

Fourth Report of the Receiver

May 30, 2006

On May 31, 2006, the Receiver obtained an order from the Ontario Superior Court of Justice authorizing the Receiver to subscribe for additional shares in a corporation (the “Company”) in which the Norshield Group was an existing shareholder. The total subscription price to be paid by the Receiver is approximately \$300,000.00. After reviewing the Company’s financial affairs, the Receiver determined that subscribing for additional shares in the Company was the best method of preserving and even enhancing its equity interest in the Company. The Company is arms-length to the Norshield Group of Companies.

The Receiver filed its fourth report to the Court dated May 30, 2006 (the “Fourth Report”) in connection with the Receiver’s request to the Court that it be authorized to make the foregoing equity investment in the Company. The Fourth Report contains certain confidential and proprietary information regarding the Company’s business and financial affairs reviewed and relied upon by the Receiver in connection with its decision to make the foregoing investment. The Fourth Report was reviewed by the Court and Jean Fontaine in his capacity as Representative Counsel to the Retail Investors. Mr. Fontaine consented to the relief sought by the Receiver and the issuance of the above-noted order. The Court ordered that the Fourth Report should remain sealed from the public record given the sensitive confidential information regarding the Company contained therein.