

**UNITED STATES BANKRUPTCY COURT
MIDDLE DISTRICT OF FLORIDA
TAMPA DIVISION**

In re:

Case No.: 8:09-bk- 8:09-bk-16766-CPM
Chapter: 11

GPS Industries, Inc.,

Debtor. _____/

DEBTOR'S CHAPTER 11 CASE MANAGEMENT SUMMARY

Debtor, **GPS Industries, Inc.**, a Nevada corporation, pursuant to Administrative Order TPA-2005-2, hereby files its Chapter 11 Case Management Summary (the "Summary"), and states:

I. INTRODUCTION

On **July 31, 2009**, Debtor filed its voluntary petition for relief under Chapter 11 of Title 11 of the United States Code.

II. DESCRIPTION OF DEBTOR'S BUSINESS

Debtor is in the business of developing and marketing GPS and Wi-Fi multimedia solutions to enable managers of golf facilities, resorts, and residential communities to improve operational efficiency and generate new revenue streams in different locations throughout the United States.

III. LOCATION(S) OF DEBTOR'S OPERATIONS AND WHETHER LEASED OR OWNED

Debtor's business headquarters are located at 1358 Fruitville Road, Sarasota, Florida 34236; the property is leased (subject of 2 leases) by the Debtor. The Debtor also leases real property at 2335 Kramer Lane, Suite F, Austin, Texas for its software development and repair operations. The Debtor also leases real property at 6554 176th Street Suite, 103, Surrey, BC Vancouver Canada; the foregoing lease expires September 2010.

IV. REASON FOR FILING CHAPTER 11 - Debtor is unable to pay its ongoing expenses as they come due. Additionally, Debtor requires a substantial cash infusion in order to continue operating.

V. LIST OF OFFICERS AND DIRECTORS AND THEIR SALARIES AND BENEFITS AT TIME OF FILING AND DURING ONE YEAR PRIOR TO FILING

1. Officers at time of filing of the Petition (July 31, 2009):

Officer Name	Title	Monthly Compensation*
Ben Porter	President	\$19,133.00
David Chessler**	CEO	\$11,000.00
Russell R. Lee	CFO	\$15,600.00
Kevin Carpenter	Vice President***	\$15,000.00
Seth Freedman	Vice President	\$8,333.00
David Saslow, Esq.	Vice President	\$8,325.00
Total		\$77,391.00

**Additional compensation includes medical insurance premiums, automobile and electronic devices.*

*** Directors are not compensated as directors.*

****Vice Presidents are not considered officers for SEC disclosures but have been included herein for complete information purposes.*

2. Officers as of July 31, 2008:

Officer Name	Title	Monthly Compensation*
Robert Silzer	President/CEO	\$27,457.00
David Chessler**	CEO	\$11,000.00
Douglas J. Wood***	Interim CEO	\$0
Joe Miller	CFO	\$ 8,020.00

Alex Doaga	Sr. VP/CTO	\$12,794.00
Kevin Carpenter	Vice President	\$15,000.00
Total		\$74,226.00

**Additional compensation includes medical insurance premiums, automobile and electronic devices.*

*** Appointed as CEO on June 16, 2008.*

**** Mr. Wood passed away on March 27, 2008.*

VI. DEBTOR'S ANNUAL GROSS REVENUE

2009 (to date): \$3,300,000.00

2008: \$13,490,000.00

VII. AMOUNTS OWED TO VARIOUS CLASSES OF CREDITORS

Debtor may owe the following amounts to the following classes of creditors, certain amounts of which may be subject to dispute:

1. Priority Creditors:

(A) **Round Rock Tax Office**, Round Rock, Texas - \$133.24

2. Secured Creditors: (As classified under Debtor's proposed Plan):

Class 2(A). **CitiCapital Commercial Corp.**, \$2,583,251.79, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(B). **Doug Wood Holdings, LLC** - \$2,337,000.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(C). **Doug Wood Holdings, LLC** - \$759,439.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(D). **Great White Shark Enterprises, LLC** - \$3,739,949.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(F). **Green Tulip Enterprises, Ltd.** - \$418,028.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(G). **Hansen Inc.** - \$1,519,834.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(H). **Microsoft Capital Corp.** - \$6,041.00 to the extent allowed as a

secured claim under § 506 of the Code.

Class 2(I). **Tulip Group Investors, Ltd.** – \$5,931,411.00, to the extent allowed as a secured claim under § 506 of the Code.

Class 2(J). **Optimal IP Holdings, LP**, \$1,794,227.05, to the extent allowed as a secured claim under § 506 of the Code.

3. Unsecured Claims: The estimated unsecured claims total approximately \$8,700,000,000

VIII. GENERAL DESCRIPTION AND APPROXIMATE VALUE OF DEBTOR'S CURRENT AND FIXED ASSETS

As of the Petition Date, Debtor had the following assets: See valuation sheet attached hereto as **Exhibit "A"**.

Cash in the approximate amount of	\$ 258,000.00
Inventory (liquidation value)	\$1,363,503.00
Accounts receivable – approximately	\$ 486,000.00
Furniture, Fixtures and Equipment (liquidation value)	\$ 300,000.00
Claims against third parties	unknown.

IX. NUMBER OF EMPLOYEES AND AMOUNT OF WAGES OWED AS OF PETITION DATE

Debtor has approximately 44 employees, and approximately \$134,039.00 is owed in wages (including officers' salaries), and are due as of the Petition Date.

X. STATUS OF DEBTOR'S PAYROLL AND SALES TAX OBLIGATIONS

Debtor's payroll is approximately \$134,039.00 bi-weekly, including officer and insider salary. Payroll is scheduled to be paid on July 31, 2009. Sales tax owed is approx \$0.

XI. ANTICIPATED EMERGENCY RELIEF WITHIN 14 DAYS OF PETITION DATE

Debtor will seek expedited relief to secure permission to:

Obtain Debtor in Possession Financing and Use of Cash Collateral
Pay Pre-Petition Wages
Pay Officers & Insiders

WHEREFORE, Debtor, GPS Industries, Inc., respectfully submits this Case Management Summary.

Respectfully submitted,

/s/ Richard J. McIntyre
RICHARD J. MCINTYRE
Florida Bar No. 0962708
Wendy Cramer Townsend
Florida Bar No. 517951
MCINTYRE, PANZARELLA, THANASIDES,
ELEFF & HOFFMAN, P.L.
6943 E. Fowler Avenue
Tampa, Florida 33617
813.899.6059
813.899.6069 (F)
Attorneys for the Debtor

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 4th day of August, 2009, the foregoing was furnished via CM/ECF or US Mail to the parties on the attached mailing matrix.

/s/ Richard J. McIntyre
Attorney