

ONTARIO
SUPERIOR COURT OF JUSTICE
(IN BANKRUPTCY AND INSOLVENCY)

IN THE MATTER OF THE BANKRUPTCY OF I. WAXMAN & SONS LIMITED,
a corporation incorporated under the laws of the Province of Ontario,
carrying on business in the City of Hamilton, in the Province of Ontario

SUPPLEMENT TO
SECOND REPORT OF DELOITTE & TOUCHE INC.
IN ITS CAPACITY AS TRUSTEE IN BANKRUPTCY OF
THE ESTATE OF
I. WAXMAN & SONS LIMITED

December 13, 2007

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EXHIBIT A Summary of Claims in Reverse Chronological Order

Introduction

1. Pursuant to a bankruptcy order made on September 4, 2007, I. Waxman & Sons Limited (“**IWS**” or the “**Company**”) was declared bankrupt and Deloitte & Touche Inc. was appointed as trustee in bankruptcy (the “**Trustee**”) in the Company’s estate.
2. The report of Deloitte & Touche Inc., in its capacity as Trustee of IWS, has been prepared as a supplement to the Second Report dated December 4, 2007 (the “**Second Report**”). This supplement is hereafter referred to as the “**Supplemental Second Report**”.
3. Capitalized terms used herein and not otherwise defined have the meaning given to them in the Second Report.

Purpose of Report

4. The purpose of the Supplemental Second Report is to:
 - (a) Update the Ontario Superior Court of Justice (the “**Court**”) as to claims submitted since the date of the Second Report, including new claims by Chester Waxman (“**Chester**”) and CHW Holdings Inc. (“**CHW**”), a company wholly owned by Chester; and
 - (b) update the Court as to the impact of these claims on the potential recovery to the Morris Waxman claim (“**MW Claim**”) and the claims of other creditors.

Claims against the Company

5. A summary of the claims filed as at December 12, 2007 is as follows:

	Secured	Unsecured	Total
Trade Claims	\$1,013	\$6,519,241	\$6,520,254
Employee Claims	0	1,671,749	1,671,749
Tax Authority Claims	1,316,922	292,941	1,609,863
Related Party Claims	8,762,609	61,677,725	70,440,334
Total	<u>\$10,080,544</u>	<u>\$70,161,656</u>	<u>\$80,242,200</u>

6. To date, the Trustee has received claims from approximately 47% of the creditors that were listed on the Statement of Affairs.
7. The increase in claims since the Second Report is attributed to (a) an increase in the Canada Revenue Agency (“**CRA**”) claim; (b) additional claims from Chester and CHW; and (b) additional trade claims. The Trustee is still in the early stages of examining these additional claims. However, a preliminary summary of the claims is set out in the following paragraphs.

CRA Claims

8. CRA has submitted an amended claim for GST. The claim was increased by \$24,785 since the date of the Second Report.

Chester Waxman Family Claims

9. As of the date of the Second Report, Chester had filed a proof of claim for \$1,954,807.34 plus compound interest in respect of certain shareholder loans allegedly made by him to the Company.
10. On December 11 and 12, 2007, the Trustee received a proof of claim from CHW and an amended claim from Chester the amounts of which are set out below;

	Secured	Unsecured	Total
CHW Holdings Inc.	\$8,762,609	\$0	\$8,762,609
Chester - Severance pay	0	900,000	900,000
Chester - Damages (work related illness)	0	5,000,000	5,000,000
Total	<u>\$8,762,609</u>	<u>\$5,900,000</u>	<u>\$14,662,609</u>

11. The CHW claim was filed on a secured basis. The Trustee has been advised by Chester or a representative of Chester that CHW's secured claim of \$8,762,609 now replaces Chester's initial unsecured claim of \$1,954,807.34 plus compound interest. The Trustee has been advised by Chester or a representative of Chester that CHW's claim relates to the amount owing to Chester and Chesterton Investments Limited ("**Chesterton**") pursuant to a debenture agreement in favour of CHW.
12. The Trustee has been advised by Chester or a representative of Chester that his claim for personal damages in the amount of \$5,000,000 relates to his diagnosis in March 2006 of malignant pleural mesothelioma, a cancer of the lining of the lungs. Chester or a representative of Chester advised that the sole cause of pleural mesothelioma was exposure to asbestos as a result of his employment with IWS.
13. The Trustee has neither allowed nor disallowed any of Chester's claims at this time as these claims will need to be reviewed by the Trustee and its legal counsel. However, on a very preliminary basis, the Trustee notes that a search in the Ontario personal property registry against the Company does not reveal any PPSA registrations filed by CHW.

Trade Claims

14. The Trustee has received additional proofs of claims for trade claims totalling \$76,397.
15. The Trustee expects to continue to receive further claims on an infrequent basis.

Recovery on Claims

16. The MW Claim still constitutes a significant percentage of the overall unsecured claims filed in the Company's estate and its determination will continue to have a significant impact on the return to all

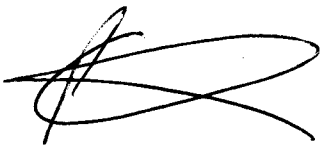
other creditors in the Company's estate. However, taking into account the updated claims filed to date, in particular the secured claim of CHW and additional claims of Chester, there is the potential that Morris could receive nothing in the event his claim is subordinated to other creditors.

17. The determination of the status of the MW Claim will have a significant impact on the return to all other creditors in the Company's estate and furthermore, its determination has the potential to provide no return to Morris.
18. Based on the claims filed as at December 12, 2007, the Trustee currently estimates that potential unsecured claims now total \$75.3 million: the MW Claim represents 62% of this amount (whereas at the time of the Second Report, the MW Claim represented 65% of the overall unsecured claims). Assuming funds in the amount of \$29.7 million¹ are available for distribution, Morris would be eligible to receive approximately \$12.2 million if the MW Claim is determined to rank pari passu or \$.26 per \$1.00.
19. If the MW Claim is found to be subordinate to the claims of the other unsecured creditors in the IWS estate, and all secured and unsecured claims filed to date are accepted, there would be insufficient funds to pay all unsecured claims in full. The Trustee estimates that in this scenario unsecured creditors, excluding Morris, would receive 69% of their claim and Morris would receive no distribution. It is important to note that this analysis is subject to change as the claims process is finalized and notices of disallowance and appeals are processed.

Dated the 13th day of December, 2007.

RESPECTFULLY SUBMITTED,

Deloitte & Touche Inc.,
In its capacity as trustee in bankruptcy of
the estate of I. Waxman & Sons Limited
and not in its personal capacity



Paul van Eyk, CA·CIRP, CA·IFA

Senior Vice-President

¹ This amount assumes that the \$4 million currently in the possession of the Receiver is included in this distribution.

**Deloitte & Touche Inc., Trustee
In the Matter of the Bankruptcy of I. Waxman & Sons Limited
Creditor Listing as at December 12, 2007**

Name	Age of Claim as at the Date of Receivership (March 26, 2007)					Total Projected Claims		Proofs of Claim filed to date		
	2007		2007		2005	Pre-2005	Total	Proof of Claim Amount -Secured-	Proof of Claim Amount -Unsecured-	Total
	0 - 30 days	31-60 days	61 - 90 days	2007						
TRADE CLAIMS										
Halton Recycling	160,488	-	-	-	834	-	161,322	-	161,322	161,322
Waxman Recycling Industries Ltd.	97,420	-	-	-	-	-	97,420	-	97,420	97,420
Miller Waste System	93,960	-	-	-	-	-	93,960	-	93,960	93,960
Grace Transport Inc.	93,167	-	-	-	-	-	93,167	-	93,167	93,167
BFI Canada Inc. - Hamilton District	66,375	-	-	-	-	-	66,375	-	66,375	66,375
Cherrymill Iron & Metal Co Ltd.	63,284	-	-	-	-	-	63,284	-	63,284	63,284
Stackpole Limited	51,519	-	-	-	223,410	101,122	376,051	-	376,050	376,050
Yazaki North America	43,258	-	-	-	-	-	43,258	-	-	-
Bon L Canada	41,181	-	-	-	-	-	41,181	-	41,181	41,181
Essex-Windsor Solid Waste Authority	39,990	33,857	-	-	-	-	73,848	-	73,848	73,848
Affar Metals Inc	39,001	-	-	-	-	-	39,001	-	39,001	39,001
John Zubick Ltd.	38,840	-	-	-	-	-	38,840	-	38,840	38,840
Wolfedale Engineering Limited	38,314	-	-	-	-	-	38,314	-	-	-
Stark Iron & Metal Co.	36,573	-	-	-	-	-	36,573	-	-	-
K & K Recycling Services	35,914	-	-	-	-	-	35,914	-	35,914	35,914
Enrack Systems Inc.	33,933	-	-	-	-	-	33,933	-	-	-
GE Capital Canada Leasing Trust	31,644	-	-	-	-	-	31,644	-	31,644	31,644
Greif Bros. Canada Inc.(Millen)	27,107	-	-	-	-	-	27,107	-	27,107	27,107
GSW Water Heating Inc.	25,165	-	-	-	-	-	25,165	-	-	-
N.I.M. Disposals Ltd.	23,307	-	-	-	-	-	23,307	-	-	-
General Motors of Canada Limited	23,092	-	-	-	-	-	23,092	-	23,092	23,092
Peter Hodge Transport Limited	22,563	-	-	-	-	-	22,563	-	22,563	22,563
Pointe-Clair Steel	22,151	-	-	-	-	-	22,151	-	22,151	22,151
Flesta Barbeques Ltd.	20,631	-	-	-	-	-	20,631	-	-	-
Chrysler Financial	15,205	-	-	-	-	-	15,205	-	-	-
Canada Forgings Inc.	14,421	-	-	-	-	-	14,421	-	14,421	14,421
All Type Metal Stampings	13,958	-	-	-	-	-	13,958	-	-	-
Morffatt Scrap Iron & Metal	13,742	-	-	-	-	-	13,742	-	13,742	13,742
Union Gas	12,709	-	-	-	-	-	12,709	-	12,709	12,709
Taylor Liebow LLP	12,296	-	-	-	-	-	12,296	-	-	-
Provincial Environment Services Inc.	12,272	-	-	-	-	-	12,272	-	12,272	12,272
Stackpole- Precision Metal Components	11,942	-	-	-	-	-	11,942	-	11,942	11,942
Rockwood Landfill	11,896	-	-	-	-	-	11,896	-	-	-
Petro-Canada	10,727	-	-	-	-	-	10,727	-	10,727	10,727
Tri Lad	10,399	-	-	-	-	-	10,399	-	10,399	10,399
Norfolk Disposal Services Limited	10,065	-	-	-	-	-	10,065	-	-	-
Grizzly Enterprises	9,581	-	-	-	-	-	9,581	-	-	-
Belden (Canada) Inc.	9,461	-	-	-	-	-	9,461	-	-	-
Newalta Industrial Services Inc.	9,439	-	-	-	-	-	9,439	-	-	-
Credit Valley Steel Products	9,131	-	-	-	-	-	9,131	-	-	-
Wellmaster Pipe & Supply Inc.	9,100	-	-	-	-	-	9,100	-	-	-
Roll-Leez Roll-Off Systems	8,950	-	-	-	-	-	8,950	-	8,950	8,950
Laidlaw Carriers Bulk LP	8,103	-	-	-	-	-	8,103	-	8,103	8,103
Court International Inc.	7,465	-	-	-	-	-	7,465	-	7,465	7,465
Armtec Industries	7,413	-	-	-	-	-	7,413	-	-	-
Hidden Hitch	7,400	-	-	-	-	-	7,400	-	-	-
Image Financial Services Inc.	7,342	-	-	-	-	-	7,342	-	7,342	7,342
John Ebos Fuels, A Division of Petro Partners Ltd.	7,341	1,521	-	-	-	-	8,862	-	-	-
Ben Met Steel & Metal Inc.	7,213	-	-	-	-	-	7,213	-	-	-
Leclair Truck Repairs Ltd.,	6,509	1,657	-	-	-	-	8,166	-	-	-

Name	Total Projected Claims							Proofs of Claim filed to date			
	Age of Claim as at the Date of Revership (March 26, 2007)							Total	Amount -Secured-	Amount -Unsecured-	Total
	2007 0 - 30 days	2007 31-60 days	2007 61 - 90 days	2006	2005	Pre-2005	Total				
Future Enterprises	6,386	-	-	-	-	-	6,386	-	6,386	6,386	
Liebherr - Canada Ltd.,	6,368	-	-	-	-	-	6,368	-	6,368	6,368	
Mittal Canada Hamilton Inc.	6,292	-	-	-	-	-	6,292	-	6,292	6,292	
Dahl Brothers Canada Limited	5,837	-	-	-	-	-	5,837	-	-	-	
Buffalo Fuel Corp.	5,771	-	-	-	-	-	5,771	-	-	-	
Travale Tires & Service Inc.,	5,443	-	-	-	-	-	5,443	-	5,443	5,443	
CBSC Capital Inc.	5,123	-	-	-	-	-	5,123	-	5,123	5,123	
Siemens Westinghouse Inc.	4,791	-	-	-	-	-	4,791	-	-	-	
Joseph K Joseph	4,684	-	-	-	-	-	4,684	-	-	-	
Horizon Utilities Corp.,	4,519	-	-	-	-	-	4,519	-	4,519	4,519	
Workplace Safety & Insurance Board	4,276	-	-	-	-	-	4,276	-	-	-	
Lifecapital Corporation	4,152	-	-	-	-	-	4,152	-	4,152	4,152	
HSB Inc.	4,124	-	-	-	-	-	4,124	-	-	-	
Stone Transport	4,107	-	-	-	-	-	4,107	-	-	-	
J T Fabrication Ltd.,	4,039	2,630	-	-	-	-	6,669	-	-	-	
Top Lift Enterprises Inc.,	4,038	-	-	-	-	-	4,038	-	-	-	
Lonschek, Bill	4,012	-	-	-	-	-	4,012	-	4,012	4,012	
Multitube	3,846	-	-	-	-	-	3,846	-	-	-	
Waste Management Inc.,	3,552	-	-	-	-	-	3,552	-	-	-	
Court, Norm	3,507	-	-	-	-	-	3,507	-	3,507	3,507	
City of Woodstock	3,487	-	-	-	-	-	3,487	-	-	-	
Gerdau (Whitby) Ameristeel	3,081	-	-	-	-	-	3,081	-	-	-	
Pacific Westeel Racking	2,964	-	-	-	-	-	2,964	-	-	-	
Ebcotech Products	2,724	-	-	-	-	-	2,724	-	2,724	2,724	
Telus Mobility	2,654	-	-	-	-	-	2,654	-	-	-	
Sheldon Kurner (expenses)	2,541	-	-	-	-	-	2,541	-	-	-	
Fluke Transportation Group	2,392	-	-	-	-	-	2,392	-	-	-	
Regional Disposal Service Inc	2,328	400	-	-	-	-	2,728	-	2,728	2,728	
B. I. Z. Mechanical Inc.	2,214	-	-	-	-	-	2,214	-	-	-	
Cascade International Printing & Graphic Design	2,201	-	-	-	-	-	2,201	-	-	-	
Hess Machine	2,085	-	-	-	-	-	2,085	-	-	-	
Joseph K Joseph	2,028	-	-	-	-	-	2,028	-	-	-	
Bell Canada	1,928	-	-	-	-	-	1,928	-	-	-	
Arizon Disposal Services Ltd.	1,696	-	-	-	-	-	1,696	-	-	-	
Donna Clements	1,650	-	-	-	-	-	1,650	-	-	-	
Cross Point Transportation Inc.,	1,602	-	-	-	-	-	1,602	-	-	-	
ETR 407 Express Toll Route	1,571	-	-	-	-	-	1,571	-	-	-	
The J. Murray Pratt Mfg. Co. Ltd.	1,499	-	-	-	-	-	1,499	-	-	-	
Ancaster Conveying Systems Limited	1,487	-	-	-	-	-	1,487	-	-	-	
B & D Steel Inc.	1,460	-	-	-	-	-	1,460	-	-	-	
Mold Masters Limited	1,431	-	-	-	-	-	1,431	-	1,431	1,431	
Wellington Perforated Sheet Plate	1,329	-	-	-	-	-	1,329	-	-	-	
Holly Services	1,327	-	-	-	-	-	1,327	-	1,327	1,327	
BFI Canada Inc.	1,253	-	-	-	-	-	1,253	-	-	-	
TML Industries	1,233	-	-	-	-	-	1,233	-	-	-	
Nevana Electric	1,194	-	-	904	-	-	2,098	-	-	-	
Canadian National Railway Company	1,124	-	10,937	150	-	-	12,210	-	12,210	12,210	
Genor Recycling Services Limited	1,092	-	-	-	-	-	1,092	-	-	-	
Budget Environmental Disposal Ltd.	1,085	-	-	-	-	-	1,085	-	1,085	1,085	
Modern Landfill, Inc.	1,044	-	-	-	-	-	1,044	-	-	-	
Greif Bros. Canada Inc.(Arvin)	941	-	-	-	-	-	941	-	-	-	
MCQ Handling Inc.,	841	-	-	-	-	-	841	-	841	841	
Watch Tower Bible Tract Society	747	-	-	-	-	-	747	-	-	-	
Reliable Mobile Wash	736	-	-	-	-	-	736	-	736	736	

Name	Total Projected Claims										Proofs of Claim filed to date			
	Age of Claim as at the Date of Receivership (March 26, 2007)										Total	Amount -Secured-	Proof of Claim -Unsecured-	Total
	2007 0 - 30 days	2007 31-60 days	2007 61 - 90 days	2006	2005	Pre-2005	2007 0 - 30 days	2007 31-60 days	2007 61 - 90 days	2006				
Sam's Scrap	731	439	-	-	-	-	-	-	-	-	1,170	-	-	-
La Farge Canada Inc. T8044	727	-	-	-	-	-	-	-	-	-	727	-	727	727
CARI Directory	695	-	-	-	-	-	-	-	-	-	695	-	-	-
Rogers AT&I Wireless	675	-	-	-	-	-	-	-	-	-	675	-	675	675
Pitney Bowes	668	-	-	-	-	-	-	-	-	-	668	-	-	-
Horizon Utilities Corp., secured	666	-	-	-	-	-	-	-	-	-	666	-	666	666
Mack Sales & Service of Stoney Creek Ltd.,	631	-	-	-	-	-	-	-	-	-	631	-	-	-
Town Media	583	-	-	-	-	-	-	-	-	-	583	-	-	-
Newalta Industrial Services Inc.	581	-	-	-	-	-	-	-	-	-	581	-	-	-
Brander Steel Industries Ltd.	533	-	-	-	-	-	-	-	-	-	533	-	-	-
Metal Man Processor Services Inc.	526	-	-	-	-	-	-	-	-	-	526	-	-	-
The Transfer Network	488	-	-	-	-	-	-	-	-	-	488	-	-	-
OIPMAC	480	-	-	-	-	-	-	-	-	-	480	-	-	-
Every Scale Ltd.	477	-	-	-	-	-	-	-	-	-	477	-	-	-
Liftway Material Handling Solutions	477	-	-	-	-	-	-	-	-	-	477	-	477	477
Air Liquide Canada Inc.,	439	-	-	-	-	-	-	-	-	-	439	-	-	-
BCB International Inc.	420	-	-	-	-	-	-	-	-	-	420	-	420	420
Canon Canada Inc.,	417	-	-	-	-	-	-	-	-	-	417	-	-	-
Pitney Bowes	406	-	-	-	-	-	-	-	-	-	406	-	-	-
Ontrac Equipment Service Inc.,	402	-	-	-	-	-	-	-	-	-	402	-	402	402
Cit Commerce Solution of Canada Ltd.,	344	-	-	-	-	-	-	-	-	-	344	-	-	-
Staples Business Depot	344	-	-	-	-	-	-	-	-	-	344	-	-	-
City of Hamilton	200	-	-	-	-	-	-	-	-	-	200	-	-	-
Horizon Utilities Corp., secured	176	-	-	-	-	-	-	-	-	-	176	-	176	176
Horizon Utilities Corp., secured	171	-	-	-	-	-	-	-	-	-	171	-	171	171
Reliance Home Comfort	150	-	-	-	-	-	-	-	-	-	150	-	150	150
Grand River Propane	118	-	-	-	-	-	-	-	-	-	118	-	-	-
The Water Source	104	71	-	-	-	-	-	-	-	-	175	-	-	-
Navigata Communications Inc.,	98	-	-	-	-	-	-	-	-	-	98	-	-	-
Gowings Lafleur Henderson LLP	50	-	7,892	-	-	-	-	-	-	-	7,943	-	-	-
City of Toronto	46	-	-	-	-	-	-	-	-	-	46	-	-	-
BCB Canada	35	-	-	-	-	-	-	-	-	-	35	-	-	-
The Billing Center	32	-	-	-	-	-	-	-	-	-	32	-	-	-
BCB Canada	19	-	-	-	-	-	-	-	-	-	19	-	-	-
Van Meers Farms	8	-	-	-	-	-	-	-	-	-	8	-	-	-
DaimlerChrysler Services Canada Inc.	1	-	-	-	-	-	-	-	-	-	1	-	-	-
McMaster University	-	1,250	-	-	-	-	-	-	-	-	1,250	-	-	-
Vineland Manufacturing	-	1,013	-	-	-	-	-	-	-	-	1,013	-	1,013	1,013
Laser Age	-	588	-	-	-	-	-	-	-	-	588	-	-	-
O'Brien Installations Limited	-	165	-	-	-	-	-	-	-	-	165	-	-	-
Solid Waste Reclamation	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal - Trade	1,599,707	43,592	7,892	235,251	102,106	5,021,504	-	-	-	-	5,021,504	-	5,021,504	5,021,504
Subtotal - Trade less Solid Waste claim	1,599,707	43,592	7,892	235,251	102,106	5,021,504	-	-	-	-	7,010,053	1,013	6,519,241	6,520,254
Trade less Solid Waste claim as a % of Total Projected Claims	80.4%	2.2%	0.4%	11.8%	5.1%	0.0%	-	-	-	-	1,988,549	1,013	1,497,737	1,498,750
EMPLOYEE CLAIMS														
Kumer, Sheldon	656,250	-	-	-	-	-	-	-	-	-	656,250	-	656,250	656,250
Linton, Wayne	315,000	-	-	-	-	-	-	-	-	-	315,000	-	315,000	315,000
Landman, Brian	146,467	-	-	-	-	-	-	-	-	-	146,467	-	146,467	146,467
Hawley, Kim	140,000	-	-	-	-	-	-	-	-	-	140,000	-	140,000	140,000
Kozack, Brian	90,133	-	-	-	-	-	-	-	-	-	90,133	-	90,133	90,133
Culic, Spirid	88,242	-	-	-	-	-	-	-	-	-	88,242	-	88,242	88,242
Robson, Tony	53,449	-	-	-	-	-	-	-	-	-	53,449	-	53,449	53,449
Landman, Scott	39,375	-	-	-	-	-	-	-	-	-	39,375	-	39,375	39,375
Somoral, Dozef	37,539	-	-	-	-	-	-	-	-	-	37,539	-	37,539	37,539

Name	Total Projected Claims										Proofs of Claim filed to date			
	Age of Claim as at the Date of Receivership (March 26, 2007)										Proof of Claim Amount -Secured-	Proof of Claim Amount -Unsecured-	Total	
	2007 0 - 30 days	2007 31-60 days	2007 61 - 90 days	2006	2005	Pre-2005	Total	Amount -Secured-	Amount -Unsecured-	Total				
Groves, Charles	30,125	-	-	-	-	-	-	-	-	-	-	30,125	-	30,125
Burdick, Karen	21,583	-	-	-	-	-	-	-	-	-	-	21,583	-	21,583
Ryckman, Brenda	17,388	-	-	-	-	-	-	-	-	-	-	17,388	-	17,388
Cujo, Stevan	5,130	-	-	-	-	-	-	-	-	-	-	5,130	-	5,130
Wright, Archie	1,738	-	-	-	-	-	-	-	-	-	-	1,738	-	1,738
Stuart, Brian	1,716	-	-	-	-	-	-	-	-	-	-	1,716	-	1,716
Gouldstone, Adam	1,662	-	-	-	-	-	-	-	-	-	-	1,662	-	1,662
Foley, Wendy	1,480	-	-	-	-	-	-	-	-	-	-	1,480	-	1,480
Scheerer, Carolyn	1,160	-	-	-	-	-	-	-	-	-	-	1,160	-	1,160
Tisi, Sharon	892	-	-	-	-	-	-	-	-	-	-	892	-	892
Woods, Geoff	892	-	-	-	-	-	-	-	-	-	-	892	-	892
Christou, Thomas	1	-	-	-	-	-	-	-	-	-	-	1	-	1
Haberstadt, Brenda	1	-	-	-	-	-	-	-	-	-	-	1	-	1
Massie, Robert	1	-	-	-	-	-	-	-	-	-	-	1	-	1
Subtotal - Employees	1,671,808	-	-	-	-	-	-	-	-	-	-	1,671,808	-	1,671,749
TAX AUTHORITY CLAIMS														
Canada Revenue Agency - 2007 CT (Note 5)	800,000	-	-	-	-	-	-	-	-	-	-	800,000	-	-
Ministry of Finance - 2007 CT23 (Note 5)	400,000	-	-	-	-	-	-	-	-	-	-	400,000	-	-
Ministry of Finance - Unsecured claim (various)	85,834	-	-	163,357	-	-	-	-	-	-	-	249,191	-	249,191
Canada Revenue Agency - GST	37,809	-	-	-	-	-	-	-	-	-	-	37,809	-	37,809
Canada Revenue Agency - deemed trust	4,580	-	-	-	-	-	-	-	-	-	-	4,580	-	4,580
Canada Revenue Agency (employer payroll contrib.)	4,371	-	-	-	43	-	-	-	-	-	-	4,414	-	4,414
Canada Revenue Agency - 2006 CT (Note 5)	-	-	-	1,511,898	-	-	-	-	-	-	-	1,511,898	-	-
Receiver General (per TWS records)	-	-	-	1,362,681	-	-	-	-	-	-	-	1,362,681	-	-
Ministry of Finance - 2006 CT23 (Note 5)	-	-	-	631,214	-	-	-	-	-	-	-	631,214	-	-
Ministry of Finance - Secured claim (1999 to 2004 CT)	-	-	-	1,312,342	-	-	-	-	-	1,312,342	-	1,312,342	-	1,312,342
Canada Revenue Agency - 2004 CT	-	-	-	1,526	-	-	-	-	-	1,526	-	1,526	-	1,526
Subtotal - Tax Authority	1,332,594	-	-	3,669,193	-	-	-	-	-	1,313,868	-	6,315,656	-	292,941
RELATED PARTY CLAIMS														
Waxman, Chester - illness	5,000,000	-	-	-	-	-	-	-	-	-	-	5,000,000	-	5,000,000
Waxman, Chester - severance	900,000	-	-	-	-	-	-	-	-	-	-	900,000	-	900,000
Waxman, Gary	450,000	-	-	-	-	-	-	-	-	-	-	450,000	-	450,000
Waxman, Warren	450,000	-	-	-	-	-	-	-	-	-	-	450,000	-	450,000
Waxman, Robert K.	-	-	-	7,800,510	-	-	-	-	-	-	-	7,800,510	-	7,800,510
Waxman, Morris	-	-	-	-	-	-	-	-	-	46,627,215	-	46,627,215	-	46,627,215
CHW in trust for Chesterton Investments/Chester	-	-	-	-	-	-	-	-	-	8,762,609	-	8,762,609	-	8,762,609
Waxman, Robert K.	-	-	-	-	-	-	-	-	-	450,000	-	450,000	-	450,000
Subtotal - Related Party	6,800,000	-	-	-	7,800,510	-	-	-	-	55,839,824	-	70,440,334	-	61,677,725
Total - All Claims	11,404,110	43,592	7,892	3,904,444	7,902,616	7,902,616	7,902,616	7,902,616	7,902,616	62,175,197	85,437,851	10,080,544	70,161,656	80,242,200
Total - Secured	5,593	-	-	-	-	-	-	-	-	10,074,951	10,080,544	-	-	-
Total - Unsecured	11,398,517	43,592	7,892	3,904,444	7,902,616	7,902,616	7,902,616	7,902,616	7,902,616	52,100,246	75,357,307	-	-	-

- Notes:
- (1) Those claims listed at \$1.00 have yet to be determined and/or valued.
 - (2) The exchange rate used for USD A/P is 1.0496 which is the rate as at September 4, 2007.
 - (3) The age of the claim as shown above is based on the date of the invoice (where applicable) or the period in which the debt arose.
 - (4) The aging of claims impacted by the receivership (e.g. termination and severance, lease obligations) are recorded as 0-30 days as at March 26, 2007.
 - (5) The CRA and Ministry of Finance 2006 and 2007 corporate tax liabilities are preliminary estimates of the Trustee pending a final review.

IN THE MATTER OF THE BANKRUPTCY OF I. WAXMAN & SONS LIMITED,
a corporation incorporated under the laws of the Province of Ontario,
carrying on business in the City of Hamilton, in the Province of Ontario

Estate No: 31-207468-T

ONTARIO
SUPERIOR COURT OF JUSTICE
(IN BANKRUPTCY AND INSOLVENCY)

Proceeding commenced at Toronto

SUPPLEMENT TO SECOND REPORT
(Motion Returnable December 14, 2007)

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capacity as trustee in bankruptcy in the estate of
I. Waxman & Sons Limited