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No. S-114513
Vancouver Registry

IN THE SUPREME COURT OF BRITISH COLUMBIA

BETWEEN

**CRAIG BARTON and
FAIRFAX FINANCIAL HOLDINGS LIMITED**

PLAINTIFFS

AND

PAKIT INC.

DEFENDANT

**FOURTH REPORT OF ALVAREZ & MARSAL CANADA INC.
RECEIVER AND MANAGER
PAKIT INC.**

December 28, 2017

IN THE SUPREME COURT OF BRITISH COLUMBIA

BETWEEN:

CRAIG BARTON and
FAIRFAX FINANCIAL HOLDINGS LIMITED

PLAINTIFFS

AND:

PAKIT INC.

DEFENDANT

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Appendix C – Summary of the Receiver's Legal Counsel's Fees and Disbursements and Statements of Account for Borden Ladner Gervais LLP for the period February 2, 2012 to November 30, 2017

1.0 INTRODUCTION

- 1.1 On February 2, 2012 Alvarez & Marsal Canada Inc. (“**A&M**” or the “**Receiver**”) was appointed as receiver and manager of all the assets, undertakings and properties of Pakit Inc. (“**Pakit**”) pursuant to the order (the “**Receivership Order**”) pronounced by the Honourable Mr. Justice Burnyeat on the application of Fairfax Financial Holdings Limited (“**Fairfax**”) for an order pursuant to Section 243(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3, as amended and Section 39 of the *Law and Equity Act*, R.S.B.C. 1996 c. 253, as amended. The proceedings under the Receivership Order are hereinafter referred to as the “**Receivership Proceedings**”.
- 1.2 Prior to the date of the Receivership Order, Pakit was operating under a stay of proceedings pursuant to an order granted on July 28, 2011 under the *Companies’ Creditors Arrangement Act* (the “**CCAA**”) by this Honourable Court. The proceedings under the CCAA (the “**CCAA Proceedings**”) terminated when the stay of proceedings expired on February 2, 2012.
- 1.3 Pakit International Trading Company Inc. (“**Pakit International**”) and Pakit USA Company Inc. (“**Pakit USA**”) are wholly owned subsidiaries of Pakit. Pakit International is incorporated under the laws of Barbados. Pakit International is the sole owner of Packaging International Technology Sweden AB (“**PIT**”), a company incorporated under the laws of Sweden. References herein to the “**Pakit Group**” are references to Pakit, Pakit International, Pakit USA and PIT, collectively.
- 1.4 The Receiver signed an Asset Purchase Agreement (the “**APA**”) for the sale of certain of the assets of the Pakit Group which was approved by this Honourable Court on June 12, 2012. The Receiver sold the assets as described in the APA to Petrochem Holding Co. (a subsidiary of Fairfax) effective July 24, 2012 for a credit bid in an amount equal to the outstanding amount of the loans made by Fairfax to the Receiver pursuant to the Receiver’s Certificates (as defined in the Receivership Order) issued by the Receiver to Fairfax from time to time, which represent approximately \$2.2 million in aggregate. Further details and definitions in respect of the APA are discussed in the Third Report of the Receiver dated June 8, 2012 (the “**Third Report**”).
- 1.5 On December 28, 2017 the Receiver filed a notice of application seeking an order (the “**Discharge Order**”) that provides for, among other things, the following:
 - a) approval of the Receiver’s activities as outlined in this fourth report (the “**Fourth Report**”);

- b) approval of the Receiver's fees and its legal counsel's fees as outlined in the Fourth Report;
- c) direction to the Receiver to distribute any remaining funds in the estate to Fairfax; and
- d) discharge of the Receiver upon the filing of a Discharge Certificate with the Court.

1.6 The Receivership Order, select motion material and other documents filed in the Receivership Proceedings are posted on the Receiver's website at www.alvarezandmarsal.com/pakit.

2.0 PURPOSE OF REPORT

2.1 The Fourth Report is intended to provide this Honourable Court with the Receiver's comments with respect to the following matters:

- a) the activities of the Receiver since the date of the Third Report;
- b) the Receiver's statement of cash receipts and disbursements for the period February 2, 2012 to November 30, 2017;
- c) a summary of the Receiver and its legal counsel's professional fees and disbursements; and
- d) a pro-forma cash distribution to Fairfax.

3.0 RECEIVER'S ACTIVITIES

3.1 The Receiver's activities since the date of the Third Report include the following:

- a) communicating with various stakeholders including Fairfax with respect to the status of the APA and the receivership generally;
- b) attending to the closing of the transaction contemplated by the APA;
- c) review and analysis of a deemed trust claim by Canada Revenue Agency with respect to unremitted payroll source deductions and arranging for payment;
- d) communicating with the payroll service provider in regards to source deductions and analysis of the matter;
- e) preparing GST and other tax related filings;
- f) attending periodic and various meetings and discussions with legal counsel to Fairfax;

- g) responding to creditor and investor enquiries; and
- h) preparing the Fourth Report.

4.0 RECEIVER'S STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

- 4.1 Summarized in the table below is the Receiver's statement of cash receipts and disbursements for the period February 2, 2012 to November 30, 2017:

Pakit Inc. Receiver's Statement of Cash Receipts and Disbursements For the period February 2, 2012 to November 30, 2017 \$000's	
Receipts	
Cash on hand	\$ 35
Receiver borrowings	2,200
Other receipts	265
	<u>2,500</u>
Disbursements	
Payroll, benefits and payroll taxes	243
General and administrative disbursements	81
Rent	25
Other disbursements	58
Receivership professional fees	686
	<u>1,093</u>
Net cash flow before intercompany disbursements	1,407
Intercompany disbursements - operations	
Pakit International	1,256
PIT	61
	<u>1,317</u>
Net cash flow	<u>\$ 90</u>
Ending cash balance	<u>\$ 90</u>

- 4.2 Total receipts of approximately \$2.5 million include approximately \$35,000 of cash on hand, approximately \$2.2 million of Receiver borrowings advanced by Fairfax pursuant to Receiver's Certificates and approximately \$265,000 of other receipts, primarily relating to the collection of accounts receivable.

4.3 Total disbursements, excluding intercompany transfers, of approximately \$1,093,000 include the following:

- a) payroll and benefits costs of approximately \$243,000 for certain employees retained by the Receiver;
- b) receivership professional fees of approximately \$686,000 including approximately \$562,000 for the Receiver and approximately \$124,000 for the Receiver's legal counsel which are described in detail in section 5.0 and are presented inclusive of out-of-pocket disbursements and taxes; and
- c) other operating and administrative disbursements of approximately \$164,000.

4.4 Intercompany transfers to Pakit International and PIT consist of payments to fund payroll and benefit costs for the employees in Sweden and the President of Pakit International, rent and utilities for the research and development facility in Sweden, including rent arrears, and other research and development costs. Details of the receipts and disbursements of Pakit International and PIT for the period February 2, 2012 to June 1, 2012 are set out in the Third Report. Subsequent to June 1, 2012, the Receiver made one payment to PIT in the amount of approximately \$61,500 to fund the remittance of employee payroll tax withholdings in Sweden.

5.0 SUMMARY OF PROFESSIONAL FEES

5.1 The professional fees, disbursements and applicable taxes of the Receiver and its legal counsel for the period February 2, 2012 to November 30, 2017 are set out in the table below:

Pakit Inc.					
Summary of Professional Fees for the Receiver Manager and its Legal Counsel					
For the period February 2, 2012 to November 30, 2017					
\$000's					
Firm	Fees	Disbursements	HST/GST	Total	
Alvarez & Marsal Canada Inc.	\$ 487	\$ 16	\$ 59	\$ 562	
Borden Ladner Gervais LLP	109	2	13	124	
Total	<u>\$ 596</u>	<u>\$ 18</u>	<u>\$ 72</u>	<u>\$ 686</u>	

5.2 Attached as Appendix "A" is a summary and detailed statements of the Receiver's statements of account for the period February 2, 2012 to November 30, 2017 which total approximately

\$562,000 including Receiver's fees of approximately \$487,000, out of pocket disbursements of approximately \$16,000 and sales taxes of approximately \$59,000.

- 5.3 Attached as Appendix "B" is a summary of the Receiver's total professional fees indicating name, position, hourly rate and hours charged by the Receiver's professional staff and details of its out of pocket disbursements for the period February 2, 2012 to November 30, 2017. The Receiver believes that the statements of accounts attached as Appendix "A" accurately reflect the work that was done in connection with this matter and that all of the time spent by the Receiver was reasonable and necessary. Where possible, the Receiver delegated matters to less senior professionals within the Receiver and the Receiver believes that the work was delegated appropriately and efficiently.
- 5.4 Attached as Appendix "C" is a summary and statement of accounts of the professional fees and disbursements charged by Borden Ladner Gervais LLP in its capacity as legal counsel for the Receiver for the period February 2, 2012 to November 30, 2017 which total approximately \$124,000 including out of pocket disbursements of approximately \$2,000 and sales taxes of approximately \$13,000.
- 5.5 The Receiver and its legal counsel each anticipate having additional fees and disbursements relating to the Receivership Proceedings of approximately \$5,000 to complete these proceedings.
- 5.6 The Receiver considers that the fees and disbursements charged by its legal counsel have been necessarily incurred and that the hours and rates charged are fair and reasonable given the circumstances as are the estimated future fees and disbursements of legal counsel to completion of the Receivership Proceedings.

6.0 ESTIMATED DISTRIBUTION TO FAIRFAX

- 6.1 The estimated distribution to Fairfax is approximately \$80,000 as summarized below:

Pakit Inc.	
Estimated Funds Available for Distribution to Fairfax	
As at November 30, 2017	
\$000's	
Cash	\$ 90
Less:	
Professional fees to completion	<u>(10)</u>
Estimated distribution to Fairfax	<u>\$ 80</u>

6.2 There are no prior ranking claims that remain outstanding. The Third Report referenced a deemed trust payment to the CRA in respect of unremitted employee source deductions, which has since been resolved through set-off of post-filing GST refunds.

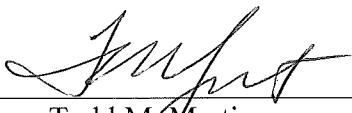
7.0 RECOMMENDATION

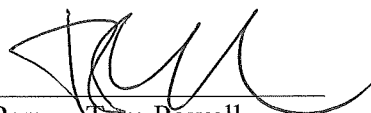
7.1 The Receiver respectfully submits to this Honourable Court that the Discharge Order be granted:

- a) approving the Receiver's activities as outlined in the Fourth Report;
- b) approving the Receiver's fees and its legal counsel's fees as outlined in the Fourth Report and in the Affidavit #1 of Edward Wang dated December 28, 2017;
- c) directing the Receiver to distribute any remaining funds to Fairfax; and
- d) discharging the Receiver upon filing of a Discharge Certificate with the Court confirming that the Receiver has completed all necessary steps to complete the Receivership Proceedings.

All of which is respectfully submitted to this Honourable Court this 28th day of December, 2017.

**Alvarez & Marsal Canada Inc.,
in its capacity as Receiver and Manager of
Pakit Inc. and not in its personal capacity**


Per: Todd M. Martin
Senior Vice President


Per: Tom Powell
Vice President

Pakit Inc.
Summary of the Receiver Manager's Professional Fees, Disbursements and Applicable Taxes
February 2, 2012 to November 30, 2017

Invoice Number	Period	Fees	Disbursements	HST/GST	Total
Alvarez & Marsal Canada Inc.					
1	February 2 - February 29, 2012	\$ 119,137.50	\$ 5,281.54	\$ 14,930.28	\$ 139,349.32
2	March 1 - March 31, 2012	139,045.00	7,763.96	17,617.08	164,426.04
3	April 1 - April 30, 2012	82,237.50	450.85	9,922.60	92,610.95
4	May 1 - May 31, 2012	66,862.50	243.96	8,052.78	75,159.24
5	June 1 - June 30, 2012	30,975.00	1,279.07	3,870.49	36,124.56
6	July 1 - July 31, 2012	18,670.00	-	2,240.40	20,910.40
7	August 1 - September 21, 2012	5,152.50	22.50	621.00	5,796.00
8	September 22, 2012 - May 31, 2016	21,980.00	696.94	1,133.85	23,810.79
9	June 1 - June 30, 2016	3,425.00	-	171.25	3,596.25
		<u>\$ 487,485.00</u>	<u>\$ 15,738.82</u>	<u>\$ 58,559.72</u>	<u>\$ 561,783.54</u>



Alvarez & Marsal Canada Inc.
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October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period February 2 to February 29, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	83.8	\$625	\$52,375.00
P. Boparai, Senior Director	22.0	550	12,100.00
C. Beveridge, Senior Director	67.3	450	30,262.50
T. Powell, Manager	68.0	350	23,800.00
M. Lee, Executive Assistant	3.0	200	600.00
	<u>244.1</u>		119,137.50
Add: Out of pocket expenses (Sweden airfare, taxi, train, hotel)			5,281.54
Add: HST @ 12%			14,930.28
TOTAL INVOICE			<u>\$139,349.32</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #1**
GST: 83486 3367 RT0001

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
Feb 2	Prepare for and attend at Court Hearing re: appointment of Receiver and Manager; receipt and review of indemnity letter from Fairfax; initial planning and identification of issues; meeting with M. Verbrugge of BLG regarding initial receivership activities; attendance at Pakit offices and meeting with employee group and former President; telephone conversation with P. Rubin of Blakes regarding financing and Receiver's Certificate and terms; telephone conversation with P. Wong of HSBC Bank Canada re: cash collateral; internal meeting and discussion regarding status of file, and banking arrangements;	6.7
Feb 3	Prepare for and attend on telephone conference with Pakit Sweden personnel; various emails to and from Blakes regarding financing and receiver's Certificate and other matters; telephone conversation with alternative lender regarding pricing and terms; attend on telephone conference with P. Sawyers of Fairfax and Blakes; telephone voicemails from Ploughman and Miller at Unisource; telephone conversation with D. Honing, former Director of Pakit; telephone voicemails for Blakes and BLG re: Fairfax attendance at Pakit Sweden and various other matters including banking arrangements and employee and payroll matters;	5.5
Feb 4	Telephone voicemail for K. Jackson at Fasken Martineau DuMoulin and J. McLean of Gowlings, legal counsel to True Partners and ATS, respectively re: pricing of Receiver Manager's borrowings;	0.2
Feb 5	Review employee term and task letters for Pakit head office personnel; receipt and reply to various emails; planning matters;	1.5
Feb 6	Internal meeting to discuss next steps and various receivership matters; review and sign all employee term and task letters; internal meeting regarding compilation of information and planning around a potential sales and investment solicitation process; attend at Pakit offices and meeting with Engineering group; telephone conference with G. Miller of Unisource; meeting with D. Cuzner re: Unisource contract and scheduling; meeting with D. Byrne and A. Silva at Pakit offices regarding cash flow and related matters;	5.7
Feb 7	Receipt and review of RWE valuation report dated November 2010; meeting with Engineering group at Pakit offices re: Unisource and other product development matters; review Unisource contract and various matters;	1.5

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Feb 8	Attend to wire instructions an cash transfers between Pakit entities; prepare for and attend on telephone conference with P. Sawyers of Fairfax and Blakes; telephone conversation with BLG regarding intercompany transfers and other matters; internal meetings and discussions regarding various matters;	4.0
Feb 9	Travel to Norrkoping, Sweden to attend Pakit Sweden facility; various emails and planning matters;	8.0
Feb 10	Attend at Pakit Sweden facility and meeting with B. Nilsson, K. Fjellman and J. Shand; tour and inspect facility and assets; review financial statements with K. Fjellman and review status of accruals and funding requirements; review status of PAKIT100 machine sold to Unisource and meeting with engineering personnel; meeting and discussion with Pakit Sweden employee group;	10.0
Feb 11	Meeting with B. Nilsson and J. Shand at Pakit Sweden facility regarding various matters including Cayetano sales, Unisource contract; product development opportunities, prospective purchasers/interested parties and other related matters;	4.0
Feb 13	Telephone conversation with interested parties; telephone conversation with P. Rubin re: financing; telephone conversation with J. McLean at Gowlings regarding status and other matters; email to T. Krey of Pakit Sweden regarding Unisource contract matters; email to BLG regarding various matters; email to K. Fjellman regarding Receiver Manager's borrowings and financing of Pakit Sweden;	2.5
Feb 14	Review trial balances for Pakit, International and Pakit Sweden as at February 2, 2012; review of cash flow matters and reporting; review draft non-disclosure agreement to be used in a potential sales and investment solicitation process; review of various employment agreements for Pakit Sweden and Pakit; review of receivables and collections; email with HSBC regarding transfer of funds paid by customer;	2.5
Feb 15	Prepare for and attend on telephone conference with Blakes, BLG and Fairfax; attend at Pakit offices and meet with D. Byrne, J. McKerrcher and A. Silva; internal meeting regarding insurance, payroll matters and compilation of information in respect of potential sales and investment solicitation process;	3.0
Feb 16	Receipt and review of wire transfer details for transfer of funds to Pakit Sweden; review cash flow forecasts for all;	3.7

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Feb 17	Emails to Pakit Sweden regarding security and wire transfer arrangements; review and amend D. Byrne term and task letter; emails with A. Silva regarding financing arrangements; initiate wire to Pakit Sweden; attend at Pakit offices and meeting with D. Byrne regarding cash flow forecast preparation; meeting with A. Silva regarding financing arrangements and security from International;	3.3
Feb 18	Review draft bidding procedures and related documentation; review of share transfer request; draft email regarding protocol of funding and security;	4.0
Feb 20	Draft internal memorandum to file regarding status and initial receivership activities; prepare for and attend on telephone conference with P. Kigel of Hynell regarding status of patents, on-going fees and related matters; review of D. Cuzner emails regarding Unisource contract and timing of work; attend Pakit offices and meet with V.P. Operations and other engineering staff regarding termination of arrangements with Receiver Manager;	4.0
Feb 21	Telephone conference with K. Carter regarding termination of arrangements with Receiver Manager; receipt and review detailed schedule and materials from D. Cuzner on Unisource contract; prepare for and attend on conference call with B. Nilsson on various matters;	2.2
Feb 22	Receipt and review of bidding procedures and related documentation; internal discussion regarding Cayetano; draft outline of Receiver Manager's First report to the Court;	1.0
Feb 23	Draft of Receiver Manager's First Report to Court;	2.5
Feb 24	Draft and edit of Receiver Manager's First Report to Court;	4.0
Feb 25	Draft and edit of Receiver Manager's First Report to Court.	4.0
TOTAL – T. Martin		83.8 hrs.



<u>Pam Boparai</u>	<u>Description</u>	<u>Hrs.</u>
Feb 9	Conference call with M.Verbrugge and T. Powell regarding potential sales process and status update matters, including receipt of funds by Barbados for January 23, 2012 agreement;	0.5
Feb 21	Review insurance related matters; review various emails for receivership status update matters;	2.0
Feb 22	Review insurance related matters; discussion with interested party regarding sales matters; discussion with supplier party; review Pakit Barbados status and related contract, including intercompany debt matters; attend to conference call with Pakit Sweden and T. Martin;	4.0
Feb 23	Attend to meeting with former management and potentially interested party; review memo updates for transition matters;	3.5
Feb 24	Attend at Pakit offices; review insurance related matters; request intercompany debt documentation;	3.5
Feb 27	Attend to conference call with Pakit Sweden; telephone discussion with D. Byrne regarding meeting with potentially interested party; telephone discussion with P. Rubin and P. Sawyer regarding draft application materials;	2.5
Feb 28	Attend to conference call with Pakit Sweden; telephone discussion with potentially interested party; telephone discussion with potentially interested customer and attend to various emails regarding same;	3.5
Feb 29	Attend to meeting with G. Miller; review update to bidding procedures documentation.	2.5
TOTAL – P. Boparai		22.0 hrs.



<u>Callum Beveridge</u>	<u>Description</u>	<u>Hrs.</u>
Feb 6	Review work plan;	0.5
Feb 7	Review materials from P. Boparai;	3.0
Feb 8	Review of information; meeting with D. Byrne; discussion with T. Powell;	3.0
Feb 9	Review of the Datasite;	2.0
Feb 10	Review data room and meetings with D. Byrne and G. Bos;	3.5
Feb 13	Review of payroll and arranging payments; insurance review and follow up with AON; discussion with T. Martin and meeting with A. Silva;	4.0
Feb 14	Meetings with A. Silva and D. Byrne on various matters; review payroll; attend to telephone conversations from suppliers;	2.0
Feb 15	Draft letters to Manulife, CRA and MSP, etc; attend to various other matters;	4.75
Feb 16	Review of cash flow forecast; attend to insurance coverage renewal; review and documentation of Datasite; review and summarize trial balances for each company; review payments for International; review of patent information and email to Hynell re: telephone call;	8.5
Feb 17	Review of APA; visit to Pakit and discussions with D. Byrne and A. Silva; discussion on International structure and tax;	3.0
Feb 18	Review NDA from Blakes and email T. Martin;	0.75
20	Review cash flows; review payments to be made; further discussions with AON on named insured and timing for renewal; internal memo/meeting; attend call on patents with P. Kylin of Hynell; follow up on questions re: insurance coverage and pricing;	6.0
21	Discussions with T. Swan of Marsh on alternative insurance quote; discussion with AON on the renewal; follow up on the patents; discussion with P. Boparai;	3.75
22	Prepare outline for CIM; attend to insurance calls with AON and internal discussion; review revised APA; perform break fee analysis (Cap IQ and emails to NY and Toronto);	2.5
23	Bidding schedule review; discussion with Merrill on data room and demo; attend to insurance follow up with AON to confirm payment amount and draft cheque; review information for CIM;	3.5

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Feb 24	Meeting with D. Byrne on CIM; review data; draft CIM for M. Lee; review financial information; attend to discussion with Merrill re: contract for data site; make revisions to the Merrill contract; discussion with T. Martin;	5.25
Feb 27	Review draft CIM; attend to call with Merrill re: data room set up; review financial statements for CIM; meet with D. Yaretz;	2.25
Feb 28	Setup call for Merrill Datasite; review data room index; review information from D. Byrne; review and edit CIM draft; attend to telephone call with P. Boparai;	5.0
Feb 29	Review of strategic buyers and preparation of buyer list from various sources; discussion with D. Byrne re: information sent over including commitments, costs and West Fraser; draft sections of CIM; send emails to AON re: insurance cover.	4.0
TOTAL – C. Beveridge		67.25 hrs.



<u>Tom Powell</u>	<u>Description</u>	<u>Hrs.</u>
Feb 2	Attend court hearing; attend company offices; take possession of the premises and property; attend to changing of premise locks; attend to changing of alarm codes and security contact information; correspond with Core IT, information systems service provider; attend meeting with employees; open estate bank account; draft letter to HSBC regarding the appointment and requesting transfer of funds to the estate account; enquire regarding Pakit BMO account; contact landlord; contact Aon Reed Stenhouse, insurance brokers; oversee cancellation of former interim-President's email account and intranet access;	8.0
Feb 3	Attend conference call with Pakit Sweden; oversee decommissioning of pre-receivership due diligence data site; review filing system for confidential information stored on site; review secured debenture terms; review Pakit Sweden funding requests; review updated Unisource payment schedule; respond to enquiries from D. Toigo, Fasken Martineau DuMoulin, representing the largest unsecured creditor; arrange payment of IT service provider fees; review vacation accrual schedule; provide wire instruction to Blakes; discuss updated Unisource payment schedule with D. Byrne, CFO;	9.0
Feb 4	Various correspondence with D. Cuzner regarding Unisource machine and other matters; attend to file administration; draft task and term agreement for former employees retained by the receiver;	1.5
Feb 5	Prepare for meeting with D. Cuzner; respond to BLG comments regarding draft task and term agreements; discuss hard copies of technology documents with D. Byrne, CFO;	0.5
Feb 6	Finalize task and term agreements for former employees retained by the receiver; review patent portfolio summary; review pre-filing vacation accrual summary; attend to newspaper notices; review valuation report; attend company premises; meet with D. Cuzner and discuss status of Unisource machine and requirements for successful information; meet with A. Silva, President of Pakit International and D. Byrne, CFO, regarding role of finance function going forward; review A. Silva employment contract; respond to questions from former employees regarding task and term agreements; correspond with K. Carter, VP Sales, regarding sales pipeline; obtain list of NDAs maintained by company management prior to the Receivership;	8.0

Pakit Inc. 87071A – Invoice #1

Feb 7	Review loan and employee salary documents for Sweden from D. Yaretz; respond to creditor enquiries; attend company offices; draft newspaper notice proofs; review Pakit International monthly salary expense and detail; obtain marketing customer “blue sheet” summaries; review of marketing account summary; attend to cell phone cancellations; discuss receivership cash flow forecast with D. Byrne, CFO; meet with G. Bos, VP Operations regarding engineering requirements and involvement in the Unisource contract; prepare list of creditors;	5.0
Feb 8	Attend company premises; review cash availability; review funding request from Pakit Sweden; correspond with BLG regarding terms of advances to subsidiaries; review trial balance as at February 2, 2012; review correspondence regarding status of receivable from PepsiCo; review pre-authorized payment list; respond to creditor and investor enquiries; attend to website updates;	7.0
Feb 9	Attend company premises; attend internal update call with P. Boparai and M. Verbrugge, BLG; discuss preparation of December financial statements with A. Silva; approve D. Cuzner travel plans related to the Unisource machine; finalize list of creditors; draft BIA Section 87 Notices and distribution to all known creditors and the Office of the Superintendent of Bankruptcy; attend to website updates;	7.5
Feb 10	Follow up outstanding task and term agreements; review and approve employee travel expenses; review draft cash flow forecast with D. Byrne and prepare and prepare several drafts and review assumptions with D. Byrne and A. Silva; draft notes to cash flow forecast; discuss McCarthy invoice and related retainer; attend to file administration; discuss D. Byrne task and term agreement;	7.5
Feb 22	Attend to call from D. Bodner, shareholder, regarding potential for a sales process and respond to email creditor and shareholder enquiries;	0.5
Feb 27	Respond to emails received while out of the office; review list of records stored in Barbados; attend telephone call with D. Bodner, potential purchaser; review status of source deduction remittances; make revisions to receivers report; attend company premises and meet with A. Silva and D. Byrne regarding outstanding items and status of financial statements, contact Canada Revenue Agency to update remittance numbers; oversee updates to Manulife health benefits and MSP in response to certain employee final days worked;	4.5

Pakit Inc. 87071A – Invoice #1

Feb 28	Review and revise draft Receiver's report and complete cash flow section, attend to Aon Reed Stenhouse insurance policy extension proposal, finalize assumptions for cash flow forecast and prepare summary for receiver's report; discuss the assumptions with D. Byrne; review Pakit Inc. proposed cheque run; review T5's and discuss same with A. Silva; review insurance summary and certificates;	6.5
Feb 29	Review and approve employee payroll including final payroll for certain employees; attend to source deduction remittances for all February payrolls.	2.5
TOTAL – T. Powell		68.0 hrs.



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<u><i>Marianna Lee</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Feb 24	Make draft revisions to CIM;	1.5
Feb 27	Make draft revisions to CIM;	0.5
Feb 29	Make draft revisions to CIM; prepare and cut Feb. 29 payroll cheques.	1.0
TOTAL – M. Lee		3.0 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period March 1 to March 31, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	9.70	\$625	\$6,062.50
P. Boparai, Senior Director	124.90	550	68,695.00
C. Beveridge, Senior Director	76.75	450	34,357.50
T. Powell, Manager	85.00	350	39,750.00
	<u>296.40</u>		<u>139,045.00</u>
Add: Out of pocket expenses			
Sweden airfare			1,799.35
Sweden hotel and meals			891.84
Taxi, trains, etc.			213.76
Telephone usage			334.20
Globe & Mail Advertisement			4,252.50
Website maintenance			228.88
Courier fees			43.43
Add: HST @ 12%			<u>17,617.08</u>
TOTAL INVOICE			<u>\$164,426.04</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #2**
GST: 83486 3367 RT0001

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
Mar 1	Review of draft confidential information memorandum and internal discussion.	1.0
Mar 3	Receipt and review final bidding procedures and email to P. Boparai.	1.0
Mar 5	Internal discussions regarding Bidding Procedures; receipt and review of affidavit re: Notice of Application; review of cash flow forecast and Unisource costs.	1.0
Mar 6	Review of Receiver Manager's second report to Court and internal discussion regarding same.	0.7
Mar 7	Review of teaser document; internal discussion regarding proposed sales process and various operating matters.	1.0
Mar 8	Internal discussion and debrief regarding Court hearing and related matters; review of teaser document and notices.	1.0
Mar 15	Review and amend Receiver's Certificate same and related emails.	0.5
Mar 16	Execute and dispatch Receiver's Certificate.	0.5
Mar 18	Emails regarding enquiries from CFO of Pakit Sweden.	0.5
Mar 19	Emails and internal discussions re: various matters.	0.5
Mar 22	Internal meeting and discussion regarding proposed edits to non-disclosure agreement; internal discussion regarding sales process and update.	1.0
Mar 23	Email regarding interested parties and related matters.	0.5
Mar 30	Review and authorize payments/cheques for Receivership operating expenses.	0.5
TOTAL – T. Martin		9.7 hrs.

<u><i>Pam Boparai</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Mar 5	Attend to Pakit affidavit; call with P Rubin, J Mclean and K Jackson; attend to draft report for Court application; review court materials;	7.0
Mar 6	Finalize Pakit second report; meeting with Daniel Byrne and Ana Silva; attend to various employee related matters; Telephone discussion with Pakit Sweden;	6.0
Mar 7	Attend to contract matters; telephone discussion with Sweden, Barbados and Pakit Inc., conference call with Unisource; draft teaser; confidentiality agreement; related emails to G. Thompson and counsel for various creditors regarding court application; review of advertising alternatives; discussion with Ana regarding Barbados; review funding request to Sweden;	7.0
Mar 8	Attend to Court re: application for bidding procedures; review and comment on draft orders; discussion with stakeholder legal counsel regarding operational cash flow requirements and subsidiary cash flow requirements; attend to website updates for bidding procedures; update bidding procedures; review draft teaser; review Pakit background matters for teaser purposes; attend to correspondence from former CTT shareholder and review matters related to CTT shareholder agreement; attend to draft advertisement documents and related suggested publications;	8.0
Mar 9	Conference call with potentially interested bidder; correspondence to former CTT shareholder; update teaser document; review potentially interested party distribution list; telephone discussion with Pakit Sweden; review of Pakit subsidiary advance request; attend to related correspondence for advances; discussion with Pakit Barbados re: customer contract matters; review and edits to draft CIM;	7.0
Mar 10	Review of CIM comments; internal discussion regarding revisions and regarding teaser;	1.0
Mar 11	Reviewing and drafting CIM; email correspondence with Fairfax;	4.0

Pakit Inc. 87071A – Invoice #2

Mar 12	Telephone discussion with Pakit Sweden re: confidentiality agreement; email correspondence with Director of Finance re: same; attend to CIM draft revisions; revisions to materials re: previous party comments with respect to website pictures; telephone discussion with M. Verbrugge, BLG; correspondence with potentially interested party; reply to former shareholder of CTT; telephone discussion with Pakit Sweden.	6.0
Mar 13	Attend to updates and finalization of the CIM; telephone discussion with Pakit Sweden's J. Shand.	5.5
Mar 14	Attend at Pakit premises; meeting with employees; telephone discussion with Cayetano; review of NDAs; meeting with Pakit Barbados re: cash flow forecast matters; correspondence with potentially interested bidder.	4.5
Mar 15	Various telephone discussions re: customer costs;	2.0
Mar 16	Review budget to actual cash flow forecast; telephone discussion with D. Cuzner re: customer status and forestry related potential customer.	3.0
Mar 17	Telephone discussion with potentially interested bidder; review of the NDA.	0.5
Mar 18	Travel to Pakit Sweden; review of Pakit financial statements; initial meeting with Pakit Sweden (B. Nilsson and J. Shand).	10.0
Mar 19	Various meetings with Pakit Sweden; potentially interested bidder.	7.0
Mar 20	Various meetings with Pakit Sweden; potentially interested bidder.	9.0
Mar 21	Travel back from Pakit Sweden; review of quote related matters; attend to correspondence with potentially interested bidder.	8.5
Mar 22	Attend to internal Pakit management call; attend at Pakit premises; discuss potential premises relocation; receipt of various emails and attend to various telephone discussions re: customer delivery and related cash flow matters; forward summary of signed NDAs to Pakit Barbados and Pakit Sweden; email correspondence related to T5 matters; telephone discussion with customer; attend to advance matters.	5.5

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Mar 23	Conference call with Pakit Barbados and Pakit Sweden re: forecast matters.	4.5
Mar 25	Attend to due diligence requests re: employment matters; review prototypes sample schedule.	2.4
Mar 26	Attend to correspondence re: approval of supplier for agreement subject to confidentiality terms; internal discussion regarding landlord correspondence; correspondence re: another potential customer and consider permitted disclosure during bidding procedures; correspondence with potential bidding party; correspondence with auctioneer re: furniture sale; internal discussion regarding same.	4.5
Mar 27	Attend to moving premises; review potential new premises; attend to unfilled shareholder subscription review; request for updated financial information and P&L of the subsidiaries; telephone discussion with stakeholder; telephone discussion with Pakit Sweden.	5.0
Mar 28	Attend to contract for the new premises; attend to old premise to review status of moving books and records; meeting with D. Byrne; review of Pakit Sweden email re: Cayetano; telephone discussion with stakeholder regarding bidding procedures; email re: legal counsel in Spain; telephone discussion with D. Cuzner re: forestry company.	5.0
Mar 29	Attend to emails re: Cayetano; attend to intercompany balance matters; attend to Pakit related telephone enquiry.	1.0
Mar 30	Telephone discussion with Pakit Sweden re: quote pricing matters; review Pakit Barbados correspondence with potentially interested party.	1.0
TOTAL - P. Boparai		124.9 hrs.



<u><i>Callum Beveridge</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Mar 1	Develop the teaser structure; review CIM changes; review disclaimer with BLG; insurance cover; edit datasite for new documents.	4.5
Mar 2	Make changes to the CIM; datasite discussion on contents; images on website; prepare teaser for investors; review investor list; review D&O insurance.	7.0
Mar 5	Review of CIM and teaser; data room index review; review buyer list and add new parties; review documents to be added to the data room.	5.0
Mar 6	Update CIM and telephone conversation with P. Boparai; incorporate comments from D. Byrne on the CIM.	2.0
Mar 7	Data room set up; review and discuss proposed file structure; move files into data room; review staging file to determine what to move across to live site.	8.0
Mar 8	Drafting CIM and teaser; review of patent and financial information on the data site; review of advertisement; discussion with D. Byrne on the data site; incorporate comments from Sweden into the CIM.	6.75
Mar 9	Draft significant changes to the CIM; datasite documents uploaded and added to the site.	7.5
Mar 10	Finalize CIM and teaser.	1.0
Mar 12	Update teaser; update datasite; prepare CIM final draft; review of IP section of the CIM and confirm to information on the website.	9.5
Mar 13	Finalize CIM and add appendices; review latest investor list and added various new investors; test data room.	6.0
Mar 14	Review of the investor list.	2.0
Mar 15	Follow up with potential investors and review investor list; perform research on other potential investors from CapIQ.	2.0
Mar 16	Make follow up calls to potential investors; issue NDA to interested parties and supply NDAs.	3.0
Mar 17	Issue CIM and teaser to investors.	1.0

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Mar 19	Research of other potential investors; calls to potential investors on the list; Data site admin; call with P. Boparai to discuss potential investors.	3.5
Mar 20	Calls to potential investors on the list.	1.5
Mar 21	Review of buyer universe and added further potential interested parties.	1.0
Mar 22	Discussion with P. Boparai and T. Powell re: update on Sweden trip and discussions with potential buyers.	2.0
Mar 27	Make further calls to potential investors on the buyer list; discussion on potential management presentations in Vancouver and Sweden.	1.0
Mar 28	Meet with P. Boparai to discuss follow up on the investor list; make follow up calls to key parties on the buyer list.	1.5
Mar 30	Send follow up investor emails and faxes; update list for recent discussions with potential investors; receive responses from investors.	1.0
TOTAL – C. Beveridge		76.75 hrs.



<u>Tom Powell</u>	<u>Description</u>	<u>Hrs.</u>
Mar 1	Review draft T5s and raised issue regarding share based interest payments; review lease documents with a view to lease disclaimers; attend management meeting; circulate draft Receiver's report; discuss existence of D. Yaretz employment agreement following enquiry by D. Yaretz; draft list of targets; follow up regarding progress receipts from Pepsi with A. Silva; follow up regarding status of financial statements with A. Silva; discuss set-off of McCarthy with retainer.	4.0
Mar 2	Obtain fixed asset register for Pakit Inc.; arrange an inventory taking of furniture and equipment at head office; correspond with Office of Superintendant of Bankruptcy; review CTT agreement; remit payroll withholdings; discuss move planning with D. Byrne; update website; review Unisource payment schedule; corresponded with landlord from Bentall Kennedy; considered potential purchaser lists from B. Birmingham, D. Byrne.	3.0
Mar 3	Correspondence with IT service provider regarding continued service; cancel A. Kukola dataroom access; review draft teaser.	1.0
Mar 4	Review correspondence from T. Roberts re: cancellation of benefits for non-active employees; discuss cash flow forecast requirements.	1.0
Mar 5	Correspondence with D. Cuzner regarding costs of Unisource machine; follow up with A. Silva regarding ROE's for pre-filing an post-filing terminations; discuss Unisource delivery schedule; review PIT funding requirements; discuss updated cash flow forecast with D. Byrne; review potential purchaser target list; attend conference call with D. Byrne, D. Cuzner, P. Boparai regarding Unisource cost schedule; discuss status of financial statements with D. Byrne; review daily cash summary; review trial balances by entity; discuss financial statement requirements with A. Silva; draft Receiver's Second Report.	8.5
Mar 6	Review updated delivery schedule for Unisource machines; review Receiver's Second Report; correspond with BLG regarding draft report; attend Pakit offices and discuss ROE's with A Silva; review cash flow forecast and related report sections; correspond with Core IT regarding transfer.	8.0

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Mar 7	Oversee updating of buyer list by D. Byrne; review cost and shipment from D. Cuzner; follow up with A. Silva regarding January 31, 2012 financial statements; attend conference call with B. Nilsson, A. Silva, D. Byrne and D. Cuzner; analyze tooling costs; correspondence with Bentall Kennedy regarding potential to defer rent; review and approve accounts payable.	3.0
Mar 8	Follow-up with A. Silva regarding ROE's for Feb 2, 2012 terminations; discuss updated cash flow forecast with A. Silva; prepare draft schedules for the CIM and related sections regarding historical financial statements by entity.	2.5
Mar 9	Update list of potential purchasers including potential targets identified by PIT management; discussions with certain suppliers; review updated teaser; circulate teaser to potential purchaser list and maintain potential purchaser tracking sheet.	2.5
Mar 10	Discuss revenue recognition criteria for the historical financial statements with A. Silva.	0.5
Mar 11	Disseminate CIM to certain potential purchasers; respond to internal queries regarding financial statements.	0.5
Mar 12	Discuss Pakit International plan for upcoming months; update potential purchaser tracking sheet; review post-filing accounts payable register; review status of D&O insurance coverage; provide teaser to interested parties; attend Datasite tutorial.	1.5
Mar 13	Coordinate advertisements in industry publications; review comments from K. Fjellman on the cash flow forecast; discuss intercompany accounts with D. Byrne and review intercompany schedules; coordinate replacement cell phone for D. Cuzner; review payroll and related source deduction remittances; attend to NDA's for potential purchasers and make revisions to NDAs.	3.0
Mar 14	Attend to NDA's for interest parties; send teaser to newly identified leads; review intercompany accounts; review cash position for each entity; solicit bids for Pakit Inc. furniture and equipment at head office; attend site to meet with D. Byrne; attend to employee expense report.	5.5



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Mar 15	Correspond with potential purchasers; respond to enquiries from shareholders; coordinate receiver borrowings; attend to datasite updates; correspond with Manulife regarding status of benefits for employees of the Receiver; coordinate industry publication advertising for the business opportunity.	3.5
Mar 19	Review weekly schedule of proposed cash disbursements; update CIM; coordinate addition of a link to the business opportunity from the Pakit Inc. website; review receivership statement of receipts and disbursements; coordinate NDAs for potential purchasers; attend to file administration; email former directors to enquire whether anyone has approached them regarding the opportunity.	5.0
Mar 20	Attend to petty cash reimbursements; coordinate extension to D&O policy extension; follow-up with liquidators regarding purchase of Pakit Inc assets; revise Pakit Inc. website message; attend to expense reports and travel advances; review and approve disbursements; fax teaser to potential purchasers that did not have email addresses; respond to enquiries from shareholders; coordinate wire transfer from Pakit Inc. to subsidiary entity.	4.5
Mar 21	Attend to expense reports and travel advances; attend to NDA revisions; update potential purchaser tracking sheet; follow-up with various potential purchasers; respond to asset and liquidator enquiries; discuss the opportunity with counsel for a potential purchaser; internal discussion A&M Corporate Finance regarding potential purchasers.	2.0
Mar 22	Disseminate teaser to newly identified potential purchasers; follow up with existing potential purchasers; review PIT draft 3-year forecast; attend Pakit office to meet with A. Silva; cancel phone lines no longer needed; analyze facility costs with a view to moving to smaller premises; update Pakit website message; review T5's issued to lenders who received cash investment income; respond to supplier and creditor enquiries; telephone call to D. Yaretz regarding any potential purchaser enquiries; phone call with A. Silva regarding foreign exchange inputs in the financial accounting system; update list of NDA's; revise standard NDA; telephone call to Core IT to coordinate move of the Pakit servers; provide CIM to parties with executed NDAs.	6.0

Mar 23	Review correspondence from the Swedish enforcement authority; attend to NDAs and distribute CIMs; discuss current prototyping projects with A. Silva; attend to logistics relate to moving of the office including alarms, shredders and file retention; review PwC correspondence regarding intercompany accounts; email former directors regarding any potential enquiries regarding the business opportunity; update A&M website for the revised standard NDA.	7.5
Mar 24	Prepare excel schedule of employee salaries as requested by a potential purchaser.	1.0
Mar 25	Discuss payroll costs internally, including discussion regarding Sweden payroll taxes and withholdings; provide financial statement summaries by entity.	1.0
Mar 26	Review statement of receipts and disbursements; review fixed asset listing for Pakit Inc.; review D. Cuzner employment agreement; coordinate Able Auctions attendance on site; plan for move of head office with D. Byrne; review actual cash flows versus forecast for the Receivership period; respond to creditor enquiries; coordinate National Leasing removal of photocopier.	2.0
Mar 27	Attend to confidentiality agreements; discuss cash flow with D. Byrne; correspond with Manulife regarding benefits for employees; update potential purchaser tracking sheet and follow up on various leads; review agreement for new office premises for D. Byrne; discuss issues relating to moving the server with Core IT; contact landlord regarding vacating of the Pender Street head office.	1.5
Mar 28	Internally discuss items raised in management call; coordinate move of Pakit computers to A&M office; attend to benefits issue for D. Byrne; update potential purchaser schedule; internal meetings regarding potential purchaser status and tracking sheet; coordinate R. Butler to oversee office move; confirm agreement with Park Place office for D. Byrne.	2.0
Mar 29	Review and approve payroll and employee expense reports; attend to employee benefits; attend to NDAs and related revisions; contact landlord regarding vacating the premises; coordinate security officer during the move-out in accordance with Bentall Kennedy move out policy; review correspondence from A. Silva regarding HST reassessment; update potential purchaser tracking sheet.	1.5

Pakit Inc. 87071A – Invoice #2

Mar 30	Send mass follow-up email to potential purchasers; update potential purchaser tracking sheet; attend to receivership accounts payable; respond to enquiries from potential purchasers.	2.5
Mar 31	Correspond with liquidator and contractor overseeing removal of assets from Pakit premises.	0.5
TOTAL – T. Powell		85.0 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period April 1 to April 30, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	3.60	\$625	\$2,250.00
P. Boparai, Senior Director	94.75	550	52,112.50
C. Beveridge, Senior Director	11.00	450	4,950.00
T. Powell, Manager	65.50	350	22,925.00
	<u>174.85</u>		<u>82,237.50</u>
Add: Out of pocket expenses			
Website maintenance			401.39
Courier fees			54.10
Add: HST @ 12%			<u>9,922.60</u>
TOTAL INVOICE			<u>\$92,610.95</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #3**
GST: 83486 3367 RT0001

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
Apr 2	Attend to review and signing of non-disclosure agreement.	0.1
Apr 11	Internal discussion and update on offers to purchase under SISP.	0.5
Apr 12	Review of LOI of prospective purchaser; internal discussion re: SISP.	0.5
Apr 13	Review of APA and notes to P. Boparai; internal discussion regarding APA, financial wherewithal of the various interested parties and related matters.	1.5
Apr 25	Internal discussion regarding reply to certain interested party in SISP; attend meeting with M. Verbrugge of BLG regarding Barbados subsidiary and potential insolvency issues.	1.0
TOTAL – T. Martin		3.6 hrs.

<u>Pam Boparai</u>	<u>Description</u>	<u>Hrs.</u>
Apr 2	Attend to call with D. Yaretez and two parties re: potential bidding interest; attend to sales process matters.	1.0
Apr 3	Review FAT documentation copy received; review and revisions to non-disclosure agreement (NDA); telephone call with BLG re: NDA and FAT documentation; correspondence with Z. Easton re: shareholder matters; discussion with potentially interested party re: sales process.	2.0
Apr 4	Attend to NDA matters, telephone discussion with legal counsel of potential bidding party; correspondence with potential bidding party; correspondence with lawyers in Spain re: Cayetano (email and telephone call); attend to general sales process matters.	5.0
Apr 5	Correspondence with potential bidding parties, telephone call with potential parties; draft letter of intent (LOI) re: sales process Phase I.	1.5
Apr 8	Attend to discussion with Blakes re: draft LOI and make revisions regarding same; consider bidding procedures.	0.5
Apr 9	Attend to various emails and telephone discussions with potential bidding parties; attend to sales process matters and request for information.	6.0
Apr 10	Pakit internal management meeting; attend to sales process matters; review of Cayetano documentation;	6.0
Apr 11	Discussion with D. Yaretez; discussion with B. Nilsson; attend to various discussions with potential bidding parties; deal with sales process matters; attend to draft email re: ATS's legal counsel; correspondence with Pakit Barbados re: Cayetano;	3.75
Apr 12	Attend to pending receipt and receipt of LOI and address related matters; meeting with BLG regarding receipt of LOIs.	4.5
Apr 13	Review Ekman contract and fibre supply matter; discussion with D. Cuzner and B. Nilsson regarding same.	3.0
Apr 15	Attend to updating contract list and circulation of same to the Pakit Group for feedback and review.	1.0
Apr 16	Attend to contract related matters and correspondence with Pakit Sweden and Pakit Barbados, including review of various contracts.	1.0

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Apr 17	Telephone discussion with Phase I bidding party's legal counsel re: discussions with potential customers; email correspondence with Phase I bidding party; review of trademark correspondence received and data room materials; review of cash flow matters.	5.0
Apr 18	Discussion with B. Nilsson re: sales process and receivership matters; attend to conference call with Phase I bidding party; various telephone discussions with Phase I bidding parties; attend to correspondence with Pakit Barbados and with D. Cuzner re: customer project; correspondence re: Cayetano matter; correspondence with Gowlings' re: intercompany balance due to parent company; attend to review of contract matters with Pakit Barbados and Pakit Sweden; review of cash flow funding matters.	4.5
Apr 19	Attend to management call with Pakit Group; attend to matters with Phase I bidding party re: bidding process; attend to meeting with D. Byrne and A. Silva re: due diligence matters.	5.0
Apr 20	Address various due diligence requests and matters re: sales process and on-going receivership funding process.	7.0
Apr 23	Address various due diligence requests and matters re: sales process and on-going receivership funding process; attend to funding matters re: Pakit Barbados; status update re: customer project and related discussions with D. Cuzner and A. Silva.	7.0
Apr 24	Due diligence correspondence with various bidding parties, telephone discussion with Pakit Sweden; conference call with Pakit Barbados and Clarke Gitten Farmers re: security documentation.	7.5
Apr 25	Due diligence correspondence with various bidding parties, telephone discussion with Pakit Sweden; review of documentation from Pakit Sweden.	7.5
Apr 26	Various due diligence calls, conference call on Pakit Patents, emails re: Pakit patents; review trial testing report information, attend to customer contract matters; Cayetano emails; internal mgmt meetings.	7.0
Apr 27	Discussion with A. Silva re: budget matters and cash flows.	4.0

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Apr 30	Telephone discussion with bidding party's legal counsel; review shareholder correspondence; telephone discussion with secured lender; NDA review and related correspondence; correspondence re: Cayetano matters; data room matters; review of pipeline customer proposal; attend to intercompany balances matters; attend to email correspondence with ATS legal counsel.	5.0
TOTAL - P. Boparai		94.75 hrs.



<u><i>Callum Beveridge</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Apr 2	Call and discussion with P. Boparai regarding investor list.	0.75
Apr 3	Update datasite for financial statements, trade markets, information memorandum and appendices, insurance and disclaimer.	2.0
Apr 4	Update and finalize datasite; Phase 1 bid review discussed with P. Boparai.	1.25
Apr 10	Discussion on potential bidders and next steps.	1.5
Apr 11	Review datasite documents.	0.5
Apr 19	Data site management.	0.5
Apr 20	Discussion on due diligence list with Pam Boparai; Review of IP applications and add files from old data site; emails to D. Byrne on various IP applications; call with Merrill on restricting access to certain information on the datasite; add additional information including employee contracts, licenses, audit engagement letters, among others, to the datasite.	4.0
Apr 25	Discussion regarding due diligence requests from bidders.	0.5
TOTAL – C. Beveridge		11.0 hrs.



<u>Tom Powell</u>	<u>Description</u>	<u>Hrs.</u>
Apr 2	Correspond with potential purchasers; coordinate conference call with D. Yaretz and two potential purchasers; document assets removed from the Pakit head office; attend to insurance matters; attend to various confidentiality agreements; distribute CIMs as required; review and approve AP cheque run, update potential purchaser tracking sheet.	3.5
Apr 3	Attend to potential purchaser NDAs and related revisions; attend to employee benefits issue; review funding requirement request from Pakit Sweden; provide access to datasite to certain interested parties; revise CIM.	3.5
Apr 4	Attend to employee benefits issue; review FAT documentation; review weekly cash flow and ending cash position; correspond with potential purchasers; revise NDAs as appropriate; add datasite users as required; attend to file administration; update datasite for due diligence materials; review draft LOI template.	5.5
Apr 5	Contact interest parties regarding the datasite; post additional documents to the datasite; various correspondence with BLG; discuss cash position with A. Silva; attend to account coding questions; update potential purchaser tracking sheet; respond to questions regarding issuance of T5s.	4.5
Apr 8	Correpond with P. Sawyers, Fairfax Financial Holdings; provide datasite access to a party.	0.5
Apr 9	Review draft asset purchase agreement; review draft template letter of intent; review schedule of intercompany accounts provide by A. Silva and discuss the same via telephone conference; various correspondence with counsel for the North American customer; disseminate LOI template to interested parties; attend to accounts payable.	3.0
Apr 10	Revise template letter of intent; review Pakit Sweden financial information; attend to additional deposit account for the refundable deposit to be held in; various correspondence with potential purchasers; internal meeting regarding the actual cash flow versus forecast; disseminate updated LOI template; attend to administration regarding Pakit Inc. head office; attend to website updated; provide wire instruction to parties interested in providing a deposit.	3.5

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Apr 11	Discuss receipt from North American customer with A. Silva; attend to website updates; correspond with P. Rubin of Blakes; attend to additional NDAs; coordinate datasite access to interested parties; upload additional due diligence materials to the datasite; attend to IT issues; disseminate CIM to potential purchasers; review weekly cash flow versus forecast and analyze related variances; update potential purchaser tracking sheet.	5.0
Apr 12	Oversee receipt of Phase 1 deposits; telephone call with a potential purchaser regarding timing of deposits and receipt of Phase 1 bid; review Phase 1 LOIs; review reconciliation North American customer contract and related receipts and deliverables to date; attend call with a new potential purchaser.	3.0
Apr 13	Correspond with potential purchaser interested in purchasing certain IP assets; invoice the liquidator for the Pakit Inc fixed assets; attend to employee payroll; respond to questions regarding debenture holder T5s; internal discussion regarding prototyping contracts in progress with P. Boparai; cancel datasite access for parties not proceeding to Phase 2; review listing of agreements; provide datasite access to new bidder; review and approve AP cheque run.	2.0
Apr 16	Discuss contract list with A. Silva, K. Fjellman and B. Nilsson; attend to datasite requests from legal counsel for a potential purchaser; review expected payments for Pakit International and Pakit Sweden; resend invites for certain datasite access requests; attend to various datasite updates; respond to enquiries from debenture holders.	1.5
Apr 17	Various correspondence with D. Cuzner; review updated actual cash flow versus forecast; review and approve AP cheque run; review shareholder register; attend to datasite updates; various correspondence with BLG; review intranet access levels with CoreIT and restrict access for certain users.	2.0
Apr 18	Attend to datasite updates and due diligence requests from various parties; discuss various research and development projects with A. Silva; internal discussion regarding contract list and datasite content; review unfilled share subscription agreements and post them to the datasite; discuss North American customer sales contract with D. Byrne; review B. Nilsson employment agreement with Pakit Inc.	2.5
Apr 19	Respond to shareholder enquiries; review expected cash disbursements from Pakit International and Pakit Sweden; attend to datasite updates; respond to various due diligence questions.	1.0

Pakit Inc. 87071A – Invoice #3

Apr 20	Various correspondence with counsel for potential purchasers; various administrative items.	0.5
Apr 23	Review updates due diligence list; review prior two years of board of directors meeting minutes; review Pakit Sweden monthly management reports; attend to various due diligence requests and update datasite accordingly; attend to creditor enquiries; follow up regarding business licenses; attend to file administration.	6.5
Apr 24	Review due diligence documents prepared by subsidiaries; update datasite for product line information and other items; summarize assets held by Pakit International; attend call with BLG; review employee expense reports; review updated summary of contracts; coordinate datasite access for additional users; other administrative items; review and approve accounts payable cheque run.	5.5
Apr 25	Revise fixed asset schedule for Pakit International; review payroll calculations for April and correct source deduction withholdings; review Pakit Sweden forecast model and discuss the same with BLG.	2.0
Apr 26	Discuss redacted sales contract with D. Byrne; correspondence with potential purchasers; review age and length of service of Pakit Sweden employees; redact management reports for Pakit Sweden for inclusion on datasite; discuss patent registration internally with P. Boparai.	1.5
Apr 27	Attend conference call with potential purchasers and B. Nilsson; discuss Cayetano documentation with D. Byrne; arrange A&M access to Pakit intranet; respond to financial advisor call regarding share certificates; various correspondence with President of Pakit International.	3.0
Apr 30	Attend conference call with counsel for a potential purchaser; respond to employee questions regarding expense reimbursement; arrange data room access for additional users; revise creditor list; review expected cash payments; internal discussion with P. Boparai and C. Beveridge regarding status of the sales process; review and approve accounts payable; respond to enquiries from potential purchaser regarding loans payable to D. Yaretez from Pakit Sweden; attend to datasite updates.	5.5
TOTAL – T. Powell		65.50 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period May 1 to May 31, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	4.5	\$625	\$2,812.50
P. Boparai, Senior Director	62.5	550	34,375.00
C. Beveridge, Senior Director	1.0	450	450.00
T. Powell, Manager	83.5	350	29,225.00
	<u>153.50</u>		<u>67,962.50</u>
Add: Out of pocket expenses			
Website maintenance			58.86
Courier fees			50.34
Chargeable meals			74.50
Chargeable taxi fare			31.87
Add: HST @ 12%			<u>8,184.78</u>
TOTAL INVOICE			<u>\$76,391.24</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #4**
GST: 83486 3367 RT0001

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
May 3	Internal discussion regarding bidding procedures and SISP generally.	0.5
May 9	Review and internal discussion regarding bids received to date and SISP generally.	1.0
May 10	Internal meeting and discussion regarding SISP and next steps.	1.0
May 16	Internal discussion structure of sale and options available under SISP.	1.0
May 17	Internal discussion and meeting regarding Barbadian lawyers and approach to sale of assets domiciled in Barbados.	1.0
TOTAL – T. Martin		4.5 hrs.



<u><i>Pam Boparai</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
May 1	Attend to correspondence with UK potentially interested party; discussions and email correspondence with Fairfax, including attending to NDA review and execution; attend to due diligence matters, including tax losses for Barbados, patent matters pre-post CTT; attend to various other due diligence matters.	3.5
May 2	Attend to various due diligence request matters; attend to correspondence with PwC regarding audit and intercompany debt; discussions with ATS' legal counsel; address D. Cuzner issues; correspondence re: potential South American customer.	6.0
May 3	Attend to Pakit Barbados request for discussion re: operations; telephone discussion with Pakit Barbados auditors, PwC re: intercompany debt and tax losses; attend to due diligence requests; telephone discussion with Qualified Phase I Bidders.	1.5
May 4	Attend to Pakit Barbados request for discussion re: operations; attend to due diligence requests.	1.0
May 6	Attend to due diligence requests; telephone discussion with B. Nilsson.	3.0
May 7	Attend to due diligence requests; telephone discussion with B. Nilsson; telephone discussion with Pakit Barbados; telephone discussion with Qualified Phase I Bidders; conference call with PwC and Pakit Barbados; attend to debenture matters.	7.5
May 8	Attend to due diligence requests; telephone discussion with B. Nilsson; telephone discussion with Pakit Barbados; telephone discussion with Qualified Phase I Bidders; attend to debenture matters.	7.5
May 9	Attend to due diligence requests; telephone discussions with Pakit Barbados re: operations; telephone discussion with Qualified Phase I Bidders; attend to debenture matters.	2.5
May 10	Attend to due diligence requests; telephone discussions with Pakit Barbados re: operations; telephone discussion with Qualified Phase I Bidders; attend to debenture matters.	3.0
May 11	Attend to correspondence from Phase I Bidders; internal discussion re: review of current status.	2.5
May 14	Discussion with legal counsel re: status and next steps; correspondence to/from potential bidders; conference call with Fairfax.	2.0

Pakit Inc. 87071A – Invoice #4

May 15	Attend to patent security matters; various telephone discussions with Pakit Barbados and Pakit Sweden; wire transfer refund requests.	2.0
May 16	Attend to patent security matters; various telephone discussions with Pakit Barbados and Pakit Sweden; conference call with Barbadian law firm Blakes and Fairfax.	2.0
May 19	Conference call with Barbadian law firm, Blakes and BLG.	0.5
May 21	Attend to review of cash flows and review of accruals.	2.0
May 22	Attend to review of cash flow matters and request for wire transfer; various discussions with Pakit Barbados and Pakit Sweden.	2.0
May 23	On-going review of cash flow matters and request for wire transfer; various discussions with Pakit Barbados and Pakit Sweden; correspondence with Fairfax re: pending termination of employment and executive office space.	3.0
May 24	Attend to email re: clarification of debenture agreement; conference call with Unisource, McMillan, Pakit Barbados, BLG and Receiver; draft termination letter; telephone discussion with D. Byrne; request for additional supporting document re: wire transfer request.	2.0
May 25	Review of cash flow matters; employment matters.	2.5
May 28	Review of cash flow matters; telephone discussion with B. Nilsson.	2.0
May 29	Telephone discussion with B. Nilsson; attend to various receivership matters.	2.0
May 30	Correspondence re: cash flow matters; attend to employment related matters.	2.5
TOTAL - P. Boparai		62.5 hrs.



Pakit Inc. 87071A – Invoice #4

<u>Callum Beveridge</u>	<u>Description</u>	<u>Hrs.</u>
May 9	Review of data relating to arrangements with West Fraser.	1.0
TOTAL – C. Beveridge		1.0 hrs.



<u><i>Tom Powell</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
May 1	Review and approve accounts payable check run; respond to due diligence enquiries from Fairfax; provide P. Sawyers with a summary of loans to Pakit Sweden from D. Yaretz; analyse burn rate by entity; provide dataroom access to interested parties; attend to file administration; respond to other due diligence requests.	3.0
May 2	Review and approve employee expense reimbursements; review and approve wire request to Pakit International; review employee confidentiality agreements for employees of Pakit Sweden; pose questions to Pakit International regarding operating expenses, respond to various due diligence requests; upload relevant due diligence materials to data site.	7.0
May 3	Update materials on the datasite; attend telephone call with potential purchasers; attend to Sweden employee matters; review cash flow versus forecast and variance analysis and discuss variances with D. Byrne; review J. Shand vacation payout calculation; provide access to the datasite to interested parties.	4.0
May 4	Prepare for and attend update call with D. Cuzner and A. Silva regarding status of machine delivery to North American customer and revisions to expected cost to completion and alternatives for funding any unfavorable variances; attend to file administration.	2.0
May 7	Various correspondence with Director of Finance of Sweden regarding due diligence requests; correspondence with A. Silva, Pakit International, regarding outstanding payables and accruals; review legal correspondence from True Partners; respond to due diligence requests from interested parties; update the datasite with due diligence materials; attend conference call with BLG; prepare fixed asset summary for the subsidiaries; obtain share certificates for subsidiaries; review business licenses for each subsidiary.	11.5
May 8	Upload business licenses and share certificates to datasite; provide summary of amounts outstanding under the Cayetano contracts and provide same to Fairfax; respond to due diligence requests from various interested parties; update due diligence website with relevant materials; attend to datasite updates; attend meeting with BLG; review weekly cash flow versus forecast and discuss variances with D. Byrne.	11.0

May 9	Obtain share certificates for subsidiary entities; various discussions with A. Silva; attend weekly management call; attend to datasite updates; review and approve accounts payable cheque run; attend to IT issues with service provider; provide access to datasite to potentially interested parties; various correspondence with potential purchasers; respond to due diligence requests; review expected cash disbursement schedule and related funding request provided by Pakit International.	6.5
May 10	Respond to due diligence requirements; correspond with A. Silva regarding due diligence requests pertaining to Pakit International; attend to source deduction remittances; correspond with potential purchasers regarding wire instructions and process for submitting deposits; respond to employee enquiries; upload due diligence materials to the datasite.	7.0
May 11	Correspond with potential purchasers; receive bid; attend to employee benefits issue; attend to banking issues; internally discuss debenture to Pakit International with P. Boparai; attend call with BLG.	5.5
May 13	Attend to file administration; review and approve accounts payable.	0.5
May 14	Review statement of receipts and disbursements; attend call with BLG; correspond with employee benefits provider; review cash and accrual position for each entity; attend conference call with Fairfax and Blakes; review and approve employee payroll; respond to creditor enquiries.	4.0
May 15	Attend to CRA remittances; review weekly cash flow versus forecast and variance analysis and discuss same with D. Byrne; respond to employee enquiry regarding compensation; provide cash flow and variance analysis to Blakes and Fairfax.	2.5
May 16	Attend to file administration; discuss funding requirements of Pakit International with A. Silva; review wire request and provide follow-up comments and questions.	1.0
May 21	Review expected cash payments for Pakit International and discuss the same with A. Silva; discuss status of machine delivery with D. Cuzner.	0.5

May 22	Review and approve employee expense reports; review updated cash and accrual position; correspond with A. Silva regarding cash position of the Receiver and related implications for future funding requests; review updated statement of receipts and disbursements; review cash request for Pakit International prepared by A. Silva; review updated cash forecast.	3.0
May 23	Respond to enquiries from investors; discuss Pakit Group net VAT position with A. Silva; correspond with P. Rubin, Blakes, and P. Sawyers, Fairfax; respond to creditor enquiries; attend to exit from Pakit short term premises; discuss patent related liabilities and expected disbursements with A. Silva; email Blakes and Fairfax regarding cash position.	3.5
May 24	Review correspondence between A. Silva and North American customer; respond to investor enquiries regarding status of sales transaction; review vacation accrual calculation for an employee of Pakit Sweden that has retired; discuss rationale for trip to Vancouver with A. Silva.	2.5
May 25	Meet with D. Byrne to discuss employment status and transition; respond to investor inquiries; discuss website with service provider; phone call with A. Silva discuss potential for no further funding to be advanced to Pakit International from Pakit Inc.	1.5
May 28	Coordinate move of books and records from short term offices to A&M offices; attend to file administration.	1.0
May 29	Respond to investor enquiries; review accounts payable status with D. Byrne; review and approve May 31 payroll.	1.5
May 30	Discuss status of Sweden funding requirements with A. Silva; review updated cash position; attend to file administration.	2.5
May 31	Attend call with Blakes and Fairfax; discuss Pakit International accruals and payables with A. Silva; attend call with BLG; attend to Pakit Inc. accounts payable matters; discuss transition matters with D. Byrne; respond to investor enquiries.	2.0

TOTAL - T. Powell

83.5 hours





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period June 1 to June 30, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	0.5	\$625	\$312.50
P. Boparai, Senior Director	36.0	550	19,800.00
C. Beveridge, Senior Director	2.75	450	1,237.50
T. Powell, Manager	27.5	350	9,625.00
	<u>66.75</u>		<u>30,975.00</u>
Add: Out of pocket expenses			
Overseas telephone usage			1,143.26
Courier fees			135.71
Add: HST @ 12%			<u>3,870.49</u>
TOTAL INVOICE			<u>\$36,124.56</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #5**
GST: 83486 3367 RT0001

Pakit Inc. 87071A – Invoice #5

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
Jun 1	Review of APA and internal discussion regarding same.	0.5
TOTAL – T. Martin		0.5 hrs.



<u>Pam Boparai</u>	<u>Description</u>	<u>Hrs.</u>
Jun 1	Email correspondence with B. Nilsson re: Fairfax bid; correspondence with Fairfax; attend to final payroll matters.	1.0
Jun 4	Attend to intercompany balance requested information; telephone discussion with B. Nilsson regarding Swedish operations; D&O matters.	1.5
Jun 5	Draft APA matters regarding books and records; consider obligations of the Receiver to retain or have access to books and records; attend to review of cash flow matters; email and telephone discussions with A. Silva regarding outstanding Barbados liabilities due to Hynell and intercompany transfers made.	2.0
Jun 6	Attend to various cash flow matters.	2.5
Jun 7	Conference call with Barbados and Sweden regarding operations and cash flow matters as well as timing of sale closure; review of intercompany transaction scheduling, including supporting documentation; attend to telephone discussions with Fairfax; attend to outstanding patent fee matters; attend to review of draft APA; draft Receiver's Third Report.	6.0
Jun 8	Review cash flow analysis, including forecast position and outstanding accruals; attend to review of draft APA; draft and finalize Receiver's Third Report for application to seek order for approval of the sale of assets to Fairfax.	6.0
Jun 10	Attendance to various telephone discussions with A. Silva and B. Nilsson.	1.5
Jun 11	Review CRA claim relate to a potential deemed trust claim.	3.0
Jun 12	Attendance at Court; attend to closing matters.	3.0
Jun 13	Attend to various closing matters; attend on conference call.	2.0
Jun 14	Attend to various closing matters.	2.5
Jun 15	Draft and send transition memo to Fairfax; follow up discussion with Fairfax; attend to discussion with A. Silva regarding various closing and transitional matters related to Barbados.	3.0
Jun 18	Telephone discussion with Fairfax; update to transition memo re: outstanding forward matters for consideration.	1.0

Pakit Inc. 87071A – Invoice #5

Jun 19	Attend to various email correspondence from Barbados and Sweden.	1.0
TOTAL – P. Boparai		36.0 hrs.



Pakit Inc. 87071A – Invoice #5

<u><i>Callum Beveridge</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Jun 5	Correspondence with insurance provider and review of timing for shutting down the datasite.	0.5
Jun 6	Further correspondence with the insurance provider and internal discussion re: same.	0.25
Jun 13	HST/GST return review and preparation instructions to M. Lee.	1.0
Jun 14	Finalize HST/GST return for period Feb to May 2012.	0.5
Jun 15	Corresponded with Merrill Corp on receiving CD copies of the data on the website for the Purchaser.	0.5
TOTAL – C. Beveridge		2.75 hrs.



<u><i>Tom Powell</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Jun 4	Email correspondence with Aon regarding status of insurance coverage; attend telephone call with A. Silva to discuss insurance, cash position and other matters; attend to website updates; attend to accounts payable related matters; follow up with Able Auctions regarding payment for office assets.	2.0
Jun 5	Internal discussion with P. Boparai regarding the draft APA; attend to cash management matters; attend phone call with Pakit International; arrange for discontinuation of certain service providers; review updated statement of receipts and disbursements; attend to datasite matters; correspond with Aon regarding potential extension of D&O coverage; review updated cash position for Pakit International and Pakit Sweden; review updated intercompany schedule.	4.0
Jun 6	Correspond with K. Carter, former salesperson for Pakit; attend phone call with A. Silva regarding funding of salaries and other costs of Pakit Sweden; telephone call with CoreIT regarding transition of the IT systems and servers; review account payable cheque run; email P. Sawyers regarding intercompany accounts.	3.0
Jun 7	Attend to file administration; prepare cash flow analysis for the receivership period; draft sections of the Receiver's Third Report; prepare schedules for report including a summary of cash on hand less accrued liabilities; cash flow variance analysis and receivership cash flow by entity.	6.5
Jun 8	Various phone calls and emails with P. Boparai regarding report schedules and related analysis.	0.5
Jun 11	Correspond with BLG regarding D&O insurance coverage; attend telephone call with A. Silva; coordinate return of landlord deposit for temporary office space; review updated accounts payable listing; correspond with counsel for CRA regarding statutory pre-filing amounts owing; discuss cash position of Pakit International with A. Silva; prepare analysis of short term cash requirements and receivership period accruals.	4.0
Jun 12	Correspond with landlord of temporary office space; attend conference call with BLG, Blakes and Fairfax regarding closing matters.	0.5

Pakit Inc. 87071A – Invoice #5

Jun 13	Attend conference call with A. Silva regarding Pakit Sweden tax matters; attend to HST returns for the receivership period; enquire with A. Silva regarding certain operating expenses; review the Pakit Barbados cash position; discussion with P. Boparai and A. Silva regarding options for funding Pakit Sweden.	2.0
Jun 15	Review accounts payable cheque run; coordinate wire to Pakit Sweden; provide index of books and records to P. Rubin and P. Sawyers; telephone and email correspondence with K. Hikichi, Core IT, regarding system shut down; prepare schedules for draft memo to P. Sawyers.	1.0
Jun 18	Attend to IT transition issues; compile copies of NDAs and certain key agreements; respond to enquiry from shareholders; attend to administrative matters.	1.5
Jun 19	Email P. Rubin regarding transitional matters; attend phone call with A. Silva.	0.5
Jun 21	Email P. Sawyers regarding insurance matters; telephone call with P. Sawyers regarding document storage, NDA retention and Pepsi contract disclosure.	0.5
Jun 29	Email P. Sawyers regarding patent contact at Hynell; various correspondence with BLG and Blakes regarding closing matters; telephone call with A. Silva.	1.5
TOTAL – T. Powell		27.5 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period July 1 to July 31, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
P. Boparai, Senior Director	24.4	550	\$13,420.00
T. Powell, Manager	15.0	350	5,250.00
	<u>39.4</u>		18,670.00
Add: HST @ 12%			2,240.40
TOTAL INVOICE			<u>\$20,910.40</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: 87071A – Invoice #6
GST: 83486 3367 RT0001

<u><i>Pam Boparai</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Jul 3	Attend to purchase price allocation matters; discussion with Blakes re: same; discussion with A. Silva; discussion with B. Nilsson.	1.0
Jul 4	Attend to extension of closing documents; telephone discussion with DLA Nordic.	2.0
Jul 9	Dealing with various closing matters, including books and records/servers; correspondence with Processpumpar.	2.5
Jul 10	Attending to closing documents and related outstanding amounts; various telephone discussions with P. Sawyers and Blakes.	3.0
Jul 11	Review cash flow matters; review closing document information.	1.5
Jul 13	Attend to Pakit Barbados matters, including correspondence with A. Silva; telephone discussion with P. Sawyers; correspondence with creditors.	2.5
Jul 16	Attend to various receivership cash flow matters, including HST; telephone discussion with P. Sawyers.	1.0
Jul 17	Email correspondence with DLA Nordic.	0.3
Jul 19	Review of Clark Gittens Budget and cash flow related matters.	0.8
Jul 23	Review and discussion termination agreements; telephone discussion with P. Sawyers re: intercompany agreement between Pakit Inc. and subsidiaries and Barbados and Sweden.	1.5
Jul 24	Attending to closing documents and related outstanding amounts; various telephone discussions with P. Sawyers, Janice Burke, Blakes and BLG.	1.5
Jul 25	Email correspondence review re: DLA Nordic; email correspondence re: trademark matters in China.	2.5
Jul 26	Telephone discussion with DLA Nordic; draft email to DLA Nordic; review of auction process; telephone discussion with P. Sawyers.	2.0
Jul 27	Follow up matters with DLA Nordic.	0.3

Pakit Inc. 87071A – Invoice #6

Jul 30	Attend to patent related matters and emails; follow up emails and telephone discussion with DLA Nordic re: auction process; review A. Silva's employment agreement re: lease matters.	2.0
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TOTAL – P. Boparai		24.4 hrs.
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<u><i>Tom Powell</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Jul 5	Coordinate pick up of records; respond to creditor enquiries.	0.5
Jul 7	Various correspondence with Blakes, Aon and BLG.	1.0
Jul 9	Accounts payable cheque run, respond to enquiries from former shareholders; respond to enquiry from Blakes regarding URLs held by the company.	1.0
Jul 10	Review closing documents; attend conference call regarding closing matters; provide grid promissory note and unsecured debt including calculation of interest accrued on each, and revise closing documents accordingly; email T. Duff, Blakes, with comments on closing documents; various correspondence with BLG; discussion with CoreIT regarding transition.	3.5
Jul 11	Respond to P. Boparai queries regarding accrued interest calculations and amount owed under the promissory note; attend to other matters related to closing.	1.0
Jul 12	Telephone conversation with K. Carter, former Pakit salesperson; internally discuss matters related to potential insolvency proceedings for Pakit Sweden; attend to file administration.	1.0
Jul 16	Discuss bank position with A. Silva; respond to creditor enquiries.	0.5
Jul 17	Respond to creditor and investor enquiries; conversation with Regus, landlord of the temporary office space regarding refund of the tenant deposit posted.	0.5
Jul 19	Review fee quote from Clark Gittens, Barbadian legal counsel; review cash position; review status of insurance cover and related term expiry dates.	1.0
Jul 23	Prepare updated interest accruals for the purchase price and secured debt amounts for the closing documents.	0.5
Jul 24	Respond to the prospective purchaser; address CRA request for additional support for HST returns submitted and related refund; respond to shareholder enquiries; consider email from Chinese trademark agents regarding an attempt to register a Pakit trademark in China by a third party.	2.0
Jul 25	Email P. Sawyers regarding trademark matter; review draft memo of response to CRA.	0.5

Pakit Inc. 87071A – Invoice #6

Jul 27	Review finalized package of CRA information requests relating to their review for the HST return submitted and corresponding refund receivable.	1.5
Jul 30	Internal discussion regarding file matters including nature of the lease agreement for the home of the President of Pakit Barbados and the auction of Pakit Sweden assets by the insolvency practitioner in Sweden.	0.5
TOTAL – T. Powell		15.0 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

October 6, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Attention: Ms. Paula Sawyers

Re: Pakit Inc.

For professional services rendered for the period August 1 to September 21, 2012 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
P. Boparai, Senior Director	3.8	550	\$2,090.00
T. Powell, Manager	8.75	350	3,062.50
	<u>12.55</u>		<u>5,152.50</u>
Add: Out of pocket expenses			
Website maintenance			22.50
Add: HST @ 12%			621.00
TOTAL INVOICE			<u>\$5,796.00</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Marianna Lee
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #7**
GST: 83486 3367 RT0001

Pakit Inc. 87071A – Invoice #7

<u><i>Pam Boparai</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Aug 2	Review of files regarding intercompany accounts; file email administration.	1.0
Aug 7	Attend to emails regarding intercompany accounts and receivers advances.	0.5
Aug 8	Attend to website matters; intercompany accounts.	0.8
Aug 13	Telephone discussion with P. Sawyers re: intercompany account balance matters; review of files.	0.5
Aug 14	Provide intercompany schedule details; attend to website matters.	1.0
TOTAL – P. Boparai		3.8 hrs.



<u><i>Tom Powell</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Aug 2	Review historic intercompany transactions to determine background of intercompany accounts between subsidiaries.	0.5
Aug 7	Review email from a party seeking to acquire the Pakit assets, respond regarding status of the company and forward the enquiry to P. Sawyers; attend to file administration.	0.5
Aug 8	Provide datasite index and three transfer pricing agreements to P. Sawyers; correspond with Able Auctions regarding pickup of Pakit computers held at the A&M offices.	1.0
Aug 9	Telephone call from Aon regarding insurance matters; respond to creditor enquiry.	0.5
Aug 14	Respond to enquiry from former shareholder; review receiver advance transaction history and agree to schedule of intercompany accounts.	1.0
Aug 15	Attend to closure of datasite and retention copies.	0.25
Aug 21	Issue replacement invoice to Able Auctions; coordinate pickup of remaining Pakit computers;	0.5
Sept 4	Internally discuss file related administrative matters with M. Lee; respond to an enquiry from shareholder.	0.5
Sept 6	Correspond with Canada Revenue Agency ("CRA") regarding status of statutory accounts for the receivership period; attend phone call with Ms. C. Stanley, CRA; review statement of receipts and disbursements.	1.5
Sept 8	Attend to file administration; review accounts payable file; review bank reconciliation.	1.0
Sept 10	Internal discussion regarding administrative matters; respond to investor enquiries.	0.5
Sept 14	Respond to CRA enquiry regarding pay periods during the receivership.	0.5
Sept 18	Follow up with CRA regarding status of HST refund payment.	0.5
TOTAL – T. Powell		8.75 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

June 13, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Re: Pakit Inc.

For professional services rendered for the period September 22, 2012 to May 31, 2016 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Powell, Director	24.1	\$350	\$8,435.00
V. Chan, Senior Associate	35.8	275	9,845.00
M. Lee, Analyst	18.5	200	3,700.00
	<u>78.4</u>		<u>21,980.00</u>
Add: Out of pocket expenses			
Advertisement			570.60
Courier			80.26
Website maintenance			22.50
Telephone charges			23.58
			<u>696.94</u>
			22,676.94
Add: GST @ 5%			<u>1,133.85</u>
TOTAL INVOICE			<u>\$23,810.79</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Monica Cheung
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: **87071A – Invoice #8**
GST: 83486 3367 RT0001

Pakit Inc. 87071A – Invoice #8

<u><i>Tom Powell</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Sep 28, 2012	Review updated interim statement of cash receipts and disbursements; discuss status of professional fees with P. Boparai;	0.5
Oct 2, 2012	Prepare email to P. Sawyers;	0.5
Oct 5, 2012	Discuss with P. Boparai regarding information request from Fairfax; compile documentation regarding Unisource purchase agreement;	1.0
Oct 15, 2012	Various internal correspondence and discussions with V. Chan and P. Boparai;	0.5
Oct 18, 2012	Respond to investor inquiries;	0.25
Oct 19, 2012	Attend to information requests from Fairfax and draft email regarding same;	1.0
Oct 21, 2012	Respond to investor inquiries;	0.25
Oct 24, 2012	Respond to creditor and investor inquiries;	0.25
Oct 25, 2012	Address information request from Fairfax;	0.5
Nov 5, 2012	Attend to file administration; attend to CRA withholdings matters including reconciliation of accounts and discussions with CRA;	2.3
Nov 21, 2012	Respond to investor enquiry;	0.2
Nov 22, 2012	Review CRA matters and internally discuss same with V. Chan;	0.5
Nov 28, 2012	Attend payroll withholding tax matters and prepare email to Fairfax regarding same;	1.0
Dec 7, 2012	Various correspondence with P. Sawyers regarding Canada Revenue Agency deemed trust claim;	1.0
Dec 10, 2012	Attend to employee T4 and payroll records related matters;	0.5
Dec 12, 2012	Prepare for and attend conference call with Fairfax;	1.0
Dec 13, 2012	Attend telephone call with CRA;	0.25
Dec 14, 2012	Attend to information request of KPMG (Receiver of Pakit International)	0.5
Dec 17, 2012	Attend to accounts payable matters;	1.0
Dec 24, 2012	Email correspondence with Cuatrecasas, Goncales ves Pereira (Spanish legal counsel);	0.5

Pakit Inc. 87071A – Invoice #8

Jan 2, 2013	Attend to CRA tax matter; invoicing to Able Auctions for sale of office equipment;	0.8
Jan 9, 2013	Attend call with Fairfax to review document requests from KPMG regarding the receivership of Pakit International;	0.8
Jan 15, 2013	Compile information requests for Fairfax and email to P. Sawyers;	1.5
Jan 23, 2013	Emails to McCarthy Tetrault regarding CRA matters;	0.75
Jan 25, 2013	Email to A. Stone, Fairfax regarding marketing of the Pakit International intellectual property;	0.5
Feb 20, 2013	Correspondence and meeting with D. Yaretz, Director, regarding CRA claims against directors and related accounting information requests;	2.0
Feb 21, 2013	Various email and telephone correspondence with CRA; overseeing issuance to T4s and related filings;	1.5
Feb 26, 2013	Respond to investor/creditor enquiries;	0.5
Mar 4, 2013	Provide potential purchaser list to KPMG regarding Pakit International sales process;	0.5
Apr 3, 2013	Respond to investor information requests;	0.25
Apr 4, 2013	Respond to enquiries from investors and former management;	0.25
Apr 11, 2013	Respond to investor enquiries;	0.25
Jun 10, 2013	Respond to investor/creditor enquiries;	0.25
Jul 16, 2013	Attend to legal correspondence received from San Cayetano regarding Pakit International;	0.5
Aug 27, 2013	Attend to creditor/investor enquiries.	0.25
TOTAL – T. Powell		24.1 hrs.



Pakit Inc. 87071A – Invoice #8

<u><i>Vicki Chan</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Oct 16, 2012	Review payroll remittances for the 2011 and 2012 years; meeting with P. Boparai in regards to discrepancies and CRA audit report;	1.5
Oct 17, 2012	Correspondence with Customer Care at Ceridian; prepare letter to Resolutions Department requesting payroll report;	0.5
Oct 19, 2012	Prepare questions for D. Byrne regarding payroll remittances; prepare reconciliation schedule of CRAs priority claim;	0.8
Nov 26, 2012	Prepare reconciliation of CRA's priority claim in regards to payroll remittances; meeting with P. Boparai of same;	1.0
Nov 27, 2012	Prepare reconciliation of CRA's priority claim in regards to payroll remittances; meeting with P. Boparai of same;	0.5
Jan 15, 2016	Review of receipts and disbursements schedule and bank statement; review of GST/HST listings and waivers filed for 2011 and 2012 years;	3.5
Jan 18, 2016	Correspondence with CRA regarding tax return filings and deemed trust filing; review of GST analysis prepared;	3.5
Jan 19, 2016	Prepare draft of Receiver's 4 th report;	2.0
Jan 20, 2016	Prepare draft of Receiver's 4 th report; review of detailed receipts and disbursements listing;	2.0
Jan 25, 2016	Prepare draft of Receiver's 4 th report; review professional and legal fees summaries; meeting with T. Powell to discuss various related matters;	4.0
Jan 26, 2016	Prepare draft of Receiver's 4 th report; correspondence with CRA regarding tax return filings;	4.0
Jan 27, 2016	Prepare draft of Receiver's 4 th report; prepare final statement of cash receipts and disbursements; review of detailed receipts and disbursements;	4.0
Jan 28, 2016	Prepare draft of Receiver's 4 th report; prepare for distribution and professional and legal fees summaries; review deemed trust claims and transfers;	6.0
Jan 29, 2016	Prepare draft of Receiver's 4 th report.	2.5
TOTAL – V. Chan		35.8 hrs.



Pakit Inc. 87071A – Invoice #8

<u><i>Marianna Lee</i></u>	<u><i>Description</i></u>	<u><i>Hrs.</i></u>
Dec 31, 2012	Prepare payments and attend to GST matters;	1.0
Jan 2, 2013	Prepare payments and attend to GST matters;	1.5
Jan 11, 2013	Prepare payments and attend to GST matters;	0.25
Feb 20, 2013	Prepare GST returns; prepare T4s and T4 summary and internal discussion re same;	2.5
Feb 21, 2013	Prepare GST returns; prepare T4s and T4 summary and internal discussion re same;	1.0
Apr 1, 2014	Respond to shareholder enquiries re share registrations;	1.0
Apr 9, 2014	Respond to shareholder enquiries re share registrations;	1.75
Apr 17, 2014	Correspondence with shareholder re letters of consent and share information;	0.25
Jun 10, 2014	Telephone call with CRA re GST refund and garnishment;	0.5
Oct 1, 2014	Draft fourth report; update statement of receipts and disbursements; update professional fee summaries and reconcile to receipts and disbursements; prepare cheque;	4.0
Oct 2, 2014	Draft fourth report; update statement of receipts and disbursements; update professional fee summaries and reconcile to receipts and disbursements;	4.0
Jul 2, 2015	Respond to creditor enquiries;	0.25
Oct 30, 2014	Review invoices and prepare payment.	0.5
TOTAL – M. Lee		18.5 hrs.





Alvarez & Marsal Canada Inc.
400 Burrard Street
Suite 1680, Commerce Place
Vancouver, BC V6C 3A6
Phone: +1 604 638 7440
Fax: +1 604 638 7441

July 22, 2016

Pakit Inc.
c/o 1680 – 400 Burrard St.
Vancouver, B.C. V6C 3A6

Re: Pakit Inc.

For professional services rendered for the period June 1 – 30, 2016 in connection with appointment of Alvarez & Marsal Canada Inc. as Receiver and Manager of Pakit Inc. pursuant to the February 2, 2012 Order of the Supreme Court of British Columbia.

	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Martin, Managing Director	1.0	\$625	\$625.00
T. Powell, Director	8.0	350	2,800.00
	<u>9.0</u>		<u>3,425.00</u>
Add: GST @ 5%			<u>171.25</u>
TOTAL INVOICE			3,596.25
Less: Overpayment on invoice #4			<u>(1,232.00)</u>
BALANCE DUE			<u>\$2,364.25</u>

Mail Instructions:

Alvarez & Marsal Canada ULC
Attn: Monica Cheung
Commerce Place
400 Burrard Street, Suite 1680
Vancouver, BC V6C 3A6

Wire Instructions:

Bank: TD Canada Trust
Account Name: Alvarez & Marsal Canada ULC
Swiftcode: TDOMCATTOR
Bank Address: 55 King Street West
Toronto, ON M5K 1A2
Bank Transit #: 10202
Institution #: 0004
Account #: 5410790
Reference #: 87071A – Invoice #9
GST: 83486 3367 RT0001

Pakit Inc. 87071A – Invoice #9

<u>Todd Martin</u>	<u>Description</u>	<u>Hrs.</u>
Jun 22	Preparation of Fourth Report of the Receiver and related matters.	1.0
TOTAL – T. Martin		1.0 hrs.



Pakit Inc. 87071A – Invoice #9

<u>Tom Powell</u>	<u>Description</u>	<u>Hrs.</u>
Jun 22	Preparation of Fourth Report of the Receiver and related matters.	8.0
TOTAL – T. Powell		8.0 hrs.



Pakit Inc.

Summary by Name, Position, Hourly Rate and Hours Charged for Receiver Manager's Professional Fees and Disbursements

February 2, 2012 to November 30, 2017

Alvarez & Marsal Canada Inc. Professionals		Hourly		Total
Name	Position	Rate	Hours	Fees
Todd M. Martin	Managing Director	\$ 625	103.10	\$ 64,437.50
Pam Boparai	Senior Director	550	368.35	202,592.50
Callum Beveridge	Senior Director	450	158.80	71,460.00
Tom Powell	Manager	350	385.35	134,872.50
Vicki Chan	Senior Associate	275	35.80	9,845.00
Marianna Lee	Executive Assistant	200	21.50	4,300.00
			1,072.90	487,507.50
Disbursements				
Telephone				1,501.04
Travel				7,785.51
Meals				507.35
Website Maintenance				734.13
Newspaper				4,823.10
Courier & postage				365.19
				15,716.32
HST/GST				58,559.72
Total fees, out of pocket expenses and HST				\$ 561,783.54

Pakit Inc.
Summary of the Receiver Manager's Legal Counsel's Fees and Disbursements
For the Period January 3, 2012 to November 30, 2017

Invoice Number	Invoice Date	Fees	Disbursements	HST/GST	Total
Borden Ladner Gervais LLP					
696833186	February 7, 2012	29,291.00	540.20	3,579.74	33,410.94
696847296	February 31, 2012	15,410.50	70.80	1,857.76	17,339.06
696847298	March 31, 2012	16,125.50	351.30	1,967.62	18,444.42
696861999	May 15, 2012	13,900.00	289.20	1,702.70	15,891.90
696868226	June 7, 2012	20,004.00	100.50	2,412.54	22,517.04
696879229	July 11, 2012	9,962.50	238.40	1,195.01	11,395.91
696889397	August 15, 2012	3,637.00	35.50	440.70	4,113.20
696926128	December 12, 2012	250.00	2.70	30.32	283.02
		<u>\$ 108,580.50</u>	<u>\$ 1,628.60</u>	<u>\$ 13,186.39</u>	<u>\$ 123,395.49</u>



Borden Ladner Gervais LLP
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Alvarez & Marsal Canada ULC
Commerce Place
1680-400 Burrard St
Vancouver, BC V6C 3A6

February 7, 2012

Attention: Pam K. Boparai
Senior Director

Invoice # 696833186
Page 1

Re: Pakit Inc. et al

File No: 022910/000002

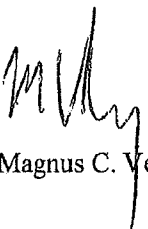
PROFESSIONAL SERVICES rendered to February 1, 2012 in connection with the above matter as described in the attached.

Fees	\$ 29,291.00
Disbursements	540.20
HST on Fees and Taxable Disbursements	3,579.74
Total this Invoice	<u>\$ 33,410.94</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

Alvarez & Marsal Canada ULC

February 7, 2012
Invoice # 696833186
Page 2

PROFESSIONAL SERVICES RENDERED to February 1, 2012

Jan 3, 2012	Various correspondence and discussions with Pam Boparai and Warren Milman.
Jan 4, 2012	Various correspondence and discussions with Pam Boparai.
Jan 5, 2012	Correspondence and discussions with Monitor and Pakit regarding various CCAA and funding issues.
Jan 8, 2012	Review proposed Letter of Credit terms; letter to Pam Boparai and Dwayne Yaretz.
Jan 9, 2012	Extensive discussion and correspondence regarding CCAA matter; attend Court for extension application.
Jan 10, 2012	Various discussions and correspondence with Monitor, Pakit and Fairfax regarding CCAA issues, cash flow, etc.
Jan 11, 2012	Various correspondence and discussions with Warren Milman, Peter Rubin and the Monitor; review and comment on Unisource draft security agreement.
Jan 12, 2012	Various conference calls regarding Unisource issues and CCAA extension; prepare materials for Jan. 13 Court application.
Jan 13, 2012	Arrange for filing of Monitor's Report; update Pleadings Index and attend to filing matters.
Jan 13, 2012	Prepare for and attend Court for extension application; various correspondence and discussions regarding Purchase Order.
Jan 16, 2012	Review Unisource purchase order and prepare comments; correspondence with Warren Milman.
Jan 17, 2012	Meeting with Pam Boparai; letter to John McLean; letter to Warren Milman.
Jan 18, 2012	Conference with Warren Milman; review Unisource Purchase Order.
Jan 19, 2012	Various discussions with Pam Boparai and Warren Milman; review correspondence and documents; review debentures and consider secured claims.
Jan 19, 2012	Review Fairfax Debenture and non-Fairfax Debenture; draft analysis of review.
Jan 20, 2012	Conference with Peter Rubin; various discussions with Peter Rubin and Warren Milman; review draft pleadings; conduct analysis of debentures; conference with John McLean; letter to Pakit; consider issues regarding Monitor's Report; consider CRA claim.
Jan 20, 2012	Review Affidavit by Fairfax; review discrepancies; revise analysis of Convertible Debentures.

February 7, 2012
Invoice # 696833186
Page 3

Alvarez & Marsal Canada ULC

Jan 22, 2012	Review and revise Monitor's Report; review Pakit Court materials; discussions with Monitor.
Jan 23, 2012	Walk to Courthouse, submit documents for CCAA proceeding.
Jan 23, 2012	Revise Monitor's Report; various discussions with Pam Boparai and Warren Milman; correspondence and discussions with John McLean and Kibben Jackson; telephone call from counsel for secured debenture holder; attend Court application; review debentures.
Jan 24, 2012	Conduct review of debentures.
Jan 24, 2012	Initial review of all non-Fairfax Convertible Debentures; reconcile and confirm information in excel sheet; consider discrepancies.
Jan 25, 2012	Review debenture agreements.
Jan 25, 2012	Conduct review of debentures; discussions with Monitor; conference with Warren Milman; consider changes to proposed Order regarding Unisource contract.
Jan 25, 2012	Review Fairfax and non-Fairfax Debentures; correspondence with Daniel Byrne regarding deficiencies; re-analyze debentures for timing/attachment.
Jan 26, 2012	Various correspondence regarding status of CCAA proceedings; correspondence with John McLean; attend Court for Pakit application regarding Unisource; review form of Order; continue review of debentures.
Jan 26, 2012	Analyze debentures; consider issues relating to "existing" debentures and subordination language; review and analyze for issues relating to execution of the debentures; various correspondence with Daniel Byrne.
Jan 27, 2012	Correspondence regarding Cayetano lawsuit; conduct analysis of debenture security; review correspondence and pleadings from Fairfax.
Jan 27, 2012	Review convertible debentures; review Initial Order; analyze signatures; review law on receivership and security priority.
Jan 29, 2012	Draft analysis of convertible debentures; review new subordination agreements.
Jan 30, 2012	Various correspondence regarding \$10 million share subscription; review Harper Grey letter; conference with Pam Boparai; conference with Todd Martin; telephone call to Warren Milman; various discussions with Kibben Jackson; letter to Todd Martin regarding potential termination of CCAA proceedings.
Jan 30, 2012	Draft letter to Alvarez setting out analysis of convertible debentures.
Jan 31, 2012	Receive and compare Receivership Order.
Jan 31, 2012	Conference with Warren Milman; conference with Kibben Jackson; review receivership pleadings; discussions with Todd Martin; conference with John McLean.

February 7, 2012
Invoice # 696833186
Page 4

Alvarez & Marsal Canada ULC

Feb 1, 2012	Various discussions with Warren Milman, John McLean, the Monitor and Peter Rubin; review letter from Pakit to shareholders; consider receivership issues and transition issues.
Feb 1, 2012	Finalize review of Convertible Debentures; consider terms of Amending Agreements and Court Order.
	Document Processing

TO OUR FEES

\$ 29,291.00

DISBURSEMENTS:

Taxable

G=GST; Q=QST; H=HST; P=PST

BC Online	\$28.00	H
BC Online Service Charge	8.00	H
Copies	480.20	H
Agency Fees - File Fifth Report of Alvarez & Marsal Canada Inc. in its capacity as Monitor of Pakit Inc. dated December 30, 2011 (West Coast Invoice No. L043122).	12.00	H
Agency Fees - Court Registry Agent's fee for filing of Monitor's Sixth Report	12.00	H
Total Taxable Disbursements	<u>540.20</u>	
Total Disbursements		540.20
Total Fees and Disbursements		<u>29,831.20</u>
HST on Fees and Taxable Disbursements		<u>3,579.74</u>
TOTAL THIS INVOICE		<u>\$ 33,410.94</u>



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blg.com

Alvarez & Marsal Canada ULC
Commerce Place
1680-400 Burrard St
Vancouver, BC V6C 3A6

March 31, 2012

Invoice # 696847296

Page 1

Attention: Pam K. Boparai
Senior Director

Re: Pakit Inc. - Receivership

File No: 022910/000003

PROFESSIONAL SERVICES rendered to February 29, 2012 in connection with the above matter as described in the attached.

Fees	\$ 15,410.50
Disbursements	70.80
HST on Fees and Taxable Disbursements	1,857.76
Total this Invoice	<u>\$ 17,339.06</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By: 

Magnus C. Verbrugge

March 31, 2012
Invoice # 696847296
Page 2

Alvarez & Marsal Canada ULC

PROFESSIONAL SERVICES RENDERED to February 29, 2012

Feb 2, 2012	Attend Court for receivership application; attend to receivership matters; meeting with Receiver; consider issues regarding form of Order.
Feb 3, 2012	Correspondence with receiver regarding receivership order and related issues; review entered Order.
Feb 6, 2012	Correspondence with Receiver; review receiver's certificate; consider receivership issues.
Feb 7, 2012	Attend to receivership matters.
Feb 8, 2012	Review Unisource agreement and letter to receiver regarding same; draft email regarding advances from receiver to foreign subsidiaries; various correspondence and discussions with Todd Martin.
Feb 9, 2012	Conference with Alvarez & Marsal regarding receivership issues; draft memo; correspondence with Todd Martin; conference with counsel for Fairfax.
Feb 10, 2012	Correspondence with Peter Rubin regarding sale process and related issues; correspondence with Alvarez & Marsal.
Feb 14, 2012	Draft Fairfax Non-Disclosure Agreement; review various correspondence; consider receivership issues; letter to Todd Martin; review employment agreement.
Feb 15, 2012	Telephone call to Peter Rubin; conference call with receiver and Fairfax; consider issues regarding sale process; letter to counsel of record regarding court scheduling; consider employment issues; memo to Todd Martin; draft letter to Dwayne Yaretz.
Feb 16, 2012	Consider employment issues; correspondence with Todd Martin; correspondence with counsel for Daniel Byrne; correspondence with trial scheduling.
Feb 16, 2012	Review employment document regarding K. Carter; advice to M. Verbrugge.
Feb 17, 2012	Review draft Purchase Agreement; review Fairfax revisions to NDA; correspondence regarding employment issues.
Feb 20, 2012	Review insurance; review draft purchase agreement; letter to Pam Boparai; consider share transfer issues.
Feb 21, 2012	Conference with M. Verbrugge.
Feb 21, 2012	Meeting with Pam Boparai and Todd Martin regarding various receivership issues; letter to Barbados counsel; consider sale process.
Feb 22, 2012	Review Unisource agreement; conference with Pam Boparai; consider insurance issues; review Fairfax draft purchase offer materials; letter to Barbados counsel.

March 31, 2012
Invoice # 696847296
Page 3

Alvarez & Marsal Canada ULC

Feb 23, 2012	Review email regarding Barbados' counsel.
Feb 23, 2012	Review Fairfax bid materials; discuss issues with receiver; consider issues regarding Barbados counsel; correspondence with Barbados counsel.
Feb 24, 2012	Review email.
Feb 24, 2012	Various discussions and correspondence with Pam Boparai regarding sale and bid process issues; review Fairfax draft bid materials and prepare comments; letter to Peter Rubin.
Feb 28, 2012	Telephone conversation with P. Boparai; review file; review Bidding Procedures.
Feb 29, 2012	Conference; conduct CSONline search for Receivership Order; attend to forwarding Receivership Order.
Feb 29, 2012	Review Bidding Procedures; review Monitor and Receiver's Reports; email to Ms. Boparai; review Receivership Order.

TO OUR FEES \$ 15,410.50

DISBURSEMENTS:

Taxable

G=GST; Q=QST; H=HST; P=PST

Copies	\$25.80	H
File Preservation and Recycling Fee	45.00	H

Total Taxable Disbursements	<u>70.80</u>
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Total Disbursements	70.80
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Total Fees and Disbursements	<u>15,481.30</u>
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HST on Fees and Taxable Disbursements	<u>1,857.76</u>
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TOTAL THIS INVOICE	<u>\$ 17,339.06</u>
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Borden Ladner Gervais LLP
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blg.com

Alvarez & Marsal Canada ULC
Commerce Place
1680-400 Burrard St
Vancouver, BC V6C 3A6

March 31, 2012

Invoice # 696847298

Page 1

Attention: Pam K. Boparai
Senior Director

Re: Pakit Inc. - Receivership

File No: 022910/000003

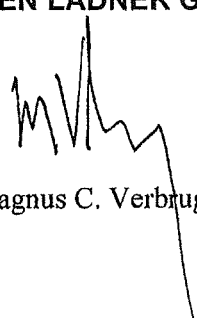
PROFESSIONAL SERVICES rendered to March 27, 2012 in connection with the above matter as described in the attached.

Fees	\$ 16,125.50
Disbursements	351.30
HST on Fees and Taxable Disbursements	1,967.62
Total this Invoice	<u>\$ 18,444.42</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

March 31, 2012
Invoice # 696847298
Page 2

Alvarez & Marsal Canada ULC

PROFESSIONAL SERVICES RENDERED to March 27, 2012

Mar 1, 2012	Telephone conversation with P. Rubin and P. Boparai; revise draft pleadings; telephone conversation with T. Powell and P. Boparai; conference with E. Wang; review pleadings; draft Affidavit of P. Boparai; review and revise pleadings.
Mar 2, 2012	Emails to and from J. McLean (2x); email with P. Boparai; revise pleadings; email with S. Rubin; attend to service issues; conference with P. Boparai.
Mar 5, 2012	Email and telephone conversations with P. Boparai; review Bidding Procedures; attend conference call with P. Rubin and P. Boparai; revise pleadings; email with P. Rubin; conference with P. Boparai; attend to service of pleadings.
Mar 6, 2012	Review and revise Second Receiver's Report; review Lease; telephone conversations to and from P. Boparai (2x); review prior Reports; telephone conversation with J. McLean and K. Jackson; review case law on borrowings; conference with K. Jackson.
Mar 7, 2012	Email with P. Boparai; review Second Report; prepare for hearing in Chambers; review law on Credit Bidding; email regarding Confidentiality Agreement; telephone conversation with K. Jackson; email to J. McLean; telephone conversation with P. Boparai.
Mar 8, 2012	Prepare for and attend hearing in Chambers regarding Borrowing Powers; email and telephone conversation with K. Jackson; review website posting and advertising; telephone conversation with J. McLean; revise Orders; email with J. McLean; review advertisements regarding possible lawsuits.
Mar 9, 2012	Conference with P. Boparai; draft email regarding Hansson; review email and telephone conversations regarding descriptive technology; telephone conversation with P. Rubin.
Mar 10, 2012	Telephone conversation with P. Boparai; review and revise the C.I.M.
Mar 12, 2012	Conference with Pam Boparai regarding Seanet dispute; review correspondence; review CIM and teaser package; review Court Order regarding sale process.
Mar 13, 2012	Review Confidential Information Memorandum; conference with Pam Boparai; review supplier agreements regarding confidentiality issues; correspondence with Pam Boparai.
Mar 14, 2012	Various discussions with Pam Boparai regarding sale process and related issues.
Mar 16, 2012	Review correspondence from Mr. Hansson; consider issues; letter to Pam Boparai.
Mar 17, 2012	Correspondence regarding terms of Confidentiality Agreements.

March 31, 2012
Invoice # 696847298
Page 3

Alvarez & Marsal Canada ULC

Mar 19, 2012	Correspondence with Pam Boparai and telephone call regarding payment arrangements with Processpumpar and Unisource payment issues generally.
Mar 21, 2012	Conference with Pam Boparai; consider issues regarding confidentiality agreement.
Mar 22, 2012	Conference with Pam Boparai; review amendments to NDA; conference with Tom Powell; correspondence with Pam Boparai regarding various issues.
Mar 23, 2012	Discussions and correspondence with Receiver regarding various issues.
Mar 26, 2012	Meeting with Pam Boparai; review engagement letter for Barbados counsel; review and advise on various correspondence regarding sales process and inquiries from potential purchasers.
Mar 27, 2012	Review correspondence regarding Unisource amendments; correspondence from John McLean; review lease disclaimer.

TO OUR FEES

\$ 16,125.50

DISBURSEMENTS:

Non-Taxable

Agent's Account	\$80.00
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Total Non-Taxable Disbursements

80.00

Taxable

G=GST; Q=QST; H=HST; P=PST

Agent's Account	12.00	H
Copies	180.30	H
File Preservation and Recycling Fee	25.00	H
Agency Fees - Agency fees for filing of Application Record - Dye & Durham invoice #5611209	13.75	H
Agency Fees - File First Report of Receiver (Dye & Durham Invoice No. 5622344).	13.75	H
Agency Fees - Agency fees to file Notice of Application and Affidavit #1 of Pam Boparai on rush basis (WC Invoice No. L043127).	26.50	H



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March 31, 2012
Invoice # 696847298
Page 4

Alvarez & Marsal Canada ULC

Total Taxable Disbursements	<u>271.30</u>
Total Disbursements	351.30
Total Fees and Disbursements	<u>16,476.80</u>
HST on Fees and Taxable Disbursements	<u>1,967.62</u>
TOTAL THIS INVOICE	<u><u>\$ 18,444.42</u></u>



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Alvarez & Marsal Canada ULC
Commerce Place
1680-400 Burrard St
Vancouver, BC V6C 3A6

May 15, 2012

Attention: Pam K. Boparai
Senior Director

Invoice # 696861999

Page 1

Re: Pakit Inc. - Receivership

File No: 022910/000003

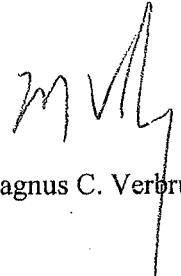
PROFESSIONAL SERVICES rendered to April 30, 2012 in connection with the above matter as described in the attached.

Fees	\$ 13,900.00
Disbursements	289.20
HST on Fees and Taxable Disbursements	1,702.70
Total this Invoice	<u>\$ 15,891.90</u> ✓

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

May 15, 2012
Invoice # 696861999
Page 2

Alvarez & Marsal Canada ULC

PROFESSIONAL SERVICES RENDERED to April 30, 2012

Mar 28, 2012	Correspondence with Pam Boparai regarding various sale process and receivership issues; review Cayetano correspondence; letter to John McLean.
Mar 29, 2012	Review letter from landlord; conference with Peter Rubin; correspondence with Pam Boparai; correspondence with John McLean; review ATS agreement.
Mar 30, 2012	Letter from Pam Boparai; letter to Pam Boparai; conference with Tom Powell regarding landlord.
Apr 3, 2012	Review NDA mark-up with Sun Capital; conference with Pam Boparai regarding various receivership issues.
Apr 4, 2012	Review and revise LOI template.
Apr 5, 2012	Review and revise LOI and conference with Receiver regarding same; review correspondence regarding sale process issues; conference with Pam Boparai.
Apr 9, 2012	Draft form of APA; letter to Pam Boparai.
Apr 10, 2012	Correspondence with Pam Boparai regarding LOI amendments and other receivership issues.
Apr 11, 2012	Various correspondence regarding LOI and other sale process issues.
Apr 12, 2012	Meeting with Alvarez & Marsal regarding LOI's and sale process issues; review LOI's; consider form of APA; telephone call to John McLean.
Apr 13, 2012	Meeting with receiver regarding various sale process issues; revise Asset Purchase Agreement; letter to Peter Rubin; conference with John McLean.
Apr 16, 2012	Discussions with Pam Boparai regarding various receivership and sale process issues; draft letter to Unisource.
Apr 16, 2012	Conference regarding priorities for Debentures; voice mail to Tom Powell of Alvarez & Marsal; review memo for priority scheme and status of Computershare.
Apr 17, 2012	Various discussions and correspondence with Pam Boparai regarding various sale process issues; review documents.
Apr 17, 2012	Telephone call with Tom Powell of Alvarez & Marsal; email regarding Debentures.
Apr 17, 2012	Advice to M. Verbrugge regarding privacy issues.
Apr 18, 2012	Review contact list and agency agreement with Pakit Barbados; correspondence with Alvarez and Marsal regarding various issues.
Apr 19, 2012	Review Unisource due diligence list; correspondence with receiver.

May 15, 2012
Invoice # 696861999
Page 3

Alvarez & Marsal Canada ULC

Apr 20, 2012	Telephone call with M. Verbrugge regarding sale issues.
Apr 20, 2012	Various correspondence and discussions with Pam Boparai regarding sale process issues; review Unisource diligence requests.
Apr 23, 2012	Correspondence regarding due diligence questions; conference with Pam Boparai regarding APA finalization.
Apr 24, 2012	Conference call with Unisource; correspondence with Receiver regarding legacy licence agreements, sale process issues, and data site issues.
Apr 25, 2012	Conference call with Pakit Barbados and Pakit Sweden regarding patent renewals; various correspondence with Receiver; meeting with Receiver regarding sale process and due diligence issues.
Apr 26, 2012	Internal conference regarding patent issues.
Apr 26, 2012	Extensive correspondence regarding patents, Cayetano litigation; sales process issues and provision of diligence materials to bidders; conference with patent agent.
Apr 27, 2012	Correspondence and discussions regarding receivership issues.
Apr 29, 2012	Correspondence with Pam Boparai regarding various sale process issues.
Apr 30, 2012	Conference call with Unisource regarding various due diligence issues; various correspondence and discussions with Pam Boparai regarding receivership and sale issues; consider Fairfax/Abitibi NDA and discuss with Receiver.

TO OUR FEES

\$ 13,900.00

DISBURSEMENTS:

Taxable

G=GST; Q=QST; H=HST; P=PST

BC Online	\$7.00	H
BC Online Service Charge	2.00	H
Copies	280.20	H

Total Taxable Disbursements

289.20

Total Disbursements

289.20



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Alvarez & Marsal Canada ULC

May 15, 2012
Invoice # 696861999
Page 4

Total Fees and Disbursements	14,189.20
HST on Fees and Taxable Disbursements	1,702.70
TOTAL THIS INVOICE	<u>\$ 15,891.90</u>



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June 7, 2012

Attention: Pam K. Boparai
Senior Director

Invoice # 696868226
Page 1

Re: Pakit Inc. - Receivership

File No: 022910/000003

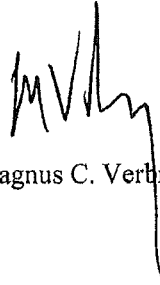
PROFESSIONAL SERVICES rendered to May 31, 2012 in connection with the above matter as described in the attached.

Fees	\$ 20,004.00
Disbursements	100.50
HST on Fees and Taxable Disbursements	2,412.54
Total this Invoice	<u>\$ 22,517.04</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

Alvarez & Marsal Canada ULC

June 7, 2012
Invoice # 696868226
Page 2

PROFESSIONAL SERVICES RENDERED to May 31, 2012

May 1, 2012	Various correspondence with Receiver.
May 2, 2012	Various correspondence regarding sale process issues; review documents; discussions with Pam Boparai.
May 7, 2012	Extensive correspondence regarding sale and due diligence process issues; extensive discussions with Pam Boparai.
May 8, 2012	Review correspondence; review the True Partners and Pepsi licence agreements.
May 8, 2012	Meeting with Receiver regarding sale process and Phase II bids; extensive correspondence with prospective bidders; conference with counsel for Pakit Barbados; review various agreements; prepare promissory note.
May 8, 2012	Draft Grid Promissory Note; revisions to Grid Promissory Note.
May 9, 2012	Telephone call to K. Keeler regarding license of licence; Review the Pakit licence and agent agreements; Email to Alvarez; Review correspondence regarding security.
May 9, 2012	Extensive correspondence and discussions with receiver, counsel for bidding parties and Pakit Barbados regarding sale issues; review agreement and prepare summaries regarding confidentiality provisions and IP transfers.
May 9, 2012	Revisions to Promissory Note; review file; respond to query.
May 10, 2012	Consider registration requirements for patent held by caribbean company; consider conflicts of laws rules.
May 10, 2012	Finalize summary of licence and agency agreements; review email correspondence.
May 10, 2012	Correspondence with Colin Brousson; extensive correspondence with Pakit Barbados and their counsel; review Debenture; extensive correspondence with Alvarez & Marsal regarding asset sale process and issues; review Pakit agreements and prepare various summaries.
May 10, 2012	Revisions to Promissory Note and calculations; review correspondence.
May 11, 2012	Consider stand alone agreement regarding demand repayment for debenture.
May 11, 2012	Correspondence with Barbados counsel regarding secured advances to subsidiary; correspondence regarding patents and security registrations; correspondence with counsel for Fairfax; conference with ATS counsel.
May 11, 2012	Revisions to Promissory Note; email to Barbados counsel.
May 13, 2012	Correspondence regarding asset sale.

June 7, 2012
Invoice # 696868226
Page 3

Alvarez & Marsal Canada ULC

May 14, 2012	Meeting with Pam Boparai regarding sale issues; conference with Fairfax and Blakes; correspondence and discussions with Barbados counsel; letter to Fairfax regarding alternative to deal with Barbados liabilities.
May 15, 2012	Meeting with Alvarez regarding closing of asset sale and related matters; correspondence regarding inter-company loans and security.
May 16, 2012	Conference with Peter Rubin; review correspondence from receiver; letter to Pam Boparai.
May 17, 2012	Meeting with Pam Boparai; correspondence with Barbados counsel; conference call with Dart; conference call with Peter Rubin; letter to Peter Rubin; correspondence with Colin Brousson.
May 18, 2012	Review correspondence regarding Barbados insolvency issues; conference with Pam Boparai.
May 19, 2012	Conference call with Barbados counsel regarding insolvency proceedings and options; conference call with counsel for Fairfax; discussions with Pam Boparai.
May 21, 2012	Letter from Peter Rubin; letter to Peter Rubin; conference with Pam Boparai regarding sale process optics and protecting the process.
May 23, 2012	Correspondence with P. Rubin; conference call with Receiver; consider issues regarding completion of sale process; review cash flows.
May 24, 2012	Various discussions and correspondence with Pam Boparai; review bidding procedures; conference call with Peter Rubin; consider employment liability issues.
May 25, 2012	Conference with Pam Boparai; review correspondence with Fairfax.
May 28, 2012	Correspondence with counsel for ATS.
May 29, 2012	Conference with Pam Boparai; letter to Peter Rubin.
May 30, 2012	Correspondence regarding funding issues; conference with P. Boparai.
May 31, 2012	Confer with M. Verbrugge; review Pleadings and Receivership Order; draft and email Request to Appear before Mr. Justice Burnyeat.
May 31, 2012	Correspondence with Alvarez & Marshal regarding receivership and subsidiary funding; review employment letters; conference with Alvarez & Marshal and Fairfax; review asset purchase agreement; set down for June 15 application.

TO OUR FEES

\$ 20,004.00



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Alvarez & Marsal Canada ULC

June 7, 2012
Invoice # 696868226
Page 4

DISBURSEMENTS:

<u>Taxable</u>	G=GST; Q=QST; H=HST; P=PST	
Copies	\$87.00	H
Agency Fees - Court Registry Agent's fees for entering Order	13.50	H
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Total Taxable Disbursements	100.50	
	<hr/>	
Total Disbursements		100.50
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Total Fees and Disbursements		20,104.50
		<hr/>
HST on Fees and Taxable Disbursements		2,412.54
		<hr/>
TOTAL THIS INVOICE		<u>\$ 22,517.04</u>



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July 11, 2012

Invoice # 696879229
Page 1

Attention: Pam K. Boparai
Senior Director

Re: Pakit Inc. - Receivership

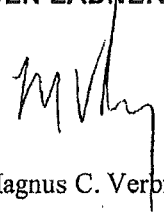
File No: 022910/000003

PROFESSIONAL SERVICES rendered to June 30, 2012 in connection with the above matter as described in the attached.

Fees	\$ 9,800.00
Disbursements	238.40
HST on Fees and Taxable Disbursements	1,195.01
Total this Invoice	<u>\$ 11,233.41</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By: 
Magnus C. Verbrugge

July 11, 2012
Invoice # 696879229
Page 2

Alvarez & Marsal Canada ULC

PROFESSIONAL SERVICES RENDERED to June 30, 2012

Jun 1, 2012	Correspondence and discussions with Pam Boparai regarding asset purchase agreement; letter to Peter Rubin.
Jun 4, 2012	Correspondence regarding asset sale issues; conference with Pam Boparai; correspondence with Trial Scheduling.
Jun 5, 2012	Arrange to set matter for hearing.
Jun 5, 2012	Correspondence and discussions with Pam Boparai; revisions to APA.
Jun 6, 2012	Receive and respond to email; review file regarding application materials.
Jun 6, 2012	Correspondence and discussions with Pam Boparai.
Jun 7, 2012	Receive instructions; review Agreement of Purchase of Sale; draft Notice of Application.
Jun 7, 2012	Conference with P. Boparai; discussions with counsel for Fairfax; review and revise final agreement of purchase and sale; prepare the Receiver's report.
Jun 8, 2012	Rush file at court registry for application for M. Verbrugge.
Jun 8, 2012	Revise Notice of Application; draft Order and letter to Trial Scheduling; draft and organize Application Record; arrange for filing of materials; attend to service matters; update Pleadings Index; telephone calls from P. Boparai regarding Receiver's Report; receive Receiver's Report and arrange for filing.
Jun 11, 2012	Telephone call from N. Beckie; attend to service of filed documents; revise Order; receive Application Response; update Application Record and Pleadings Index.
Jun 11, 2012	Conference with Peter Rubin and Pam Boparai; consider issues regarding subsidiary liabilities; discussions and correspondence with Kibben Jackson regarding True Partners claim to licence; research disclaimer of licences in receivership; prepare for June 12 application; correspondence and discussions with Neva Beckie regarding CRA claims; review Application Response of ATS Automation; review Receiver's report and Asset Purchase Agreement.
Jun 12, 2012	Conference with M. Verbrugge; review emails.
Jun 12, 2012	Confer with M. Verbrugge; conduct Court Services Online search; receive and review e-mails from J. McLean, N. Beckie and P. Rubin; revise Order and arrange for e-mailing.
Jun 12, 2012	Prepare for and attend Court for vesting order application; revise and attend to entry of Order.

July 11, 2012
Invoice # 696879229
Page 3

Alvarez & Marsal Canada ULC

Jun 13, 2012	Receive email; confer with M. Verbrugge; draft letter to S. Smolen; arrange for entry of Order.
Jun 13, 2012	Correspondence regarding payment of Swedish employment obligations; attend to entry of Order; conference call regarding closing procedures.
Jun 14, 2012	Conference call with receiver and Fairfax regarding closing issues and process; various correspondence regarding funding issues in subsidiaries.
Jun 15, 2012	Receive entered Order; update Pleadings; attend to service of entered Order; attend to filing matters.
Jun 15, 2012	Correspondence regarding closing issues; letter to Taegan Duff; review closing agenda; telephone call from Pam Boparai.
Jun 18, 2012	Review closing agenda; review correspondence regarding NDA's and contracts to be assigned.
Jun 19, 2012	Conference with Pam Boparai; correspondence regarding share transfer documents; telephone call from counsel for purchaser regarding closing matters.
Jun 20, 2012	Various correspondence regarding Unisource, IP registration and APA closing issues.
Jun 21, 2012	Telephone call to Taegan Duff; conference and correspondence with Pam Boparai regarding funding, closing and security registration issues.
Jun 22, 2012	Correspondence with Receiver regarding Pepsi contract termination; draft termination.
Jun 27, 2012	Conference with Pam Boparai.
Jun 28, 2012	Review correspondence; letter from Pam Boparai; letter to Taeghan Duff.
Jun 28, 2012	Correspondence regarding share transfer.
Jun 29, 2012	Correspondence regarding sale issues and Barbados incorporation.
Jun 29, 2012	E-mail and telephone call with Taeghan Duff of Blakes; review letter to Exchange Control Authority; e-mail to Barbados counsel; conference regarding direction to send letter.

TO OUR FEES

\$ 9,800.00

Alvarez & Marsal Canada ULC

July 11, 2012
Invoice # 696879229
Page 4

DISBURSEMENTS:

Non-Taxable

Court Registry Fees	\$80.00
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Total Non-Taxable Disbursements	80.00
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Taxable

G=GST; Q=QST; H=HST; P=PST

Agent's Account	12.00	H
BC Online	12.00	H
Copies	120.90	H
Agency Fees - Court Registry Agent's fees for filing of Order.	13.50	H

Total Taxable Disbursements	158.40
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Total Disbursements	238.40
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Total Fees and Disbursements	10,038.40
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HST on Fees and Taxable Disbursements	1,195.01
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TOTAL THIS INVOICE	\$ 11,233.41
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August 15, 2012

Attention: Pam K. Boparai
Senior Director

Invoice # 696889397
Page 1

Re: Pakit Inc. - Receivership

File No: 022910/000003


PROFESSIONAL SERVICES rendered to July 31, 2012 in connection with the above matter as described in the attached.

Fees	\$ 3,637.00
Disbursements	35.50
HST on Fees and Taxable Disbursements	440.70
Total this Invoice	<u>\$ 4,113.20</u> ✓

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

Alvarez & Marsal Canada ULC
Re: Pakit Inc. - Receivership

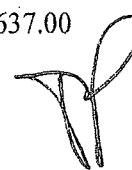
August 15, 2012
Invoice # 696889397
File No: 022910/000003
Page 2

PROFESSIONAL SERVICES RENDERED to July 31, 2012

Jul 3, 2012	Correspondence regarding sale of assets and closing issues.
Jul 4, 2012	Correspondence regarding closing issues.
Jul 4, 2012	Review extension agreement; review Exchange Control Approval; various correspondence with Alvarez & Marsal.
Jul 9, 2012	Review closing documents.
Jul 10, 2012	Correspondence regarding closing mechanics; review closing documents; letter to Taeghan Duff; telephone call to Peter Rubin; conference with receiver regarding various issues.
Jul 13, 2012	Email from P. Boparai; consider email from officer of Pakit Bermuda; revise draft response; email to P. Boparai.
Jul 16, 2012	Telephone call from P. Boparai.
Jul 20, 2012	CONduct NUANs searches and review same; conduct federal search.
Jul 20, 2012	Consider name change issues regarding "Pakit Technologies"; review corporate searches; review securities register; various correspondence with Pam Boparai.
Jul 23, 2012	Review correspondence; telephone call to Pam Boparai regarding closing issues and termination of agreements.
Jul 24, 2012	Draft list of lenders for Alvarez and Marsal.
Jul 24, 2012	Discussions, correspondence and meetings with Receiver, Teaghan Duff and Pakit Barbados regarding closing issues; review correspondence and consider issues regarding patents.
Jul 25, 2012	Correspondence regarding closing and ownership of patents.
Jul 30, 2012	Correspondence regarding Sweden asset sales.

TO OUR FEES

\$ 3,637.00



DISBURSEMENTS:

Taxable

	G=GST; Q=QST; H=HST; P=PST
Copies	\$10.50 H
File Preservation and Recycling Fee	25.00 H



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Alvarez & Marsal Canada ULC
Re: Pakit Inc. - Receivership

August 15, 2012
Invoice # 696889397
File No: 022910/000003
Page 3

Total Taxable Disbursements

35.50

Total Disbursements

35.50

Total Fees and Disbursements

3,672.50

HST on Fees and Taxable Disbursements

440.70

TOTAL THIS INVOICE

\$ 4,113.20



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1680-400 Burrard St
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December 12, 2012

Attention: Pam K. Boparai
Senior Director

Invoice # 696926128
Page 1

Re: Pakit Inc. - Receivership

File No: 022910/000003

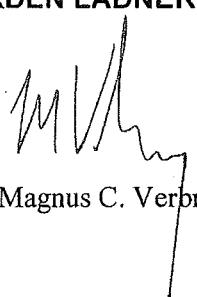
PROFESSIONAL SERVICES rendered to November 30, 2012 in connection with the above matter as described in the attached.

Fees	\$ 250.00
Disbursements	2.70
HST on Fees and Taxable Disbursements	30.32
Total this Invoice	<u>\$ 283.02</u>

THIS IS OUR ACCOUNT - E. & O.E.

BORDEN LADNER GERVAIS LLP

By:


Magnus C. Verbrugge

P

Alvarez & Marsal Canada ULC
Re: Pakit Inc. - Receivership

December 12, 2012
Invoice # 696926128
File No: 022910/000003
Page 2

PROFESSIONAL SERVICES RENDERED to November 30, 2012

Oct 11, 2012 Letter from CRA regarding trust claim; conference with Pam Boparai; letter to Peter Rubin.

TO OUR FEES

\$ 250.00

DISBURSEMENTS:

Taxable

G=GST; Q=QST; H=HST; P=PST

Copies

\$2.70 H

Total Taxable Disbursements

2.70

Total Disbursements

2.70

Total Fees and Disbursements

252.70

HST on Fees and Taxable Disbursements

30.32

TOTAL THIS INVOICE

\$ 283.02