

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 July 19th, 2013

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. Since the last stay application on May 17th, 2013, the Applicants have continued diligently with their restructuring efforts, as set out and described in detail in the Thirteenth Report of the Monitor, filed.
2. 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 Thirteenth Report have been made by me in good faith and are true.
3. All statements made in the Thirteenth Report regarding the Applicants are true, and are put forward, confirmed, and attested to by me as if set out and expressly stated in this my Affidavit.
4. I believe that if the Applicants are granted the requested stay extension as recommended by the Monitor in the Thirteenth Report, the results will be to the best benefit of creditors and other stakeholders.
5. The proposed stay extension will, among other things as set out in the Thirteenth Report, give the Applicants the time necessary to draft the proposed Plan, and to continue in efforts to finalize a commitment in respect of monies required to finance the contemplated Plan.
6. On July 18th, 2013, I met with the Monitor and with representatives from both Axxess and CRA – the Applicants two major creditors -- for a review of the proposed Plan, as outlined in the Twelfth Report of the Monitor. The meeting culminated in a request by both CRA and Axxess that the Applicants apply for the within requested stay extension, which they believe is the reasonable time required to prepare a draft Plan for their further review and consideration as to support.
7. I believe that substantial progress continues to have been made over the timeframe of the past extension towards building the necessary foundation for an acceptable proposal to Creditors. However, as set out in the Thirteenth Report, and as requested by both CRA and Axxess, continuing time is still required to allow the Applicants, with the assistance of the Monitor, to complete their restructuring efforts, finalize the proposed Plan, and get the necessary input from CRA and Axxess as to a final form of Plan that might be acceptable to them.
8. The Applicants will have a draft Plan for further review by Axxess and CRA by September 6th, 2013, as requested by them.
9. It is anticipated that the Applicants will be in a position to seek approval to circulate the Plan at or prior to the expiry of the request stay extension, and that by that time both Axxess and CRA will have had the opportunity to have reviewed a draft of the Plan and to have had the opportunity to seek the necessary direction from their decision makers on whether to support the proposed Plan.

10. Attached to this my Affidavit as Exhibit "A" is a copy of the Applicants' Actual to Forecast Cash Flow Results for the period of May 4th, to July 12th, 2013, and a copy of the Updated Forecast Cash Flow for the period of July 13th to October 25th, 2013 (the "Forecast Period").
11. 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.
12. The Applicants are acting in good faith and with due diligence, and in the best interests of their creditors.
13. I believe that no creditor will be materially prejudiced if the extension being applied for is granted.
14. I make this Affidavit in support of an application for an Order to extend the Stay Period in this matter until and including October 25, 2013, and for no other improper purposes.

Commission of Oaths in and for the
Province of Alberta

John Kenneth Purdy

Purdy Group of Companies
Actual to Forecast Results
For the period of May 4, 2013 to July 12, 2013 (the "Forecast Period")
(in CDN dollars)

	Forecast	Actual	Variance
	Week 77 to	Week 77 to	Week 77 to
	Week 86	Week 86	Week 86
	May 4 to July 12, 2013		
Operating receipts			
Hawkeye Group Properties sales and rental receipts	-	-	-
Half Moon Lake Resort receipts	97,000	238,971	141,971
Sale of Half Moon Lake lots	-	52,500	52,500
Advances received	-	78,000	78,000
Total receipts	97,000	369,471	272,471
Funds from Monitor's Trust Account	374,500	35,370	(339,130)
Total receipts	471,500	404,841	(66,659)
Operating Disbursements			
Hawkeye Group Properties expenses	7,000	20,156	(13,156)
Half Moon Lake expenses	64,000	310,736	(246,736)
Management fees, wages and consultants	31,500	9,000	22,500
Half Moon Lake Capital costs	25,000	15,776	9,225
Contingency	12,000	-	12,000
	139,500	355,668	(216,168)
LBVR Management agreement disbursements			
Release of funds to LBVR	200,000	78,000	122,000
Total operating & LBVR disbursements	339,500	433,668	(94,168)
Restructuring professional fees			
- Monitor	70,000	-	70,000
- Company Counsel	40,000	-	40,000
- Monitor Counsel	40,000	-	40,000
Total restructuring professional fees	150,000	-	150,000
Total disbursements	489,500	433,668	55,832
Net change in Applicant cash	(18,000)	(28,827)	(10,827)

APPLICANT CASH BALANCE			
Opening cash	28,944	28,944	-
Net change in operating cash	(18,000)	(28,827)	(10,827)
Ending Cash	10,944	117	(10,827)

This is Exhibit A related to in the
 Affidavit of
 (continued...) **John Kenneth Dwyer**
 Sworn before me this **19th** day
 of **July** A.D., 20 **13**
Conan J. Taylor
 A Commissioner for Oaths
 in and for the Province of Alberta

CONAN J. TAYLOR
 Barrister and Solicitor

FUNDS HELD BY MONITOR			
Opening Cash	100,675	100,675	-
Collection of funds - other	50,000	52,500	2,500
Non Core Property Sale Receipts	335,000	-	(335,000)
Half Moon Lake Lot Sale Receipts	-	-	-
Release of funds to Applicants (LBVR)	(200,000)	-	200,000
Release of funds to Applicants (for operations)	(174,500)	(35,370)	139,130
	10,500	17,130	6,630
Ending cash	111,175	117,805	6,630

TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING			
Applicant ending cash balance	10,944	117	(10,827)
Total Funds held by Monitor	111,175	117,805	6,630
Less: Funds held for LBVR Agreement	-	-	-
Cash held in trust per Court Order	(100,000)	(100,000)	-
	11,175	17,805	6,630
Cash available for general restructuring	22,119	17,922	(4,197)


 Jack Purdy, President
 Purdy Group

Feb 17/2013
 Date

CONAN J. TAYLOR
Barrister and Solicitor

This is Exhibit - B - referred to in the Affidavit of

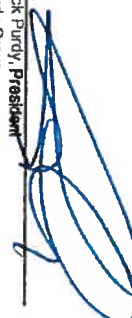
APPENDIX B
APPENDIX C

Sworn before me this 19th day of July AD 2013

[illegible]

Purdy Group of Companies
Updated Forecast Cash Flow
For the period of July 13 to October 25, 2013 (the "Forecast Period")
(in CDN dollars)

	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	TOTAL Forecast Week 87 to 101
	Week 87 19-Jul-13	Week 88 26-Jul-13	Week 89 2-Aug-13	Week 90 9-Aug-13	Week 91 16-Aug-13	Week 92 23-Aug-13	Week 93 30-Aug-13	Week 94 6-Sep-13	Week 95 13-Sep-13	Week 96 20-Sep-13	Week 97 27-Sep-13	Week 98 4-Oct-13	Week 99 11-Oct-13	Week 100 18-Oct-13	Week 101 25-Oct-13				
TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING																			
Applicant ending cash balance	117	6,117	1,117	7,617	60,117	58,617	11,617	15,617	14,617	8,617	7,617	7,617	7,617	7,617	1,117				1,117
Total Funds held by Monitor	117,805	117,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805	100,805				100,805
Less: Funds held for LBVR Agreement	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)				(100,000)
Cash held in trust per Court Order	17,805	17,805	805	805	805	805	805	805	805	805	805	805	805	805	805				805
Cash available for general restructuring	17,922	23,922	1,922	8,422	60,922	59,422	12,422	16,422	15,422	9,422	8,422	8,422	8,422	8,422	1,922				1,922


Jack Purdy, President
Purdy Group

Date July 18/2013