

6 December 2013

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TO THE CREDITORS AND SHAREHOLDERS OF

SVTC TECHNOLOGIES, LLC  
3901 N. FIRST STREET  
SAN JOSE, CA. 95134

FINAL COMMUNICATION  
CASE NOW CLOSED

Re: **GENERAL ASSIGNMENT FOR THE BENEFIT OF CREDITORS**

Please be advised that the Assignee has now completed liquidating the substantial majority of the assets assigned pursuant to the October 2012 general assignment and must now report that no distributions will be made to general unsecured creditors from the assignment estate. As creditors will recall, SVTC Technologies, LLC (the “Company”), executed a general assignment for the benefit of creditors in favor of California Assignments, LLC (the “Assignee”) on October 15, 2012 after the Company determined that it did not have sufficient working capital to continue operations.

As of the assignment date, Wells Fargo Bank N.A., which acted as the Company's secured lender prior to the assignment (“lender”), was owed approximately \$13.25 million by the Company, which amount was secured by all of the Company's assets. Following the assignment, the Assignee and its counsel confirmed the validity of the lender's security interests in the Company's assets. Despite the successful sales of the Austin, Texas facility pre-assignment to Tezzaron Semiconductor Corporation and the San Jose, California facility and real property post-assignment to Telefunken Semiconductor, Inc., which combined generated sales in excess of \$17 million, the lender still currently has an outstanding secured balance around \$250,000. Further, various taxing authorities have asserted unpaid priority unsecured claims totaling nearly \$1.0 million against the estate, which would have to be satisfied in full before any payment could be made to general unsecured creditors. No distribution will be made on account of these priority unsecured tax claims.

The Assignee is continuing to monetize the minimal assets that remain in the estate and to prosecute certain outstanding preference claims. However, the proceeds of these efforts will be paid to the lender or applied against unpaid administrative claims, as appropriate, and the Assignee has determined that such proceeds will not exceed the balance due to the lender. As a result, no distributions will be made to general unsecured creditors from the estate.

Attached to this report is a copy of the Assignee's Statement of Receipts and Disbursements, which accounts for the monies generated through the assignment process and the disbursements made from such recoveries to date.

LOS ANGELES

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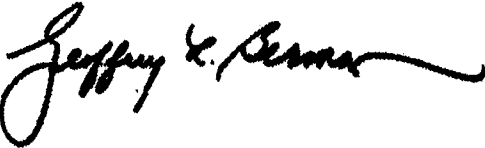
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To The Creditors and Shareholders  
Page Two

For the reasons summarized above, the Assignee is closing its files in this matter and creditors are requested to update their records accordingly.

Very truly yours,

California Assignments, LLC, solely in its capacity  
as Assignee for the Benefit of Creditors of  
SVTC TECHNOLOGIES, LLC.

By   
Geoffrey L. Berman

Enclosure (form Statement of Receipts and Disbursements)