

## August 20 UPDATE

As previously outlined, we are continuing with the legal process of liquidating CRTV. We are close to being able to calculate and distribute the proceeds, with only a couple of items that we are required to complete or receive before cheques can be printed. We are eagerly anticipating getting the money to the members at the earliest possible date.

### What we have completed:

Obtained court appointment, filed notice with registrar and published all required notices.  
Took into our possession CRTV property and records.  
Established a trust account and deposited funds into a low-risk interest bearing account.  
Communicated with members, fielded queries, established Website and telephone lines.  
Designed and printed a brochure of FAQ's for members.  
Established a record-keeping system for accounting transactions.  
Obtained access to the membership/accounting system at Shaw.  
Received required stationery (cheques/envelopes) for the expected distributions.  
Received clearance from Canada Revenue Agency on June 26 (issued on June 19) – clearance is to January 31, 2009.  
Design of audit procedures.  
Conducted audit procedures which, met the following objectives:

- Ensured that no unauthorized changes were made to the list of members after January 31, 2009 and prior to our appointment.
- Ensured that no inactive members are included on the list
- Ensured that only Ordinary members are included on the list for sharing in the liquidating distribution.

Requested a second opinion on certain legal interpretations of the By-Laws of the Association.  
Applied to Canada Revenue Agency for a Technical Interpretation in regards to the tax treatment of the member distributions.  
Contacted the Victoria Tax Services Office to confirm our reporting requirements.

### What we are doing right now:

Continuing with our daily responses to numerous telephone calls, e-mails and letters from members.

Ensuring the correct classification of corporate and non-corporate members.

Finalizing third party claims, such as Family Maintenance Enforcement Program Notices of Attachment and Bankruptcy Assignments in agreement with the Bankruptcy and Insolvency Act.

| Addressing all claims that arose from the published notification to debtors and creditors of CRTV.

Finalizing the check for duplicate members.

Calculating the amount available for distribution.

Preparing the distribution to members.

### What we have to wait for:

A response from our lawyer with respect to certain legal matters and interpretations.

A response from Canada Revenue Agency with respect to our request for a Technical Interpretation.