



INSOLVENCY CONSULTANTS & TRUSTEE IN BANKRUPTCY

410 – 800 W Pender Street
Vancouver, BC V6C 2V6
Tel 604 605 3335
Fax 604 605 3359
www.boalewood.ca

District of British Columbia
Division No. 3
Court No.
Estate No. 11-1092861

NOTICE OF BANKRUPTCY AND FIRST MEETING OF CREDITORS
(Subsection 102(1))
IN THE MATTER OF THE BANKRUPTCY OF
SXIP IDENTITY CORPORATION

TAKE NOTICE THAT:

1. Sxip Identity Corporation filed an assignment in bankruptcy on the 25th day of July, 2008 and the undersigned Boale, Wood & Company Ltd. was appointed as trustee of the estate of the bankrupt by the official receiver, subject to affirmation by the creditors of the trustee's appointment or the substitution of another trustee by the creditors.
2. The first meeting of creditors of the bankrupt will be held on the 22nd day of August, 2008 at 10:00 AM at:
2nd Floor Boardroom
230 - 830 West Pender Street
Vancouver, BC
V6C 2V6
3. To be entitled to vote at the meeting, a creditor must lodge with the trustee, before the meeting a proof of claim and, where necessary, a proxy.
4. Enclosed with this notice is a form of proof of claim and a form of general proxy and a list of creditors with claims amounting to 25 dollars or more showing the amounts of their claims.
5. Creditors must prove their claims against the estate of the bankrupt in order to share in any distribution of the proceeds realized from the estate.

Dated at Vancouver, British Columbia the 31st day of July, 2008

A handwritten signature in black ink, appearing to read "Boale", is written over a horizontal line.

Boale, Wood & Company Ltd.
410 - 800 West Pender St.
Vancouver BC V6C 2V6
Telephone: (604)605-3335
Fax: (604)605-3359

**STATEMENT OF AFFAIRS (Sec 158)
IN THE MATTER OF THE BANKRUPTCY OF
SXIPI IDENTITY CORPORATION**

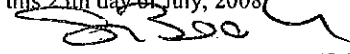
To the Bankrupt:

You are required to carefully and accurately complete this form and the applicable attachments, showing the state of your affairs on the date of your bankruptcy, July 25, 2008. When completed, this form and the applicable attachments will constitute your Statement of Affairs and must be verified by oath or solemn declaration:

Liabilities		Assets	
(as stated and estimated by bankrupt)		(as stated and estimated by bankrupt)	
1. Unsecured creditors as per list 'A'	5,667,885.00	1. Inventory	NIL
2. Secured creditors as per list 'B'	NIL	2. Trade fixtures, fittings, utensils, etc.....	NIL
3. Preferred creditors as per list 'C'	NIL	3. Accounts Receivable, etc. as per list 'E'	
4. Contingent or other liabilities as per list 'D'	NIL	Good	180,000.00
estimated to be reclaimable for		Doubtful	NIL
		Bad	NIL
Total Liabilities	5,667,885.00	Estimated to produce	180,000.00
Surplus	NIL	4. Bills of exchange, promissory notes, etc. as	
		per list 'F'	NIL
		5. Deposits in Financial Institutions.....	102,900.00
		6. Cash	1,230.00
		7. Livestock	NIL
		8. Machinery, equipment and plant	82,867.00
		9. Real property or immovable as per list 'G'	NIL
		10. Furniture.....	8,275.00
		11. RRSPs, RRIFs, Life Insurance, etc	NIL
		12. Securities (Shares, bonds, debentures, etc)	NIL
		13. Interest under wills	NIL
		14. Vehicles	NIL
		15. Other Property as per list 'H'.....	
		SRED Claim	150,000.00
		GST refund	10,500.00
		Legal retainer	9,200.00
		If Bankrupt is a Corporation add:	
		Amount of capital subscribed	NIL
		Amount paid thereon	NIL
		Balance subscribed and unpaid	NIL
		Estimated to produce	NIL
		Total Assets	544,972.00
		Deficiency	5,122,913.00

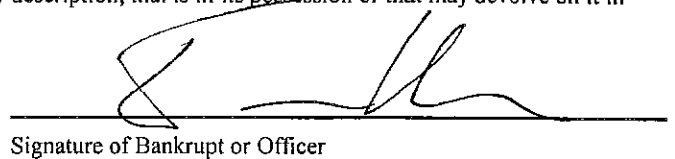
I, Dick Clarence Hardt President of Sxipi Identity Corporation, do swear that this statement and attached lists are to the best of my knowledge a full, true and complete statement of its affairs on July 25, 2008, and fully disclose all property of every description, that is in its possession or that may devolve on it in accordance with Section 67 of the Act.

SWORN before me in the City of Vancouver in the Province of British Columbia
this 25th day of July, 2008



A COMMISSIONER FOR TAKING AFFIDAVITS IN AND FOR THE
PROVINCE OF BRITISH COLUMBIA.

STEPHEN A. BOALE
A Commissioner for Oaths in
and for the Province of British Columbia



Signature of Bankrupt or Officer

Boale, Wood & Company Ltd.
IN THE MATTER OF THE BANKRUPTCY OF
SXIP IDENTITY CORPORATION
Mailing List

Dick Clarence Hardt
 901 - 33 Water Street
 Vancouver, BC V6B 1R4

Secured			
1	SXIP INC.	901 - 33 WATER STREET VANCOUVER BC V6B 1R4	Unknown
Unsecured			
2	BELL BW-RW5899999	2100 - 111 5TH AVE CALGARY AB T2P 3Y6	40,954.00
3	BELL CANADA COLLECTIONS DEPARTMENT 2008058	P. O. BOX 5400 STATION DON MILLS NORTH YORK ON M3C 3T3	3,558.00
4	BORDEN LADNER GERVAIS FILE#551253	1200 WATERFRONT CENTRE, 200 BURRARD ST. PO BOX 48600 VANCOUVER BC V7X 1T2	21,489.00
5	CALIBER MGMT LTD.	1200 - 570 GRANVILLE STREET VANCOUVER BC V6C 3P1	163,336.00
6	CANADA REVENUE AGENCY INSOLVENCY SECTION 859802035	9737 KING GEORGE HIGHWAY P. O. BOX 9070, STATION MAIN SURREY BC V3T 5W6	Unknown
7	CB RICHARD ELLIS	1111 W. GEORGIA STREET - SUITE 600 VANCOUVER BC V6E 4M3	29,282.00
8	DICK HARDT	#901 - 33 WATER STREET VANCOUVER BC V6B 1R4	242,159.00
9	HALIKAS, T	1 CHRISTOPHER STREET, APT 5H NEW YORK, NY USA 10014	108,691.00
10	JOHN MERRELLS	885 CULEBRA ROAD HILLBOROUGH, CA USA 94010	33,541.00
11	MINISTER OF FINANCE AND CORP. RELATIONS COLLECTIONS SECTION	REVENUE DIVISION P. O. BOX 9445, STN. PROV. GOVT. VICTORIA BC V8W 9V5	523.00
12	OPTIALITY VENTURES LLC	29 COUNTRY CLUB LANE SOUTH BRIARCLIFF MANOR, NY USA 10510	108,657.00
13	POLYGON FINANCIAL LLC	PO BOX 178 BOW, WA USA 98232	163,336.00
14	ROBINSON, D	1275 GORDON AVE. WEST VANCOUVER BC V7T 1R1	21,738.00
15	STEVENS, R	182 HOWARD STREET, APT#304 SAN FRANCISCO, CA USA 94105	53,643.00
16	SXIP NETWORKS INC	901 - 33 WATER STREET VANCOUVER BC V6B 1R4	4,676,978.00

Number of creditors printed = 16



Office of the Superintendent
of Bankruptcy Canada

An Agency of
Industry Canada

Bureau du surintendant
des faillites Canada

Un organisme
d'Industrie Canada

District of British Columbia
Division No. 03 - Vancouver
Court No. 11-1092861
Estate No. 11-1092861

In the Matter of the Bankruptcy of:

Sxip Identity Corporation
Debtor

BOALE, WOOD & COMPANY LTD.
Trustee

Ordinary Administration

Date and Time of Bankruptcy:	July 28, 2008, 13:22	Security:	\$300,000.00
Date of Trustee Appointment:	July 28, 2008		
Meeting of Creditors:	August 19, 2008, 10:00 2nd Floor Boardroom 230 - 830 West Pender Street Vancouver, British Columbia Canada,		
Chairman:	Trustee		

CERTIFICATE OF APPOINTMENT - Section 49; Rule 85

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that:

- the aforementioned debtor filed an assignment under section 49 of the *Bankruptcy and Insolvency Act*;
- the aforementioned trustee was duly appointed Trustee of the Estate of the Debtor.

The said trustee is required:

- to provide to me, without delay, security in the aforementioned amount;
- to send to all creditors, within five days after the date of the trustee's appointment, a notice of the bankruptcy; and
- when applicable to call in the prescribed manner, a first meeting of creditors, to be held at the aforementioned time and place or at any other time and place that may be later requested by the Official Receiver.

Date: July 28, 2008, 17:31

E-File/Dépôt Electronique

Official Receiver

#1900 - 300 W. Georgia St., Vancouver, British Columbia, Canada, V6B6E1, (604)666-5007

Canada