Form 49

Clerk's Stamp

JUDICIAL CENTRE OF EDMONTON
FILED
FEB 10 2014
Clerk of the Court of Queen's Bench

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 PLAN OF 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), FISHPATH 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 February 7th, 2014**
ADDRESS FOR SERVICE AND CONTACT INFORMATION OF PARTY FILING THIS DOCUMENT	Taylor Law Office Suite 401, 10722 – 103 Avenue Edmonton, Alberta T5J 5G7 Attention: Conan J. Taylor Phone: (780) 428-7770 Fax: (780) 428-7775

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 have reviewed the Twentieth Report of the Monitor filed in respect of the within Stay Extension Application. I confirm that all statements and reporting I have made to the Monitor and upon which the Monitor has based its conclusions and recommendations as set out in the Twentieth Report have been made by me in good faith and are true, and are put forward, confirmed, and attested to by me as if set out and expressly stated in this my Affidavit.

2. Attached to this my Affidavit as Exhibit "A" is a copy of the Applicants' Actual to Forecast Cash Flow Results for the period of November 23, 2013 to January 31, 2014 (the "Reporting Period"), and a copy of the Updated Forecast Cash Flow for the period of February 1, 2014 to March 28, 2014 (the "Forecast Period").

3. I believe that the Updated Forecast Cash Flow is based on reasonable and achievable assumptions. I further believe that the Applicants have or will have sufficient available cash to meet their current obligations through the Forecast Period, except as qualified in the Twentieth Report.

4. The Applicants are acting in good faith and with due diligence, and in the best interests of their creditors.

5. I believe that no creditor will be materially prejudiced if the extension being applied for is granted. The Monitor is of this same belief, as set out at paragraph 21 of the Twentieth Report.

6. Both Axcess and CRA have confirmed their support for the requested Stay Extension to March 28th, 2014.

7. As set out at paragraph 53 of the Twentieth Report, the Monitor recommends approval of the proposed Stay Extension to March 28th, 2014.

8. I make this Affidavit in support of an application for an Order to extend the Stay Period in this matter until and including March 28th, 2014.

SWORN BEFORE ME at Edmonton, Alberta, this 7th day of February, 2014.	)))))	
Commission of Oaths in and for the Province of Alberta	))	John Kenneth Purdy

CONAN J. TAYLOR
Barrister and Solicitor

APPENDIX A

Purdy Group of Companies
Actual to Forecast Results
For the period of November 23, 2013 to January 31, 2014 (the "Reporting Period")
(in CDN dollars)

	Forecast Week 106 to Week 115	Actual Week 106 to Week 115	Variance Week 106 to Week 115
Receipts			
Half Moon Lake Resort receipts	6,000	21,963	15,963
Other receipts	-	-	-
Total operating receipts	6,000	21,963	15,963
Funds from Monitor's Trust Account	621,250	492,000	(129,250)
Total receipts	**627,250**	**513,963**	**(113,287)**
Disbursements			
Half Moon Lake expenses	21,000	37,962	(16,962)
Consulting Fees	5,000	-	5,000
Management Fees	10,000	7,854	2,146
Financing Fees	16,250	-	16,250
Interest reserve payment	115,000	115,000	-
	167,250	160,817	6,433
LBVR management agreement disbursements			
Release of funds to LBVR	65,000	81,000	(16,000)
Total operating & LBVR disbursements	232,250	241,817	(9,567)
Restructuring professional fees			
- Monitor	310,000	270,000	40,000
- Proposal Trustee	17,500	-	17,500
- Company Counsel	22,500	-	22,500
- Monitor Counsel	45,000	-	45,000
Total restructuring professional fees	395,000	270,000	125,000
Total disbursements	**627,250**	**511,817**	**115,433**
Net change in Applicant cash	-	2,146	2,146

APPLICANT CASH BALANCE			
Opening cash	845	845	-
Net change in operating cash	-	2,146	2,146
Ending Cash	845	2,991	2,146

This is Exhibit " A " (referred to) in the Affidavit of
JOHN KENNETH PURDY
Sworn before me this 7th day
of February A.D., 2014

A Commissioner for Oaths in and for the Province of Alberta
CONAN J. TAYLOR

FUNDS HELD BY MONITOR			
Opening Cash	727,309	727,309	-
Collection of funds - other	-	-	-
Sale of 200 Bamfield Road	-	-	-
Half Moon Lake Lot Sale Receipts	-	-	-
Release of funds to Applicants (LBVR)	(81,250)	(81,000)	250
Release of funds to Applicants (for operations)	(540,000)	(411,000)	129,000
	(621,250)	(492,000)	129,250
Ending cash	106,059	235,309	129,250

TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING			
Applicant ending cash balance	845	2,991	2,146
Total Funds held by Monitor	106,059	235,309	129,250
Less: Funds held for LBVR Agreement	(82,000)	(82,250)	(250)
Cash held in trust per Court Order	(20,000)	(144,000)	(124,000)
	4,059	9,059	5,000
Cash available for general restructuring	**4,904**	**12,050**	**7,146**

Jack Purdy, President
Purdy Group

Feb 5/2014
Date

APPENDIX C

Purdy Group of Companies
Updated Forecast Cash Flow
For the period of February 1, 2014 to March 28, 2014 (the "Forecast Period")
(in CDN dollars)

	Forecast Week 116 7-Feb-14	Forecast Week 117 14-Feb-14	Forecast Week 118 21-Feb-14	Forecast Week 119 28-Feb-14	Forecast Week 120 7-Mar-14	Forecast Week 121 14-Mar-14	Forecast Week 122 21-Mar-14	Forecast Week 123 28-Mar-14	TOTAL Forecast Week 116 to 123
Receipts									
Half Moon Lake Resort receipts	5,000				7,500		-	-	12,500
Other receipts	-	-	-	-	-	-	-	-	-
Total operating receipts	5,000	-	-	-	7,500	-	-	-	12,500
Funds from Monitor's Trust Account	125,000	1,000	35,000	-	-	1,000	35,000	-	197,000
Total receipts	**130,000**	**1,000**	**35,000**	**-**	**7,500**	**1,000**	**35,000**	**-**	**209,500**
Disbursements									
Half Moon Lake expenses	-	4,000	-	-	-	4,000	-		8,000
Management Fees	-	4,500	-	-		4,500	-		9,000
Total disbursements	-	8,500	-	-	-	8,500	-	-	17,000
LBVR management agreement disbursements									
Release of funds to LBVR	-	-	35,000	-	-	-	35,000	-	70,000
Total operating & LBVR disbursements	-	8,500	35,000	-	-	8,500	35,000	-	87,000
Restructuring professional fees									
- Monitor	40,000	-	-	-		-	-	-	40,000
- Proposal trustee	17,500	-	-	-	-	-	-	-	17,500
- Company Counsel	22,500	-	-	-		-	-	-	22,500
- Monitor Counsel	45,000	-	-	-		-	-	-	45,000
Total restructuring professional fees	125,000	-	-	-	-	-	-	-	125,000
Total disbursements	**125,000**	**8,500**	**35,000**	**-**	**-**	**8,500**	**35,000**	**-**	**212,000**
Net change in Applicant cash	5,000	(7,500)	-	-	7,500	(7,500)	-	-	(2,500)

Purdy Group of Companies
Updated Forecast Cash Flow
For the period of February 1, 2014 to March 28, 2014 (the "Forecast Period")
(in CDN dollars)

	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	TOTAL Forecast
	Week 116 7-Feb-14	Week 117 14-Feb-14	Week 118 21-Feb-14	Week 119 28-Feb-14	Week 120 7-Mar-14	Week 121 14-Mar-14	Week 122 21-Mar-14	Week 123 28-Mar-14	Week 116 to 123
APPLICANT CASH BALANCE									
Opening cash	2,991	7,991	491	491	491	7,991	491	491	2,991
Net change in operating cash	5,000	(7,500)	-	-	7,500	(7,500)	-	-	(2,500)
Ending Cash	7,991	491	491	491	7,991	491	491	491	491
FUNDS HELD BY MONITOR									
Opening Cash	235,309	110,309	109,309	74,309	74,309	74,309	73,309	38,309	235,309
Collection of funds - other	-	-							-
Release of funds to Applicants (for LBVR)	-	-	(35,000)		-		(35,000)		(70,000)
Release of funds to Applicants (for operations)	(125,000)	(1,000)				(1,000)			(127,000)
	(125,000)	(1,000)	(35,000)	-	-	(1,000)	(35,000)	-	(197,000)
Ending cash	110,309	109,309	74,309	74,309	74,309	73,309	38,309	38,309	38,309
TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING									
Applicant ending cash balance	7,991	491	491	491	7,991	491	491	491	491
Total Funds held by Monitor	110,309	109,309	74,309	74,309	74,309	73,309	38,309	38,309	38,309
Less: Funds held for LBVR Agreement	(82,250)	(82,250)	(47,250)	(47,250)	(47,250)	(47,250)	(12,250)	(12,250)	(12,250)
Cash held in trust per Court Order	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)	(20,000)
Cash held for general restructuring	8,059	7,059	7,059	7,059	7,059	6,059	6,059	6,059	6,059
Cash available for general restructuring	**16,050**	**7,550**	**7,550**	**7,550**	**15,050**	**6,550**	**6,550**	**6,550**	**6,550**

Jack Purdy
President & Chief Executive Officer

Feb 5/2014
Date