# ONTARIO SUPERIOR COURT OF JUSTICE COMMERCIAL LIST

BETWEEN:

PINNACLE CAPITAL RESOURCES LIMITED in its capacity as general partner of RED ASH CAPITAL PARTNERS II LIMITED PARTNERSHIP

**Applicant** 

-and-

KRAUS INC., KRAUS CANADA INC., STRUDEX FIBRES LIMITED, and 538686 B.C. LTD.

Respondents

## AFFIDAVIT OF ARTHUR QUINT (Affirmed June 10, 2012)

I, ARTHUR QUINT, of the City of New York, of the state of New York,

MAKE OATH AND SAY:

1. I am the Senior Vice-President-Finance and Chief Financial Officer of Nylene Canada, Inc. ("Nylene"), and as such have knowledge of the matters to which I hereinafter depose, except where otherwise stated. Where my evidence is based on information and belief, I have stated the source of that information and believe it to be true.

- 2. I swear this affidavit to advise the Court of the unfair and inappropriate conduct of Kraus Inc. and Strudex Fibres Limited (collectively, "Kraus") with respect to certain goods supplied by Nylene to Kraus, which Kraus is apparently seeking to include in a pending sale of the assets of Kraus.
- 3. Nylene is a supplier of yarn and resin used in the manufacturing processes of Kraus. We supply annually approximately \$4.3m USD to Kraus.
- 4. I am now aware that as early as mid May, 2012, the Applicants were seeking the relief of this and other Courts in connection with their pending bankruptcy. However, at the same time, representatives from Kraus, who knew of the impending insolvency proceedings, and presumably on the instructions of the Officers and Director's of Kraus, continued to require goods to be supplied to them by Kraus. It is now clear that Kraus ordered these goods with no intention to make payment in respect of same.
- 5. It is also clear from the materials provided by the Applicants to the Court which I have now reviewed, that the events leading up to the bankruptcy of Kraus have been building for some time, and have been carefully orchestrated towards the impending flip of the assets of Kraus which is the subject of a motion before

the court returnable June 11, 2012. These insolvency proceedings did not arrive as a surprise to Kraus.

- 6. Attached hereto as **Exhibit "A"** is a chain of emails recounting how goods were ordered and promises of payment were made.
- 7. I became aware on May 30, 2012 of the bankruptcy proceedings which had been commenced in Canada in respect of Kraus Inc. At that time Nylene retained counsel and with the aid of counsel prepared a notice requiring payment for outstanding amounts.
- 8. Attached hereto as **Exhibit "B"** to my Affidavit is a copy of our letter dated May 31, 2012 and the demand under section 81.1 of the *Bankruptcy and Insolvency Act* demanding the return of goods which was sent to Kraus and the Interim Receiver.
- 9. As set out in the May 31<sup>st</sup> Letter, Nylene had supplied Kraus with in excess of approximately \$730,000.00 worth of goods in the 30 days immediately leading up to May 28, 2012, the date of the Receivership Order.
  - 10. As set out therein, our letter required, among other things, that Kraus pay for the use of any goods which were subject to that notice and that those good be

segregated pending a resolution of this issue.

- 11. Although we received a note from the Receiver contesting the applicability of section 81.1 to an interim receivership on June 1, 2012, (a copy of which is attached hereto as **Exhibit "C"**), no response at any time was received from Kraus. Accordingly, Nylene proceeded on the assumption that the terms of our May 31<sup>st</sup> Letter was being complied with by Kraus.
- 12. On June 1, 2012, in furtherance of our understanding that our issue had been addressed, we entered into a cash on delivery agreement to supply ongoing goods to the company. At the time the negotiation of this cash on delivery agreement, again no comment was made by Kraus with respect to the status of the segregated goods.
- 13. As set out in our email which accompanied that agreement, a copy of which is attached as **Exhibit "D"** along with the COD agreement, we reserved our rights and affirmed our understanding that the goods identified in our May 31 Letter were to be segregated.
- 14. On June 5<sup>th</sup>, Kraus made payment for some of the goods which were subject to our May 31<sup>st</sup> Letter in the amount of approximately \$70,000, further supporting our understanding that all the goods subject to the letter were being so

treated.

- 15. It was therefore surprising to us that, following our entering into the agreement to provide goods on a C.O.D. basis and the receipt of the payment of \$70,000, that on June 7, 2012, Nylene received an email from Kraus, attached hereto as **Exhibit** "E", advising us that the majority of our goods identified in our May 31 Letter were either not subject to any restrictions on their use or had been consumed and that only minimum payments would now be made. The exact status of most of those goods was not made clear by the letter.
- 16. Our counsel prepared and sent a response on the same day, a copy of which is attached hereto as **Exhibit "F"**, set out our disagreement with the treatment we had received from Kraus. Among other things it stated:

"Our client does not accept that your client now need only pay it for a small portion of the goods which were the subject of the letter of May 31 (being those which were delivered after May 12, 2012 and which remain unused). Rather, it is our client's position that your client has been on notice, since the letter of May 31<sup>st</sup> to segregate all those goods and, unless payment was made, to make no use of them."

- 17. We have had no response.
- 18. It is our understanding that Kraus is attending at Court on Monday June 11, 2012 in order to complete a sale of its assets. Those assets will presumably attempt to include the goods which are subject to our 81.1 Notice and our May

31st Letter.

- 19. Given the manner in which those goods have been purloined from Nylene by the calculating conduct of Kraus, in the face of our notices and under the nose of the Interim Receiver whom we understood was charged by the Court with preserving the estate of Kraus for its creditors, our goods should not form part of the assets being sold in the absence of payment being made for same.
- 20. Further, to the extent it has not already been done, all goods which were subject to our May 31 Letter should be inspected by the Interim Receiver and set aside pending a motion to determine the status of Nylene's rights to those goods.

Affirmed before me at the City

NEN YOUR

of •, in the State of NEN YOUR.

)

this day of

June 10, 2012.

ARTHUR QUINT

Commissioner For Taking Affidavits

#1903717

HCWARD A. FRIED
Notary Public, State of New York
No. 02FR5020831
Qualified in Queens County
Commission Expires January 8, 20

#### THIS IS EXHIBIT "A" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

**From:** Walter Eckhardt [mailto:walter@krausflooring.com]

Sent: Thursday, May 31, 2012 10:26 AM

**To:** Don Nicholas **Cc:** Mike Wagner

Subject: Re: Visit - SOL & DON

The days are long and frantic I am not trying to avoid you Ive called and emailed you. Are you

wanting to talk to me today?

Regards,

W~

Walter Eckhardt

Kraus Inc.

walter@krausflooring.com

Office 519 884 2314 x430 Mobile 519 501 7127

On 2012-05-31, at 9:19 AM, "Don Nicholas" < <a href="mailto:don.nicholas@nylene.com">don.nicholas@nylene.com</a>> wrote:

#### Walter,

Listed here are my attempts to speak with you.

- 1. Thursday May 17<sup>th</sup> ,2012 @ 2:44pm
  - a. E-mail sent requesting a time to call you.
- 2. Monday May 21<sup>st</sup>, 2012
  - a. Left voice mail message requesting time to speak. Holding future shipments
- 3. Wednesday May 23<sup>rd</sup>, 2012 @ 11:02 am
  - a. E-mail sent requesting a time to call you. Advised that future shipments are on hold.
- 4. Wednesday May 23<sup>rd</sup>, 2012 @ 4:05pm
  - a. E-mail sent requesting that you call me. Stronger wording and notice that shipments scheduled for delivery May 24<sup>th</sup>, 25<sup>th</sup>, 28<sup>th</sup> & 29<sup>th</sup> are on hold.
- 5. Thursday May 24<sup>th</sup>, 2012 @ approximately 7:30am
  - a. Called offices of Kraus and somehow got Human Resources (lady) voice mail. I left a message for her to have you call me ASAP.
- 6. Thursday May 24<sup>th</sup>, 2012 @ approximately 7:35 am
  - a. Called your office and you picked up the phone. I let you know that I was trying to reach you for over a week and had left voice mail messages and e-mails. You said you didn't get them. I have no record that e-mails weren't delivered to intended recipient. I advised you that we had shipments on hold and I did mention the dates of delivery. We had our discussion and based on this discussion and internal discussions.....I released shipments.

I'll let you know by end of today what date (June  $12^{th}$  or  $13^{th}$ ) and time Sol and I will visit you and Mike.

Don

**From:** Walter Eckhardt [mailto:walter@krausflooring.com]

**Sent:** Wednesday, May 30, 2012 4:45 PM

To: Don Nicholas

Cc: Sol Schlesinger; Mike Wagner (<a href="mailto:mwagner@krausflooring.com">mwagner@krausflooring.com</a>)

Subject: RE: Visit - SOL & DON

I feel for you, that you are upset and I am sorry for that. Please understand that this situation has also had a tremendous negative impact on me and my family as well.

During our conversation on Thursday I mentioned that we were working on financing and that I would be in a position to discuss it more fully in next week (i.e. this week). I do recall you saying on Thursday that you had several loads coming up and were hesitating because of some rumors you had heard, but I do not recall you listing a schedule of specific delivery dates. Since it was Thursday, I assumed the loads you were referring to would come in next week (i.e. this week).

Under the terms of the interim order we are legally required to and are able to pay for all loads received after the order was issued on Monday. You can see the order on the receiver PwC's web site, and Mike Wagner and I are available to speak about this further with you if you wish.

Regards,

W~

Walter Eckhardt
CEO
Kraus Inc.
T 519.884.2314 x430
F 519.884.0170
M 519.501.7127
Kraus | Floors with more.
65 Northfield Drive West, Waterloo ON N2L 0A8

www.krausflooring.com

**From:** Don Nicholas [mailto:don.nicholas@nylene.com]

**Sent:** Wednesday, May 30, 2012 12:07 PM

**To:** Walter Eckhardt

Cc: Sol Schlesinger; Mike Wagner (<a href="magner@krausflooring.com">mwagner@krausflooring.com</a>)

Subject: RE: Visit - SOL & DON

Walter,

We certainly do look forward to this meeting. I must tell you that I'm very upset at this moment. I spoke to you on the morning of May 24<sup>th</sup> (Thursday) about our concerns that you had new equity partners and that assets would be sold. I informed you that I was holding up shipment on 4 loads of polymer scheduled for delivery on May 24<sup>th</sup>, 25<sup>th</sup>, 28<sup>th</sup> and 29<sup>th</sup>. I released 2 loads for delivery after we spoke given the positive tone and substance of our conversation. One load arrived on Friday May 25<sup>th</sup> and the other load arrived on Monday May 28<sup>th</sup>. There was no mention of interim receivership during our conversation and I have a hard time believing that you did not know about the pending application under the bankruptcy and insolvency act made on May 25<sup>th</sup> (the next day after we talked).

I would expect (given our discussions on May 24<sup>th</sup>) that Kraus would be paying for the load shipped and received on Friday May 25<sup>th</sup> as well as the one delivered on Monday May 28<sup>th</sup>. Don

**From:** Walter Eckhardt [mailto:walter@krausflooring.com]

**Sent:** Wednesday, May 30, 2012 11:40 AM

To: Don Nicholas

Cc: Sol Schlesinger; Mike Wagner (<a href="magner@krausflooring.com">mwagner@krausflooring.com</a>)

**Subject:** RE: Visit - SOL & DON

Since Monday Kraus and Strudex have been operating in an interim receivership, a short "stay" period during which we are legally permitted and required to pay for post-Monday receipts on a COD basis but legally prevented from paying for pre-Monday receipts. The next step that we expect, assuming the preconditions are met (of which the main one is union membership ratification of an agreement reached with the bargaining committees), is that the companies go into a prepackaged receivership that will transfer the companies' operations into new entities, and bankrupt the existing entities. At this point we expect that next step to occur on June 11.

Since we have zero flexibility during the interim "stay" period that we're in, it makes sense for us to meet face to face as soon as possible after June 11. Mike and I would be available any time June 12 or 13. I expect the senior fellow from the British private equity firm that will own us will be in Canada that week, and I hope that you can meet him also. In the meantime we're operating fairly normally but on a COD basis. Please call Mike Wagner or me and we can keep you updated.

Regards,

W~

Walter Eckhardt Kraus Inc. T 519.884.2314 x430 F 519.884.0170 M 519.501.7127

Kraus | Floors with more.

65 Northfield Drive West, Waterloo ON N2L 0A8

www.krausflooring.com

From: Don Nicholas [mailto:don.nicholas@nylene.com]

**Sent:** Tuesday, May 29, 2012 2:27 PM

**To:** Walter Eckhardt

**Cc:** Sol Schlesinger; Mike Wagner (mwagner@krausflooring.com)

Subject: Visit - SOL & DON

Hello Walter.

Sol and I would like to visit with you in Waterloo at your earliest convenience to discuss recent announcements by Kraus. Can you please provide us with a date and time.

Thanks, Don

Hello Walter,

Andy and I are hearing industry rumors that Kraus might be having financial difficulties. Can Andy and I speak with you about business at your convenience sometime tomorrow? We'd rather speak with you directly versus speculating on what might or might not be happening. Please provide a time that we can call you.

Thanks,

Don

Hello Walter,

I've sent e-mails and left voice mail messages with you in an attempt to establish a convenient time that I could speak with you. Mike did speak to Andy and Sol about Kraus refinancing but he has limited information. I do understand the important role that suppliers play during these

transition periods. However, I need more information on the status of your efforts. Unfortunately, I'm in a holding pattern on future shipments until I can speak with you. Please call when you can.

Thanks,

Don

613-623-0556

#### Hello Walter.

Please contact me at your earliest convenience. We have polymer shipments to Strudex scheduled for delivery on May 24<sup>th</sup>, 25<sup>th</sup>, 28<sup>th</sup> and 30<sup>th</sup>. If I'm not in the office then you can leave a message on my land line or call my cell phone.

Thanks, Don Land Line 613-623-0556 Cell 613-302-5803

From: Don Nicholas

**Sent:** Wednesday, May 23, 2012 11:02 AM **To:** Walter Eckhardt (<u>walter@krausflooring.com</u>)

Subject: Kraus - Refinancing

**Importance:** High Hello Walter,

I've sent e-mails and left voice mail messages with you in an attempt to establish a convenient time that I could speak with you. Mike did speak to Andy and Sol about Kraus refinancing but he has limited information. I do understand the important role that suppliers play during these transition periods. However, I need more information on the status of your efforts. Unfortunately, I'm in a holding pattern on future shipments until I can speak with you. Please call when you can.

Thanks, Don 613-623-0556

**From:** Andy Buffam

**Sent:** Wednesday, May 23, 2012 12:07 PM

To: Don Nicholas

**Cc:** Shiraz Meghji; Arthur Quint; Sol Schlesinger **Subject:** Conversation with Mike Wagner

This is the second conversation I have with Mike regarding rumors in the market about financial problems at Kraus. This time I told him that the word on the street was that they had been bought by an investment company that would liquidate their assets. He response was "don't tell me it's come to that now ". He knew there was talk in the market about an investment company but not liquidation. His comments were as follows.

- #1. He had just signed a cheque made payable to Nylene for approx. \$128,000.00.
- #2. He did say they were in the process of trying to refinance their business and hoped to have things in place during the next week or two.
- #3. He commented how difficult their business has been in recent years and how hard everyone has worked to try and make things better. He sounded very tired.

- #4. He said he has no financial involvement in the company and therefore could not offer any detailed information relating to this part of the business. I told him that we were trying to get this information from Walter Eckhardt but he would not return our phone calls.
- #5. I mentioned to Mike that we appreciated the fact that he communicates with us and we would stay in touch. He also commented that he would be calling Sol. Andy

#### THIS IS EXHIBIT "B" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

From: David Ullmann

**Sent:** Thursday, May 31, 2012 5:01 PM

To: 'linc.rogers@blakes.com'; 'dkuiper@millerthomson.com'

**Cc:** Raymond M. Slattery **Subject:** RE: Kraus Inc., etc.

#### Gentlemen.

Please see the attached demand under section 81.1, as per my email below. I understand that my client is sending the notice to Kraus directly as well. Also, please add us to the service list as counsel to Nylene Canada Inc.. We will send a Notice of Appearance tomorrow.

## Regards, David

From: David Ullmann

Sent: Thursday, May 31, 2012 3:33 PM

To: 'linc.rogers@blakes.com'; 'dkuiper@millerthomson.com'

Subject: Kraus Inc., etc.

Mr. Rogers and Mr. Kuiper,

We understand that you are counsel to PWC, the receiver of Kraus and Kraus Inc. respectively. We are being contacted by a supplier of Kraus in respect of whom I believe we will be attempting to file an 81.1 notice today. Section 81.1 requires that the notice be presented to the Receiver or the Purchaser. We intend to provide it to each of you by email shortly. Please confirm that you will be able to accept and process this notice and bring it to the attention of those people in possession of the supplies in question, or if not, to whose attention the notice should also be sent.

## Regards,

**David Ullmann** 

David T. Ullmann Minden Gross LLP

145 King Street West, Suite 2200 Toronto, Ontario, Canada M5H 4G2 Tel: (416) 369-4148 Fax: (416) 864-9223 Email: dullmann@mindengross.com

www.mindengross.com

**MERITAS** LAW FIRMS WORLDWIDE

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### NYLENE CANADA, INC.

200 McNAB STREET · ARNPRIOR, ONTARIO K7S 3P2 · (613) 623-3191

May 31, 2012

Mr. Walter Eckhardt Mr. Mike Wagner Kraus Carpet Mills Limited 65 Northfield Drive West Waterloo, Ontario N2J 4J4

#### Gentlemen,

In connection with BIA (Bankrputcy and Insolvency Act) s 81.1, Nylene Canada, Inc. hereby asserts its claim for repossession and prompt return of all product listed below, shipped to the Kraus Group as detailed below within 30 days of the appointment of the interim receiver.

	Invoice No	Invoice Date	Amount	Product description
Kraus	110130	4/17/2012	32,040.95	Yarn
Kraus	110131	4/17/2012	62,006.22	Yarn
Kraus	110157	4/24/2012	22,257.52	Yarn
Kraus	110158	4/24/2012	29,391.98	Yarn
Kraus	110159	4/24/2012	36,597.80	Yarn
Kraus	110225	5/10/2012	22,674.68	Yarn
Kraus	110247	5/16/2012	62,172.18	Yarn
Strudex	110150	4/23/2012	70,783.20	Polymer resin
Strudex			(6.00)	Polymer resin
Strudex	110163	4/25/2012	70,783.20	Polymer resin
Strudex	110276	5/24/2012	70,783.20	Polymer resin
Strudex	110281	5/25/2012	70,783.20	Polymer resin
Varichrome	110129	4/17/2012	39,741.34	Yarn
Varichrome	110160	4/24/2012	42,473.85	Yarn
Varichrome	110191	5/3/2012	52,331.29	Yarn
Varichrome	110241	5/16/2012	47,375.52	Yarn
			732,190.13	

Please isolate the goods in question and ensure that no further use is made of them without our express permission. Further, all amounts owing in respect of these goods are hereby declared to be immediately due and payable as a result of the apparent insolvency of the Kraus Group. When payment has been made, the goods shall be released to you.

Very truly yours,

Senior Vice President – Finance

Chief Financial Officer

### Form 75 **Demand for Repossession of Goods**

(Paragraph 81.1(1)(a) of the Act)

To: The Kraus Group, purchaser and to PriceWaterhouseCoopers Inc, receiver

I, Arthur Z. Quint, as Senior Vice President – Finance of Nylene Canada Inc., a supplier to the Kraus Group, hereby demand access to and repossession of the goods described below, which were sold and delivered to Kraus Carpets, Strudex, and Varichrome Yarns the purchaser, on the dates and in accordance with the terms set out in the attached documents:

	Invoice No	Invoice Date	Amount	Product description
Kraus	110130	4/17/2012	32,040.95	Yarn
Kraus	110131	4/17/2012	62,006.22	Yarn
Kraus	110157	4/24/2012	22,257.52	Yarn
Kraus	110158	4/24/2012	29,391.98	Yarn
Kraus	110159	4/24/2012	36,597.80	Yarn
Kraus	110225	5/10/2012	22,674.68	Yarn
Kraus	110247	5/16/2012	62,172.18	Yarn
Strudex	110150	4/23/2012	70,783.20	Polymer resin
Strudex			(6.00)	Polymer resin
Strudex	110163	4/25/2012	70,783.20	Polymer resin
Strudex	110276	5/24/2012	70,783.20	Polymer resin
Strudex	110281	5/25/2012	70,783.20	Polymer resin
Varichrome	110129	4/17/2012	39,741.34	Yarn
Varichrome	110160	4/24/2012	42,473.85	Yarn
Varichrome	110191	5/3/2012	52,331.29	Yarn
Varichrome	110241	5/16/2012	47,375.52	Yarn
			732,190.13	

Copies of Documents of sale are attached herewith.

Whereas the purchaser is bankrupt (or there is a receiver within the meaning of subsection 243(2) of the Act, appointed in respect of the purchaser's property) the trustee (*or* receiver) is required to release the goods described above in accordance with subsection 81.1(1) of the Act.

Dated at Arnprior, Ontario, this 31<sup>th</sup> day of May, 2012.

Supplier Nylene Canada Inc.

Telephone Number: 613-623-3191 x305

973-694-4141 x133

Fax Number:

973-694-3549 Arthur Z. Quint

Senior Vice President – Finance Chief Financial Officer

E-mail Address:

AQuint@Nylene.com



Bill To:	Strudex					200 Arm K7S Ship T Str 65	ene Canada Inc. McNab Street prior, ON 3 3P2  o udex Northfield Dr W aterloo, ON N2L			
						Nylene Order		Order Date	Pro Number	
	45 er Code		Freight Terms			SO-0000606 Bill of Lading	0091	04/23/2012 Shipped From		
RTA				Origin - Prepaid		0000019386	5-SH	Arnprior Plant		
Line	Item Number	***		Description			Price	Qty Shipped	Amount	
1	10249867	Nylene BS7	00 A - OCT				1.450/LB	43,200.000 LB	\$62,640.00	
	GST Reg # 867796617 RT001  Invoice Instructions:						Subtotal Freight HST  yment/Credit Amount alance USD	62,640.00 0.00 8,143.20 0.00 70,783.20		
	questions, pleas	e contact: : 613-623-319	)I			Pay by 07/09/2012		Pay this Amount USD	\$ 70,783.20	



Strudex Fibres Limited

85 Northfield Drive Waterloo, Ontario N2L 0A8

Canada P: 519.884,2310 F: 519.884,3443

PO: 12106

Vendor name ;

Nylene Canada Inc

Address:

200 McNab Street

City:

Amprior

State/Prov: Contact . Ontario

Zip/P Code: K7S 3P2

Andy Buffam, e-mail :andy.buffam@nylene.com

Date:

Apr 23,2012

Date Req'd: Terms:

As per schedule Net 45 Days

QUANTITY	DESCRIPTION	PRICE
4 Truck Loads	Nylene BS 700 A polyamide resin, each load of 19,595 kg	US \$ 1.45/lb
	Delivery: One load each on the following dates in May,2012: 7,10,28 and 31	

Requested by:

S. Ravishankar

**CONFIRMATION ONLY** 

Approved By:

S. Ravishankar

Charge to:

50350 500

Strudex Fibres Limited

Authorized by:\_

Shipping Instructions

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof. Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au verso de la presente. Shipped To / Addrese de Ilvraison Ship From Bill Of Lading 0000019386 Strudex Nylene Canada Inc. Freight Remittanco Info.: 65 Northfield Dr W 200 McNab Street Nylene Canada Inc. Waterloo, ON N2L 0A8 CAN Name. ARNPRIOR ON K78 3P2 200 McNab Street Addrass CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27734 Order Date 04/23/2012 Remit Ref. 0000019386 0000600091 Sch. Del. Date 05/28/2012 Terms FOB Origin - Prepaid 12106 Date Shipped 5/25/2012 **Customer Order No** /No Commande Carner/Transporteur Declare Valuation/Valuer Declaree SCAC Gode RTAL ROSEDALE Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsability Vessel No. 86233 Pro. No. maximum de 4,41 \$ par Kilogramme selon le poide total du chargement. A moins qu'une valeur superieure n'ait eté décisree aur le recto par l'expediteur Routing/Contract No.

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			Totals:	(kg):	19,595.21	20,496.23		
				(lb):	43,200.00	45,186.40		
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		-						
	4				Net Weight	Gross Weight		<u>. I</u>
_	-		Report Totals:	(kg):	19,595.21	20,496.23		
				(lb):	43,200.00	45,186.40		

#### Customer Phone

This is to centry that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for bezardous materials identified in this shipping document and that the ER information is inuncidately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylone for bazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for bazardous materials identified in this shipping document.

Le transportent confirme que tous placards necessaires pour produits dangereux mentionnes dans ce document out etc fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont etc all'ixes au veloule.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 6

Shippor. Por. Brent Barrie

Agent, Per Je Jali J (40)

Date: 05-25-12



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				05/24/2012		07/08/2012			12106	
	nent Terms			Customer No.		Nylene Orde	г No.		Order Date	Pro Number
Net	45			27734		SO-000060		)	04/23/2012	
Carri RTA	er Code L		Freight Terms ZF6 - FOB	Origin - Prepaid		Bill of Lading 000001938		[	Shipped From Arnprior Plant	
Line	Item Number			Description				Price	Qty Shipped	Amount
1	10249867	Nylene BS7	700 A - OCT					1.450/LB	43,200.000 LB	\$62,640.00
	GST Reg # 867796617 RT001								Subtotal Freight HST	62,640.00 0.00 8,143.20
Invoi	invoice Instructions:							Payment/Credit Amount 0.  Balance USD 70,783.		
	Any questions, please contact: Accounting Tel: 613-623-3191					Pay by 07/08/2012	2	Pay this Amount USD \$ 70,7		

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof. Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvols au verso de la presente Shipped To / Addrese de livraison Bill Of Lading 0000019382 Strudex Nylene Canada Inc. Freight Remittance info.: 65 Northfield Dr W 200 McNab Street Nylene Canada Inc. 200 McNab Street Waterloo, ON N2L DA8 CAN Name: ARNPRIOR ON K7S 3P2 Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27734 Order Date 04/23/2012 0000019382 Remit Ref 0000600090 Sch. Del. Date 05/25/2012 Order No. Terms FOB Origin - Prepaid Customer Order No. 12106 Date Shipped 5/24/2012 /No. Commande Carnor/Transportour Declare Valuation/Valuer Declaree SCAC Coda RTAL ROSEDALE

Vessel No 34343

Pro No

Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsabilite maximum de 4,41 \$ par Kilogramme solon le poids total du chargement. A moins qu'une valeur superieure n'ait ale declares sur le reclu par l'expediteur.

#### Routing/Contract No Shipping Instructions

Units Colls		DG MD	Description of Articles, Special Marks a Description Des Articles	nd Exceptions		Gross Weight Poids	Mat'l No/Article CustMat'l No/No Article Cint	Line No
	24		Nylene BS700 A - OCT			45,245.60Lb	10249867	1
	24		,		Net Weight	Gross Weight		
			Totals:	(kg):	19,595.21	20,523.08		
				(lb);	43,200.00	45,245.60		
						_		
	]							
	j							
								İ
		~						
	24				Net Weight	Gross Weight		
			Report Totals:	(kg);	19,595.21	20,523.08		
				(lb):	43,200.00	45,245.60		

#### Customer Phone.

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylone for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour produits dangeroux mentionnes dans co document out eta finantix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangeroux mentionnes dans co document out ete affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 813-996-8686

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (tol) free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-623-3191/

Shipper, Per Brent Barrio

Аделт, Рег 🕯

Date: 05-24-12





Strudex Fibres Limited

85 Northfield Drive Waterloo, Ontario N2L 0A8 Canada

P: 519.884.2310 F: 519.884.3443

Apr 23,2012

Net 45 Days

As per schedule

12106

Vendor name:

Nylene Canada inc

Address:

200 McNab Street

City: State/Prov:

Amprior

Ontario

Zip/P Code: K7S 3P2

Contact	Andy Buffam, e-mail :andy.buffam@nylene.com	
QUANTITY	DESCRIPTION	PRICE
4 Truck Loads	Nylene BS 700 A polyamide resin, each load of 19,595 kg	US \$ 1.45/lb
	Delivery: One load each on the following dates in May,2012: 7,10,28 and 31	

Requested by:

S. Ravishankar

**CONFIRMATION ONLY** 

Date:

Terms:

Date Reg'd:

Approved By:

S. Ravishankar

Charge to:

50350 500

Strudex Fibres Limited

Authorized by:

Remit to:



Doc	ument Curre	ncy = USD				200 Arm	ene Canada Inc. McNab Street prior, ON 3P2		
Bill To	Strudex 65 Northf	ield Dr W ON N2L 0 <i>A</i>	A8 CAN			65	o udex Northfield Dr W tterloo, ON N2I	V 20A8 CAN	
Invo	ice No.			Invoice Date		nvoice Due I	Date	Customer PO No.	
000	0000110163 04/25/2012					06/09/2012		12077	
	Payment Terms Customer No. Net 45 27734					Nylene Order SO-000060		Order Date 03/27/2012	Pro Number
	Carrier Code Freight Terms			I .	Bill of Lading		Shipped From		
RTAL ZF6 - FOB Origin - Prepaid				I .	000001929		Arnprior Plant		
Line			Description			Price	Qty Shipped	Amount	
1 10249867 Nylene BS70		700 A - OC	Γ			1.450/LB	43,200.000 LB	\$62,640.00	
	T Reg # 8677		J1					Subtotal Freight HST  Hent/Credit Amount  alance USD	62,640.00 0.00 8,143.20 0.00 70,783.20
									70,763.20
1	questions, plea counting Tel		191			Pay by 06/09/2012	 !	Pay this Amount USD	\$ 70,783.20

Accounting Tel: 613-623-3191



Strudex Fibres Limited

65 Northfield Drive Waterloo, Ontarlo N2L 0A8 Canada

P: 519.884,2310 F: 519.884,3443

Mar 27,2012

Net 45 Days

As per schedule

PO: 12077

Vendor name:

Nylene Canada Inc

Address:

200 McNab Street

City:

Amprior

State/Prov: Contact

Ontario

Zip/P Code: K7S 3P2

Andy Buffam, e-mail:andy.buffam@nylene.com

QUANTITY	DESCRIPTION	PRICE
4 Truck Loads	Nylene BS 700 A polyamide resin, each load of 19,595 kg	US \$ 1.50/lb
	Delivery: One load each on the following dates in April,2012: 3,5,24 and 26	

Requested by:

S. Ravishankar

**CONFIRMATION ONLY** 

Date:

Terms:

Date Req'd:

Approved By:

S. Ravishankar

Charge to:

50350 500

Strudex Fibres Limited

Authorized by:

Shipping Instructions

## Straight Bill of Lading - Short Form **Original**



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof. Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvols au verso de la presente. Shipped To / Addrese de livraison Ship From Bill Of Lading 0000019290 Strudex Nylene Canada Inc. Freight Remittance Info.: 65 Northfield Dr W 200 McNab Street Nylene Canada Inc. Waterloo, ON N2L 0A8 CAN Name: ARNPRIOR ON K7S 3P2 200 McNab Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Order Date Customer No / No Client 27734 03/27/2012 Remit Ref. 0000019290 0000600011 Sch. Del. Date 04/26/2012 Order No Terms FOB Origin - Prepaid 12077 Date Shipped 4/25/2012 Customer Order No. /No. Commande Carrier/Transporteur Declare Valuation/Valuer Declaree SCAC C∞le ROSEDALE RTAL Meximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsability Vessel No. 34552 Pro No. maximum da 4,41 S par Kilogramme selon le polds total du chargement. A moins Routing/Contract No. guiune valeur superieure n'est eta declares sur le roclo par l'expediteur

Units Colis	DG MD	Description of Articles, Special Marks a Description Des Articles	and Exceptions		Gross Weight Poids	Mati No/Anicle CustMati No/No Anicle Cint	Line No
2	4	Nylene BS700 A - OCT			45,186.20 <sup>Lb</sup>	10249867	Ţ
2	4			Net Weight	Gross Weight		
		Totals:	(kg):	19,595.21	20,496.14		
			(lb):	43,200.00	45,186.20	ļ	
						1	
					İ		
					l		
					1		
	į						
2	4	<u> </u>		Net Weight			
		Report Totals:	(kg):	19,595.21	20,496.14		

#### Customer Phone.

This is to comfy that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (49CFR)

(lb);

43,200.00

45,186.20

Currier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available his use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylone for hazardous materials identified in this shipping document. Carrier certifies that the applicable placends are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour produits dangereux montionnes dans se document uni ste fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document unt ele affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6866

POR CHEMICAL EMERGENCY IN THE US, CONTROL

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-623-3191

Agent, Per. FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Data: 04-25-12



Doc	ument Curre	ncy = USD				200 M	e Canada Inc. cNab Street or, ON		
Bill To	strudex 65 Northf Waterloo,		\$	Ship To Strudex 65 Northfield Dr W Waterloo, ON N2L 0A8 CAN					
Invo	ice No.			Invoice Date	Invoice [	)uo Da		Customer PO No.	
	0110150			04/23/2012	06/07/2		ıe	12077	
	ment Terms			Customer No.	Nylene C		0	Order Date	Pro Number
Net				27734	SO-000			03/27/2012	1 10 Mulliber
	ier Code		Freight Terms		Bill of La	ding		Shipped From	<u> </u>
RT				Origin - Prepaid	000001	9275-	SH	Amprior Plant	
Line	Item Number		,	Description			Price	Qty Shipped	Amount
1	10249867	Nylene BS	700 A - OCT				1.450/LB	43,200.000 LB	\$62,640.00
Cs	T Reg # 8677	96617 BT0	0.1						
	GST Reg # 867796617 RT001  Invoice Instructions:							Subtotal Freight HST ent/Credit Amount	62,640.00 0.00 8,143.20
							Ba	lance USD	70,783.20
Any	questions, plea	se contact:			Pay hy			Pay this Amount	
Acc	Accounting Tel: 613-623-3191				06/07/2	Pay by Pay this Amount USD			

Please itemize all invoice numbers & application credits on remittance advice.



Strudex Fibres Limited

65 Northfield Drive Waterloo, Ontario N2L 0A8

Canada

P: 519.884,2310 F: 519.884.3443

Mar 27,2012

Net 45 Days

As per schedule

PO: 12077

Vendor name: Nylene Canada Inc

Address:

200 McNab Street

City:

Amprior

State/Prov:

Ontario

Zip/P Code: K7S 3P2

Contact

Andy Buffam, e-mail :andy.buffam@nylene.com

QUANTITY	Andy burram, e-mail :andy.buffam@nylene.com	
	DESCRIPTION  Nylene BS 700 A polyamide resin, each load of 19,595 kg  Delivery: One load each on the following dates in	PRICE US \$ 1.50/lb
	April,2012: 3,5,24 and 26	

Requested by:

S. Ravishankar

CONFIRMATION ONLY

Date:

Terms:

Date Reg'd:

Approved By:

S. Ravishankar

Charge to:

50350 500

Strudex Fibres Limited

Authorized by:

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and ilmitations incorporated by reference as shown on the back hereof Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au verse de la presente. Shipped To / Addrese de livraison Ship From Bill Of Lading 0000019275 Strudex Nylene Canada Inc. 65 Northfield Dr W Freight Remittance Info.: 200 McNab Street Nylene Canada Inc. Waterloo, ON N2L 0A8 CAN Name. ARNPRIOR ON K7S 3P2 200 McNab Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No./ No. Client Order Date 03/27/2012 27734 Ramit Rof. 0000019275 0000600010 Sch. Del. Date 04/24/2012 Terms FOB Origin - Prepaid 12077 Customer Order No. Date Shipped 4/23/2012 /No. Commando Declare Valuation/Valuer Declarce Carrier/Transporteur ROSEDALE SCAC Code RTAL Vessel No 34673 Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsabilitie Pro. No. məximum do 4,41 \$ par Kilogramme selon le poids lulul du chargement. A moins Routing/Contract No qu'une valeur superieure n'ait ete declares sur le recto par l'expediteur Shipping Instructions

Units Colis	DG MD	Description of Articles, Special Marks a Description Des Articles	nd Exceptions		Gross Weight Poids	Mat'l No/Anicle CustMat'l No/No Article Cint	Lino
24		Nylene BS700 A - OCT			45,292.30 <sup>Lh</sup>	10249867	
24				Net Weight	Gross Weight		
	A STATE OF THE STA	Totals:	(kg):	19,595.21	20,544.27		
			(lb):	43,200.00	45,292,30		
~ 4				Net Weight	Gross Weight		<u></u>
24		Report Totals:	(kg): (lb):	19,595.21 43,200.00	20,544.27 45,292.30		

Customer Phone

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available tin use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placardy are affixed to the vehicle for bazardous materials identified in this shipping document.

Le transportent confirme que tous placards necessaites pour produits dangereux mentionnes dans ce document ont ete fournix c transporteur confirme que tous placards necessures pour dangeroux mentionnes dans co document ont ete affixes au vehicle

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6668

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMITREC, 24 HOURS PER D ollect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-

Shippor, Por. Brent Barrie



	Remit to						_		
Docui	ment Currenc	cy = USD				200 M	e Canada Inc. IcNab Street ior, ON P2		
Bill To:						Ship To			
Sii 10:	Kraus Carpet Mills Ltd 65 Northfield Dr W Waterloo, ON N2L 0A8 CAN					Krau 65 N	s Carpet Mills L orthfield Dr W erloo, ON N2L 0		
Invoid	e No.			Invoice Date		Invoice Due Date	e	Customer PO No.	:
0000	110247			05/16/2012	t i	06/30/2012		100325	
Paym	ent Terms			Customer No.		Nylene Order No	<b>D.</b>	Order Date	Pro Number
Net 4	15			27683		SO-00006001	86	05/15/2012	
Carrie	er Code		Freight Terms			Bill of Lading		Shipped From	
RTA	L		ZF6 - FOB	Origin - Prepaid		0000019362-	SH	Arnprior Plant	
Line	Item Number			Description		į	Price	Qty Shipped	Amount
1	10303234	M416E 130	0/2 MOA				2.590/LB	21,243.100 LB	\$55,019.63
[GS]	Reg # 86779	5617 RT001							
GST Reg # 867796617 RT001  Invoice Instructions:						Pai	Subtotal Freight HST yment/Credit Amount	55,019.63 0.00 7,152.55 0.00	
							1	alance USD	62,172.18
Any	questions, pleas					Pay by		Pay this Amount	
Acc	1				06/30/2012		USD	\$ 62,172.18	

PURCHASE ORDER KRAUS CARPETS LTD. (K) PO: 100325

Vendor: NYLENE CANADA INC

Date: 2012-02-22 Bill To Ship To Terms: NET 30

KRAUS CARPETS LTD. (K) KRAUS INC

5 NORTHFIELD DRIVE WEST 65 NORTHFIELD DR WEST

WATERLOO, ONTARIO

CANADA WATERLOO,

N2L OA8

FOB: WATERLOO SHIP INSTR: CC

May release

Lne	Quantity Ordered	Item Code	Item Description	Pricing
1	15,900.00 LB	M438	M438	\$2.5900 LB
May	release			72.0500 LD
2	6,600.00 LB	M437	M437	\$2.5600 LB
May	release			42.5000 HD
3	21,000.00 LB	M416E	M416E	\$2.5900 LB
May	release			47.0200 DD
4	19,900.00 LB	M679E	M679E	\$2.8500 LB
May	release			44.0500 DD
5	7,700.00 LB	M627E	M627E	\$2.7500 LB
May	release			Y2.7500 HD

Total: \$190,357.00 US\$

Shipping Instructions

## Straight Bill of Lading - Short Form **Original**



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof. Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au vorso de la presente Shipped To / Addrese de livraison Ship From Bill Of Lading 0000019362 Kraus Carpet Mills Ltd Nylene Canada Inc. 65 Northfield Dr W Freight Remittance Info .: 200 McNab Street Waterloo, ON N2L UAS CAN Nylene Canada Inc. ARNPRIOR ON K7S 3P2 Name: 200 McNab Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No. Client 27683 Order Date 05/15/2012 Remit Ref. 0000019362 Order No. 0000600186 Sch. Del Date U5/17/2012 Terms FOB Origin - Prepaid Custamer Order No. 100325 Date Shipped 5/16/2012 /No. Commande Carner/Transporteur Declare Valuation/Valuer Declares SCAC Code ROSEDALE RTAL. Vessel No. 34306 Maximum liability thatil not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states atherwise Responsibilities maximum de 4.41 \$ par Kilogramme selon te poids total du chargement A moins Pro. No. Routing/Contract No. drinue Assent anhaughte Utalt ete decisios ani ju undo bat saxbeditent

Units Colis	DG MD	Description of Articles, Special Marks a Description Des Articles	nd Exceptions		Gross Weight Polds	Mat'i No/Article CustMat'i No/No.Article Cint	Line No
53		M416E 1300/2 MOA LOT #:: End of Lot 75			22,768.401.ъ	10303234	1
53				Net Weight	Gross Weight		
		Totals:	(kg):	9,635.72	10,327.58		
			(lb);	21,243.10	22,768.40		
					_		
	<u> </u>						}
53				Net Weight	Gross Weight		
		Report Totals;	(kg):	9,635.72	10,327.58		
			(lb):	21,243.10	22,768.40		

#### Customer Phone;

This is to certify that the above named materials are properly classified, described, packaged, marked and tabeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for bazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylone for instantous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document

Le transporteur confirme que tous placards necessaires pour produits dangereux mentionnes dans ne ducument ont ete fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes clans ce document ont ete affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

FOR CHEMICAL EMERGENCY IN THE 03, CO. Nylene Canada Inc., 200 McNab Street, Amprior, ON K75 3P2, 800-267-7394 or 513-823-5191

Agent, Per: \*\*

Date: 05-16-12



Docu	ment Currend	cy = USD				200 M	e Canada Inc. IcNab Street ior, ON			
Bill To:	Kraus Carr 65 Northfie	oet Mills Ltd eld Dr W ON N2L 0A8	CAN			65 N	Ship To  Kraus Carpet Mills Ltd 65 Northfield Dr W  Waterloo, ON N2L 0A8 CAN			
1	- N.			L touris Deta	<u> </u>					
	nvoice No. Invoice Date 05/10/2012					Invoice Due Date 06/24/2012	e	Customer PO No. 100258		
	nent Terms			Customer No.		Nylene Order No	<u> </u>	Order Date	Pro Number	
Net				27683		SO-00006001		05/10/2012	t 10 Mainbet	
	er Code		Freight Terms			Bill of Lading	•	Shipped From		
RTA				Origin - Prepaid		0000019341-5	SH	Arnprior Plant		
Line	Item Number			Description			Price	Qty Shipped	Amount	
1	10249886	M977 2600	МВ				1.960/LB	10,237.800 LB	\$20,066.09	
GST Reg # 867796617 RT001								Subtotal Freight HST	20,066.09 0.00 2,608.59	
Invoi	Invoice Instructions:						1	yment/Credit Amount alance USD	0.00 22,674.68	
Any	questions, pleas					Pay by		Pay this Amount USD		
Acc	Accounting Tel: 613-623-3191					06/24/2012		\$ 22,674.68		

Please itemize all invoice numbers & application credits on remittance advice.

MARIOU CAMEBINE BID: (IV) EU: LUUZDO

Vendor: NYLENE CANADA INC

<u>BÎll To</u> KRAUS CARPETS LTD. (K)

65 NORTHFIELD DRIVE WEST

WATERLOO, ONTARIO

CANADA

Ship To KRAUS INC Date: 2011-11-25

Pricing

\$1.9600 LB

Terms: NET 30

65 NORTHFIELD DR W

WATERLOO, ON

N2L 0A8

FOB: WATERLOO SHIP INSTR: ROSEDALE

Quantity Item Item Lne Ordered Code Description

36,000.00 KG M977 M977

79,365.24 LB

Total: \$155,555.87 US\$

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de tous los termes, conditions at restrictions incorpores sous formes de renvois au verso de la presente. Shipped To / Addrese de livralson Ship From Bill Of Lading 0000019341 Kraus Carpet Mills Ltd Nylone Canada Inc. Freight Remittance Info.;
Name: Nylone Canada Inc.
Address 200 McNab Street 65 Northfield Dr W 200 McNab Street Waterloo, ON N2L 0A8 CAN ARNPRIOR ON K7S 3P2 CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27683 Order Date 05/10/2012 Remit Ref. 0000019341 0000600162 Order No. Sch. Del. Date 05/11/2012 Terms FOB Origin - Prepaid Customer Order No 100258 Date Shipped 5/10/2012 /No. Commande Camer/Transporteur Declare Valuation/Valuar Declaree SCAC Codo RTAL ROSEDALE Vessel No 34556 Pro. No. Maximum liability shall not exceed \$4.41 per Kg. Compliand on the total weight of the shipment unless declared valuation status chanvase. Responsabilita maximum de 4.41 S par Kilogramme selon le poids total du chargement. A moins qu'une valeur suporieure n'ell ete declaree sur lo recta par l'expediteur Routing/Contract No. Shipping Instructions

Units Colis		DĞ MD	Description of Antole Description Des Anto	s, Special Marks a lles	nd Exceptions		Gross Weight Poids	Mat'i No/Article CustMat'i No/No.Article Cint	
	23		M977 2600 MB LOT #:: 38	~			10,609.20Lb	10249886	1
	23		<u> </u>			Net Weight	Gross Weight		
				Totals:	(kg):	4,643.79	4,812.26		
					(lb):	10,237.80	10,609.20		
							*		
~.i.ii.	23	L				Net Weight	Gross Weight		
			Re	port Totals:	(kg): (lb):	4,643.79 10,237.80	4,812,26 10,609.20		

#### Customer Phone:

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (49CFR)

Carrier certifies that the Umergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that the applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour produits dangeroux mentionnes dans ce document ont ete fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont ete affixes au velucle

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMITREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-287-7394 or 613-623-3191

Shipper, Per: Brent Barrie

Agant, Per: 4 40 113-623-3191

Date: 05-10-12



								- OAMADA 100
					Remit t	**		
Doc	ıment Curre	ency = USD			Nyle	ne Canada Inc.		
						McNab Street orior, ON		
					K7S	3P2		
Bill To	:				Ship To	<u> </u>		
f		pet Mills Ltd	1		Kra	us Carpet Mills Northfield Dr W	Ltd	
	Kraus Carpet Mills Ltd  65 Northfield Dr W  Waterloo, ON N2L 0A8 CAN  Krau  65 N  Waterloo, ON N2L 0A8 CAN						/ .0A8 CAN	
	,, ato1100,	0111122011	0 0/111		***	101100, 011 1121	TOAU CAN	
Invo	ce No.			Invoice Date	Invoice Due D	Nata	Customer PO No.	
	0110159			04/24/2012	06/08/2012	rate	100325	
	Payment Terms Customer No				Nylene Order	No.	Order Date	Pro Number
Net				27683	SO-000060		04/24/2012	
	ier Code		Freight Term	S	Bill of Lading		Shipped From	
RTA	\L		ZF6 - FOB	Origin - Prepaid	000001928	9-SH	Arnprior Plant	
Line	Item Number			Description		Price	Qty Shipped	Amount
1 10303234 M416E 1300/2 MOA					2.590/LB	12,504.800 LB	\$32,387.43	
						2.390/1213		
GS	Γ Reg # 8677	96617 RT00	1				Subtotal	32,387.43
							Freight	0.00
							HST	4,210.37
Inve	ica Instructions	••						
invo	ice Instructions	<b>5.</b>				1	ent/Credit Amount	0.00
						Ba	lance USD	36,597.80
1						1		

Pay by 06/08/2012 Please itemize all invoice numbers & application credits on remittance advice.

Any questions, please contact:

Accounting Tel: 613-623-3191

Certified true and correct

\$ 36,597.80

Pay this Amount

PURCHASE ORDER KRAUS CARPETS LTD. (K) PO: 100325

Vendor: NYLENE CANADA INC

Date: 2012-02-22 Ship To

Bill To KRAUS CARPETS LTD. (K)

Terms: NET 30 KRAUS INC

65 NORTHFIELD DRIVE WEST

65 NORTHFIELD DR WEST

WATERLOO, ONTARIO

CANADA

WATERLOO,

N2L OA8

10305270

FOB: WATERLOO SHIP INSTR: CC

May release

Tine	Quantity Ordered	Item	Item Description	Dund and man
Lne _	15,900.00 LB		M438	Pricing \$2.5900 LE
	release	11130	17430	\$2.5300 PE
2	6,600.00 LB	M437	M437	\$2.5600 LE
May	release			1
3	21,000.00 LB	M416E	M416E - 75	\$2.5900 LE
May	release			4210500 LL
4	19,900.00 LB	M679E	M679E	\$2.8500 LE
	release		,	42.0300 DI
5	7,700.00 LB	M627E	M627E- 73 = 9259 1bs	\$2.7500 LE
May	release			

Total: \$190,357.00 US\$

Shipping Instructions

## Straight Bill of Lading - Short Form Original



drane Asjont enbeuerze vieit ete geograee en la tecto bat jaxbegijera.

Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de ronvois au verso de la presento. Shipped To / Addrese de livraison Bill Of Lading 0000019289 Kraus Carpet Mills Ltd Nylene Canada Inc. 65 Northfield Dr W 200 McNab Street Freight Remittance Info.: Waterloo, ON N2L 0A8 CAN Nylene Canada Inc. ARNPRIOR ON K75 3P2 Name: 200 McNab Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27683 Order Date 04/24/2012 Remit Ref. 0000019289 0000600097 Order No. Sch. Del. Date 04/25/2012 Terms FOB Origin - Prepaid 100325 Customer Order No. Date Shipped 4/24/2012 /No Commande Declare Valuation/Valuer Declaree Camen Transportetin ROSEDALE SCAC Code RTAL Vessel No. 39141 Maximum liability shall not award \$4.41 per Kg. Computed on the total weight of the shipment unlass declared valuation states otherwise. Responsabilities maximum de 4.41 \$ par Kilogramme selon le polds total du chargement. A motor Pro No. Routing/Contract No.

inits olis	DG MD	Description of Articles, Special Marks a Description Des Articles		Gross Weight Polds	Mat'i No/Articlo CustMat'i No/No.Article Cint	Line N	
3		M416E 1300/2 MOA LOT #:: 75			13,397.60Lh	10303234	
31	1			Net Weight	Gross Weight		
		Totals:	(kg):	5,672.09	6,077.06		
			(lb);	12,504.80	13,397.60		
		·					
31		1		Net Weight	Gross Weight	<u>I</u>	
		Report Totals:	(kg); (lb);	5,672.09 12,504.80	6,077.06 13,397.60		

#### Customer Phone.

Thus is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available to use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are offixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour produits dangereux mentionnes dans ce document ant ele fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont ete affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 813-996-6888

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7\$ 3P2, 800-267-7394 or 613-623-3191

Shipper, Per Bront Barrio

Agent, Per. 🖈

Date: 04-24-12



								CANADA INC		
Docu	ıment Curre	ncy = USD			Ny 20 Ai	Nylene Canada Inc. 200 McNab Street Arnprior, ON K7S 3P2				
Bill To	Bill To:  Kraus Carpet Mills Ltd 65 Northfield Dr W Waterloo, ON N2L 0A8 CAN					To Taus Carpet Mills 5 Northfield Dr V Vaterloo, ON N2I	Į.			
Invo	ce No.		***************************************	Invoice Date	Invoice Du	Data.	Customer PO No.			
	0000110158 04/24/2012				06/08/201		100325			
Payment Terms Net 45				Customer No. 27683	Nylene Ord SO-0000	ier No.	Order Date 04/24/2012	Pro Number		
Carrier Code Freight Terms					Bill of Ladii	ng	Shipped From			
RTA	RTAL ZF6 - FOB Origin - Prepaid 0				0000019	288-SH	Arnprior Plant			
Line	Item Number	em Number Description				Price	Qty Shipped	Amount		
1	10305270	M627E 130	00/2 DP			2.750/LB	9,458.400 LB	\$26,010.60		
GS	T Reg # 8677	96617 RT0	01			and the second s	Subtotal Freight HST	26,010.60 0.00 3,381.38		
Invo	ice Instructions	<b>s</b> :				Paym	nent/Credit Amount	0.00		
						1	Balance USD 29,391.98			

Pay by 06/08/2012 Please itemize all invoice numbers & application credits on remittance advice.

Any questions, please contact:

Accounting Tel: 613-623-3191

\$ 29,391.98

Pay this Amount

PURCHASE ORDER KRAUS CARPETS LTD. (K)

PO: 100325

Vendor: NYLENE CANADA INC

Bill To

KRAUS CARPETS LTD. (K) 65 NORTHFIELD DRIVE WEST

WATERLOO, ONTARIO

CANADA

Ship To

Date: 2012-02-22

Terms: NET 30

KRAUS INC

65 NORTHFIELD DR WEST

WATERLOO,

N2L OA8

FOB: WATERLOO SHIP INSTR: CC

May release

1030 3234

Quantity Ordered	Item Code	Item Description	Pricing
	M438	M438	\$2.5900 LE
release			7-1777 22
6,600.00 LB	M437	M437	\$2.5600 LE
release			72.3000 HE
21,000.00 LB	M416E	M416E -75	\$2.5900 LE
release			72.3900 HE
	M679E	MC79F	60 0E00 TE
		NO 73E	\$2.8500 LE
	M627E	MCOTE	40 FF00
	MOZ/H	MO27E	\$2.7500 LE
	Ordered  15,900.00 LB release 6,600.00 LB release 21,000.00 LB release 19,900.00 LB release	Ordered Code  15,900.00 LB M438  release 6,600.00 LB M437  release 21,000.00 LB M416E  release 19,900.00 LB M679E  release 7,700.00 LB M627E	Ordered Code Description  15,900.00 LB M438  release 6,600.00 LB M437  release 21,000.00 LB M416E M416E M416E M416E M416E M416E M679E  release 19,900.00 LB M679E M679E  release 7,700.00 LB M627E M627E

Total: \$190,357.00 US\$

9800 lbs.

Shipping instructions

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de lous les termes, conditions et restrictions incorpores sous formes de renvois au verso de la presente. Shipped To / Addrese de livraison 5hlp From Bill Of Lading 0000019288 Kraus Carpet Mills Ltd Nylene Canada Inc. Freight Remittance Info.:
Nylene Canada Inc. 65 Northfield Dr W 200 McNab Street Waterloo, ON N2L 0A8 CAN ARNPRIOR ON K7S 3P2 200 McNab Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No. Client 27683 Order Date 04/24/2012 Remit Ref 0000019288 0000600096 Order No. Sch. Del Date 04/25/2012 Terms FOB Origin - Prepaid Custamer Order No. 100325 Date Shipped 4/24/2012 /No Commande Carrier/Transporteur Doclare Valuation/Valuer Declares SCAC Code ROSEDALE RTAL Vessel No. 39141 Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of Pro. No the ahipment unless declared valuation states otherwise. Responsability maximum 49 4.41 5 per Kilogramme solon le polda total du chargement. A moine Routing/Contract No. do ave Asient anbetients utall ete declares an la tutto bat Laxbedilent

Units Colls	DG MD	Description of Articles, Special Marks a Description Das Articles	nd Exceptions		Gross Weight Poids	Mat'i No/Article CusiMat'i No/No.Article Cint	Line No
24		M627E 1300/2 DP LOT #:: End of Lot 73			10,068.40Lb	10305270	1
24				Net Weight	Gross Weight		
	1	Totals:	(kg):	4,290.26	4,566.95		
			(lb):	9,458.40	10,068.40		
24	<u> </u>			Not Weight	Gross Weight	·	<u></u>
		Report Totals:	(kg):	4,290.26	4,566.95		
			(lb):	9,458.40	10,068.40		

#### Customer Phone

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (490HR)

Carner certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are attituded to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que toux placards necessaires pour produits dangeroux mentionnes dans ce document ont été foimix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dengeroux mentionnes dans ce document ont été affixes au vehicle

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-998-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CARL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-628-3

Shipper, Per Bront Barrio

Agent Per. :

Date: 04-24-12



		•			 Remit	to:	· · · · · · · · · · · · · · · · · · ·	
Docu	ument Curre	ncy = USD			200 Arn	ene Canada Inc. McNab Street prior, ON		
					K/S	3P2		
Bill To	Kraus Car 65 Northf	pet Mills Li ield Dr W ON N2L 0.	d A8 CAN		Ship T Kra 65 Wa	o aus Carpet Mills Northfield Dr V aterloo, ON N2I	Ltd V L0A8 CAN	
	ice No. 0110157			Invoice Date 04/24/2012	 Invoice Due I 06/08/2012		Customer PO No. 100369	
	ment Terms			Customer No.	 Nylene Ordei		Order Date	Pro Number
Net				27683	SO-000060		04/24/2012	
Carr RT/	ier Code AL		Freight Term ZF6 - FOB	s Origin - Prepaid	Bill of Lading 000001928		Shipped From Amprior Plant	
Line	Item Number			Description		Price	Qty Shipped	Amount
1	10296170	M768 130	0/2 J(LU)PA			2.850/LB	6,911.200 LB	\$19,696.92
GS'	T Reg # 8677	96617 RT0	01				Subtotal	19,696.92
							Freight HST	0.00 2,560.60
Invo	ice Instructions	<b>:</b> :				Paym	nent/Credit Amount	0.00
						Ba	alance USD	22,257.52
1	questions, plea		191		Pay by 06/08/2012	2	Pay this Amount USD	\$ 22,257.52

Please itemize all invoice numbers & application credits on remittance advice.

Accounting Tel: 613-623-3191

PURCHASE ORDER KRAUS CARPETS LTD. (K)

PO: 100369

Vendor: NYLENE CANADA INC

Bill To

KRAUS CARPETS LTD. (K)

65 NORTHFIELD DRIVE WEST

Ship To

Date: 2012-04-23

Terms: NET 30

KRAUS INC

65 NORTHFIELD DRIVE WEST

WATERLOO, ONTARIO

CANADA

WATERLOO, ON

N2L OA8

FOB: WATERLOO SHIP INSTR: CC

10296170

Quantity Item
Ordered Code
20,000.00 LB M768

Item Description M768 -02

Pricing \$2.8500 LI

Total: \$57,000.00 US\$

6834 lbs.

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au verso de le presento. Shipped To / Addrese de livraison Bill Of Lading 0000019287 Kraus Carpet Mills Ltd Nylene Canada Inc. 65 Northfield Dr W Freight Remittance Info.: 200 McNab Street Waterloo, ON N2I, 0A8 CAN Nylene Canada Inc. **ARNPRIOR ON K7S 3P2** Namo: 200 McNab Street Addross CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27683 Order Date 04/24/2012 Remit Ref. 0000019287 0000600095 Order No. Sch. Dal. Date 04/25/2012 FOB Origin - Prepaid Customer Order No. 100369 Date Shipped 4/24/2012 /No. Commande Carrier/Transporteur Daclare Valuation/Valuer Declaree SCAC Code ROSEDALE RTAL Vessel No. 39[4] Pro. No Meximum lisbility shall not exceed \$4.41 per Ky. Computed on the total weight of hostinment unless declared valuation states otherwise. Responsability maximum de 4.41 5 par Kilogramme selon le poids total du chargement A moins Routing/Contract No drigue Asjent ynbetiente Ujait ete decjaras zht ju uatto bat Lexbeqijent Shipping Instructions

Units Colis		DG MD	Description of Articles, Special Marks a Description Dos Articles	nd Exceptions		Gross Welght Poids	Mat'l No/Article CustMat'l No/No.Article Cint	I Ine No
	19	}	M768 1300/2 J(LU)PA LOT #:: End of Lot 82		Via garage	7,402,40Lb	10296170	1
	19				Net Weight	Gross Weight		
		ŀ	Totals:	(kg):	3,134.87	3,357.68		
				(lb):	6,911.20	7,402.40		
			,					
	19	,		_	Net Weight	Gross Weight		<u> </u>
			Report Totals:	(kg):	3,134.87	3,357.68		
				(lb):	6,911.20	7,402.40		

#### Customer Phone:

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document.

Le nonsporteur confirme que tous placards necessaires pour produits dangereux mentionnes dans co document ont ete fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont ete affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-998-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (tuli free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or

Shippor, Por Brent Barrie

Agent, Per-

Date: <u>04-24-12</u>

Remit to:



Doc	ument Curre	ency = USD				200	ene Canada Inc. McNab Street orior, ON 3P2		
Bill To	Kraus Car 65 Northf	rpet Mills Ltd ield Dr W , ON N2L 0A8	CAN			65	o uus Carpet Mills Northfield Dr V terloo, ON N2I	V	
Invo	ice No.			Invoice Date	<u> </u>	Invoice Due D	Date	Customer PO No.	
000	0110131			04/17/2012		06/01/2012		100324	
	ment Terms			Customer No.		Nylene Order		Order Date	Pro Number
Net				27683		SO-000060		04/17/2012	
RT	ier Code		eight Terms .F6 - FOB	Origin - Prepaid		Bill of Lading 000001926	7 CU	Shipped From Arnprior Plant	
	Item Number			Description	-	000001920	Price	Qty Shipped	Amount
1	10294407	M679E 1300	/2 J(CD)P.				2.850/LB	19,253.600 LB	Amount \$54,872.76
to dividate and an extra transfer of the state of the sta									
GS	T Reg # 8677	796617 RT001						Subtotal Freight HST	54,872.76 0.00 7,133.46
Invo	ice Instructions	5:						ent/Credit Amount alance USD	0.00 62,006.22
1	questions, pleasonting Tel	ase contact: : 613-623-3191				Pay by 06/01/2012	,	Pay this Amount USD	\$ 62,006.22

Accounting Tel: 613-623-3191

PURCHASE ORDER KRAUS CARPETS LTD. (K)

PO: 100324

Vendor: NYLENE CANADA INC

Bill To

Date: 2012-02-22

KRAUS CARPETS LTD. (K)

Terms: NET 30

5 NORTHFIELD DRIVE WEST

Ship To KRAUS INC

65 NORTHFIRLD DR WEST

WATERLOO, ONTARIO

CANADA

WATERLOO,

N2L 0A8

FOB: WATERLOO

SHIP INSTR: CC

April release

Lne Quantity Ordered 1 15,900.00 LB April release		Item Description M438	Pricing \$2.5900 LB
2 6,600.00 LB April release	M437	M437	\$2.5600 LB
3 21,000.00 LB April release	M416E	M416E	\$2.5900 LB
4 19,900.00 LB April release	M679E	M679E	\$2.8500 LB
5 7,700.00 LB April release	M627E	M627E	\$2.7500 LB

Total: \$190,357.00 US\$

# Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de tous les termes, conditions et restrictions incorporee sous formes de renvois au verso de la prescrite. Shipped To / Addrese de Invraison Bill Of Lading Kraus Carpet Mills Ltd 0000019267 Nylone Canada Inc. 65 Northfield Dr W Freight Remittance info : 200 McNab Street Waterloo, ON N2L 0A8 CAN Nylene Canada Inc. ARNPRIOR ON K75 3P2 Name: 200 McNab Street ARNPRIOR ON K7S 3P2 Address CANADA CANADA Customer No / No. Client 27683 Order Date 04/17/2012 Remit Ret. 0000019267 0000600068 Order No. Sch. Del. Date 04/18/2012 Terms FOB Origin - Prepaid **Customer Order No** 100324 Date Shipped 4/17/2012 /No Commande Carrier/Transporteur Declare Valuation/Valuer Declaree SCAC Code ROSEDALE RTAL Vessel No 34576 Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of the shipmont unless declared valuation states otherwise. Responsebilite maximum de 4,41 \$ per Kliogramme selon le poids total du chargement. A point Pro. No. Routing/Contract No. qu'una valaur superieuro n'ait ato declares sur le racto par l'expeditour Shipping instructions

Units Colis	DC ME	3	Description of Articles, Special Marks : Description Des Articles	and Exceptions		Gross Weight Poids	Mat'l No/Article CustMat'l No/No.Article Clnt	Line No
	50		M679E 1300 /2 J(CD)PA LOT #:: 82			20,613.60Lb	10294407	1
;	50	1			Net Weight	Gross Weight		
			Totals:	(kg):	8,733.30	9,350.18		
				(lb):	19,253.60	20,613.60		
						:		
4	50				Net Weight	Gross Weight		
			Report Totals:	(kg):	8,733.30	9,350.18		

Customer Phone.

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

19,253.60

20,613.60

(lb):

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardans materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardons materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour prachitis dangereux mentionnes dans ce document ont ete fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont ete affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K/S 3P2, 800-267-7394 or 613-523-3191

Shippor, Port Brent Barrie

Agoni Per 🎉 🗸

Date: 04-17-12

Remit to:



Doc	ıment Curre	ency = USD				200 Arr	lene Canada Inc.  McNab Street  prior, ON  S 3P2		
Bill To	Kraus Car 65 Northf	pet Mills Lto ield Dr W ON N2L 0A				65	ro raus Carpet Mills Northfield Dr W aterloo, ON N2L	<i>I</i>	
Invo	ice No.			Invoice Date		nvoice Due	Date	Customer PO No.	
000	0110130			04/17/2012	0	6/01/2012	2	100365	
Payr Net	ment Terms 45			Customer No. 27683		lylene Orde SO-00006		Order Date 04/17/2012	Pro Number
Carr	ier Code		Freight Term		В	Bill of Lading	9	Shipped From	
RTA	AL .		ZF6 - FOE	3 Origin - Prepaid	(	00000192	66-SH	Arnprior Plant	
Line	Item Number			Description			Price	Qty Shipped	Amount
1	10280974	M437 1300	) /2 MO				2.560/LB	11,076.100 LB	\$28,354.82
CS	F Dec # 9677	06617 PT00	<b>N</b> 1						
	Γ Reg # 8677		<i>}</i> 1					Subtotal Freight HST	28,354.82 0.00 3,686.13
Invo	ice Instructions	5.						ent/Credit Amount alance USD	0.00 32,040.95
	questions, plea		191			Pay by 06/01/201	2	Pay this Amount USD	\$ 32,040.95

Accounting Tel: 613-623-3191

USD

PURCHASE ORDER KRAUS CARPETS LTD. (K)

PO: 100365

Vendor: NYLENE CANADA INC

Bill To

KRAUS CARPETS LTD. (K)

65 NORTHFIELD DRIVE WEST

WATERLOO, ONTARIO

CANADA

Ship To

WATERLOO,

Date: 2012-04-17

Terms: NET 30

KRAUS INC

65 NORTHFIELD DR WEST

N2L OA8

FOB: WATERLOO SHIP INSTR: CC

Quantity Item Ordered Code

40,000.00 LB M437

Item Description

M437

Pricing \$2.5600 LB

Total: \$102,400.00 US\$

Page 1

## Straight Bill of Lading - Short Form Original



			<u> </u>					F SANADA	TAC
		Subject to all terms, cor Sous reserve de lous les terme	nditions and limita s. conditions at re	tions incor strictions (	porated by referen	ico as shown or imes de renvols	the back hereof. au Verso de la pri	esent <b>e</b>	
Supped to / Address d Kraus Carpet Mil 65 Northfield Dr W Waterloo, ON N2L	ls Lte	son 1	Ship From Nylenc Can 200 McNab ARNPRION CANADA	ada Inc. Street		Bill Of Lading	ittance Info.; Nylone Cana 200 McNab ARNPRIOR	0000019266 da Inc.	
Customer No / No Clie Order No. Customer Order No. /No. Commande		27683 0000600067 100365	Grder Date Sch. Del Date Dato Shipped		012	Remit Ref. Terms	CANADA 0000019266 FOB Origin		
Vessel No 34576 Routing/Contract No.		ROSEDALE	SCAC Code Pru. No.	RTAL		Maximum habil the shipment u	ujezz decjáted Asine	areë 54 41 per kg. Computed on the total illon stales ülherwise Responsabilite a solon in polids lütet du chie cement.	
Shipping Instructions				<del>1</del>		dn,nuê A5jêrît î	ede ile, u estre de	éclares sur la recto par l'expediteur	
Unita Coli <b>s</b>	DG MD	Description of Articles, Special Description Des Articles	Marks and Except	lions		Gross Weight Polds		Mat'l No/Article CustMat'l No/No Article Cint	Liпе No
29		M437 1300 /2 MO LOT#:: End of Lot 72				11,83	2.20Lb	10280974	1
29		Totals	:: (kg)		5,024.04 11,076.10	Gross We 5,36'	7.00		

#### Customer Phone:

29

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (49CFR)

(kg):

(lb):

Consider certifies that the Emergency Response (ER) information is introduction in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placerds have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placerds are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placards necessaires pour produits dangeroux mentionnes dans ce document out été fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangeroux montionnes dans ce document out ele affixes au veluele

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K/S 3P2, 800-267-/394 or 613-623-31914

Report Totals:

Shipper, Per Brent Barrie

Agent, Por:

**Net Weight** 

5,024.04

11,076.10

**Gross Weight** 

5,367.00

11,832.20

Date. 04-17-12

Remit to:



Docu Bill To;	Varichrom Kraus Carp 65 Northfie	e Yarns eet Mills	0A8 CAN	,		200 Arn K7S Ship T Va Kr 65	Mcl prior 3 3P2 o rich aus Nor	rome Yarns Carpet Mills thfield Dr W	2L 0A8 CAN		
Invoid				Invoice Date	1	Invoice Due D 06/30/2012	Date		Customer PO No. 43086		
	110246 lent Terms	·		05/16/2012 Customer No.		Nylene Order	No		Order Date		Pro Number
Net 4				27748		SO-000060		3	05/16/2012		FIO Namber
	er Code		Freight Terms			Bill of Lading			Shipped From		
RTA		1		Origin - Prepaid		0000019363	3-SF	I	Arnprior Plant		
Line	Item Number			Description				Price	Qty Shipped		Amount
1	10305372	M957 1125	MP	·				2.100/LB	19,964.400 I	.B	\$41,925.24
GST	「Reg # 86779	6617 RT001							Subtotal Freight HST		41,925.24 0.00 5,450.28
Invoi	ce Instructions:							Pay	/ment/Credit Amount	ŧ	0.00
								Ва	alance U	SD	47,375.52
1	questions, pleas ounting Tel	e contact: : 613-623-319	)1			Pay by 06/30/2012	2		Pay this Amount USD	)	\$ 47,375.52



#### **VARICHROME PURCHASE ORDER**

# 43086

DATE May 16th, 2002 PURCHASED FROM:

Nylene Canada 200 McNab Street Arnprior, Ontario K7S 2C7

TERMS NET 30 DAYS

Quantity	Part number	Description	Price
9,000 kgs		M957	\$2.10/lb (USD)

DELIVERY: Thursday, May 17th, 2012

CONFIRMATION ONLY

Requested by: Dave Mason Approved by: Joop Heppenstrijdt

Charge to: Varichrome

Kraus Carpet Mills Limited

Customer No / No Client

Customer Order No.

Carrior/Transporteur

Routing/Contract No. Shipping instructions

Vessel No. 34306

/No. Commande

Order No.

## Straight Bill of Lading - Short Form **Original**



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof. Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au verso de la presente.

Shipped To / Addrese de livraison Bill Of Lading Varichrome Yarns Nylene Canada Inc. Kraus Carpet Mills Freight Remittance Info.: 200 McNab Street 65 Northfield Dr W

WATERLOO, ON N2L OAR CAN

0000600188

ROSEDALE

27748

43086

ARNPRIOR ON K7S 3P2 CANADA

Order Date 05/16/2012 Sch. Del. Date 05/17/2012

Date Shipped 5/16/2012 SCAC Code RTAL

Pro. No.

0000019363

Nylene Canada Inc. Name: Addmag

200 McNab Street ARNPRIOR ON K7S 3P2

CANADA

Remit Rof. 0000019363

FOB Origin - Prepaid

Declare Valuation/Valuer Declarce

Terms

Maximum liability shalf not exceed \$4.41 per Kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsabilite maximum de 4.41 \$ per Kliogramme selon te poids total du chargement. A riccina qu'une valour superieure n'ait ete declares sur le recto par l'expéditeur.

Units Colls	1	DG MD	Description of Articles Description Dos Artic	s, Special Marks a les	nd Exceptions		Gross Weight Poids	Mat'l No/Article CustMat'l No/No.Article Cint	Line No
	57		M957 1125 MP LOT #:: 10				20,944.80Lh	10305372	1
	57					Net Weight	Gross Weight		
				Totals:	(kg):	9,055.71	9,500.41		
					(lb):	19,964.40	20,944.80		
							-		
			,						
	ļ								
	57					Net Weight	Gross Weight		
			Rej	port Totals:	(kg):	9,055.71	9,500.41		
					(lb):	19,964.40	20,944.80		

Customer Phone:

This is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation. (49CFk)

Carrier certifies that the Emergency Response (ER) information is in their possession for bazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for bazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the volucie for hazardous materials identified in this shipping document.

Le transporteur confirme que trais placards necessnires pour produits dangeroux mentionnes dans ce document ont ete fournix par l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont ete affixes au vehicle

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527 3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-623-219

Shipper, Per: Brent Barrie

Date: 05-16-12

Remit to:



Docu	ment Currend	cy = USD			200 Arn	ene Canada Inc. McNab Street prior, ON 3 3P2		
Bill To:	Varichrom Kraus Carp 65 Northfie	oet Mills	0A8 CAN		Ship T Va Kr 65	o richrome Yarns aus Carpet Mills Northfield Dr W	, N2L 0A8 CAN	
Invoid	ce No.			Invoice Date	 Invoice Due D		Customer PO No.	
	25 NO. 0110191			05/03/2012	06/17/2012	ale	43035	
	nent Terms			Customer No.	 Nylene Order	No.	Order Date	Pro Number
Net				27748	SO-000060		04/27/2012	
Carri	er Code		Freight Terms		Bill of Lading		Shipped From	
RTA	L	.,	ZF6 - FOB	Origin - Prepaid	000001931	3-SH	Arnprior Plant	
Line	Item Number			Description		Price	Qty Shipped	Amount
1	10305372	M957 1125	MP			2.100/LB	22,052.800 LB	\$46,310.88
	Dog # 95770	6617 07001						
	F Reg # 86779	6617 RT001				F	Subtotal Freight HST Payment/Credit Amount	46,310.88 0.00 6,020.41 
							Balance USD	52,331.29
1	questions, pleas ounting Tel	e contact: l: 613-623-319	91		Pay by 06/17/2012		Pay this Amount USD	\$ 52,331.29



#### VARICHROME PURCHASE ORDER

# 43035

DATE April 26th, 2002 PURCHASED FROM:

Nylene Canada 200 McNab Street Arnprior, Ontario K7S 2C7

TERMS NET 30 DAYS

Quantity	Part number De	scription	Price
10,000 kgs	M9	57	\$2.10/lb (USD)

DELIVERY: Friday, May 4th, 2012

CONFIRMATION ONLY

Requested by: Dave Mason Approved by: Joop Heppenstrijdt Charge to: Varichrome

Kraus Carpet Mills Limited

65 Northfield Drive - Waterioo, Ontario - N2J 4J4 Phone (519) 884-2310 Fax (519) 772-3422

Shipping Instructions

## Straight Bill of Lading - Short Form **Original**



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof Sous reserve de tous les termes, conditions et restrictions incorpores sous formes de renvois au verso de la presente,

Shipped To / Addrese de livraison Ship From Bill Of Lading 0000019313 Varichrome Yarns Nylene Canada Inc. Kraus Carpet Mills Freight Remittance Info.: 200 McNab Street 65 Northfield Dr W Nylene Canada Inc. Name: ARNPRIOR ON K7S 3P2 200 McNab Street WATERLOO, ON N2L 0A8 CAN Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No / No Client 27748 Order Date 04/27/2012 0000019313 Remit Ref. 0000600118 Sch Del Date 05/04/2012 Order No Топпа FOB Origin - Prepaid Date Shipped 5/3/2012 Customer Order No. 43035 /No. Commande Declare Valuation/Valuer Declaree Carrier/Transporteur SCAC Code ROSEDALE R'I'AL Maximum liability shall not exceed \$4.41 per Kg. Computed on the total weight of Vessel No. 34646 Pro. No. the shipment unless declared valuation states otherwise. Responsabilitie maximum de 4.41 \$ par Kilogramme solon le poids total du chargement. A moins Routing/Contract No. qu'uno valour superique n'ail ata declarae sur le recto par l'expediteur

Unita Colis	DG MD	Description of Articles, Special Marks a Description Des Articles	ind Exceptions		Gross Weight Poids	Mat'l No/Article CustMat'l No/No.Article Cint	Line No
6.	3	M957 1125 MP			23,136.40Lb	10305372	1
6.	3	-		Net Weight	Gross Weight		
		Totals:	(kg):	10,002.99	10,494.51		
			(lb):	22,052.80	23,136.40		
					_		
				Net Weight	Gross Weight		
63		Report Totals:	(kg):	10,002.99			
		raport rotals.	(kg): (lb):	22,052.80	10,494.51 23,136.40		

Customer Phone:

this is to certify that the above named materials are properly classified, described, packaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is immediately available for use by appropriate persunnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that the applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document,

Le transporteur confirme que tous placards necessaires pour produits dangereux mentionnes dans ce document out ete figurats par l'expediteur. Le transporteur confirme que tous placards necessaires paur dangereux mentionnes dans ce document ont etc affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-623-3191

Shipper. Per Brent Barrie

Date 05-03-12



Remit to: Document Currency = USD Nylene Canada Inc. 200 McNab Street Arnprior, ON K7S 3P2 Bill To: Ship To Varichrome Yarns Varichrome Yarns Kraus Carpet Mills Kraus Carpet Mills 65 Northfield Dr W 65 Northfield Dr W WATERLOO, ON N2L 0A8 CAN WATERLOO, ON N2L 0A8 CAN Invoice No. Invoice Date Invoice Due Date Customer PO No. 06/08/2012 0000110160 04/24/2012 Waiting Payment Terms Customer No. Nylene Order No. Order Date Pro Number SO-0000600094 04/24/2012 Net 45 27748 Bill of Lading Carrier Code Freight Terms Shipped From ZF6 - FOB Origin - Prepaid **RTAL** 0000019285-SH **Arnprior Plant** Line Item Number Description Price **Qty Shipped** Amount 10305372 M957 1125 MP \$37,587.48 17,898.800 LB 2.100/LB GST Reg # 867796617 RT001 Subtotal 37,587.48 Freight 0.00 **HST** 4,886.37 Invoice Instructions: Payment/Credit Amount 0.00 Balance USD 42,473.85

Any questions, please contact:	Pay by	Pay this Amount	1
Accounting Tel: 613-623-3191	06/08/2012	USD	\$ 42,473.85



**VARICHROME PURCHASE ORDER** 

# 43021

DATE April 24<sup>th</sup>, 2002 PURCHASED FROM:

Nylene Canada 200 McNab Street Amprior, Ontario K7S 2C7

TERMS NET 30 DAYS

Quantity	Part number	Description	Price
8,000 kgs		M957	\$2.10/lb (USD)

DELIVERY: Wednesday, April 25th, 2012

**CONFIRMATION ONLY** 

Requested by: Dave Mason Approved by: Joop Heppenstrijdt

Charge to: Varichrome

Kraus Carpet Mills Limited

## Straight Bill of Lading - Short Form **Original**



0000019285

Subject to all terms, conditions and fimilations incorporated by reference as shown on the back hereof. Saus reserve de tous les termos, conditions et restrictions incorpores sous formes de renvols au verso de la presente.

04/24/2012

RTAL

Sch. Del. Date 04/25/2012

Date Shipped 4/24/2012

Shipped To / Address de livraison Bill Of Lading Varichrome Yarns Nylene Canada Inc. Kraus Carpet Mills 200 McNab Street

ARNPRIOR ON K78 3P2 CANADA

Order Date

\$CAC Code

Pro. No.

Freight Remittance Info.: Name:

Address

Nylene Canada Inc. 200 McNab Street

ARNPRIOR ON K7S 3P2

CANADA

Remit Ref. 0000019285

Terms FOB Origin - Prepaid

Declare Valuation/Valuer Declaree

Maximum fiability shall not exceed \$4.41 per kg. Computed on the total weight of the shipment unless declared valuation states otherwise. Responsabilità maximum de 4,41 \$ par Kilogramma salon la poids total du chargoment. A moins qu'uno valgur suporieuro n'ait eto declaron sur la recto par l'expeditaux

Rouling/Contract No Shipping Instructions

Customer Order No.

/No Commande Carrier/Transporteur

Vessel No. 39141

65 Northfield Dr W

Customer No / No. Client

Order No

WATERI.OO, ON N2L 0A8 CAN

27748

Waiting

0000600094

ROSEDALE

Units Colis		DG MD	Description of Articles, Description Des Article	Special Marks and s	d Exceptions		Gross Weight Poids	Mat'i No/Article CustMat'i No/No Article Clm	Line No
	52		M957 1125 MP LOT#:: 10				18,785.20 <sup>Lb</sup>	10305372	1
	52					Net Weight	Gross Weight		
				Totals:	(kg):	8,118.77	8,520.83		
					(lb):	17,898.80	18,785.20		
								į	
			e e				,		İ
									-
-	52	1			<u>,</u>	Net Weight	Gross Weight		<del></del>
	52		Rep	ort Totals:	(kg):	8,118.77	8,520.83		

Customer Phone:

This is to certify that the above named materials are properly classified, described, packaged, market and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation (49CFR)

(lb):

Carrier certifies that the Emergency Response (ER) information is in their possession for hazardons underials identified in this shipping document and that the ER information is namediately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for lazzardnus materials identified in this shipping document. Carrier certifies that applicable placerels are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur cuntinue que tous placatels necessaires pour produits daugeroux mentionnes dans ce document unt ele fournix par l'expediteur. Le transporteur cunfirme que tous placatels necessaires pant thingeroux mentionnes thank so document out etc affixes au velusle

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6666

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY. CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-257-7394 or 613-65

Shipper, Per. Bmt Barrie

17,898.80

18,785.20

Dale 04-24-12



ZUU MICNAD STEET										
Arnprior,	ON	K7S	3P2	Canad						

Document Currency = USD

Bill To: Varichrome Yarns Kraus Carpet Mills

65 Northfield Dr W

Remit to:

Nylene Canada Inc. 200 McNab Street Amprior, ON K7S 3P2

Ship To

Varichrome Yarns Kraus Carpet Mills 65 Northfield Dr W

	WATERI	ield Dr W LOO, ON N2L 0A8 C	AN	V	5 Northfield Dr V VATERLOO, ON	v 1N2L0A8 CAN	
	ce No. 0110129		Invoice Date 04/17/2012	Invoice Due 06/01/201		Customer PO No. 42983	
	nent Terms	11 Tools	Customer No.	Nylene Ord		Order Date	Pro Number
Net			27748	SO-0000	600065	04/13/2012	
Carr RT/	er Code \L	Freight Ter ZF6 - FC	ms DB Origin - Prepaid	Bill of Ladir 00000192	-	Shipped From Arnprior Plant	
Line	Item Number		Description	•	Price	Qty Shipped	Amount
1	10305372	M957 1125 MP			2.100/LB	16,747.300 LB	\$35,169.33
		796617 RT001				Subtotal Freight HST	35,169.33 0.00 4,572.01
invo	ice Instructions	······································		eer oor oo oo oo oo oo oo oo oo oo oo oo o	i	nent/Credit Amount alance USD	39,741.34
Any	questions plea	ana contact:		Davi hir		Dani Alica Amanas	······································

Any questions, please contact:	Pay by	Pay this Amount	
Accounting Tel: 613-623-3191	06/01/2012	USD	\$ 39,741.34



### VARICHROME PURCHASE ORDER

# 42983

DATE April 12<sup>th</sup>, 2002 PURCHASED FROM:

Nylene Canada 200 McNab Street Arnprior, Ontario K7S 2C7

TERMS NET 30 DAYS

Quantity F	art number	Description	Price
7,500 kgs		M957	\$2.10/lb (USD)

DELIVERY: Wednesday, April 18th, 2012

CONFIRMATION ONLY

Requested by: Dave Mason Approved by: Joop Heppenstrijdt

Charge to: Varichrome

Kraus Carpet Mills Limited

65 Northfield Drive - Waterloo, Ontario - N2J 4J4 Phone (519) 884-2310 Fax (519) 772-3422

## Straight Bill of Lading - Short Form Original



Subject to all terms, conditions and limitations incorporated by reference as shown on the back hereof

Sous reserve de tous les larmos, conditions et restrictions incorpores sous formes de renvols au verso de la presente. Shipped To / Addreso de livraison Ship From Bill Of Lading 0000019265 Nylene Canada Inc. Varichrome Yams Krans Carpet Mills Freight Remittance Info.: 200 McNab Street 65 Northfield Dr W Nylene Canada Inc. Namo: ARNPRIOR ON K7S 3P2 WATERLOO, ON N2L 0A8 CAN 200 McNah Street Address CANADA ARNPRIOR ON K7S 3P2 CANADA Customer No./ No. Client 27748 Order Date 04/13/2012 Remit Ref. 0000019265 0000600065 Ordei No. Sch. Dol. Date 04/18/2012 Terms FOB Origin - Prepaid Customer Order No. 42983 Date Shipped 4/17/2012 /No Commando Carrier/Transporteur Declare Valuation/Valuer Declarge SCAC Code RTAL ROSEDALE Vessel No 34576 Maximum liability shall not excend \$4.41 per Kg. Computed on the total weight of Pro. No. the shipment unless declared valuation states otherwise. Responseblike maximum de 4,41 8 per Kilogramme selon le puids total du chargement. A mojna Routing/Contract No. qu'une valeur superieure n'ait ete declares sur le recto par l'expediteur Shipping Instructions

Units Colis	DG MD	Description of Article Description Des Artic	s, Special Marks ar Jes	nd Exceptions		Gross Weight Poids	Mat'l No/Article CustMat'l Nu/No.Article Cint	Line No
46	i	M957 1125 MP LOT #:: 10			•	1 <b>7,</b> 543,001.b	10305372	
46	;				Net Weight	Gross Weight		
			Totals:	(kg):	7,596.46	7,957.38		
				(lb):	16,747.30	17,543 00		
46					Net Weight	Gross Weight		1
40		Re	port Totals:	(kg):	7,596.46	7,957.38		

Customer Phone:

This is to certify that the almose named materials are properly classified, described, puckaged, marked and labeled, and are in proper condition for transport, according to the applicable regulations of the Department of Transportation, (49CFR)

(lb):

Carner certifies that the Emergency Response (ER) information is in their possession for hazardous materials identified in this shipping document and that the ER information is minuchately available for use by appropriate personnel. Carrier certifies that applicable placards have been provided by Nylene for hazardous materials identified in this shipping document. Carrier certifies that applicable placards are affixed to the vehicle for hazardous materials identified in this shipping document.

Le transporteur confirme que tous placands recessaires pour produits dangereux mentionnes dans ce document ont etc fournix pur l'expediteur. Le transporteur confirme que tous placards necessaires pour dangereux mentionnes dans ce document ont etc affixes au vehicle.

FOR CHEMICAL EMERGENCY IN CANADA, CONTACT CANUTEC, 613-996-6668

FOR CHEMICAL EMERGENCY IN THE US, CONTACT CHEMTREC, 24 HOURS PER DAY, CALL 703-527-3887 (collect) or 1-800-424-9300 (toll free)

Nylene Canada Inc., 200 McNab Street, Amprior, ON K7S 3P2, 800-267-7394 or 613-623-31/97

Shipper, Per: Brent Barrie

16,747.30

17,543.00

Date: 04-17-12

#### THIS IS EXHIBIT "C" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

**From:** ROGERS, LINC [LINC.ROGERS@blakes.com]

**Sent:** Friday, June 01, 2012 3:23 PM

To: David Ullmann; dkuiper@millerthomson.com

Cc: Raymond M. Slattery; john.p.mckenna@ca.pwc.com; michelle.pickett@ca.pwc.com; HUFF, PAM

**Subject:** RE: Kraus Inc., etc.

#### David.

Thank you for your e-mail. PricewaterhouseCoopers Inc. was appointed as Interim Receiver on May 28, 2012 with limited authority to monitor receipts and disbursements. The Interim Receiver is not in possession of the business or assets of Kruas. Accordingly, your client's rights under 81.1, if any, will not have been triggered by the Interim Receivership Order.

If your client has questions about its outstanding invoices, it should contact Kraus.

Kind regards,

Linc

Linc A. Rogers

Partner

Email: linc.rogers@blakes.com

Dir: 416-863-4168

## **Blake, Cassels & Graydon LLP |** Toronto Tel: 416-863-2400 Fax: 416-863-2653

blakes.com | Twitter

Blake, Cassels & Graydon LLP | Barristers & Solicitors | Patent & Trade-mark Agents

This email communication is CONFIDENTIAL AND LEGALLY PRIVILEGED. If you are not the intended recipient, please notify me at the telephone number shown above or by return email and delete this communication and any copy immediately. Thank you.

L'information paraissant dans ce message électronique est CONFIDENTIELLE. Si ce message vous est parvenu par erreur, veuillez immédiatement m'en aviser par téléphone ou par courriel et en détruire toute copie. Merci.

**From:** David Ullmann [mailto:DUllmann@mindengross.com]

**Sent:** Thursday, May 31, 2012 5:02 PM

To: ROGERS, LINC; 'dkuiper@millerthomson.com'

**Cc:** Raymond M. Slattery **Subject:** RE: Kraus Inc., etc.

#### Gentlemen.

Please see the attached demand under section 81.1, as per my email below. I understand that my client is sending the notice to Kraus directly as well. Also, please add us to the service list as counsel to Nylene Canada Inc.. We will send a Notice of Appearance tomorrow.

Regards, David From: David Ullmann

Sent: Thursday, May 31, 2012 3:33 PM

To: 'linc.rogers@blakes.com'; 'dkuiper@millerthomson.com'

Subject: Kraus Inc., etc.

Mr. Rogers and Mr. Kuiper,

We understand that you are counsel to PWC, the receiver of Kraus and Kraus Inc. respectively. We are being contacted by a supplier of Kraus in respect of whom I believe we will be attempting to file an 81.1 notice today. Section 81.1 requires that the notice be presented to the Receiver or the Purchaser. We intend to provide it to each of you by email shortly. Please confirm that you will be able to accept and process this notice and bring it to the attention of those people in possession of the supplies in question, or if not, to whose attention the notice should also be sent.

#### Regards,

**David Ullmann** 

David T. Ullmann

Minden Gross LLP

145 King Street West, Suite 2200 Toronto, Ontario, Canada M5H 4G2 **Tel:** (416) 369-4148 **Fax:** (416) 864-9223

Email: dullmann@mindengross.com

www.mindengross.com

**MERITAS** LAW FIRMS WORLDWIDE

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#### THIS IS EXHIBIT "D" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

From: Shiraz Meghji

**Sent:** Friday, June 01, 2012 2:12 PM **To:** 'brent.mcdermott@krausflooring.com' **Cc:** Arthur Quint; 'mwagner@krausflooring.com'

Subject: FW: COD Agreement

Hi Brent, attached is the signed COD letter. Please note that in signing this letter we are reserving our rights to demand payment of our outstanding invoices. Further we confirm that we will not conduct any new business with Kraus until you acknowledge receipt of our letter of May 31 sent to Mike Wagner and that you confirm that the goods identified therein have been segregated as required by that letter. As you are aware, we are under no obligation to supply you with further product. In the event we do supply with any further product hereafter, we will not by that action be acknowledging an obligation to or agreeing to make any further supply to you and we reserve the right to terminate making any further supply to you at any time. Please note that any further supply will be made by and to the account of Custom Resin. Please adjust your purchase orders to reflect this fact.

Thanks, Shiraz.

**From:** Brent McDermott [mailto:brent.mcdermott@krausflooring.com]

**Sent:** Thursday, May 31, 2012 3:35 PM

To: Shiraz Meghji

Cc: Angela Blandford; Betty Ann Mohr

**Subject:** COD Agreement

Shiraz,

Could you please complete the attached forms and return them to me ASAP? It basically states that we agree to pay COD for new shipments and you agree to apply the money to the new shipments. Once I have confirmation of the agreement I will release the funds for wire.

Thanks.

Brent McDermott Controller, Kraus Carpet Mills & Strudex Fibres Ltd. 65 Northfield Drive West, Waterloo, ON, N2L 0A8 P: 519.884.2310 ext. 272

F: 519.884.3443 www.krausflooring.com 65 Northfield Dr. W., Waterloo, ON Canada N2LOA8

Phone: (519) 884-2314, ext 201

Fax: (519) 884-3443



Nylene Canada Inc. 20 McNab St. Arnprior, Ontario K7S 3P2

May 31, 2012

Dear Shiraz,

Continued terms of trade with Strudex Fibres Limited, Kraus Inc and Kraus Canada Inc - All in Interim Receivership (the "Companies")

Further to our earlier conversation, I confirm that the Companies are continuing to trade in Interim Receivership.

Under the terms of the Receivership Order, the Companies will make payments to you for goods ordered and delivered after the date of the Receivership Order on a cash on delivery basis. However, before further payments are made to you, I should be grateful if you would sign and return a copy of this letter confirming that all future payments are to be applied against the most recently delivered order or unpaid invoice, and are not available for set off against any arrears which may exist and relate to the period prior to 28 May 2012.

If you have any queries, please do not hesitate to contact me.

Yours sincerely

**Brent McDermott** 

Controller, Strudex & Kraus Carpet

I confirm my agreement to the terms outlined in this letter.

Signed: Sweethe Name: SHIRAZ MEGHJI

Position: VP, Fin. & Acctg. Date: June 1, 2012

For and on behalf of Mylene Canada Inc.

65 Northfield Dr. W., Waterloo, ON Canada N2LOA8 Phone: (519) 884-2314, ext 201 Fax: (519) 884-3443



Nylene Canada Inc. 20 McNab St. Arnprior, Ontario K7S 3P2

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Controller, Strudex & Kraus Carpet

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Signed: Sull Signed: Name: SH 1RAZ MEGHJ/
Position: VP, Fin & Acctg. Date: June 1 2012
For and on behalf of Nylene Canada Inc.

#### THIS IS EXHIBIT "E" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

**From:** Mike Wagner [mailto:mike.wagner@krausflooring.com]

**Sent:** Thursday, June 07, 2012 1:33 PM

**To:** Arthur Quint **Subject:** FW: Dear Mr. Quint,

I refer to the correspondence addressed to Walter and myself dated May 31 2012, regarding your purported "30 day" product claims. I thought it would be helpful for me to clarify the exact status of the product detailed in your claim, and avoid incurring the expense of attorney's fees if at all possible. As you are aware we are due enter Bankruptcy and Receivership on 11 June 2012. Any claims for the repossession of goods invoiced prior to 12 May 2012 would not be valid under the BIA s81.1, as these goods were delivered in excess of 30 days from the potential date of Kraus's Bankruptcy and Receivership. In your letter you detailed the following invoices dated prior to 12 May 2012:

Invoice Date	Amount (U
04/17/2012	32,040.95
04/17/2012	62,006.22
04/24/2012	22,257.52
04/24/2012	29,391.98
04/24/2012	36,597.80
05/10/2012	22,674.68
04/23/2012	70,783.20
04/25/2012	70,783.20
04/17/2012	39,741.34
04/24/2012	42,473.85
05/03/2012	52,331.29
	04/17/2012 04/17/2012 04/24/2012 04/24/2012 04/24/2012 05/10/2012 04/23/2012 04/25/2012 04/17/2012 04/24/2012

These invoices which amount to \$481,082.03, fall outside of this period.

This leaves the following invoices to be reconciled:

#### Invoice Number Invoice Date Amount (USD)

110247	05/16/2012	62,172.18
110276	05/24/2012	70,783.20
110281	05/25/2012	70,783.20
110241	05/16/2012	47,375.52

These amount to \$251,114.10.

A wire transfer for invoice #110281 was sent June 5<sup>th</sup> to Bank of Montreal Kanata Account #4681221. In regards to 110276 and 110241, unfortunately these goods have already been converted into product. However, we do anticipate that there will be around 13,000lbs of unused yarn in stock that relates to invoice 110247. Accordingly, in relation to your claim, we estimate we will have on hand, stock with a value of \$30,000 which would be potentially liable for a 30 day claim.

We are looking forward to meeting with Sol and Don on 13 June 2012 where we hope we can come to an amicable solution to our dispute.

Sincerely, Mike Wagner

#### THIS IS EXHIBIT "F" TO THE AFFIDAVIT OF ARTHUR QUINT AFFIRMED JUNE 10, 2012

From: David Ullmann

**Sent:** Thursday, June 07, 2012 11:10 PM **To:** 'dkuiper@millerthomson.com'

Cc: Raymond M. Slattery; 'linc.rogers@blakes.com'

**Subject:** RE: Kraus Inc., etc.

Mr. Kuiper,

As you are aware, we are counsel to Nylene Canada, Inc. Further to our client's letter to The Kraus Group dated May 31, 2012 (which we also provided to you on that date), our client today received a response, which is set out below. Our client disagrees with the position taken by your client in that email. Our client does not accept the principal conclusion in your client's response: that the appointment of the interim receiver under section 46(1) of the Bankruptcy and Insolvency Act, prevents the application of section 81.1 or that your client is somehow entitled to consume our client's goods without payment during the period of the interim receiver's appointment. On the contrary, it is clear that section 46(1) is designed to ensure that creditors' assets are protected from conversion or depletion pending the appointment of the trustee in bankruptcy, not to allow for their silent consumption expressly against the wishes of such a creditor who provides notice. The endorsement of Justice Morawetz makes it clear that the order of May 28 was granted specifically to facilitate the protection of the estate. Further, the letter accompanying our client's 81.1 note required that your client isolate our client's goods while this issue was determined, and in the absence of payment, to make no use of them. Although a note was received from the interim receiver contesting the applicability of the 81.1 notice, there was no response from your client until today. If your client disagreed with our client's position, it was obliged to respond. In the absence of a response, our client assumed that your client had agreed to segregate the goods and not to use same pending payment. Indeed, this reasonable assumption was further buttressed by the fact that your client subsequently made payment in the amount of \$70,000 in order to make use of some of the segregated supply.

Our client does not accept that your client now need only pay it for a small portion of the goods which were the subject of the letter of May 31 (being those which were delivered after May 12, 2012 and which remain unused). Rather, it is our client's position that your client has been on notice, since the letter of May 31<sup>st</sup> to segregate all those goods and, unless payment was made, to make no use of them. It would seem to us that the claims of our client are therefore priority claims (like those other claims under section 81) which, according to the summary of the proposed transaction contained in the Interim Receiver's report, must be paid or dealt with prior to closing of the proposed transaction. We expect to receive instructions to bring this fact to the attention of the Court on Monday if this matter remains unresolved at that time and to seek such other relief as may be available under section 81.1 or otherwise. We encourage you to advise your client to reconsider their position in the interim.

Regards,

David Ullmann

**From:** Mike Wagner [mailto:mike.wagner@krausflooring.com]

**Sent:** Thursday, June 07, 2012 1:33 PM

To: Arthur Quint Subject: FW:

Dear Mr. Quint,

I refer to the correspondence addressed to Walter and myself dated May 31 2012, regarding your purported "30 day" product claims. I thought it would be helpful for me to clarify the exact status of the product detailed in your claim, and avoid incurring the expense of attorney's fees if at all possible.

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110159	04/24/2012	36,597.80
110225	05/10/2012	22,674.68
110150	04/23/2012	70,783.20
110163	04/25/2012	70,783.20
110129	04/17/2012	39,741.34
110160	04/24/2012	42,473.85
110191	05/03/2012	52,331.29

These invoices which amount to \$481,082.03, fall outside of this period.

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We are looking forward to meeting with Sol and Don on 13 June 2012 where we hope we can come to an amicable solution to our dispute.

Sincerely,

Mike Wagner

From: David Ullmann

**Sent:** Thursday, May 31, 2012 5:01 PM

To: 'linc.rogers@blakes.com'; 'dkuiper@millerthomson.com'

Cc: Raymond M. Slattery Subject: RE: Kraus Inc., etc.

#### Gentlemen,

Please see the attached demand under section 81.1, as per my email below. I understand that my client is sending the notice to Kraus directly as well. Also, please add us to the service list as counsel to Nylene Canada Inc.. We will send a Notice of Appearance tomorrow.

#### Regards, David

From: David Ullmann

Sent: Thursday, May 31, 2012 3:33 PM

To: 'linc.rogers@blakes.com'; 'dkuiper@millerthomson.com'

Subject: Kraus Inc., etc.

Mr. Rogers and Mr. Kuiper,

We understand that you are counsel to PWC, the receiver of Kraus and Kraus Inc. respectively. We are being contacted by a supplier of Kraus in respect of whom I believe we will be attempting to file an 81.1 notice today. Section 81.1 requires that the notice be presented to the Receiver or the Purchaser. We intend to provide it to each of you by email shortly. Please confirm that you will be able to accept and process this notice and bring it to the attention of those people in possession of the supplies in question, or if not, to whose attention the notice should also be sent.

### Regards,

#### David Ullmann

David T. Ullmann **Minden Gross LLP** 

145 King Street West, Suite 2200 Toronto, Ontario, Canada M5H 4G2 Tel: (416) 369-4148 Fax: (416) 864-9223 Email: dullmann@mindengross.com

www.mindengross.com

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