

RSM Richter Inc.

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CANADA
PROVINCE OF QUÉBEC
DISTRICT OF QUÉBEC
DIVISION NO.: 01-MONTRÉAL
COURT NO.: 500-11-039364-100
ESTATE NO.: 41-342569

SUPERIOR COURT
(Commercial Division)

IN THE MATTER OF THE RECEIVERSHIP OF:

Multina Inc.

a body politic and corporate, duly incorporated according to law and having its head office and its principal place of business at:

1275 Janelle Street
Drummondville, Québec J2C 3E4

Debtor

and

RSM Richter Inc.

Receiver

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

RSM Richter Inc. ("Richter"), in its capacity as Receiver to the assets of Multina Inc. ("Debtor" or "Company" or "Multina"), hereby reports on the following:

The Receiver's Interim Report on the Affairs of the Debtor (S.246(2)) dated January 25, 2012 is updated as follows:

A) Update on the Realization of the Assets of the Company

Between December 14, 2011 and July 26, 2012

1. There was no realization of assets under the control of the Receiver since the last Statement of Receipts and Disbursements included in the previous Receiver's Interim Report.

Between May 24, 2011 and June 30, 2012

2. The Debtor, realized upon the residual inventory representing the assets that were not subject to the various sales of assets previously reported by the Receiver. We refer you to "Exhibit 1" for a summary of the realization of residual assets.
3. The partial repayment of the intercompany loan results from the distribution of the proceeds pursuant to the sale of Multina USA's (a subsidiary of Multina Inc.) Plattsburgh plant.

B) Realization of Residual Assets

4. There remain minimal assets to realize upon.

C) Statement of Receipts and Disbursements

5. The Receiver's Statement of Receipts and Disbursements for the period from July 23, 2010 to July 26, 2012 is submitted as "Exhibit 2".

D) Distribution

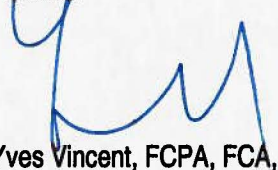
6. The proceeds from the realization of the assets were remitted to the secured creditors taking into account claims that may rank ahead of their securities.

E) Anticipated Completion of the Receivership

7. There still remain issues regarding priority claims, in particular the obligation relating to section 81.6 of the BIA, yet to be resolved. Once all claims have been collocated, Richter will proceed to close its administration of the Receivership, which is expected to occur before the end of the year.

DATED AT MONTRÉAL, this 29th day of August 2012.

RSM Richter Inc.
Receiver



Yves Vincent, FCPA, FCA, CIRP
Administrator

RSM Richter inc. - Receiver (Multina Inc.)
 Summary of the realization of residual assets
 For the period May 24, 2011 to June 30, 2012
 (Note 1 and 2)

Receipts

Repayment of intercompany loan from the net proceeds of sale of the Plattsburgh property	\$ 367,338
Sale of inventory	84,973
Other	6,835
Total Receipts	<u>459,146</u>

Disbursements

Suppliers	81,101
Legal and consulting fees	56,580
GST/QST - net	(636)
Bank charges and others	2,346
Total Disbursements	<u>139,391</u>

Amount available for distribution before payment to secured lender	319,754
Payment to secured lender	317,237
Residual funds available	<u>\$ 2,517</u>

Note 1: The above transactions were made by the Debtor without any control or intervention of the Receiver.

Note 2: The Debtor handled and controlled the cash proceeds resulting from the realization of residual assets.

RSM Richter inc.
Receivership of Multina Inc.
 Statement of Receipts and Disbursements
 For the period July 23, 2010 to July 26, 2012

Receipts

Sale of building and equipment	\$ 6,228,600
Sale of inventory	2,365,711
Collection of accounts receivable	4,522,231
Collection of loans receivable	1,370,739
Sale of office furniture	57,390
Rental income and other recoveries	258,574
Miscellaneous refunds	42,207
Interest received	13,997
Total Receipts	<u>14,859,450</u>

Disbursements

Salaries and wages	1,629,563
Insurance and utilities	243,466
Sales taxes paid - net	19,401
Interest and bank charges	276,189
Stock taking costs	20,676
Site cleanup	11,487
Receiver's fees	592,622
Transfer to cover Trustee's fees (NOI)	149,492
Legal and consulting fees	656,063
Supplier Claims	243,601
Total Disbursements	<u>3,842,561</u>
 Amount available for distribution before payment to secured lenders	 11,016,889
Distribution to secured lenders	<u>(10,552,634)</u>
Net funds on deposit in Receiver's account (Note 1)	<u>\$ 464,255</u>

Note 1: Funds on hand are to be used to settle potential prior ranking liabilities (salaries and vacation (BIA 81.4), prescribed pension plan (BIA 81.6)) and Receiver's fees and costs. Any residual funds will be remitted to the secured lenders.

Note 2: Certain transactions were completed in the Company's bank account which remained operational during the Receivership period.

Note 3: The above results also include the transactions shown on Exhibit 1.