



Development Specialists, Inc.

Advisory and Fiduciary Services • Corporate Restructuring and Workouts • Interim Management • Insolvency Services

November 7, 16

e-mail address: gberman@dsi.biz

TO THE CREDITORS OF

CAMBRIOS TECHNOLOGIES CORPORATION
930 ARQUES AVENUE
SUNNYVALE, CALIFORNIA 94085

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

The Assignee is now in a position to complete the administration of this general assignment estate and included with this report creditors will find the Assignee's check, representing a 7.34% recovery on their allowed unsecured claims.

As we previously advised, the Assignee conducted a sale of Cambrios' assets on March 16, 2016, which sale brought \$400,000 for the equipment and \$2.5 million for intellectual property, including the portfolio of approximately 280 patents and patent applications. Champ Great Int'l was the successful bidder for both the equipment and the intellectual property.¹ The Assignee has, since the sale, been involved in the closure of Cambrios' foreign branches in Korea, Japan and Taiwan. The secured creditor authorized the use of a portion of its collateral for some of these expenses. Other assets, including a refund of a portion of the security deposit for the Company's leased facility in Sunnyvale, CA have also been liquidated.

Attached hereto please find the Assignee's Statement of Receipts and Disbursements, which summarizes the monies handled by the Assignee throughout the administration of this general assignment. With the issuance of this report and the first and final distribution on allowed claims, the Assignee is closing the administration of this estate. Creditors are requested to mark their records to reflect the closure of the matter.

Very truly yours,

Development Specialists, Inc. solely in its capacity
as Assignee for the Benefit of Creditors of
Cambrios Technologies Corporation

By

Geoffrey L. Berman

Enclosure (Statement of Receipts and Disbursements; 1 check)

P.S. Deposit this check promptly as payment will be stopped ninety days from the date on the face of the check.

¹ The equipment was subject to a lien in favor of Champ Great Int'l. The equipment was appraised to have an orderly liquidation value of \$735,000 and Champ Great Int'l credit bid as was its right on the equipment.

LOS ANGELES

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Cambrios Technologies

Receipts and Disbursements

Receipts:

Accounts Receivable	\$	181,350.59
Refunds	\$	66,731.00
Sale of Assets	\$	2,500,000.00
Transfers from Debtor	\$	430,000.00
	\$	<u>3,178,081.59</u>

Disbursements

Accounts Receivable Refund	\$	64,194.00	
Accounting Fees	\$	1,575.00	
Administrative Expenses	\$	360.26	
Independent Contractors	\$	117,371.99	
Independent Contractor Exp.	\$	1,285.72	
Professional Fees and Expenses			
Appraisal Fees	\$	12,000.00	
Assignee Fees	\$	200,000.00	
Assignee Expenses	\$	5,219.12	
Legal Fees	\$	257,347.75	
Legal Expenses	\$	5,265.90	
Rent Expense	\$	111,962.90	
Sale Expense	\$	357,365.77	Attorney Lien/Patent
Utilities	\$	12,516.90	
Subsidiary/Branch Expense	\$	99,496.34	Taiwan/Korea

Claims Paid

Priority Tax	\$	22.21	
Secured Debt (Seed IP)	\$	352,367.02	Payment of Secured Debt
Unsecured Debt (Japan Sub)	\$	88,806.95	Authorized Champ Great x% unsecured creditor
Unsecured Debt (Sales and Use)	\$	35,000.00	Authorized Champ Great x% unsecured creditor
Paid Unsecured Debt (per CG)	\$	<u>123,806.95</u>	

Available cash on hand \$ 1,455,923.76

Less:

Reserve \$ (5,000.00)

Available for Distribution \$ 1,450,923.76

Allowed Claims \$ 20,312,670.64

Percentage dividend 7.1%