

## **TEMPORARY ORDER**

**made by the Bank of Canada (the “Bank”) under subsection 94(4) of the *Retail Payment Activities Act* (“RPAA”)**

**TO**

**XTM, Inc., a payment service provider having its head office in Toronto, Ontario  
 (“XTM”)**

### **RECITALS**

Whereas:

- A. Parliament has delegated to the Bank authority to supervise payment service providers (“PSPs”) that are located in Canada or that direct their services to end users in Canada.
- B. Under s. 94(1), if the Managing Director responsible for retail payment supervision (the “Managing Director”)<sup>1</sup> is of the opinion that a payment service provider that performs retail payment activities is committing, or is about to commit, an act that could have a significant adverse impact on an individual or entity referred to in s. 94(2), the Managing Director may make an order directing the PSP to cease or refrain from committing the act or pursuing that course of conduct, and to perform any acts that, in the Managing Director’s opinion, are necessary to remedy the situation.
- C. Subsection 94(3) states that, subject to s. 94(4), no order is to be made in respect of a PSP under s. 94(1) unless the PSP is provided with an opportunity to make representations.
- D. Under s. 94(4), if, in the Managing Director’s opinion, the length of time for representations to be made in respect of an order under s. 94(1) might be prejudicial to the public interest, the Managing Director may make a temporary order that has the same effect as an order under s. 94(1). The temporary order ceases to have effect 30 days after the date on which it is made, unless no representations are made during that period, or, if representations are made, the Managing Director notifies the PSP that the Managing Director is not satisfied that there are sufficient grounds for revoking the order.
- E. XTM is registered as a PSP with the Bank of Canada.
- F. XTM, itself or through affiliated entities (as defined in s. 3(1) of the RPAA), provides a payment service for restaurant owners to aggregate and distribute tips to staff by way of pre-paid cards,

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<sup>1</sup> In accordance with s. 15 of the RPAA, the Governor has delegated the authority to make orders under s. 94 of the RPAA to the Managing Director responsible for retail payments supervision (the “Managing Director” ), by delegation order published in the Canada Gazette on June 15, 2024.

formerly branded as the AnyDay platform, also more recently referred to as the Everyday platform (hereinafter the “AnyDay platform”).

- G. XTM’s public financial statements confirm that, while operating as a PSP in providing the AnyDay platform services, XTM failed to safeguard end-user funds in its possession, and caused a significant shortfall in end-user funds to accrue. The Managing Director is concerned that a shortfall of this magnitude has caused harm to end users.
- H. XTM may be continuing to perform certain roles in relation to the AnyDay platform services that constitute retail payment activities as defined in the RPAA. It continues to hold itself out as a PSP.
- I. The Managing Director is concerned that XTM may have been and/or continues to be in violation of the RPAA, and in particular its end-user funds safeguarding obligations under the RPAA.
- J. The Managing Director is concerned that XTM’s on-going involvement, authorizations, and role in the AnyDay platform services could have a significant adverse impact on end users.
- K. The Managing Director is of the opinion that waiting for representations under s. 94(3) of the RPAA would be prejudicial to the public interest, and thus issues this Temporary Order (“Order”).

**NOW THEREFORE, the Bank orders that:**

- 1. XTM shall immediately cease performing any retail payment activities as defined in the RPAA, including but not limited to in respect of the AnyDay platform, in its own right or through affiliated entities.
- 2. XTM shall not, in its own name or in the name of its affiliates, direct any transactions or withdrawals from any accounts associated with the AnyDay platform.
- 3. XTM shall cease holding itself out as a PSP, registered with the Bank or otherwise, in any public communications.
- 4. XTM shall, within 7 days of the date of this Order, provide the Managing Director with a plan of how it intends on complying with its obligations under the RPAA, and if applicable, transition its retail payments activities to another PSP that is registered under the RPAA or has applied for registration.
- 5. XTM shall preserve all documents, records and information, including electronically stored information, relevant to its activities as a PSP.
- 6. XTM shall have 14 days from the date of this Order to make representations to the Managing Director about whether this Order shall be revoked for failing to meet the criteria specified in s. 94(1) of the RPAA.

7. If XTM fails to make representations within 14 days, or if XTM makes representations, and the Managing Director is not satisfied that there are sufficient grounds for revoking the order, then this Order shall continue in place after the 30-day period, unless it is revoked.

THIS TEMPORARY ORDER is made under subsection 94(4) of the RPAA this Tuesday, the 17<sup>th</sup> day of February, 2026, in the city of Ottawa, in the province of Ontario, Canada.

“Anne Butler”  
Managing Director, Supervision  
Bank of Canada