

RSM Richter Inc.

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2, Place Alexis Nihon
Montréal (Québec) H3Z 3C2
Téléphone / Telephone : (514) 934-3497
Télécopieur / Facsimile : (514) 934-3504
www.rsmrichter.com

**CANADA
PROVINCE OF QUÉBEC
DISTRICT OF MONTREAL
DIVISION NO.: 01-MONTRÉAL
COURT NO.: 500-11-039457-102
ESTATE NO.: 41-342772**

**SUPERIOR COURT
(Commercial Division)**

IN THE MATTER OF THE RECEIVERSHIP OF:

POWER BATTERY (IBERVILLE) LTD., a corporation
duly incorporated having its head office at:
6290 des Grandes Prairies
St-Leonard, Quebec H1P 1A2

Debtor

-and-

RSM RICHTER INC.

Receiver

**RECEIVER'S INTERIM REPORT ON THE AFFAIRS OF THE DEBTOR
(S.246(2))**

RSM Richter Inc., in its capacity as Receiver of Power Battery (Iberville) Ltd. ("Company" or "Debtor") a bankrupt, hereby reports on the following:

1. On February 15, 2011, the Receiver sent the Receiver Notice in accordance with section 245 (1) of the *Bankruptcy and Insolvency Act*.
2. Please find enclosed the Receiver's Interim Statement of Receipts and Disbursements for the period from February 3, 2011 to September 23, 2011.
3. The table below reflects the funds available as at September 23, 2011 after considering accruals and provisions.

Power Battery (Iberville) Ltd. Estimated Available Funds after Accruals and Provisions As at September 23, 2011		
Funds in Trust account as at September 23, 2011		\$ 733,214
Accruals and Provisions as at September 23, 2011		
Consultant fees	(575)	
Receiver fees (Note 1)	(3,339)	
Other expenses	(2,346)	
Sale taxes	(866)	
Provision pending verification of amounts received (Note 2)	(115,646)	
Superpriority (Note 3)	(232,598)	(355,369)
Estimated available funds after accruals		\$ 377,844
Note 1: Comprises amounts accrued as at September 23, 2011 but not yet billed.		
Note 2: Comprises pre-receivership income tax refunds received which are presently being verified by the Receiver.		
Note 3: Provision as per 81.4 of the Bankruptcy and Insolvency Act.		

4. As at September 23, 2011, there remains accounts receivable totaling approximately \$450,000 (at unadjusted book value). Although the Receiver is still actively pursuing those accounts, the expected net realization to be generated appears to be nominal, mainly due to the disputes and counter-claims being alleged by the Company's remaining account debtors.

DATED AT MONTREAL, this 4th day of October, 2011.

RSM Richter Inc.
Receiver


Benoit Gingues, CA, CIRP

Power Battery (Iberville) Ltd.
Interim Statement of Receipts and Disbursements
For the Period from February 3 to September 23, 2011

	<u>Notes</u>	<u>Total</u>
Receipts		
Collection of Trade Accounts		\$ 1,597,553
Collection of Other Receivables	1	684,835
Other Receipts		7,553
Total Receipts		<u>2,289,941</u>
Disbursements		
Payroll		(8,347)
Consultant fees		(20,300)
Collection agency commissions		(16,958)
Receiver Fees		(195,808)
Legal fees		(27,677)
Sale taxes		(9,615)
Other fees and expenses		(78,023)
Total Disbursements		<u>(356,728)</u>
Bank Balance before Interim Distribution		<u>1,933,214</u>
Less : Interim distribution to Secured Creditor		(1,200,000)
Bank Balance after Interim Distribution		<u><u>\$ 733,214</u></u>

1 : Includes collection of pre-receivership sales tax refunds (~\$317,882) and deposits on hand with public utilities (~\$251,306)