

APPENDIX “M”

CANAM - APPRAIZ INC.

APPRAISERS • VALUATORS • STOCK TAKERS • LIQUIDATORS

APPRAISAL REPORT

PEOPLEEDGE HR SERVICES INC.

Prepared for:

BDO CANADA LIMITED
1 City Centre drive, Ste 1040
MISSISSAUGA, ONTARIO
L5B 1M2

Attention: Mr. Peter Naumis

Prepared by:

Sia Mizrahi - CPPA

November 1st, 2012

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November 1st, 2012

BDO CANADA LIMITED
1 City Centre drive, Ste 1040
MISSISSAUGA, ONTARIO
L5B 1M2

Attention: Mr. Peter Naumis

Re: PEOPLEGE HR SERVICES INC.

Dear Mr. Naumis:

Further to your instructions we attended the premises of the above captioned company to appraise the assets based on Forced Liquidation Values.

Enclosed please find our detailed appraisal of the assets.

Our invoice will be mailed to you along with the original of this letter. Thank you for retaining our services in this matter, which we trust you have found satisfactory. Please do not hesitate to contact the undersigned if we could be of further service to you. We remain,

Yours very truly,

Sia Mizrahi

Summary

On October 31st, 2012 at the request of Mr. Peter Naumis, of BDO Canada Limited, I personally inspected the assets of Peopledge HR Services Inc. located at 5515 North Service Road, Ste 303 in Burlington, Ontario.

Values

The Liquidation Values are:

Equipment Approximately \$12,000.00

Pick-up fees are estimated at \$5,000.00

Vehicle approx. \$ 6,000.00

*Please note that the liquidation value is the estimated gross selling price and cost of sale has to be deducted. Please refer to the "Analysis" for recommendations and cost of sale, if required.

Method of Valuation

The definition of Liquidation Value is:

The price at which the property changes hands when there is a financial situation or other circumstances existing at the time of the sale so as to require a sacrifice.

Conditions of Appraisal

The value stated in this appraisal Report is based on the judgment of the appraisers given the facts and conditions available at the date of the valuation.

The use of this report is limited to the purpose of determining the value of the assets of Peopledge HR Services Inc., in Burlington for BDO Canada Limited. This report is to be used in its entirety only.

The values in this appraisal are based on asset values only. They do not rely on any financial information from the company.

The question of titles, liens, encumbrances, rental or lease agreements that may pertain to any or all of the subject assets in question have not been investigated in this report unless otherwise specifically outlined.

Certification of Report

The values stated are valid for 45 days from the date of the appraisal. Values beyond the time frame indicated should be reviewed & updated.

Neither Sia Mizrahi, Canam-Appraiz Inc. nor any of its employees have any present or future interest in the subject property. At such time as any of this property is available for liquidation, Canam-Appraiz Inc. would like to be considered.

Sia Mizrahi has personally examined the subject property. The statements of facts contained in this report are true and correct to the best knowledge and belief of the appraisers.

Canam-Appraiz Inc.
Per: Sia Mizrahi

Description

Office furniture, equipment and computers. For a complete listing of the fixed assets please refer to Schedule 'A'.

Equipment Analysis

The equipment is in fair condition.

Comments & Recommendations

Our values are based on comparative sales of similar or same equipment in the past year, at various auctions, and dealers in North America.

Canam-is prepared to pay \$3,000.00 for the office furniture and equipment and will leave the premises in broom swept condition.

The best results are achieved if sold en bloc.

Schedule "A"

<u>Item #</u>	<u>ITEM DESCRIPTION</u>	<u>VALUE</u>
1	DELL MODEL 2155cdn PRINTER	\$ 200.00
2	26 LARGE 25" DELL MONITORS	\$ 1,300.00
3	DELL OPTIPLEX 320 PC WITH APC UPS550	\$ 100.00
4	MID BACK LEATHER CHAIR	\$ 50.00
5	19 SWIVEL STENO CHAIRS	\$ 285.00
6	5 GUEST CHAIRS	\$ 100.00
7	L-SHAPED RECEPTION DESK	\$ 250.00
8	1 CHAIR BROKEN AND RIPPED - NO VALUE	\$ -
9	GBC C110 BINDER	\$ 10.00
10	2 - 2 DRAWER LATERAL FILING CABINETS	\$ 40.00

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11	4 - 3 DRAWER LATERAL FILING CABINETS	\$	120.00
12	2 DELL MFP 3115cn	\$	300.00
13	3 ROUND TABLES	\$	75.00
14	2 DANBY BAR FRIDGES	\$	150.00
15	TAYCO L-SHAPED EXECUTIVE DESK WITH CREDENZA	\$	750.00
16	SAFE - CODE UNKNOWN - NO VALUE	\$	-
17	ALUMINIUM LADDER	\$	10.00
18	HP 1320 PRINTER	\$	10.00
19	DELL DOCKING STATION WITH APC 550	\$	40.00
20	9 H.B. LEATHER CHAIRS	\$	900.00
21	ROUND TABLE	\$	50.00
22	2 ENTERTAINMENT / PRESENTATION UNITS	\$	100.00
23	2 DOOR CABINET	\$	50.00
24	10 DELL 20" MONITORS	\$	300.00
25	13 DELL VOSTRO PC CORE 13 WITH UPS 550	\$	325.00
26	2 DOOR METAL CABINET	\$	25.00
27	KITCHEN AID FRIDGE	\$	250.00
28	PANASONIC MICROWAVE OVEN	\$	30.00
29	KITCHEN AID DISHWASHER	\$	50.00
30	4 LEATHER STOOLS	\$	120.00
31	3 KEURIG COFFEE MACHINES - LEASED	\$	-
32	15 NEW MERIDIAN TELEPHONES	\$	375.00
33	8 OLD PHONES - NORSTAR FLASH VOICE MAIL 24 SYST	\$	220.00
34	4 DELL OPTIPLEX 320 PC'S	\$	60.00
35	3 DELL 5230n PRINTERS	\$	300.00
36	4 STANDS	\$	20.00
37	6 CHAIRS	\$	30.00
38	7 ACER/DELL 20" LCD MONITORS	\$	140.00
39	8 - 4 DRAWER LATERAL FILING CABINETS	\$	320.00
40	4 DELL 19" LCD MONITORS	\$	40.00
41	SONY 17" LCD MONITOR	\$	10.00
42	WHITE BOARD	\$	20.00
43	16 MODULAR OFFICES 4X4	\$	1,600.00
44	2 DELL VOSTRO LAPTOPS CORE 1520 S/N B4T2VP1	\$	160.00
45	SENTRY SAFE BOX	\$	10.00
46	METRO RACK ON CASTERS	\$	30.00
47	2 HP 4200 PRINTERS	\$	30.00
48	3 DELL 3110CN PRINTERS	\$	150.00
49	2 MOBILE A/C UNITS	\$	80.00
50	ACER 17" MONITOR	\$	10.00
51	COMPAQ PROLIANT ML370 SERVER	\$	100.00
52	2 DELL POWER CONNECT 2724 HUBS	\$	30.00
53	DELL POWEREDGE 1950 RACKMOUNT 2X146GB	\$	100.00
54	3 DELL POWEREDGE 860	\$	150.00
55	DELL POWEREDGE 2950 3X160GM	\$	100.00
56	DELL POWEREDGE 2950 6X75GB	\$	100.00
57	DELL POWEREDGE 2950 4X146GB	\$	100.00
58	DELL POWEREDGE 2950 2X1TB	\$	100.00

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59	3 UPS 1500	\$	75.00
60	UPS 3000	\$	100.00
61	DELL IT RACK	\$	100.00
62	2 GLASS WALL PARTITIONS	\$	80.00
63	2 WOOD TOP TABLES WITH MOBILES	\$	20.00
64	U-SHAPED EXECUTIVE DESK	\$	400.00
65	8' BOARDROOM TABLE WITH CREDENZA	\$	400.00
66	LG LCD TV 42"	\$	200.00
67	PITNEY BOWES POSTAGE METER - 3RD PARTY GOODS	\$	-
68	NEOPOST ENVELOPE FEEDER/SORTER DS-62 S/N 07DX6605 062.2	\$	100.00
69	MAIL ROOM CABINET AND DESK	\$	150.00
70	2005 HONDA ODYSSEY VIN 5FNRL38865B500490 WITH 211,172 KMS - SILVER	\$	6,000.00
TOTAL VALUE		\$	18,000.00