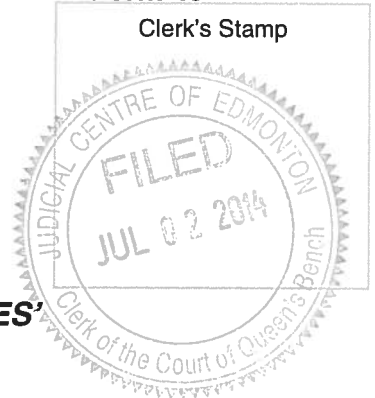


Form 49

Clerk's Stamp

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 2nd, 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 Twenty-Fourth 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 Twenty-Fourth 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. It was anticipated that by July 4th, 2014, the Applicant Companies would be applying for Court sanctioning of the Plan voted on and accepted by the Creditors and attached as Appendix "A" to the Twenty-Third Report of the Monitor (the "First Amended Plan"). However, there have been some continuing delays in obtaining and finalizing a Letter of Commitment for the Half Moon Financing, which financing is established in the Plan as a required condition precedent for Court Sanction.
3. Based on on-going discussions with the Lender, the Letter of Commitment in respect of the Half Moon Financing is close to being in a final form acceptable to the Applicant Companies, and will with a high degree of certainty be in place, committed to, and initial Loan Fee paid, prior to the expiry of the Stay Extension period presently being sought by the Applicant Companies in the within Application, namely July 18th, 2014.
4. There remains a possibility that a Letter of Commitment with respect to the Half Moon Financing will be in place prior to July 4th, 2014, in which case the Applicant Companies do wish to proceed on July 4th, 2014, with an application seeking the Sanction Order, as all is in order to proceed with that application except for finalization of the Half Moon Financing commitment.
5. In light of the foregoing possibility, the Applicant Companies are filing an application seeking a form of Sanction Order attached thereto, and if the Letter of Commitment is obtained in sufficient time will seek the approval of the Court to

proceed accordingly. The Sanction application, if it proceeds, will be supported by a further Affidavit in support attested to by myself attaching the Letter of Commitment, and I am advised likely also by a further Supplemental Report by the Monitor.

6. The Applicant Companies are also seeking an amendment to the First Amended Plan, a copy of which with handwritten amendments annotated there on and initialled by myself is attached as Exhibit "A" to the Twenty-Four Report (the "Second Amended Plan").
7. I am advised, and believe it to be true, that the amendments as contemplated in the Second Amended Plan, were required to satisfy certain concerns of Her Majesty the Queen in right of the Province of British Columbia, and are declaratory, minor and technical in nature and are not materially prejudicial to the interests of any of the Creditors under the Plan.
8. I believe that the Applicants have or will have sufficient available cash to meet their current obligations through the extension period.
9. With respect to paragraph 34 of the Twenty-Fourth Report, the Applicant Companies continue to work to provide the Monitor with all receipts and back-up accounting/bank statements, etc. with respect to both the Half Moon operations, and the Bamfield operations. As a continuing result of extensive season opening time demands and limited resources, and the termination of LBVR services and takeover of operations in Bamfield by new management, there has unfortunately been some delay in getting this material to the Monitor in a timely manner. Efforts continue to be undertaken and have been instructed to ensure complete and timely reporting on a go-forward basis.
10. The Applicants are acting in good faith and with due diligence, and in the best interests of their creditors.

14. I make this Affidavit in support of a Stay Extension in the CCAA Proceeding from July 4th, 2014, through and to include July 18th, 2014, and amendments to the Plan.

John Kenneth Purdy