

COURT FILE NUMBER 1103 18646
COURT QUEEN'S BENCH OF ALBERTA
JUDICIAL CENTRE EDMONTON



IN THE MATTER OF THE
COMPANIES' CREDITORS
ARRANGEMENT ACT, R.S.C.
1985, Chapter C-36, AS AMENDED

AND IN THE MATTER OF A
COMPROMISE OR
ARRANGEMENT OF ARMAC
INVESTMENTS LTD. (AB), LAKE
EDEN PROJECTS INC. (AB),
1204583 ALBERTA INC. (AB),
1317517 ALBERTA INC. (AB),
WESTRIDGE PARK LODGE
DEVELOPMENT CORP (AB), and
WESTRIDGE PARK LODGE AND
GOLF RESORT LTD. (AB), HALF
MOON LAKE RESORT LTD. (AB),
NO. 50 CORPORATE VENTURES
LTD. (BC), FISHPATHS RESORTS
CORPORATION (BC), ARMAC
INVESTMENT LTD. (BC), OSTROM
ESTATES LTD. (BC), HAWKEYE
MARINE GROUP LTD. (BC),
JUBILEE MOUNTAIN HOLDINGS
LTD. (BC), GIANT MOUNTAIN
PROPERTIES LTD. (BC), and
CHERRY BLOSSOM PARK
DEVELOPMENT CORP (BC)

DOCUMENT

**AFFIDAVIT OF JOHN KENNETH
PURDY sworn on December 10,
2011**

ADDRESS FOR SERVICE
AND
CONTACT INFORMATION
OF
PARTY FILING THIS
DOCUMENT

Taylor Law Office
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Edmonton, Alberta
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I, JOHN KENNETH PURDY (also known as "Jack Purdy"), businessman, of the County of Strathcona, in the Province of Alberta, MAKE OATH AND SAY THAT:

1. I, either directly or through holding companies, legally and beneficially own and control 100% of the voting shares, and I am the sole director, of all the Applicants in these proceedings, and as such I have personal knowledge of the facts and matters hereinafter deposed to save and except where stated to be on information and belief and where so stated I verily believe the same to be true.
2. An Initial Order was granted in this matter dated December 1st, 2011 (the "Initial Order").
3. In support of the Initial Order, I sworn and had filed in this Action a lengthy and detailed Affidavit dated November 25th, 2011, which set out the estimated assets and liabilities of the Applicants. This Affidavit provided substantial evidence in support of the Applicants' submissions that the Applicants had assets (the "Purdy Companies Property Assets") which were likely substantially in excess of the Applicants' present liabilities.
4. The Applicants are presently working with the Monitor to put together a meaningful analysis of the values and or likely values of the Purdy Companies Property Assets, and to formulate a go-forward plan and overall restructuring of these assets so as to put in place a compromise or plan of arrangement that I believe will be acceptable to the Applicants' creditors and other stakeholders.
5. Time is required, however, to allow the Monitor to undertake the necessary assessment and restructuring that is required in respect of the Purdy Group of Companies in order to put forward a meaning compromise or plan of arrangement.
6. A First Report of the Monitor is being filed, which I believe supports the extension of time currently being sought in the within application.
7. I am acting in good faith and with due diligence, and in the best interests of my creditors.
8. I am very confident and believe that I will be able to make a viable proposal if the extension being applied for were granted.
9. I believe that no creditor will be materially prejudiced if the extension being applied for were granted.
10. I make this Affidavit in support of an application for an amended of paragraph 13 of the Initial Order to February 17th, 2011.

SWORN BEFORE ME at Edmonton, Alberta,
this 10 day of December, 2011.

Conan Taylor
Barrister & Solicitor

John Kenneth Purdy