

**In the Matter of the Receivership of
CALIBER SYSTEMS INC. ("CALIBER" or "the Company")
of the City of Calgary
In the Province of Alberta**

**Notice of Receiver
(Subsection 246(2))**

Take notice that:

On 1st day of April 2011, PricewaterhouseCoopers ("PwC") was appointed Receiver and Manager ("Receiver") of all of Caliber's current and future assets, undertakings of properties of every nature and kind whatsoever, and wherever situate, including all proceeds thereof with the authority to manage, operate and carry on the business of Caliber. The assets of Caliber as per the Company's books and records as at March 31, 2011 were:

| | Book Value |
|---------------------------------|-----------------|
| • Accounts receivable | \$8,632,181.82 |
| • Investments | \$5,346,623.46 |
| • Prepaid expenses | \$598,112.23 |
| • Gravel inventory | \$870,830.41 |
| • Investments | \$253,400.60 |
| • Furniture and fixtures | \$16,195.67 |
| • Temporary structures | \$4,240.89 |
| • Leasehold improvements | \$28,401.79 |
| • Tools and equipment | \$883,082.31 |
| • Office and computer equipment | \$80,220.99 |
| • Automotive equipment | \$1,316,843.59 |
| • Construction equipment | \$16,511,209.27 |

PwC, in its capacity as Receiver, took possession and control of the property described above on the 1st day of April, 2011.

Bankruptcy

On June 27, 2011 the Receiver assigned Caliber into Bankruptcy pursuant to an Order of the Court of Queen's Bench of Alberta.

Secured Creditors

\$17,406,696.32 has been distributed to Caliber's secured creditors. The only remaining secured creditor with an interest in future realizations from the receivership is Servus Credit Union Ltd. ("Servus"). Based on the estimated realizations from the remaining Caliber property, Servus will suffer a significant shortfall on its indebtedness.

Unsecured Creditors

A list of creditors was obtained from the books and records of Caliber, a copy of which was included in the 245/246 report filed April 12, 2011.

Plan of Action

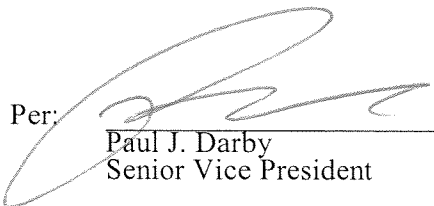
- T4s and ROEs and letters explaining the *Wage Earner Protection Program Act* ("WEPPA") procedure were sent to all employees of Caliber on April 14, 2011. As of today's date 85% of the former employees had received their eligible WEPPA payments.
- Employment Insurance has provided information regarding overpayments and final WEPPA cheques have been prepared and will be mailed this month.
- The Receiver continues its efforts to collect outstanding accounts receivable balances relating to non-bonded contracts, inter-company receivables and investments.
- An offer on the gravel pit has been received and is awaiting court approval.
- A copy of the Statement of Receipts and Disbursements for the period April 1, 2011 to September 30, 2012 is attached as Schedule A to this report.
- The status of Caliber will be updated periodically on our website www.pwc.com/car-calibersystems.
- The Receiver has engaged independent counsel, Mr. Howard Gorman with Norton Rose Canada LLP.

Contact person for Receiver:

Susan Shabluk
Telephone: 403-509-7316
Facsimile: (403) 781-1825

Dated at Calgary, Alberta this 4th day of October, 2012.

PricewaterhouseCoopers Inc.
Receiver Manager of Caliber Systems Inc.

Per: 
Paul J. Darby
Senior Vice President

Notice to Reader

We have compiled the accompanying Statement of Receipts and Disbursements for the period April 1, 2011 to September 30, 2012 from the receivership records which we have maintained in our capacity as Receiver and Manager of Caliber Systems Inc.

We have not engaged external accountants to audit, review or otherwise attempt to verify the accuracy or completeness of the Statement of Receipts and Disbursements.

Readers are cautioned that this statement may not be appropriate for their purposes.

PricewaterhouseCoopers Inc.
Receiver and Manager of
Caliber Systems Inc.

Caliber Systems Inc. - In Receivership
Statement of Receipts and Disbursements
for the period April 1, 2011 to September 30, 2012
(unaudited - See Notice to Reader)

Receipts

| | |
|--|-----------------|
| Accounts Receivable Collections | \$ 887,295.83 |
| Auction Proceeds | \$ 8,105,588.83 |
| Cash on Hand | \$ 28,142.63 |
| Corporate Tax Refund | \$ 1,811,722.65 |
| Direct Costs | \$ 383,712.40 |
| Fuel Tax Rebate | \$ 72,583.60 |
| GST Collected | \$ 199,049.30 |
| GST Refunds | \$ 601,376.64 |
| Insurance Refunds - Cash Surrender Value re Life Insurance | \$ 178,860.09 |
| Insurance Co Claim Payment | \$ 49,500.00 |
| Lease of Equipment | \$ 284,985.70 |
| Miscellaneous Refund | \$ 5,209.20 |
| Provincial Tax Refund | \$ 1,103,367.30 |
| Sale of Assets | \$ 8,754,093.39 |
| WCB Refund | \$ 85,372.12 |

| | |
|----------------|-------------------------|
| Total Receipts | <u>\$ 22,550,859.68</u> |
|----------------|-------------------------|

Disbursements

| | |
|---|------------------|
| Advance to Trustee in Bankruptcy for Expenses | \$ 841.20 |
| Auto Allowance Expense | \$ 600.00 |
| Accounting Services | \$ 6,250.00 |
| Appraisal Fees | \$ 52,000.00 |
| Auction Commissions | \$ 446,612.50 |
| Auction Expenses | \$ 145,042.00 |
| Bank and Service Charges | \$ 1,005.26 |
| Bankruptcy Costs | \$ 25,000.00 |
| Business Taxes | \$ 4,791.91 |
| Casual Labour | \$ 28.57 |
| Commissions | \$ 24,275.19 |
| Computer Consultant | \$ 8,992.44 |
| Contractors | \$ 499,135.88 |
| Fuel | \$ 1,285.52 |
| Garbage/Janitorial/Cleaning | \$ 11,006.45 |
| GST Paid/Remitted | \$ 430,196.94 |
| Insurance (net of refunds) | \$ 136,892.46 |
| Legal Fees | \$ 656,692.91 |
| Legal Expenses | \$ 6,661.37 |
| Lease Payments | \$ 108,256.23 |
| Licences and Permits | \$ 1,151.00 |
| Offical Receiver Fees | \$ 70.00 |
| Office and Miscellaneous | \$ 10,352.49 |
| Payroll | \$ 46,339.18 |
| Payroll Remittances | \$ 7,587.93 |
| Property Claim - CRA regarding Withholdings | \$ 381,326.46 |
| Receivers Fees | \$ 1,376,910.00 |
| Receivers Expenses | \$ 71,732.28 |
| Rent | \$ 141,543.19 |
| Repairs and Maintenance | \$ 28,325.52 |
| Secured Creditor Payment/Liens | \$ 17,406,696.32 |
| Security/Locksmith | \$ 4,971.50 |
| Storage Costs | \$ 8,456.66 |
| Utilities/Telephone (net of refunds) | \$ 20,388.39 |
| WEPPA Payments | \$ 229,229.95 |
| Workers Compensation Board | \$ 1,010.19 |

| | |
|---------------------|-------------------------|
| Total Disbursements | <u>\$ 22,301,657.89</u> |
|---------------------|-------------------------|

| | |
|---------------------------------|-----------------------------|
| Balance of Funds in Bank | <u>\$ 249,201.79</u> |
|---------------------------------|-----------------------------|