

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

BETWEEN:

BANK OF MONTREAL

Applicant

- and -

ACS PRECISION COMPONENTS PARTNERSHIP

Respondent

**FIRST REPORT TO THE COURT
SUBMITTED BY ZEIFMAN PARTNERS INC. AS RECEIVER**

INTRODUCTION

1. By Order of the Honourable Mr. Justice Campbell dated May 6, 2010, Zeifman Partners Inc. (the "Receiver") was appointed as receiver without security of all of the assets, undertakings and properties of ACS Precision Components Partnership ("ACS") acquired for, or used in relation to a business carried on by ACS.

PURPOSE OF REPORT

2. This Report is being filed in support of the Receiver's motion for an Order requiring Omega Tool Corporation ("Omega") to deliver up to the Receiver possession of a cavity injection mold (the "Mold") which is the property of ACS and required for the production of parts for a new motor vehicle to be launched by General Motors, the production of which is to start on May 24, 2010.

FACTUAL BACKGROUND

3. On December 31, 2008 ACS purchased the plastic injection molding and the related mold building business (the "Plastics Business") of ATS Automation Tooling Systems Inc. ("ATS") located in Cambridge, Ontario.

4. Since that time ACS has carried on the Plastics Business (including the design, fabrication and assembly of injection mold tooling) from leased premises located at 1574 Eagle Street North, Cambridge, Ontario.
5. Prior to the purchase by ACS of the Plastics Business, Omega issued a quote to ATS to build two cavity injection molds required by ATS, including the Mold, which is to be used for the production of "front bumper hidere" in the manufacture of a new motor vehicle to be launched by General Motors. The cost of the Mold was quoted by Omega at \$135,000. A copy of Quote No. 10019 dated December 19, 2008 (the "Omega Quote") issued by Omega to ATS is attached as **Schedule 1**. The Mold is described on line two of the Omega Quote.
6. The Omega Quote provides for the grant to Omega of a security interest in the Mold in the following terms:

"Upon acceptance of the quotation, by issuance of an order, notwithstanding the terms of such order, the purchaser grants Omega Tool Corp. a security interest in the tool. The security interest shall be continuing security to Omega Tool Corp. to secure payment until paid in full. The security granted shall be governed by and constructed in accordance with the *Personal Property Security Act* (Ontario) or in the applicable jurisdiction of the purchaser."
7. After the completion of the purchase by ACS of the Plastics Business from ATS, on March 16, 2009 ACS issued a Purchase Order to Omega to build the Mold. A copy of the Purchase Order dated March 16, 2009 from ACS to Omega is attached as **Schedule 2**. The Purchase Order contains the note "Terms as per Quote No. 10019."
8. ACS had agreed to supply the Mold to its customer, A.G. Simpson Automotive Inc. ("AG Simpson"). ACS subcontracted the building of the Mold to Omega. A copy of a Purchase Order and Amendment issued by AG Simpson to ACS for the building of the Mold is attached as **Schedule 3**.

9. Omega built the Mold and the Mold was delivered to the premises of ACS in Cambridge. Attached as **Schedule 4** is a copy of Invoice No. 25995 dated August 20, 2009 (the "Omega Invoice") issued by Omega to ACS in the amount of \$135,000 for the Mold. The invoice bears the handwritten notation "Tool received by ACS April 14, 2009".
10. The following wording appears at the base of the Omega Invoice:

"This invoice serves as confirmation of delivery by Omega of the tooling or services referred to herein and that the security interest granted by the customer to Omega at the time of the signing of the quotation by the customer has attached."
11. Attached as **Schedule 5** is a copy of Invoice No. 350892 dated September 1, 2009 issued by ACS to AG Simpson for the Mold. AGS has paid 25% of that invoice. The remaining 75% remains unpaid.
12. According to the records of ACS, ACS has not made any payment to Omega on account of the purchase price for the Mold. The full amount of the Omega Invoice remains unpaid.
13. The Mold has been "PPAP" approved. Attached as **Schedule 6** is a copy of a part submission warrant signed by a representative of AG Simpson dated February 16, 2010 confirming same.
14. In 2010 modifications to the Mold were required as a result of an engineering change. Attached as **Schedule 7** is a copy of Quote No. 45145 dated February 17, 2010 from Omega to ACS for the completion of the additional work to the Mold as a result of the engineering change. The total cost, including transportation to and from ACS, was quoted to be \$4,270.
15. Attached as **Schedule 8** is a copy of Purchase Order No. PC000517 dated April 8, 2010 from ACS to Omega for the completion of the additional work required by the engineering change.

16. In April, 2010 the Mold was shipped from the premises of ACS to Omega for the completion of additional work arising from an engineering change. Attached as **Schedule 9** is a copy of a packing slip confirming the shipment of the Mold from ACS to Omega on April 7, 2010.
17. The Mold remains in the possession of Omega.
18. The Receiver has been advised by AG Simpson that the Mold is to be used for the production of parts to be supplied by AG Simpson to General Motors for a new generation of the Chevy Silverado truck being launched by General Motors and which is to go into production at the General Motors assembly plant in Flint, Michigan on May 24, 2010. Parts production from the Mold is scheduled to commence on May 17, 2010. Any delay in that schedule will jeopardize the May 24 start of production by General Motors. Delay in the production of parts from the Mold will likely result in the shutdown of the General Motors assembly line for the new Chevy Silverado truck.
19. On May 13, 2010 requests were made by the Receiver and the Receiver's legal counsel to Omega to deliver up possession of the Mold to the Receiver. Attached as **Schedule 10** are copies of an e-mail sent by the Receiver to Omega confirming a discussion between representatives of the Receiver and Omega and an e-mail sent by the Receiver's legal counsel to Omega.
20. Despite the requests of the Receiver and its legal counsel, Omega has not delivered up possession of the Mold.
21. The Mold is unique and designed to produce particular parts for a specific model of motor vehicle and cannot be used for other purposes without extensive modification, if at all.
22. It is the Receiver's view that ACS is the owner of the Mold. AG Simpson has confirmed to the Receiver that it does not assert a proprietary interest in the Mold. Omega is an unpaid vendor, which may or may not have a valid security interest in the Mold, to secure its outstanding account.

23. The only interest of Omega is to be paid the amount of its claims in accordance with its legal entitlement and priority. Despite the terms of the Receivership Order, Omega has refused to deliver up possession of the Mold to the Receiver in an apparent attempt to exert pressure to force payment of the amounts owing to it in priority over the claims of other creditors, including the secured claims of Bank of Montreal and ATS.
24. To preserve and protect the rights and interests of all parties the Receiver recommends that the Mold be delivered up to the possession of the Receiver without prejudice to the rights and claims, including secured claims, of all persons having an interest in the Mold.

Respectfully submitted this 14th day of May, 2010.

**ZEIFMAN PARTNERS INC., Court
Appointed Receiver of ACS Precision
Components Partnership**

Per: 

Allan Rutman, President

SCHEDULE 1

Omega Quote No. 10019

TOOLSHOP QUOTE



2045 Solar Crescent
Windsor Ontario N0R 1L0
Canada
Phone: 519-737-1201
Fax: 519-737-7719

Omega Tool Corporation

QUOTE

Quote Number: 10019

Page: 1

Attention:

AIS Automation Tooling Systems Inc
730 Fountain Street
Building #2
Cambridge ON N3H 4R7
Canada

Date: 12/19/2008
Expires: 1/18/2009

2+2 Cavity (2-Shot Injection Mold with rotating platen)

Line Description

1 Frt Bumper Hiders RHLH Ver. 1

Customer Part No : 20818269/70

Quote Line Rev No: 2

D & B 4 Cavity P20 Mould.

2 Drop: Manifold: Gating Edge Gate:

Mechanical Ejection:

4 Slides: Grained Part

Part Size : 19L X 3W X 4H

Mould Base : 28W X 32L X 30H

Lead Time:

15 weeks

Quantity

1 00

Unit Price

160,000 00

Line Description

2 Frt Bumper Hiders RHLH Ver. 2

Customer Part No : 258833^{58/54}7160

Quote Line Rev No: 2

D & B 4 Cavity P20 Mould

2 Drop: Manifold: Gating Edge Gate:

Mechanical Ejection:

Grained Part

Part Size : 21L X 4W X 4H

Mould Base : 32W X 34L X 30H

Lead Time:

15 weeks

Quantity

1 00

Unit Price

135,000 00

gch

Line	Description
------	-------------

3	Terms and Conditions
---	----------------------

Quote Line Rev No: 1

Domestic Terms:

- Delivery is from kickoff to first tryout
- Purchase order required to order steel
- Customer to supply 3D data ISM/OSM filleted
- All prices are quoted in Canadian currency
- Terms are 100% 12 months after receipt of PO
- 8 months I/C included
- Fixtures for part inspection is not included
- Customer to supply resin for tryouts
- Delivery: CIF Cambridge ON (Incoterms)

Upon acceptance of the quotation, by issuance of an order, notwithstanding the terms of such order, the purchaser grants Omega Tool Corp a security interest in the tool. The security interest shall be continuing security to Omega Tool Corp. to secure payment until paid in full. The security granted shall be governed by and constructed in accordance with the Personal Property Security Act (Ontario) or in the applicable jurisdiction of the purchaser.

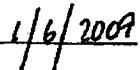
Thank you for the opportunity to quote your valued business

Sincerely

Dave Cummings

If you are in agreement with this quote and authorize Omega to proceed, please sign below and follow-up with a purchase order
Fax back to 519-737-7719


Authorized Signature

 Date

SCHEDULE 2

ACS Purchase Order dated March 16, 2009

PO TO TOOL STOP

Purchase Order

AC Precision Components Cambridge, 730 Fountain St N, Bldg #1, Cambridge, ON, N3
Tel: (519) 650-6600 Purchasing Fax: (519) 650-5925

To: Omega Tool Corporation
2045 Solar Crescent
Windsor ON N9R 1L0
Canada
Phone: (519) 737-1201
Fax: (519) 737-7719

Ship To: ACS Precision Components Partn
730 Fountain St N, Bldg #1
Cambridge ON N3H 4R7

P.O. Number: 330426
Revision: 0
Issued: Mar 16/9
Currency: CAD
F.O.B: Blank
Ship Via: Net 45 Days
Terms: CMCWADE
Requested By: 28415248
PST Number: R100331511
GST Number:

Note: Terms as per Quote #10079

Order Taken By:

Item	Quantity	Unit	Our Part Number	Description 1	Description 2	Date Required	Unit Price	Extended Amount
1	1	EA		New tool build for AG Simpson	2 cavity 2-shot tool Drawing: Rev:	19-Dec-8	135 000 0000	135,000 00

Purchase Order reprinted
with new company name
No other changes to
original purchase order
3/17/09

FAKED

BILL TO: AC Precision Components Cambridge, 730 Fountain Street North (Bldg #1), Cambridge ON N3H 4R7

- 1. PO NUMBER, PART NUMBER, DESCRIPTION, UOM, AND QUANTITY MUST SHOW ON EACH CARTON, PACKING SLIP, & INVOICE
 - 2. Please provide all applicable Material Safety Data Sheets IMDS Information and WHIMIS Container Labels
 - 3. One packing slip must accompany each shipment
 - 4. Seller must execute acknowledgment copy hereof and return to buyer. No other form of acceptance is binding on buyer. Buyer expressly limits acceptance to the terms stated herein and any additional or different terms proposed by seller shall not be binding on the buyer unless authorized in writing by the buyer whether or not they would materially alter this order.
 - 5. Purchase: s standard terms and conditions, in your possession, apply.
- UNLESS OTHERWISE INDICATED, THE ITEMS ON THIS PURCHASE ORDER ARE: FOB DESTINATION, FREIGHT PREPAID, NO ADDITIONAL FREIGHT CHARGES WILL BE PAID, UNLESS AUTHORIZED BY THE BUYER.

SUB-TOTAL \$	135,000.00
GST \$	6,750.00
PST \$	
TOTAL \$	141,750.00

VENDOR

ACKNOWLEDGMENT BY: _____

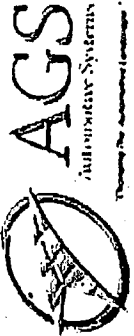
DATE: _____

APPROVED BY: _____

DATE: 3/17/09

SCHEDULE 3

AG Simpson Purchase Order and Amendment



**AGS PO TO AC For Tool Build
PURCHASE ORDER
AND
AMENDMENT**

SCOTT BU

Revision: 0

PURCHASE ORDER NO.
99-44032

SELLER AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA 519-650-4483 <small>(herein referred to as the 'Seller')</small>	REQUISITION NO. W119016 SHIP TO AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA	P.O. DATE 12/22/2008	TERMS BELOW	VIA	VENDOR CONTACT NAME & FAX 519-650-5925 ANDREW SPITTAL	F.O.B. DESTINATION PROCESS DATE 09/24/2009 W/O ASSET NO.
GOODS & SERVICES TAX EXTRA EXEM X	PROVINCIAL SALES TAX EXTRA EXEM X	STATE SALES TAX EXTRA EXEM	CITY SALES TAX EXTRA EXEM	LOCAL SALES TAX EXTRA EXEM	PER	EXTENDED COST

***** ONE TIME PO AMENDMENT ***
1 1.0 AGS # N/A, Supplier # 2 SHOT DIESEL MOLD 138796.00000 EA 04/17/2009 138,796.00
Project: 99071174

TO COVER THE COST TO DESIGN AND BUILD A 1+1
TWO CAVITATION (1 RH, 1 LH) 2-SHOT MOLD TO
PRODUCE PRODUCTION SAMPLES OF OUR GMT911 FILLER
ASM - FRONT BUMPER DIESEL R/L, 25883358-9
REVISION GEO_001.002.

MATERIAL SPECIFICATIONS AND PERFORMANCE REQUIREMENTS
AS DESCRIBED IN THE DCS LOGS ATTACHED. PART SUBJECT
TO GD&T REQUIREMENTS AS OUTLINED IN OUR GD&T DRAWINGS
REVISION T NOVEMBER 21, 2008.

ATTRIBUTE CHECKING FIXTURE TO BE PROVIDED.
TOOLING TO BE BUILT IN ACCORDANCE WITH GENERAL MOTORS
PAINT & POLYMER STANDARDS.

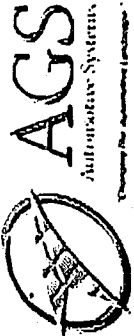
THIS PO IS ISSUED PURSUANT TO THE TOOLING AND EQUIPMENT AGREEMENT DATED
JULY 20TH, 2007 AND SIGNED ON DECEMBER 11TH, 2008 BY SUPPLIER (THE
'TOOLING AND EQUIPMENT AGREEMENT'), A COPY OF WHICH IS ATTACHED HERETO.

ITEM	QUANTITY	DESCRIPTION	UNIT COST	PER	DUE DATE MONTH/DAY/YEAR	EXTENDED COST
TOTAL						
P.O. VALUE						
				PER	BIN HAN	

This order is subject to AGS' Standard Terms and Conditions, which may be found at
www.agsautomotive.com.

AGS114 REV.03 MAR 2008

Original Copy



PURCHASE ORDER AND AMENDMENT

PURCHASE ORDER NO.
99-44032

SCOTT BU

Revision: 0

SELLER AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA 519-650-4483 <small>(herein referred to as the "Seller")</small>		REQUISITION NO. W119016 F.O. DATE 12/22/2008		TERMS BELOW		VIA DESTINATION F.O.B.	
SHIP TO AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA		BILL TO A.G. SIMPSON AUTOMOTIVE INC. 675 PROGRESS AVENUE CORPORATE OFFICE SCARBOROUGH, ON M1H 2W9 CANADA <small>(herein referred to as the "Buyer")</small>		CONTACT NAME & FAX 519-650-5925 ANDREW SPITTAL		PROCESS DATE 09/24/2009 W/O ASSET NO.	
GOODS & SERVICES TAX LICENCE NO.		PROVINCIAL SALES TAX LICENCE NO.		STATE SALES TAX LICENCE NO.		CITY SALES TAX LICENCE NO.	
EXTRA EXEM X		EXTRA EXEM		EXTRA EXEM		EXTRA EXEM	
ITEM		QUANTITY		DESCRIPTION		UNIT COST	
						PER	
						DUPLICATE MONTH/YEAR	
						EXTENDED COST	

PAYMENT OF THE PRICE OF THE GOODS TO BE SUPPLIED UNDER THIS PURCHASE ORDER SHALL BE MADE ON THE EARLIER OF:

- (I) A DATE WHICH IS WITHIN SEVEN (7) DAYS AFTER THE RECEIPT BY AGS OF FULL PAYMENT FROM ITS CUSTOMER FOR FINAL UNDISPUTED PPAP APPROVAL OR
- (II) THE DATE WHICH IS TWELVE (12) MONTHS FROM THE START OF PRODUCTION USING THE GOODS TO BE SUPPLIED HEREUNDER TO CONTINUOUSLY PRODUCE PARTS FOR AGS'S CUSTOMER.

IN EITHER CASE, PROVIDED THAT SUCH GOODS CONFORM WITH THE REQUIREMENTS OF THIS PURCHASE ORDER (INCLUDING THE TOOLING AND EQUIPMENT AGREEMENT).

NOTE: THE SUPPLIER IS ULTIMATELY RESPONSIBLE FOR THE DESIGN, BUILD & PERFORMANCE OF THIS TOOL. IF THERE IS AN AREA OF DESIGN, REQUIREMENTS OR RESPONSIBILITIES THAT ARE UNCLEAR, PLEASE CONTACT AND DISCUSS WITH AGS ENGINEERING.

ENGINEERING CONTACT INFORMATION:
 PROGRAM MANAGER - SCOTT BULYCH 586-268-4888 EXT:5452

INVOICES WILL NOT BE ACCEPTED IF PRICE EXCEEDS AGREED COST ON THIS PURCHASE ORDER WITHOUT PRIOR AUTHORIZATION FROM AGS.

TOTAL
P.O.
VALUE

DESCRIPTION

UNIT COST

PER

DUPLICATE MONTH/YEAR

EXTENDED COST

PER BIN/HAN

PER

BIN/HAN

This order is subject to AGS' Standard Terms and Conditions, which may be found at
www.agsautomotive.com.

AGS114 REV. 03 MAR 2008

Original Copy

Page 2



PURCHASE ORDER AND AMENDMENT

PURCHASE ORDER NO.
99-44032

SCOTT BU

Revision: 0

SELLER AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA 519-650-4483 <small>(herein referred to as the 'Seller')</small>	REQUISITION NO. W119016 SHIP TO AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA	P.O. DATE 12/22/2008	TERMS BELOW	VIA F.O.B.	DESTINATION PROCESS DATE 09/24/2009 ASSET NO. W/O	
GOODS & SERVICES TAX LICENCE NO. EXTRA EXEM X	PROVINCIAL SALES TAX LICENCE NO. EXTRA EXEM X	STATE SALES TAX LICENCE NO. EXTRA EXEM	CITY SALES TAX LICENCE NO. EXTRA EXEM	LOCAL SALES TAX LICENCE NO. EXTRA EXEM	CONTACT NAME & FAX 519-650-5925 ANDREW SPITTAL	
ITEM	QUANTITY	DESCRIPTION	UNIT COST	PER	DUPLICATE MONTH/DAY/YEAR	EXTENDED COST

PLEASE REFERENCE PURCHASE ORDER NUMBER AND WORK ORDER / LINE ITEM PROJECT NUMBER (IF APPLICABLE) ON ALL INVOICES AND PACKING SLIPS TO ENSURE TIMELY INVOICE PAYMENT.

ADDITIONAL PROVISIONS SUPPLEMENTING THIS PURCHASE ORDER ARE FOUND ON OUR WEBSITE UNDER THE LINK 'PURCHASE ORDER TERMS & CONDITIONS'. YOU MAY VISIT OUR WEBSITE AT WWW.AGSAUTOMOTIVE.COM. THE 'PURCHASE ORDER TERMS & CONDITIONS' FORM AN INTEGRAL PART OF THIS PURCHASE ORDER.

SUPPLIER ACKNOWLEDGES HAVING READ THE PROVISIONS FOUND ON OUR WEBSITE UNDER THE LINK 'PURCHASE ORDER TERMS & CONDITIONS'. SUPPLIER'S (I) WRITTEN ACKNOWLEDGEMENT BELOW OR (II) COMMENCEMENT OF ANY WORK OR SERVICES UNDER THIS PURCHASE ORDER SHALL CONSTITUTE SUPPLIER'S ACCEPTANCE OF ALL OF THE PROVISIONS HEREOF (INCLUDING THOSE OF THE 'PURCHASE ORDER TERMS AND CONDITIONS').

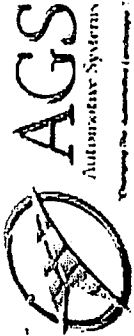
***** AMENDMENT NO. 01 *****
 SEPTEMBER 24TH, 2009.
 BIN HAN

REPRINTED TO REFLECT PST AS AN EXTRA.

NO CHANGE IN TOTAL PO VALUE.

TOTAL P.O. VALUE	PER	UNIT COST	PER	EXTENDED COST
▲			BIN HAN	

This order is subject to AGS' Standard Terms and Conditions, which may be found at www.agsautomotive.com.



PURCHASE ORDER AND AMENDMENT

Revision: 0

SCOTT BU

PURCHASE ORDER NO.
99-44032

SELLER AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA 519-650-4483 <small>(herein referred to as the 'Seller')</small>	SHIP TO AC PRECISION COMPONENTS 730 FOUNTAIN STREET NORTH BUILDING 1 CAMBRIDGE, ON N3H 4R7 CANADA	REQUISITION NO. W119016	P.O. DATE 12/22/2008	TERMS BELOW	VIA VENDOR CONTACT NAME & FAX 519-650-5925 ANDREW SPITTAL	F.O.B. DESTINATION PROCESS DATE 09/24/2009 W/O ASSET NO.	
GOODS & SERVICES TAX LICENCE NO. EXTRA <input type="checkbox"/> EXEM <input checked="" type="checkbox"/>		PROVINCIAL SALES TAX LICENCE NO. EXTRA <input type="checkbox"/> EXEM <input checked="" type="checkbox"/>		STATE SALES TAX LICENCE NO. EXTRA <input type="checkbox"/> EXEM <input type="checkbox"/>		CITY SALES TAX LICENCE NO. EXTRA <input type="checkbox"/> EXEM <input type="checkbox"/>	LOCAL SALES TAX LICENCE NO. EXTRA <input type="checkbox"/> EXEM <input type="checkbox"/>
ITEM	QUANTITY	DESCRIPTION			UNIT COST	PER	EXTENDED COST
***** END *****							
ITEM	QUANTITY	DESCRIPTION			UNIT COST	PER	EXTENDED COST
		TOTAL P.O. VALUE 			138,796.00	USD	

This order is subject to AGS' Standard Terms and Conditions, which may be found at www.agsautomotive.com.

AGS114 REV. 03 MAR 2008

Original Copy

SCHEDULE 4

Omega Invoice No. 25995

INVOICE

Do NOT
PAY until
notified by
dustin
8/31/09



omega tool corp.

Jo: 25995 ✓

5193/1

CUSTOMER #: AC PRECISION

CUSTOMER P.O.#:

INVOICE DATE: 8/20/2009 ✓

TERMS: SEE AGREEMENT

SOLD TO: AC PRECISION COMPONENTS CAMBRIDGE
730 FOUNTAIN ST. N. BLDG #1
CAMBRIDGE, ON N3H 4R7

G.S.T. # R137653473

QUANTITY	DESCRIPTION	AMOUNT
	MOLD	
	Q 43132 PO 330426	\$135,000.00
	JOB 5193	
	FRONT BUMPER HIDER LH RH	
	TERMS NET 45 DAYS	
	JOB 5193	
	Q 43132 PO 330426	
	SUB TOTAL	\$135,000.00
	TOTAL AMOUNT DUE CDN FUNDS	\$135,000.00 ✓

QTY	97164	382108
REORDER Ptg	51574	ECN 8040
J. Sukert		
<i>Justin Sush</i>	300.11351	
		due 10/14

Tool Received by ACS
April 14, 2009

IF YOU HAVE ANY QUESTIONS OR CONCERNS, E-MAIL mschmidtga@omegatoolcorp.com

THIS INVOICE SERVES AS CONFIRMATION OF DELIVERY BY OMEGA OF THE TOOLING OR SERVICES REFERRED TO HEREIN AND THAT THE SECURITY INTEREST GRANTED BY THE CUSTOMER TO OMEGA AT THE TIME OF THE SIGNING OF THE QUOTATION BY THE CUSTOMER, HAS ATTACHED. INTEREST WILL BE CHARGED @ 1 1/2% PER MONTH ON ALL OVERDUE ACCOUNTS PLUS ALL FEES OF COLLECTION
2045 Solar Crescent - Old Castle, Ontario - N0R 1L0 - Phone (519) 737-1201 - Fax (519) 737-7751

SCHEDULE 5

ACS Invoice No. 350892

INVOICE TO AGS

AC Precision Components Cambridge
o/a AC Precision Components Cambridge

Tel: (519) 650-6600 Fax: (519) 650-5925

Invoice No.
350892

Please reference invoice no. on all payments

REMIT TO: AC Precision Components
Cambridge
730 Fountain St N, Bldg #1
Cambridge ON N3H 4R7, Canada

WIRE FUNDS TO: BMO, 2 King St. W , Kitchener, ON, N2G 1A3
ACS Precision Components Partnership
o/a AC Precision Components Cambridge
Account: 86703-15
ABA #: 026005092
Swift Code: BOFMCAM2

SOLD TO: AGS Automotive Systems
675 Progressive Ave
Corporate Office
Scarborough ON M1H 2W9
Canada

SHIP TO: AGS Automotive Systems
675 Progressive Ave
Corporate Office
Scarborough ON M1H 2W9
Canada

INVOICE DATE	DATE SHIPPED	VIA	INCOTERM
09/01/09	09/01/09		

QUANTITY SHIPPED	DESCRIPTION AND PART NUMBER	UNIT PRICE	TOTAL AMOUNT
1	PO# 99-44032 ECN# 8040 2 Shot Diesel mold Project: 99071174 To cover the cost to design and build 1+1 two cavitation 2-shot mold Program Manager: Scott Bulych	138,796 00	138,796 00

GST Registration 82851 5025 RT0001	PAYMENT TERMS Net 30		138 796 00
---------------------------------------	-------------------------	--	------------

NOTE: All orders are subject to a minimum invoice amount Interest at 1.5% per month is charged on overdue accounts	GST Rate 5%	6,939 80
	INVOICE TOTAL	145,735 80

USD FUNDS

SCHEDULE 6

Part Submission Warrant

FINAL PPAP

2/16/20010
25

Part Submission Warrant

AC Precision Components Cambridge

Part Name Filler ASM - Front Bumper (RH/LH) Part Number 25883358/59 (GM935M/NAA)
 Shown on Drawing No. 25883358/59 Org. Part Number 25883358/59
 Engineering Change Level Geo_001.002 Dated 21 Nov08
 Additional Engineering Changes N/A Dated N/A
 Safety and/or Government Regulation Yes No Purchase Order No. 99-44032 Weight(kg) 0.0458
 Checking Aid No. AC-015 Checking Aid Engineering Change Level 0 Dated Jan 2009

ORGANIZATION MANUFACTURING INFORMATION

ATS Precision Plastics Components Division
 Organization Name & Supplier/Vendor Code
730 Fountain St. North
 Street Address
Cambridge, Ontario, Canada N3H 4R7
 City Region Postal Code Country

CUSTOMER SUBMITTAL INFORMATION

AGS Automotive
 Customer Name/Division
Heather Bolten
 Buyer/Buyer Code
Automotive
 Application

MATERIALS REPORTING

Has customer-required Substances of Concern information been reported? Yes No n/a
 Submitted by IMDS or other customer format: IMDS 112608762/1 & 112608919/1
 Are polymeric parts identified with appropriate ISO marking codes? Yes No n/a

REASON FOR SUBMISSION

Initial Submission
 Engineering Change (s)
 Tooling: Transfer, Replacement, Refurbishment, or additional
 Correction of Discrepancy
 Tooling inactive > than 1 year
 Change to Optional Construction or Material
 Sub-Supplier or Material Source Change
 Change in Part Processing
 Parts Produced at Additional Location
 Other - please specify

REQUESTED SUBMISSION LEVEL (Check one)

Level 1 - Warrant only (and for designated appearance items, an Appearance Approval Report) submitted to the customer.
 Level 2 - Warrant with product samples and limited supporting data submitted to customer.
 Level 3 - Warrant with product samples and complete supporting data submitted to customer.
 Level 4 - Warrant and other requirements as defined by the customer.
 Level 5 - Warrant with product samples and complete supporting data reviewed at organization's manufacturing location.

SUBMISSION RESULTS

The results for dimensional measurements material and functional tests appearance criteria and statistical process package
 meet all drawing and specification requirements: Yes NO (if "NO" - Explanation Required)
 Mold / Cavity / Production Process: 1131D / 1+1 / Injection Moulding
 Type of Machine / Tonnage: 450 Tonne - 2 Shot

DECLARATION

I hereby affirm that the samples represented by this warrant are representative of our parts which were made by a process that meets all Production Part Approval Process Manual 4th Edition Requirements. I further affirm that these samples were produced at the production rate of 480 / 8 hours. I also certify that documented evidence of such compliance is on file and available for review. I have noted any deviations from the declaration below.

EXPLANATION/COMMENTS:

Initial Part Submission

Is each Customer Tool properly tagged and numbered? Yes No n/a
 Organization Authorized Signature [Signature] Date 28-May-09
 Print Name Justin Suckert Phone No. 519-650-6600 ext 4024 Fax No. 519-650-5925
 Title Project Manager E-mail jsuckert@andersoncook.com

FOR CUSTOMER USE ONLY (IF APPLICABLE)

Part Warrant Disposition: Approved Rejected Other
 Customer Signature [Signature] Date 16 FEB 10
 Print Name T. CHRISTIAN PEASE Customer Tracking Number(optional) _____

SCHEDULE 7

Omega Quote No. 45145

TOOLSHOP QUOTE

QUOTATION

TEL: (519) 737-1201

FAX: (519) 737-7751



omega tool corp.

2045 SOLAR CRESCENT, OLDCASTLE, ONTARIO NOR 1L0 CANADA

P.O. BOX 1068, WARREN, MICHIGAN 48090 U.S.A.

QUOTE NO : **45145**

P.O. #:

Date: Feb 17, 2010

TO: **AC PRECISION COMPONENTS CAMBRIDGE 519-653-4483 X4024**
730 FOUNTAIN ST. N. BLDG #1 Fax: 519-650-5925
CAMBRIDGE, ON N3H 4R7
CANADA

ATTENTION: **JUSTIN SUCKERT**

SIR/MADAM: REPLYING TO YOUR VALUED INQUIRY WE ARE PLEASED TO QUOTE AS FOLLOWS:

RE: GMT911 BUMPER HIDER
25883358 / 25883359

OMEGA JOB # 5193

COST AND TIMING PER E-MAIL RECEIVED FROM ED KROETSCH ON 18-FEB-2010 TO ELIMINATE TWO GUSSET RIBS PER CAVITY ON HARD SHOT ONLY. PRICE INCLUDES LOCAL WELDING. TIMING INCLUDES ROUND TRIP TRUCKING TO AND FROM AC PRECISION.

ITEM #1 IMPLEMENT CHANGES AS PER 1/24/09 DATA AND .PPT RECEIVED

ENGINEERING (CAD / SURFACING)	\$ 770.00
SPLIT MOLD	\$ 560.00
WELDING	\$ 280.00
BENCHING	\$ 420.00
GENERAL PM TO THE MOLD	\$ 840.00
TRANSPORTATION TO AND FROM AC PRECISION	\$ 1400.00
Cost	\$4,270.00

TOTAL COST: CDN \$4,270.00

Notes and Assumptions:

*NO LOCAL WINDSOR TRIAL QUOTED
TRIALS TO BE HELD AT AC PRECISION
NO OMEGA SUPPORT QUOTED AT AC PRECISION*

QUOTED IN CDN FUNDS

QUOTE VALID FOR 60 DAYS

F.O.B. DESTINATION

TERMS SEE AGREEMENT

DELIVERY 3 DAYS

WE THANK YOU FOR YOUR INQUIRY.

PLEASE SIGN, DATE AND RETURN WITH P.O. OR P.O. #

TO CONFIRM AGREEMENT AND COMMENCE PROGRAM:

*YOURS TRULY,
QUOTED BY:*

JASON SCHMIDT
PROGRAM MANAGER

DAVE CUMMING
CORP. SALES

CUSTOMER SIGNATURE

By signing this quotation, customer hereby grants to Omega, as security for all amounts owing by customer to Omega in respect of the tooling or services described herein, a security interest in such tooling.

* TAXES EXTRA WHERE APPLICABLE

** INTEREST WILL BE CHARGED AT 1 1/2 % PER MONTH ON ALL OVERDUE ACCOUNTS

for office use only

File Name: VMESTUD1.GRP

Date of Revision: Oct 2005

Issue No. 1

SCHEDULE 8

ACS Purchase Order No. PC000517

PO TO TOOLSHOP

ORDER



Anderson Cook - Cambridge
1574 Eagle Street North
Building #2
Cambridge ON N3H 4S5
Canada
Tel 519-650-6600
Fax 519-650-5925

PURCHASE ORDER PC000517

Supplier: OMETCO Omega Tool Corporation 2045 Solar Cres Windsor ON N9R 1L0 CANADA Phone: 519-737-1201 Fax: 519-737-7719	PO No: PC000517 PO Date: 4/8/10 Due Date: PO Revision: Revision Date: Ordered By: Sire, Debbie 519-650-6600 Ext: 242
Attention: Schmidt, Jason	Via: Your Delivery Pynt Terms: Net 45 FOB: Destination Freight Terms: Prepaid Note: AS PER QUOTE 45145
Ship To: 1574 Eagle Street North Building #2 Cambridge ON N3H 4S5 CANADA	

Item	Description	Status	Account	Due Date	Order Quantity	Unit Price	Extended Price
1	GMT911 BUMPER HIDER	Firm	14100-000	4/12/10	1 Ea	\$ CAD4,270.00/Ea	\$ CAD4,270.00
Sub Total:							\$ CAD4,270.00
GST Paid:							\$ CAD213.50
Canadian Dollars Grand Total:							\$ CAD4,483.50

Notes

ALL PURCHASED MATERIALS SUPPLIED TO AC CAMBRIDGE MUST CONFIRM TO ALL APPLICABLE GOVERNMENT AND SAFETY CONSTRAINTS

Note: To receive your payment in a timely manner, the following information must be included on all of your packing slips invoices cartons etc to: AC Precision Components Cambridge 1574 Eagle St N Building #2, Cambridge ON N3H 4S5

- 1) Purchase Order Number
- 2) Part Number
- 3) Packing Slip Number
- 4) Lot Number
- 5) Description
- 6) UOM
- 7) Quantity

Note: To all suppliers of production material and/or subcontracted operations; AC Cambridge requires that upon your acceptance of this purchase order your company's quality system is compliant with all the ISO 9001:2008 and ISO/TS 16949:2009 guidelines and 100% on time delivery of all products is required AC Cambridge retains the right to cancel any purchase agreement without penalty

- (1) AC Cambridge reserves the right to inspect material/products prior to shipment from your facility
- (2) Provide all applicable Material Safety Data Sheets IMDS information and WHIMIS container labels
- (3) Packing Slip must accompany every shipment
- (4) Supplier to notify AC Cambridge immediately if put on "Special Status Customer Notification: due to quality and/or delivery issues.
- (5) Acceptance of this purchase order confirms Supplier acknowledges receipt and agrees to comply to AC Cambridge Environmental Contractor/Subcontractor Requirements.

Plex Online 4/8/10 10:24 AM dsireac

emailed

SCHEDULE 9

Packing Slip from ACS

TOOL LEFT AC

PLASTIC DIVISION



A DIVISION OF
Automation Tooling Systems Inc.

ATS INC.
730 Fountain St. North
Building #1
Cambridge, Ont. N3H 4R7
Tel: (519) 650-6600
Fax: (519) 650-5925

SHIP TO OMEGA TOOL
2045 SLOAN CROSSLING
OLD CASTLE ON N.R. 110
ART: TUSCAN SCHMIDT

PACKING SLIP NO. **PD**

PURCHASE ORDER NO.		OUR JOB NO.	DATE SHIPPED	PPD.	FOB	COLL.
QUANTITY ORDERED	QUANTITY SHIPPED	QUANTITY BACK ORDERED	DESCRIPTION AND PART NUMBER			
	1			<input type="checkbox"/>		<input type="checkbox"/>

PACKING SLIP

SHIPPED BY

SCHEDULE 10

E-mail Communication dated May 13, 2010



Jonathan Rutman
<jr@zeifmans.ca>
13/05/2010 05:38 PM

To "dave@omegatoolcorp.com" <dave@omegatoolcorp.com>
cc Tony Van Klink <tvanklink@millerthomson.com>, 'Sherry Kettle' <skettle@millerthomson.com>, Allan Rutman <aar@zeifmans.ca>, Stella Millis <sm@zeifmans.ca>
bcc
Subject ACS Precision Components Partnership ("ACS") - In Receivership

Mr. Dave Cecchin,

The following is a summary of our discussion today at approximately 5 PM. We advised you that we are Court appointed receiver and manager of ACS and that Omega is in possession of certain tooling to which ACS holds title and is required for production for a customer of ACS. The Receiver advised you of the attached Court Order requiring all parties in possession of ACS assets to turn possession of those assets over to the receiver. The Receiver demanded that Omega return the tool forthwith. You advised that Omega would not release the tool until it collected payment for amounts owing by ACS to Omega. The Receiver advised that if Omega does not agree to release the tool, it would have no choice but to take legal action against Omega to have the tool released.

Please be advised that failure to release the tool will cause significant damages for which Omega will be held accountable.

As requested in our discussion, please provide contact information for Omega's counsel immediately.

Jonathan Rutman
Zeifman Partners Inc.
416-728-0106



Court Order - May 6 2010

Tony Van Klink/mtca
13/05/2010 07:54 PM

To "dave@omegatoolcorp.com" <dave@omegatoolcorp.com>
cc arutman@zeifmans.ca, jrutman@zeifmans.ca, Sherry
Kettle/mtca@MTDOM1, lisab@agsautomotive.com
bcc
Subject ACS Precision - URGENT

Mr. Cecchin:

I am legal counsel to Zeifman Partners Inc., (the "Receiver") the court appointed receiver of ACS Precision Components Partnership ("ACS"). It is my understanding that Omega Tool is in possession of certain tooling fabricated by Omega for ACS. It is my understanding that the tooling was delivered by Omega to ACS in April 2009 and was recently returned to Omega for some work relating to an engineering change valued at approximately \$4,000. I do not know whether that work has been completed by Omega or not. I also understand that ACS had not paid Omega for the original fabrication of the tooling, being \$135,000 plus GST.

The tooling is required by ACS and its customer A G Simpson Automotive ("AGS") on an urgent basis. The Receiver has requested Omega deliver up possession of the tooling. Omega has refused to do so, in an apparent attempt to leverage payment of its outstanding account for the fabrication of the tooling. Any such attempt is improper and a breach of the Order of the Ontario Superior Court of Justice by which the Receiver was appointed

A copy of the court order appointing the Receiver has been provided to you by the Receiver. Paragraph 6 of that Order obligates Omega to deliver up possession to the Receiver upon request all property of ACS in the possession of Omega. Paragraph 11 of that Order stays the exercise by Omega of any rights which it may have against ACS or the property of ACS.

The Receiver is entitled to possession of the tooling. On behalf of the Receiver we hereby reiterate the Receiver's request that the tooling be immediately delivered up to the Receiver. We are prepared to discuss with you an arrangement for the preservation of Omega's rights, if any, against the tooling. Any such arrangement must, however, be agreed by tomorrow morning at the latest.

If the tooling is not delivered up I expect that we will be instructed by the Receiver to take the necessary steps to immediately obtain a court order compelling Omega to deliver up the tooling.

I would ask that you have your legal counsel contact me first thing tomorrow morning to discuss this matter.

Tony Van Klink

Miller Thomson LLP
One London Place
255 Queens Avenue, Suite 2010
London, Ontario N6A 5R8
Direct Line: 519.931.3509
Fax: 519.858.8511
Email: tvanklink@millerthomson.com
www.millerthomson.com

