses? Yes No N/A
- 15. Have you borrowed money from anyone or has anyone made any payments on your behalf? Yes No N/A
- 16. Has anyone made an investment in your business? Yes No N/A

17. Have you paid any bills you owed before you filed bankruptcy?
18. Have you allowed any checks to clear the bank that were issued before you filed bankruptcy?

2. Summary of Cash Activity for All Accounts

19. **Total opening balance of all accounts**

This amount must equal what you reported as the cash on hand at the end of the month in the previous month. If this is your first report, report the total cash on hand as of the date of the filing of this case.

\$ 0

20. **Total cash receipts**

Attach a listing of all cash received for the month and label it *Exhibit C*. Include all cash received even if you have not deposited it at the bank, collections on receivables, credit card deposits, cash received from other parties, or loans, gifts, or payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit C*.

Report the total from *Exhibit C* here.

\$ 0

21. **Total cash disbursements**

Attach a listing of all payments you made in the month and label it *Exhibit D*. List the date paid, payee, purpose, and amount. Include all cash payments, debit card transactions, checks issued even if they have not cleared the bank, outstanding checks issued before the bankruptcy was filed that were allowed to clear this month, and payments made by other parties on your behalf. Do not attach bank statements in lieu of *Exhibit D*.

Report the total from *Exhibit D* here.

- \$ 0

22. **Net cash flow**

Subtract line 21 from line 20 and report the result here.

This amount may be different from what you may have calculated as *net profit*.

+ \$ 0

23. **Cash on hand at the end of the month**

Add line 22 + line 19. Report the result here.

Report this figure as the *cash on hand at the beginning of the month* on your next operating report.

This amount may not match your bank account balance because you may have outstanding checks that have not cleared the bank or deposits in transit.

= \$ 0

3. Unpaid Bills

Attach a list of all debts (including taxes) which you have incurred since the date you filed bankruptcy but have not paid. Label it *Exhibit E*. Include the date the debt was incurred, who is owed the money, the purpose of the debt, and when the debt is due. Report the total from *Exhibit E* here.

24. **Total payables**

(*Exhibit E*)

\$ 450

4. Money Owed to You

Attach a list of all amounts owed to you by your customers for work you have done or merchandise you have sold. Include amounts owed to you both before, and after you filed bankruptcy. Label it *Exhibit F*. Identify who owes you money, how much is owed, and when payment is due. Report the total from *Exhibit F* here.

25. **Total receivables** \$ 0
(Exhibit F)

5. Employees

26. What was the number of employees when the case was filed? 0
 27. What is the number of employees as of the date of this monthly report? 0

6. Professional Fees

28. How much have you paid this month in professional fees related to this bankruptcy case? \$ 0
 29. How much have you paid in professional fees related to this bankruptcy case since the case was filed? \$ 0
 30. How much have you paid this month in other professional fees? \$ 0
 31. How much have you paid in total other professional fees since filing the case? \$ 0

7. Projections

Compare your actual cash receipts and disbursements to what you projected in the previous month. Projected figures in the first month should match those provided at the initial debtor interview, if any.

	<i>Column A</i>	-	<i>Column B</i>	=	<i>Column C</i>
	Projected		Actual		Difference
	Copy lines 35-37 from the previous month's report.		Copy lines 20-22 of this report.		Subtract Column B from Column A.
32. Cash receipts	\$ <u>0</u>	-	\$ <u>0</u>	=	\$ <u>0</u>
33. Cash disbursements	\$ <u>0</u>	-	\$ <u>0</u>	=	\$ <u>0</u>
34. Net cash flow	\$ <u>0</u>	-	\$ <u>0</u>	=	\$ <u>0</u>
35. Total projected cash receipts for the next month:					\$ <u>0</u>
36. Total projected cash disbursements for the next month:					- \$ <u>0</u>
37. Total projected net cash flow for the next month:					= \$ <u>0</u>

8. Additional Information

If available, check the box to the left and attach copies of the following documents.

- 38. Bank statements for each open account (redact all but the last 4 digits of account numbers).
- 39. Bank reconciliation reports for each account.
- 40. Financial reports such as an income statement (profit & loss) and/or balance sheet.
- 41. Budget, projection, or forecast reports.
- 42. Project, job costing, or work-in-progress reports.

DigitalTown, Inc.

Case: 20-32155

EXHIBIT A

1. Did the business operate during the entire reporting period?

DigitalTown's operations have been suspended until such time we successfully emerge from a Chapter 11.

2. Do you plan to continue to operate the business next month?

DigitalTown's operations have been suspended until such time we successfully emerge from a Chapter 11.

3. Have you paid all of your bills on time?

With suspended operations, the majority of ongoing operating costs have been mitigated or suspended. The only one that was received and accrued this month was our monthly transfer agent cost of \$450.

6. Have you timely filed your tax returns and paid all of your taxes?

DigitalTown's corporate taxes have not been filed for 2018, 2019 or 2020 due to financial constraints. There are no taxes owing as the company was not profitable during these years.

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EXHIBIT E

Date Debt Incurred:	March 1, 2021
Who is Owed Money:	ClearTrust, LLC
Purpose of Debt:	Monthly Account Maintenance Fees and DWAC/ DRS Maintenance Fees
Amount of Debt:	\$450.00
Due Date:	April 15, 2021