



# PAKIT INC. (IN RECEIVERSHIP)

## Sale of Assets

*Alvarez & Marsal Canada Inc. ("A&M") was appointed as Receiver and Manager (the "Receiver") of all the assets, undertakings and properties of Pakit Inc. ("Pakit" or the "Company") and is seeking offers to purchase the Receiver's right, title and interest in and to the assets of Pakit. **Non-binding expressions of interest are to be received by 10am PST on April 12, 2012.***

### OVERVIEW

- Pakit is an international developer of clean technology solutions for the packaging industry.
- Pakit's head office is located in Vancouver, Canada and through its subsidiaries and affiliates has engineering, research and development facilities in Sweden and a regional office in Barbados. Pakit International Trading Company Inc. ("Pakit International") is a wholly owned subsidiary of Pakit. Pakit International is the sole owner of Packaging International Technology Sweden AB ("PIT"). Pakit, Pakit International and PIT are collectively herein referred to as the "Pakit Group".
- Since its inception in 2001, Pakit has through its subsidiaries invested significant resources in the development of a new moulded fibre packaging technology.
- Recently, the Pakit Group started commercial sales of the Pakit100™ machine and related tooling incorporating its proprietary technology to international packaging manufacturers and converters who supply distributors and end-users.
- The Receiver is seeking offers to purchase the assets of Pakit, including its right, title and interests (intercompany receivable and shares) in Pakit International. Pakit International holds various patents and shares of PIT.

### INTELLECTUAL PROPERTY – PAKIT INTERNATIONAL

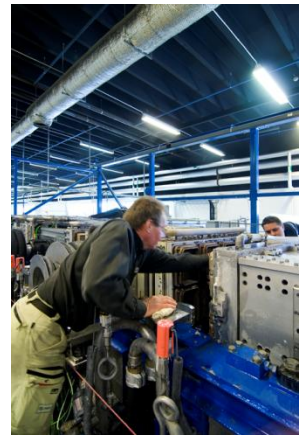
- Pakit International's patented process is a new and disruptive technology for producing three dimensional moulded shapes from both virgin and recycled cellulose fibres. The technology process is designed to produce a product that has attributes like plastic while being sustainable like paper.
- The intelligent use of pressure and heat during the manufacturing process allows for much higher production speeds at lower energy use due to a unique and patented tooling technology.
- Pakit International's patented technology facilitates the bonding and tensioning of fibres while they are locked between the tools which results in much stronger, denser and lighter end products.
- Pakit International has been granted a total of 13 patent families (which cover 43 country patents) and has numerous other patent applications in progress.

### PACKAGING PRODUCTS

- Pakit International's proprietary scalable cellulose fibre moulding process manufactures customized, environmentally sustainable packaging products which have superior performance attributes and are cost competitive compared to petrochemical-based non-renewable packaging or conventional moulded fibre products.
- The Pakit100™ machines manufacture a range of packaging products including home replacement trays, hamburger clam shells, trays and disposable plates, cups and lids, green bottling solutions for beverages and liquids and jewel cases for CDs and DVDs.

## KEY INVESTMENT HIGHLIGHTS – PAKIT INTERNATIONAL

- I. Disruptive Clean Packaging Technology:** Pakit provides through its subsidiaries an opportunity to acquire a new and disruptive packaging technology.
- II. Research & Development Capability:** PIT has a dedicated R&D facility based in Sweden. Its team of engineers and scientists developed the Pakit technology.
- III. Comprehensive Patent Portfolio:** Pakit International has a comprehensive intellectual property portfolio, which currently includes 13 granted patent families issued in relation to its tooling, manufacturing process and moulded board technology.
- IV. Flexible Inputs:** Virtually any kind of plant fibre can be used to make moulded board: an innovative material that possesses some of the advanced properties of plastic but is sustainable.
- V. Product Strength:** The moulded board is very strong and resilient. The processes utilized aids manufacturing of products which have increased strength, less weight and more density.
- VI. Efficient Productive System:** Pakit International's technology produces high quality, smooth surface packaging at high productivity speeds compared to other commercial fibre techniques, while typically using less fibre than other techniques to achieve the same product strength and stiffness.
- VII. Energy and Water Efficient:** Various closed-loop systems provide for minimal water usage and the system consumes approximately one third of the energy of conventional technology.
- VIII. Wide Range of Packaging Products:** The non-toxic, heat resistant packaging can be used for a wide range of industries, including packaging for hot or cold takeaway foods and drinks, fruit baskets, meat and poultry trays, plates, cups, horticultural containers, and even medical supplies.
- IX. Existing Customer Relationships:** Pakit Group has been working with some key consumer companies and converters on the development of sustainable food and beverage packaging.



# pakit™

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## NEXT STEPS

If you are interested in receiving additional materials, including a copy of the confidential information memorandum and access to a data room, concerning this opportunity, please execute the required Confidentiality Agreement and return it via email or fax to Tom Powell ([tpowell@alvarezandmarsal.com](mailto:tpowell@alvarezandmarsal.com)) or Callum Beveridge ([cbeveridge@alvarezandmarsal.com](mailto:cbeveridge@alvarezandmarsal.com)). A copy of the Confidentiality Agreement is available on the Receiver's website [www.alvarezandmarsal.com/pakit](http://www.alvarezandmarsal.com/pakit). Phase I of the sale process requires interested parties to submit a non-binding expression of interest by **10am Pacific Standard Time on April 12, 2012**.

Should you have any questions, please contact one of the members of the A&M team below.



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*Disclaimer: This document has been prepared by the Receiver based on information supplied by the Company. The sole purpose of this document is to assist the recipient in deciding whether to proceed with further enquiry of this opportunity. While the information provided is believed to be appropriate for the purposes to which it is intended, the Receiver and Pakit and its employees and their affiliates and agents make no representations or warranties, express or implied, as to the accuracy or completeness of such information.*

