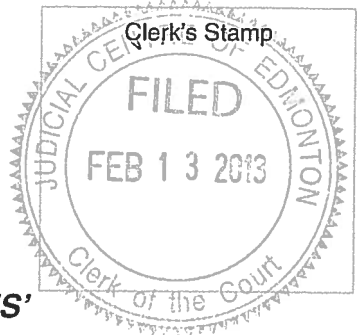


Form 49

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 12th, 2013

ADDRESS FOR SERVICE Taylor Law Office
AND Suite 401, 10722 – 103 Avenue
CONTACT Edmonton, Alberta
INFORMATION OF T5J 5G7
PARTY FILING THIS Attention: Conan J. Taylor
DOCUMENT 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 December 18th, 2012, the Applicants have continued diligently with their restructuring efforts, as set out and described in detail in the Tenth Report of the Monitor, filed. 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 Tenth Report have been made by me in good faith and are true. All statements made in the Tenth Report regarding the Applicants are true, and are put forward and confirmed by me as if set out in this Affidavit.
2. I continue to believe that if the Applicants are provided the requested additional time to achieve the restructuring efforts as set out in the Tenth Report, the results will be of substantial benefit to creditors and other stakeholders, and will put the Applicants in good position to prepare a compromise or Plan of Arrangement acceptable to the Creditors and other stakeholders.
3. I believe that substantial progress continues to have been made over the timeframe of the past extension towards building the necessary foundation for a proposal to Creditors. However, as set out in the Tenth Report, continuing time is still required to allow the Applicants, with the assistance of the Monitor, to complete their restructuring efforts and to put forward a meaningful compromise or Plan of Arrangement.
4. Attached to this my affidavit as Exhibit "A" is a copy of the Applicants' Actual to Forecast Cash Flow Results for the period December 1st, 2012, to February 8th, 2013, and a copy of the Projected Cash Flow Statement for the period of February 9th, 2013 to May 24th, 2013 (the "Forecast Period").
5. I believe that the Projected Cash Flow Statement is reasonable and achievable. I further believe that the Applicants have sufficient available cash to meet their current obligations through the Forecast Period.
6. I believe that the Stay Extension is necessary for the Applicants in furtherance of their restructuring initiatives, and to develop a compromise or Plan of Arrangement acceptable to their creditors.
7. I continue strongly to believe that any forced sale strategies would certainly result in a substantial reduction in realizations, would negatively impact the nature of any potential compromise or Plan of Arrangement presently being undertaken by the Applicants, and would certainly be to the significant detriment of all creditors and other stakeholders.
8. The Applicants are acting in good faith and with due diligence, and in the best interests of their creditors.
9. I remain confident and believe that the Applicants will be able to make a viable proposal if the requested time is made available.

11. I make this Affidavit in support of an application for an Order to extend the Stay Period in this matter until and including May 24th, 2013, and for no other improper purposes.

CONAN J. TAYLOR
Barrister and Solicitor

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John Kenneth Purdy

Purdy Group of Companies
Actual to Forecast Results
For the period of December 1, 2012 to February 8, 2013 (the "Forecast Period")
(in CDN dollars)

	Forecast	Actual	Variance
	Week 55 to	Week 55 to	Week 55 to
	Week 64	Week 64	Week 64
	December 1, 2012 to February 8, 2013		
<u>Operating receipts</u>			
Hawkeye Group Properties sales and rental receipts	-	2,685	2,685
Half Moon Lake Resort receipts	9,000	12,758	3,758
Other receipts	60,000	33,252	(26,748)
Total operating receipts	69,000	48,695	(20,305)
<u>Funds from Monitor's Trust Account</u>	45,000	205,000	160,000
Total receipts	114,000	253,695	139,695
<u>Operating Disbursements</u>			
Fishpath expenses	6,300	6,419	(119)
Half Moon Lake expenses	18,000	31,892	(13,892)
Management fees, wages and salaries	18,700	15,611	3,089
Half Moon Lake Capital Costs	25,000	25,008	(8)
Contingency - Non Bamfield	2,000	-	2,000
LBVR Managment agreement set aside funds	-	180,000	(180,000)
Total operating disbursements	70,000	258,929	(188,929)
<u>Restructuring professional fees</u>			
- Monitor	25,000	-	25,000
- Company Counsel	25,000	-	25,000
- Monitor Counsel	25,000	33,252	(8,252)
Total restructuring professional fees	75,000	33,252	41,748
Total disbursements	145,000	292,182	(147,182)
Net change in Applicant cash	(31,000)	(38,487)	(7,487)
<u>APPLICANT CASH BALANCE</u>			
Opening cash	53,342	53,342	-
Net change in operating cash	(31,000)	(38,487)	(7,487)
Ending Cash	22,342	14,855	(7,487)

This is Exhibit "A" referred to in the
 Affidavit of

(continued...)

JOHN KENNETH PURDY
 Sworn before me this 10th day
 of February A.D., 2013

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



FUNDS HELD BY MONITOR			
Opening Cash	549,051	549,051	-
Collection of funds - other	-	-	-
Collection of funds from sale of properties	-	-	-
Release of funds to LBVR	-	(180,000)	(180,000)
Release of funds to Applicants	(45,000)	(25,000)	20,000
	(45,000)	(205,000)	(160,000)
Ending cash	504,051	344,051	(160,000)

TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING			
Applicant ending cash balance	22,342	14,855	(7,487)
			-
Total Funds held by Monitor	504,051	344,051	(160,000)
Less: Funds held for LBVR Agreement	(400,000)	(220,000)	180,000
Cash held in trust per Court Order	(100,000)	(100,000)	-
	4,051	24,051	20,000
Cash available for general restructuring	26,393	38,906	12,513

DIP Loan Reconciliation			
Max. borrow on DIP	2,150,000	2,150,000	-
Opening balance			
DIP Advance to Monitor	-	-	-
Principal repayments on DIP	-	-	-
Legal costs and closing fees	-	-	-
DIP fee payment to Axxess - 4.45%	-	-	-
DIP Interest reserve held by Axxess - 11.75%	-	-	-
Ending balance	-	-	-


 Jack Purdy, President
 Purdy Group

Date

February 12/2013

Purdy Group of Companies
Updated Forecast Cash Flow
For the period of February 9 to May 24, 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	Forecast	TOTAL Forecast Week 61 to Week 75
	Week 61 15-Feb-13	Week 62 22-Feb-13	Week 63 1-Mar-13	Week 64 8-Mar-13	Week 65 15-Mar-13	Week 66 22-Mar-13	Week 67 29-Mar-13	Week 68 5-Apr-13	Week 69 12-Apr-13	Week 70 19-Apr-13	Week 71 26-Apr-13	Week 72 3-May-13	Week 73 10-May-13	Week 74 17-May-13	Week 75 24-May-13					
Operating receipts																				
Hawkeye Group Properties trade sales and rental receipts	2,000	-	-	4,000	-	-	-	10,000	-	-	6,000	6,000	7,000	-	-	-	-	-	-	60,000
Half Moon Lake Resort receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other receipts	2,000	-	-	4,000	-	-	-	10,000	-	-	6,000	6,000	7,000	15,000	10,000	-	-	-	-	-
Total operating receipts	4,000	-	-	8,000	-	-	-	20,000	-	-	12,000	12,000	14,000	15,000	10,000	-	-	-	-	60,000
Funds from Monitor's Trust Account																				1,125,000
Total receipts	2,000	230,000	30,000	100,000	-	40,000	350,000	-	75,000	20,000	280,000	6,000	7,000	15,000	10,000	-	-	-	-	1,185,000
Operating Disbursements																				
Hawkeye Group Properties expenses	-	-	30,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	30,000
Half Moon Lake expenses	2,000	4,000	-	-	4,000	-	-	6,000	40,000	4,000	2,000	6,000	2,000	-	5,000	-	-	-	-	75,000
Management fees, wages and salaries	-	4,500	-	-	-	4,500	-	-	-	-	4,500	-	-	-	-	-	-	-	-	13,500
Half Moon Lake Capital Costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contingency - Non Barnfield	-	500	-	-	-	500	-	-	-	-	-	-	-	-	-	-	-	-	-	-
LBVR Management agreement set aside funds	-	-	100,000	-	-	-	50,000	-	-	20,000	-	-	-	-	-	-	-	-	-	1,500
Total operating disbursements	2,000	9,000	30,000	100,000	4,000	500	54,500	6,000	40,000	24,500	6,500	6,000	2,000	-	5,000	-	-	-	-	170,000
Restructuring professional fees																				290,000
- Monitor	-	150,000	-	-	-	-	175,000	-	-	-	200,000	-	-	-	-	-	-	-	-	525,000
- Company Counsel	-	40,000	-	-	-	-	75,000	-	-	-	75,000	-	-	-	-	-	-	-	-	190,000
- Monitor Counsel	-	40,000	-	-	-	-	75,000	-	-	-	75,000	-	-	-	-	-	-	-	-	190,000
Total restructuring professional fees	-	230,000	-	-	-	-	325,000	-	-	-	350,000	-	-	-	-	-	-	-	-	485,000
Total disbursements	2,000	239,000	30,000	100,000	4,000	500	379,500	6,000	40,000	24,500	331,500	6,000	2,000	-	5,000	-	-	-	-	1,170,000
Net change in Applicant cash	-	(9,000)	-	4,000	(4,000)	39,500	(29,500)	4,000	35,000	(4,500)	(45,500)	-	5,000	15,000	5,000	-	-	-	-	15,000

APPLICANT CASH BALANCE																				
Opening cash	14,855	14,855	5,855	5,855	9,855	5,055	45,355	15,855	19,855	54,855	50,355	4,855	4,855	9,855	24,855	14,855				
Net change in operating cash	-	(9,000)	-	4,000	(4,000)	39,500	(29,500)	4,000	35,000	(4,500)	(45,500)	-	5,000	15,000	5,000	15,000				
Ending Cash	14,855	5,855	5,855	9,855	5,855	45,355	15,855	19,855	54,855	50,355	4,855	4,855	9,855	24,855	29,855	29,855				

FUNDS HELD BY MONITOR																				
Opening Cash	344,051	344,051	344,051	344,051	244,051	464,051	424,051	574,051	574,051	499,051	479,051	1,149,051	1,149,051	1,149,051	1,149,051	344,051				
Collection of funds - other	-	230,000	30,000	-	120,000	-	500,000	-	-	-	-	-	-	-	-	260,000				
Non Core Property Sale Receipts	-	-	-	-	100,000	-	-	-	-	-	700,000	-	-	-	-	1,320,000				
Half Moon Lake Lot Sale Receipts	-	-	-	(100,000)	-	-	(50,000)	-	(20,000)	-	-	-	-	-	-	350,000				
Release of funds to LBVR	-	(230,000)	(30,000)	-	(40,000)	(300,000)	-	(75,000)	-	(20,000)	(280,000)	-	-	-	-	(170,000)				
Release of funds to Applicants	-	-	-	(100,000)	220,000	(40,000)	150,000	-	(75,000)	(20,000)	670,000	-	-	-	-	805,000				
Ending cash	344,051	344,051	344,051	244,051	464,051	424,051	574,051	574,051	499,051	479,051	1,149,051	1,149,051	1,149,051	1,149,051	1,149,051	1,149,051				

TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING												
Applicant ending cash balance	14,055	5,855	5,855	5,855	5,855	45,355	15,855	19,855	54,855	50,355	4,855	29,855
Total Funds held by Monitor	344,051	344,051	344,051	244,051	464,051	424,051	574,051	574,051	499,051	479,051	1,149,051	1,149,051
Less: Funds held for LBVR Agreement	(220,000)	(220,000)	(220,000)	(120,000)	(120,000)	(120,000)	(70,000)	(70,000)	(70,000)	(50,000)	(50,000)	(50,000)
Cash held in trust per Court Order	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)
	24,051	24,051	24,051	24,051	244,051	204,051	404,051	404,051	329,051	329,051	999,051	999,051
Cash available for general restructuring	38,906	29,906	29,906	33,906	249,906	249,406	419,906	423,906	383,906	379,406	1,003,906	1,028,906

DIP Loan Reconciliation	
Max. borrow on DIP	2,150,000
Opening balance	-
DIP Advance to Monitor	-
Principal repayments on DIP	-
Legal costs and closing fees	-
DIP fee payment to Access - 4.45%	-
DIP interest reserve held by Access - 11.75%	-
Ending balance	-

Perman. 12/2013

Date

Jack Barry, President
Purdy Group