

APPENDIX A

Purdy Group of Companies
Actual to Forecast Results
For the period of August 23 to October 11, 2013 (the "Reporting Period")
(in CDN dollars)

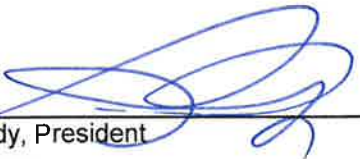
	Forecast	Actual	Variance
	Week 93 to	Week 93 to	Week 93 to
	Week 99	Week 99	Week 99
	August 23, 2013 to October 11, 2013		
Operating receipts			
Hawkeye Group Properties sales and rental receipts	-	-	-
Half Moon Lake Resort receipts	45,000	140,412	95,412
Sale of Half Moon Lake lots	50,000	-	(50,000)
Other receipts	-	-	-
<i>Total receipts</i>	95,000	140,412	45,412
Funds from Monitor's Trust Account	-	177,000	177,000
Total receipts	95,000	317,412	222,412
<u>Operating Disbursements</u>			
Hawkeye Group Properties expenses	-	-	-
Half Moon Lake expenses	41,000	150,758	(109,758)
Management fees, wages and consultants	4,500	-	4,500
Half Moon Lake Capital costs	-	-	-
Repayment of loan	-	-	-
Contingency	500	-	500
	46,000	150,758	(104,758)
LBVR Management agreement disbursements			
Release of funds to LBVR	-	27,000	(27,000)
<i>Total operating & LBVR disbursements</i>	46,000	177,758	(131,758)
<u>Restructuring professional fees</u>			
- Monitor	50,000	70,000	(20,000)
- Company Counsel	25,000	40,000	(15,000)
- Monitor Counsel	25,000	40,000	(15,000)
<i>Total restructuring professional fees</i>	100,000	150,000	(50,000)
Total disbursements	146,000	327,758	(181,758)
Net change in Applicant cash	(51,000)	(10,345)	40,655

APPLICANT CASH BALANCE			
Opening cash	58,617	10,884	(47,733)
Net change in operating cash	(51,000)	(10,345)	40,655
Ending Cash	7,617	539	(7,078)

(continued...)

FUNDS HELD BY MONITOR			
Opening Cash	100,805	197,805	97,000
Collection of funds - other	-	-	-
Non Core Property Sale Receipts	-	248,115	248,115
Half Moon Lake Lot Sale Receipts	-	-	-
Release of funds to Applicants (LBVR)	-	(27,000)	(27,000)
Release of funds to Applicants (for operations)	-	(150,000)	(150,000)
	-	71,115	71,115
Ending cash	100,805	268,920	168,115

TOTAL AVAILABLE CASH FOR GENERAL RESTRUCTURING			
Applicant ending cash balance	7,617	539	(7,078)
Total Funds held by Monitor	100,805	268,920	168,115
Less: Funds held for LBVR Agreement	-	-	-
Cash held for Professional Fees		(168,920)	
Cash held in trust per Court Order	(100,000)	(100,000)	-
	805	(0)	(805)
Cash available for general restructuring	8,422	538	(7,884)


 Jack Purdy, President
 Purdy Group

Oct 21/2013
 Date

APPENDIX B

LBVR (Hawkeye Group Properties)
Actual Cash Flow
the period of September 8, 2012 to August 31, 2013
(in CDN dollars)

	Sept 8 - Oct 31/12	Nov 1 - Nov 30/12	Dec 1 - Dec 31/12	Jan 1 - Jan 31/13
<u>Operating receipts</u>				
Funds received from the Purdy Group	\$ 150,000	\$ 100,000	\$ -	\$ 100,000
Fishpath sales and rental receipts	4,069	4,948	(2,660)	(1,886)
Fuel sales	-	-	-	-
Other miscellaneous receipts	546	442	2,763	4,256
<i>Total operating receipts</i>	<u>\$ 154,615</u>	<u>\$ 105,389</u>	<u>\$ 103</u>	<u>\$ 102,370</u>
<u>Operating Disbursements</u>				
Management fees	\$ 33,300	\$ 16,650	\$ 16,650	\$ 16,650
Restaurant food and beverage inventory	4,906	1,604	4,260	2,937
Operations labour	4,319	4,051	7,889	8,630
Utility costs	4,738	1,976	7,215	12,021
Fuel inventory	-	-	-	6,904
Travel expenses	2,835	4,644	1,858	1,510
Office, pub and cleaning supplies	2,350	252	2,544	8,144
Other misc	298	458	(106)	86
Bank service charges and other permit costs	184	319	231	191
<i>Total operating disbursements</i>	<u>\$ 52,931</u>	<u>\$ 29,954</u>	<u>\$ 40,541</u>	<u>\$ 57,073</u>
<u>Capital costs</u>				
Furniture and equipment purchases	\$ 3,974	\$ -	\$ 25,446	\$ 13,521
Repairs and maintenance	11,472	3,030	13,233	27,788
<i>Total capital costs</i>	<u>\$ 15,446</u>	<u>\$ 3,030</u>	<u>\$ 38,680</u>	<u>\$ 41,309</u>
<i>Total operating and capital costs</i>	<u>\$ 68,377</u>	<u>\$ 32,983</u>	<u>\$ 79,220</u>	<u>\$ 98,381</u>
Net change in cash	<u>\$ 86,239</u>	<u>\$ 72,406</u>	<u>\$ (79,117)</u>	<u>\$ 3,989</u>
Opening cash	-	86,239	158,645	79,528
Ending Cash	<u>\$ 86,239</u>	<u>\$ 158,645</u>	<u>\$ 79,528</u>	<u>\$ 83,517</u>

LBVR (Hawkeye Group Properties)
Actual Cash Flow
the period of September 8, 2012 to August 31, 2013
(in CDN dollars)

	Feb 1 - Feb 28/13	Mar 1 - Mar 31/31	Apr 1 - Apr 30/13	May 1 - May 31/13
<u>Operating receipts</u>				
Funds received from the Purdy Group	\$ 140,000	\$ 60,000	\$ 100,000	\$ -
Fishpath sales and rental receipts	(801)	4,319	4,718	13,154
Fuel sales	-	-	-	14,072
Other miscellaneous receipts	2,343	1,295	2,809	2,450
<i>Total operating receipts</i>	<u>\$ 141,542</u>	<u>\$ 65,614</u>	<u>\$ 107,527</u>	<u>\$ 29,676</u>
<u>Operating Disbursements</u>				
Management fees	\$ 16,650	\$ 16,650	\$ 16,650	\$ 16,650
Restaurant food and beverage inventory	5,480	29,904	3,044	8,722
Operations labour	6,857	9,078	12,502	8,750
Utility costs	7,400	11,531	5,252	3,993
Fuel inventory	-	-	29,739	-
Travel expenses	(433)	5,553	3,713	1,472
Office, pub and cleaning supplies	3,170	1,651	6,478	854
Other misc	654	440	139	184
Bank service charges and other permit costs	298	1,360	463	541
<i>Total operating disbursements</i>	<u>\$ 40,075</u>	<u>\$ 76,166</u>	<u>\$ 77,981</u>	<u>\$ 41,166</u>
<u>Capital costs</u>				
Furniture and equipment purchases	\$ 63,737	\$ 2,330	\$ 4,712	\$ -
Repairs and maintenance	42,625	8,891	36,816	7,325
<i>Total capital costs</i>	<u>\$ 106,362</u>	<u>\$ 11,221</u>	<u>\$ 41,528</u>	<u>\$ 7,325</u>
<i>Total operating and capital costs</i>	<u>\$ 146,437</u>	<u>\$ 87,387</u>	<u>\$ 119,509</u>	<u>\$ 48,491</u>
Net change in cash	<u>\$ (4,895)</u>	<u>\$ (21,773)</u>	<u>\$ (11,981)</u>	<u>\$ (18,815)</u>
Opening cash	83,517	78,622	56,849	44,867
Ending Cash	<u>\$ 78,622</u>	<u>\$ 56,849</u>	<u>\$ 44,867</u>	<u>\$ 26,052</u>

LBVR (Hawkeye Group Properties)
Actual Cash Flow
the period of September 8, 2012 to August 31, 2013
(in CDN dollars)

				12 month Total
	<u>June 1 - June 30/13</u>	<u>July 1 - July 31/13</u>	<u>Aug 1 - Aug 31/13</u>	
<u>Operating receipts</u>				
Funds received from the Purdy Group	\$ 78,000	\$ -	\$ 100,000	\$ 828,000
Fishpath sales and rental receipts	21,734	38,394	48,399	134,389
Fuel sales	23,434	47,775	55,322	140,603
Other miscellaneous receipts	4,430	5,342	5,326	32,002
<i>Total operating receipts</i>	<u>\$ 127,598</u>	<u>\$ 91,511</u>	<u>\$ 209,047</u>	<u>\$ 1,134,995</u>
<u>Operating Disbursements</u>				
Management fees	\$ 16,650	\$ 16,650	\$ 16,650	\$ 199,800
Restaurant food and beverage inventory	1,006	5,368	9,095	76,326
Operations labour	14,353	1,707	-	78,137
Utility costs	7,386	3,785	2,225	67,523
Fuel inventory	16,579	20,877	50,418	124,518
Travel expenses	2,893	1,720	1,846	27,611
Office, pub and cleaning supplies	3,076	2,967	2,315	33,802
Other misc	3,645	1,037	-	6,835
Bank service charges and other permit costs	511	1,572	8,253	13,921
<i>Total operating disbursements</i>	<u>\$ 66,101</u>	<u>\$ 55,685</u>	<u>\$ 90,801</u>	<u>\$ 628,472</u>
<u>Capital costs</u>				
Furniture and equipment purchases	\$ 34,289	\$ -	\$ -	148,008
Repairs and maintenance	9,940	1,518	2,694	165,333
<i>Total capital costs</i>	<u>\$ 44,230</u>	<u>\$ 1,518</u>	<u>\$ 2,694</u>	<u>\$ 313,341</u>
<i>Total operating and capital costs</i>	<u>\$ 110,330</u>	<u>\$ 57,203</u>	<u>\$ 93,495</u>	<u>\$ 941,814</u>
Net change in cash	<u>\$ 17,268</u>	<u>\$ 34,309</u>	<u>\$ 115,553</u>	<u>\$ 193,181</u>
Opening cash	26,052	43,320	77,628	-
Ending Cash	<u>\$ 43,320</u>	<u>\$ 77,628</u>	<u>\$ 193,181</u>	<u>\$ 193,181</u>

APPENDIX C

APPENDIX D

INDEX**H.M.G. PROJECTS – BAMFIELD:****Local Govt.:**

- 1) HMG 13-001: Trails Motel: Subdivision 28 Lots:
- 2) HMG 13-002: Burlo Island: Density Change:
- 3) HMG 13-003: Airport: Use & Density Change:
- 4) HMG 13-004: Kingfisher Lodge: Unit & Density Increase:
- 5) HMG 13-005: "Headlands" – Imperial Eagle: Density Increase:
- 6) HMG 13-006: Imperial Eagle: 5 Acre Amend. to Multi-Family
- 7) HMG 13-007: Bayhouse Village: Density + Use Change:
- 8) HMG 13-008: Rance Island: Res./Comm. Use Mix:
- 9) HMG 13-010: Mill Site: Zoning Amendment:
- 10) HMG 13-010/DP: Mill Site: Mill Rezone + S/D:
- 11) HMG 13-011: Ostrom Centre: Village Centre Design:
- 12) HMG 13-012: Yanchuk: Zone/Use Amendment:
- 13) HMG 13-013: Grappler Road: Res. Component:
- 14) HMG 13-014: Frigate Road: Res. Component:
- 15) HMG 13-015: Bamfield Inn: Potential Redesign:
- 16) HMG 13-016: Hawkeye House: Redesign:

Provincial Crown Lands:

- 17) 13CL-001: Bamfield Inn Marina: Dock Tenures:
- 18) 13CL-002: Hawkeye House Marina: Dock Tenures:
- 19) 13CL-003: Ostroms Marina: Dock Tenures:
- 20) 13CL-004: Kingfisher Marina: Dock Tenures:
- 21) 13CL-005: Burlo Island: Dock for S/D:
- 22) 13CL-007: Imperial Eagle: Res. Dock Leases:
- 13CL-009: Rance Island: Dock Tenures:

Subdivision Processes:

- 23) HMG 13-002 (S/D): Burlo Island: 5 Lot S/D:
- 24) HMG 13-005/006 (S/D 1): Imperial Eagle: 2 Lot S/D Phase 1:
- 25) HMG 13-010 (S/D): Mill Site: 2 Lot S/D Phase 1:
- 26) Acquisition of Government Docks: West Bamfield & Grappler
- 27) Imperial Eagle Aquaculture Elements:
- 28) Amalgamation of Bridge Line & Kayak Centre – Rance Island

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HMG. BAMFIELD PROJECTS: LOCAL GOVT.:

TAB	REF.NO	LOCATIONS	PROJECT	APPLICATION	COST	STATUS
1	HMG 13-001	Trails Motel	Subdivision 28 lots	Bldg. Strata S/D	\$3100	Submitted to ACRD
2	HMG 13-002	Burlo Island	Density Change	Zoning Amendment	\$1048	Ditto
3	HMG 13-003	Airport	Use & Density Change	O.C.P. + Zoning Amendment	\$3000	Ditto
4	HMG 13-004	Kingfisher Lodge	Unit & Density Increase	Development Permit	\$750	Ditto
5	HMG 13-005	"Headlands" Imp. Eagle NB – Combined with 006 Below	Density Increase	Subdivision + Zoning	\$1300	Ditto
6	HMG 13-006	Imperial Eagle	5 Acre Amendment to Multi- Family	O.C.P. Change + Rezoning	"" "	Ditto
7	HMG 13-007	Bayhouse Village	Density + Use Change	Zoning Amendment	\$3300	Ditto
8	HMG 13-008	Rance Island	Res./Comm Use Mix	O.C.P. + Zoning Amendment	\$3500	Ditto
9	HMG 13-010	Mill Site	Zoning Amendment	Rezoning + Text	\$1500	Ditto
10	HMG 13-010 /D.P.	Ditto	Mill Rezone + S/D	Development Permit	\$750	Ditto
11	HMG 13-011	Ostrom Centre	Village Centre Design	Comprehensive Zoning	\$5500	Ditto
12	HMG 13-012	Yanchuk	Zone/Use Amendment	Rezone	\$3000	Ditto

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H.M.G. BAMFIELD PROJECTS: LOCAL GOVT.

TAB	REF. NO	LOCATION	PROJECT	APPLICATION	COST	STATUS
13	HMG 13-013	Grappler Road	Res. Component	Rezone + DP + S/D	Submitted on Prelim Basis/Sept.	In Progress
14	HMG 13-014	Frigate Road	Ditto	Ditto	Submitted on Prelim Basis/Sept.	Ditto
15	HMG 13-015	Bamfield Inn	Potential Redesign	Dev. Permit	N/A	Held in Abeyance under Possible Strata
16	HMG 13-016	Hawkeye House	Redesign	Rezone + Dev. Permit	\$3000	Submitted to ACRD

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H.M.G. BAMFIELD PROJECTS: PROVINCIAL CROWN LANDS:

TAB	REF.NO	LOCATION	PROJECT	APPLICATION	COST	STATUS
17	13CL 001	Bamfield Inn Marina	Dock Tenures	Lease Renewal	\$525	Submitted to Province
18	13CL 002	Hawkeye House Marina	Ditto	Ditto	\$525	Ditto
19	13CL 003	Ostroms Marina	Ditto	Ditto	\$525	Ditto
20	13CL 004	Kingfisher Marina	Ditto	Ditto	\$525	Ditto
21	13CL 005	Burlo Island	Dock for S/D	Foreshore Dock Lease	\$262.50	Completed Awaiting Fees
22	13CL 007	Imperial Eagle	Res. Dock Leases	Foreshore Leases x 5	1312.50	Ditto
	13 CL 009	Rance Island	Dock Tenures	Foreshore Leases x2	\$1050	Completed Awaiting Fees

N.B.

- A. Hawkeye House accretion lands purchase initiated and under discussion: (13CL -002)
- B. Bayhouse crown foreshore acquisition initiated: (13CL-010):

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H.M.G. BAMFIELD PROJECTS: SUBDIVISION PROCESSES:

TAB	REF.NO	LOCATION	PROJECT	APPLICATION	COST	STATUS
23	HMG 13-002 S/D	Burlo Island	5 Lot S/D	3 Appl. Package	\$2950	Completed
24	HMG 13- 005/006 (S/D 1)	Imperial Eagle	2 Lot S/D Phase 1	Ditto	\$1350	Ditto
25	HMG 13 010 S/D	Mill Site	Ditto	Ditto	\$1350	Ditto

TAB	PROJECT	APPLICATION	COST	STATUS
26	NB Acquisition of Government Docks: West Bamfield & Grappler	Federal	Unknown	Under Discussion
27	Imperial Eagle Aquaculture Elements	Provincial	Ditto	Ditto
28	Amalgamation of Bridge Line & Kayak Centre - Rance Island	Provincial	Ditto	Ditto

29th August, 2013

J. McManus

APPENDIX E

Purdy Group of Companies-CCAA

Summary of Monitor's Fees and Disbursements

November 9, 2011 to September 30, 2013

Inv. No.	Period	Fees	Disbursements	Total Fees & Disbursements	GST	Total
1	November 9, 2011 to December 2, 2011	\$ 32,455.00	\$ 7,203.60	\$ 39,658.60	\$ 1,982.93	\$ 41,641.53
2	December 2, 2011 to December 31, 2011	75,150.00	-	75,150.00	3,757.50	78,907.50
3	January 1, 2012 to February 29, 2012	113,860.00	5,512.61	119,372.61	5,968.63	125,341.24
4	March 1, 2012 to June 29, 2012	231,121.00	2,737.44	233,858.44	11,692.92	245,551.36
5	June 30, 2012 to August 31, 2012	166,341.00	33.94	166,374.94	8,318.75	174,693.69
6	September 1, 2012 to November 30, 2012	184,644.50	431.01	185,075.51	9,253.78	194,329.29
7	December 1, 2012 to March 1, 2013	204,519.50	37.50	204,557.00	10,227.85	214,784.85
8	March 2, 2013 to April 30, 2013	65,978.00	1,005.36	66,983.36	3,349.16	70,332.52
9	May 1, 2013 to August 3, 2013	94,155.00	135.00	94,250.00	4,712.50	98,962.50
10	August 1, 2013 to September 30, 2013	76,035.00	90.00	76,125.00	3,806.25	79,931.25
TOTAL		\$ 1,244,259.00	\$ 17,186.46	\$ 1,261,405.46	\$ 63,070.27	\$ 1,324,475.73



December 14, 2011

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 3300, 205 5th Ave. SW
 Calgary, Alberta
 T2P 2V7

Dear Sirs:

RE: Purdy Group of Companies - CCAA

TO: For professional services rendered for the period to December 2, 2011 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	36.5	\$625	\$22,812.50
O. Konowalchuk, Director	20.3	475	9,642.50
	56.8		\$32,455.00
Add: out of pocket expenses			7,203.60
			\$39,658.60
Add: GST @ 5%			1,982.93
TOTAL INVOICE			\$41,641.53

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #1
 GST: 83486 3367 RT0001

John Kenneth Purdy, 87211A
DETAIL SUMMARY – to December 2, 2011

<u><i>T. Reid</i></u>	<u>Hrs.</u>
Nov 9 Preliminary discussions with Taylor re CCAA proceedings.	0.4
Nov 14 Preliminary review of information, discussions and emails with Taylor.	1.7
Nov 15 Preliminary review of information, discussions and emails with Taylor.	2.1
Nov 16 Continued review of material, discussions and emails with Taylor.	1.5
Nov 17 Continued review of material, disc and emails with Taylor; initial meeting with Jack Purdy.	2.0
Nov 18 Continued review of material, discussions and emails with Taylor.	2.0
Nov 21 Review of material assist with preparation of filing material; including discussions with counsel and Purdy.	4.0
Nov 22 Review of material assist with preparation of filing material; including discussions with counsel and Purdy, BC property tax issue.	4.0
Nov 23 Review of material; assist with preparation of filing material; including discussions with counsel and Purdy, BC property tax issue.	4.0
Nov 25 Assist with preparation of affidavit material.	2.0
Nov 28 Monitors report on cash flow and pre-filing material preparation.	1.3
Nov 29 Review of lowen matters, BC property taxes and other issues re initial court application.	3.0
Nov 30 Review of material from Mintz re writs; meeting with Rutman and Taylor re matters to consider at application; attend Court application and meeting after re adjournment and matters to address.	4.5
Dec 1 Meeting prior to application and attend adjourned application and meeting there-after.	4.0
TOTAL – T. Reid	36.5 hrs.

<u>O. Konowalchuk</u>		<u>Hrs.</u>
Nov 23	Review of preliminary materials on CCAA and application; review of previously filed J. Purdy affidavits.	2.5
Nov 24	Development of cash flows with management and review of receipts and disbursements; review of pre-application materials.	3.4
Nov 25	Review of final application materials file for CCAA; cash flow preparation.	4.1
Nov 28	Draft proposed monitors report; review of application materials including affidavit; telephone call with counsel on materials; review of cash flows and comments provided.	2.5
Nov 29	Finalize proposed Monitors report; review of application materials including affidavit; final review of cash flows from Purdy Group of Companies; discussion with C. Harrison on figures in cash flows; meeting on application.	2.5
Nov 30	Review revised Order.	1.0
Dec 2	Arrange for documents to be posted on A&M website; review of Purdy November 25th affidavit and appendices to affidavit; review of asset listing and emails and documentation on liabilities.	4.3
TOTAL – O. Konowalchuk		20.3 hrs.



January 11, 2012

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 3300, 205 5th Ave. SW
 Calgary, Alberta
 T2P 2V7

Dear Sirs:

RE: Purdy Group of Companies - CCAA

TO: For professional services rendered for the period December 2 to 31, 2011 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	51.1	\$625	\$31,937.50
O. Konowalchuk, Director	86.5	\$475	41,087.50
A. Singels-Ludvik, Associate	8.5	\$250	2,125.00
	<u>146.1</u>		<u>\$75,150.00</u>
Add: GST @ 5%			<u>3,757.50</u>
TOTAL INVOICE			<u>\$78,907.50</u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #2
 GST: 83486 3367 RT0001

John Kenneth Purdy, 87211A
DETAIL SUMMARY – December 2 to 31, 2011

<u><i>T. Reid</i></u>	<u>Hrs.</u>	
Dec 2	Various preliminary statutory filing matters.	3.0
Dec 5	Notices to creditors, web posting matters, trust funds and other initial matters; Emails from J. Purdy.	2.2
Dec 6	Initial meeting with J. Purdy together with Mr. Konowalchuk re preliminary understanding of companies, process, cash flow, etc.	3.7
Dec 7	Continued meetings with J. Purdy, discussions with Conan, review various material, review advertising.	3.5
Dec 8	Deal with Loewen Lake Eden claim and release of Eden funds, discussions with realtor re listings, email and review information, discussions with Conan Rutman and J. Purdy regarding various matters, review and respond to various emails.	3.0
Dec 9	Eden Lake matters, lease claim, Half Moon issues, creditor notices, finalize advertising, various emails from Rutman, Taylor.	2.5
Dec 12	Preparation of Report to Court in connection with application for extension, including analysis of properties and discussions with J. Purdy, Conan and Mr. Konowalchuk.	4.0
Dec 13	RBC foreclosure action issues, discussions with CRA and Justice Loewen claim matters, creditor calls, preparation of Report.	3.3
Dec 14	Preparation of Report to Court, analysis of Loewen claim, discussions with Rutman, with Taylor, with Mintz.	9.0
Dec 15	Finalize Report, discussions with counsel, various emails.	4.0
Dec 16	Creditor service matters, RBC foreclosure issue, receipt and respond to emails.	1.0
Dec 19	Evaluation of real estate, status of creditor claims, various emails.	3.5
Dec 20	Meet with Rutman to review Report and matters to prepare for Court; conference call with Taylor and Rutman, attend Court regarding extension application and subsequent meeting with Taylor and Rutman.	3.9
Dec 21	Various matters re property tax situation, tax sales status, discussions with J. Purdy, various emails and respond.	2.5



Dec 22	Access capital debt and foreclosure status matters, cash flow monitoring, wire transfer.	1.2
Dec 23	Loewen matter, creditor emails.	0.8
TOTAL – T. Reid		51.1 hrs.

O. Konowalchuk**Hrs.**

Dec 5	Arranging set up of A&M website for creditor notices; preparation of press release notices and emails with Globe & Mail; notices to creditors.	5.8
Dec 6	Posting materials on website and set up with IT; preparation of press release notices; notices to creditors; meeting with J. Purdy to go over personal and financial affairs and review of documentation; email with debtor counsel; finalize and submit Form 1 to OSB per statutory requirement; communication with OSB on forms and set up.	6.4
Dec 7	OSB emails and further discussion on forms; review of materials on J. Purdy and Purdy Group of Companies; meeting with J. Purdy on Purdy Group of Companies (assets) and meetings on process and plan; review of template materials and submit to debtor counsel; post additional affidavit to website; finalize newspaper notice.	6.1
Dec 8	Various discussion with C. Harrison on company assets and liabilities; review of emails from J. Purdy; preparation for mailing of notice to creditor; work on notice to creditor.	5.8
Dec 9	Notice to creditor finalization and mailing; multiple email and telephone calls with J. Purdy, C. Harrison and C. Taylor on creditors; obtain addresses for mailing; obtain cheque from Minister of Finance for Lake Eden funds; upload documents to website.	7.4
Dec 12	Telephone call with C. Taylor on application materials; review of application materials for December 20, 2011; telephone call with J. Purdy and C. Harrison on properties and description; review of November 25th Purdy affidavit.	7.7

Dec 13	Draft Report of the Monitor; review of cash flows; review and assessment of application materials; emails with C. Taylor; review of litigation and application materials set against Purdy Group of Companies; emails with C. Harrison and J. Purdy on management issues and properties; internal meeting with T. Reid on report and file issues.	7.9
Dec 14	Draft Monitor's report; wire transfer of payments to counsel and monitor per initial order; review of unfiled copy of Loewen application; assist management with cash flow forecast and budget to actual; review of property files; property titles and registration for all Purdy Group companies; telephone conversation with C. Harrison on Purdy Group; Lake Eden fund applications and contest actions; RBC application on application to accept sale to one Purdy property.	11.3
Dec 15	Update and finalize draft First Report of Monitor; submission to counsel and management for final review; application materials; review multiple emails between Purdy counsel and Monitor counsel on extension and applications against Purdy; review of Lake Eden issues of application and amounts held in trusts; finalization with cash flow forecast with management and discussion on assumptions.	6.7
Dec 19	Oneway tax sale emails and discussions; service list update and website; Ladysmith telephone discussion regarding debt outstanding with J. Purdy, not companies; review correspondence from RBC; various emails with management and legal counsel on claims; review of application materials; update property list.	5.8
Dec 20	Halfmoon email; update and review of affidavit for titles and tax assessments and initiate a master schedule for the Purdy companies; telephone calls with C. Harrison regarding cash flow monitoring.	5.2
Dec 21	Wire transfers; utility company issues; Halfmoon lake legal issues property master list update and review of titles; preparation of Q&A for commonly asked CCAA questions for company; review of company emails with Department of Justice.	3.4
Dec 22	Property master list update and review of titles and tax assessment; discussion with provincial governments on titles for properties.	3.8
Dec 28	Property master list review and reconciliation.	3.2
TOTAL – O. Konowalchuk		86.5 hrs.

<u><i>A. Singels-Ludvik</i></u>		<u>Hrs.</u>
Dec 6	Review email regarding Trust accounts to be set up; telephone call to/from RBC to set up control list of accounts and allocate account for J. Purdy; review documents relating to same; review Initial Order; various other administrative file matters.	1.0
Dec 7	Follow up with RBC regarding allocation of bank trust account; review several emails regarding administrative file matters.	0.5
Dec 9	Notice to Creditor mailing.	2.0
Dec 12	Assist in submission of forms to OSB office and related telephone discussions regarding same.	1.0
Dec 13	Telephone call to R. Fernandes of RBC to arrange deposit facility in Calgary; related emails regarding same; various other administrative file matters.	1.0
Dec 14	Follow up regarding setting up of deposit facility; review RBC emails regarding same; review emails from O. Konowalchuk regarding wire transfers; prepare wire transfer forms and arrange processing of same; related discussions regarding same; various other administrative file matters.	3.0
TOTAL – A. Singels-Ludvik		8.5 hrs.



March 19, 2012

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 3300, 205 5th Ave. SW
 Calgary, Alberta
 T2P 2V7

Dear Sirs:

RE: Purdy Group of Companies - CCAA

TO: For professional services rendered for the period January 1 to February 29, 2012 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	56.7	\$625	\$35,437.50
O. Konowalchuk, Director	165.1	\$475	78,422.50
	221.8		\$113,860.00
Add: out of pocket expenses including claims procedure process advertising (\$3,890.84), Solera marketing – website set up and maintenance (\$1,430.06) parking and mileage (\$128.72) and meals (\$62.99).			5,512.61
			\$119,372.61
Add: GST @ 5%			5,968.63
TOTAL INVOICE			\$125,341.24

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #3
 GST: 83486 3367 RT0001

John Kenneth Purdy, 87211A
DETAIL SUMMARY – January 1 to February 29, 2012

<u>T. Reid</u>	<u>Hrs.</u>
Jan 11 Discuss with counsel re various claims, discussions with O. Konowalchuk and develop agenda for meeting, review of properties and the status of encumbrances, consider alternate restructuring options.	4.1
Jan 12 Receipt and respond to various emails, discussions with J. Purdy and C. Taylor re: issues to attend to; review of CRA claims and priority.	2.1
Jan 16 Review material for conference call and lengthy call with J. Purdy, C. Taylor, R.Rutman O. Konowalchuk; second call with R.Rutman; third call with J. Purdy; discussion with C.Taylor re various matters, including consultant, claims.	2.5
Jan 18 Review status of matters with O. Konowalchuk.	1.3
Jan 19 Discussions with J. Purdy; review and respond to various emails.	0.8
Jan 20 Discussions with B. Buterman of Axxess Capital.	0.9
Jan 25 Review various matters and 3.5 hour meeting with J. Purdy.	4.5
Jan 26 Meeting with B. Buterman of Axxess at their office and subsequent review of material provided; discussions with J. Purdy and with O. Konowalchuk on matters to attend to.	4.0
Jan 27 Email to C.Taylor and J. Purdy re Axxess meeting, email to B. Buterman re information request; receipt and review of other emails from J. Purdy, assist in preparation of engagement letter for company consultant, receipt and read brief of Mintz re \$320k issue.	3.2
Jan 30 Discuss priority of CRA and FMC opinion on that with R. Rutman . Review of various information required and email to J. Purdy.	3.5
Jan 31 Review of proposed claims procedure process and comments thereon; Lengthy email to J. Purdy on information required and status of various restructuring matters. Preparation of second report of Monitor	5.5
Feb 1 Prepare second report of monitor	2.5
Feb 2 Prepare Second Report to court, Discuss issues with R. Rutman.	3.0
Feb 3 Discussion with C.Taylor re Loewan claim.	0.6

Feb 6	Call from Sally Hill re Meshers, preparation of Second Report to court, read and reply to various emails, receipt and read Wildrose purchase and sale agreement.	4.8
Feb 7	Discuss Armac/Wildrose arrangement with C.Harrison , deal with various restructuring issues.	1.9
Feb 8	Attend Court re loewen \$320k issue.	2.5
Feb 13	Email from R. Rutman and respond re Lady Smith Credit Union, discuss status of various matters with O. Konowalchuk.	1.2
Feb 15	Attend Court application re extension of Stay and subsequent meeting with C.Taylor and J. Purdy to review status of matters and go forward plan.	4.0
Feb 16	Receipt and review and respond to various emails, deal with creditor mail outs.	1.5
Feb 21	Deal with claims procedure matters, emails and calls from Sally Hill interest in Meshers Rd.	1.5
Feb 22	Receipt and review and respond to various emails.	0.8
TOTAL – T. Reid		56.7 hrs.

O. Konowalchuk**Hrs.**

Jan 3	Responding to Creditor calls and emails; preparation of the master list binder of properties; emails with C. Harrison and J. Purdy on same.	2.5
Jan 4	Telephone calls and emails with BC government; review of order and respond to company counsel on typo errors; telephone calls with creditors; BC Hydro discussion and preparation of letter for stay period; respond to emails with Ministry of Attorney General for BC on application materials.	3.1
Jan 5	Correspondence with creditors; review of application materials and property documents; review of legal letter given to Purdy Company (Whitten); telephone call with J. Purdy on property listing, restructuring and travels to Calgary.	3.4
Jan 6	Fishpath Resort matters; BC Hydro and telephone call and email discussion with C. Harrison; title review and search.	1.8

Jan 9	Development of cash flow monitoring spreadsheets for Purdy Group; emails with J. Purdy and C. Harrison; reconciliation of cash and monitoring of expenses; title review to master list and update property listing.	4.6
Jan 10	Review of Mintz application materials; preparation of steps memo to Purdy Group for upcoming meeting and cash control; email with counsel on security opinion on Lake Eden; email review from J. Purdy; analysis of J. Purdy properties and match to supporting documentation (encumbrance review).	6.8
Jan 11	Respond to Creditor call on property and claims outstanding; title review and reconciliation with BC assessments and Alberta assessments; update master property listing.	5.9
Jan 12	Review of emails from management; prepare and fax out materials to management re: property listing; telephone call with management on property listing and meeting re: each property owned and relevant outstanding issues to complete the list; update CRA outstanding debt and submit to Purdy management; preparation of cash flow memorandum to management.	6.7
Jan 13	Telephone call with management on reconciliation of properties owned by Purdy; update listing and review of titles property listing and meeting up each property owned outstanding issues to complete the list; update CRA outstanding debt and submit to Purdy management.	5.7
Jan 16	Review of Purdy Group properties and master list; work with M. Lee on obtaining outstanding land titles; update meeting agenda notes; update CRA outstanding spreadsheet; conference call with Purdy Group and counsel in providing fulsome update on operations and restructuring efforts.	5.8
Jan 17	Telephone call with creditors; updated analysis on BC property review; telephone call with Registrar of Edmonton for Alberta properties; review of property documentation in Alberta and update master list.	3.8
Jan 18	Review of sample orders and agreements for Purdy counsel on claims procedure order; telephone calls with creditors; obtain and update and reconcile property report with new titles and assessments from BC.	6.2
Jan 19	Telephone call with C. Harrison on Purdy Group properties, review appraisals on Alberta properties; property list update; telephone call with BC Titles and discovering how to get up to date property tax outstanding; master list reconciliation.	3.7

Jan 20	Property reconciliation update; review of on-line BC assessments on multiple Purdy Group properties; telephone call with C. Harrison on property.	1.3
Jan 24	Review of emails pertaining to BC tax search from Ministry; update master spreadsheet on properties; review emails from debtor counsel and creditors; priority leaseholder analysis review from Monitor' counsel.	1.6
Jan 25	Review J. Phelan resume as strategic advisor; email with J. Purdy; meeting at A&M office with J. Purdy on restructuring plan and CCAA proceedings; review of Hawkeye LP materials from C. Harrison; contact collection agency (creditor); title review; communication with BC government on outstanding taxes and update property schedule.	4.2
Jan 26	Review form of order from C. Taylor; emails with J. Phelan; update property listing and review of tax materials from CRA; review of cash flow forecast; telephone call with creditors; continued title review for ownership of property and encumbrances; review emails with J. Purdy.	5.9
Jan 27	Meeting with T. Reid on Axxess and discuss reporting to Purdy Group; review of Jib Phelan agreement and provide comments; email review between J. Phelan, J. Purdy and T. Reid; tax roll number assessment and discussion with government agency; arrange for wire transfer to Purdy Group; review Purdy Group request for funds and break-down of preservation costs; email with C. Harrison on cash flows; update to property listing.	7.6
Jan 30	Assist in drafting Claims procedure Order materials and schedules for upcoming application; telephone call with C. Harrison on cash flows on CCAA; telephone calls with J. Purdy on outstanding items, cash flows and operational concern; inquiries to BC government on outstanding taxes; review of emails from J. Purdy/J. Vanbergen on Bamfield; update outstanding issues email to Purdy Group for upcoming applications.	6.2
Jan 31	Review of emails pertaining to BC tax search from Ministry; update master spreadsheet on properties; review emails from debtor counsel and creditors; priority leaseholder analysis review from monitor' counsel.	5.8
Feb 1	Draft Second Report; claims procedure drafting; review and send emails with Purdy Group on upcoming application; and properties of Purdy Group.	5.3

Feb 2	Draft Second Report; telephone calls with C. Harrison on cash flows; review of properties and group for plan; telephone calls with creditors; email review between J. Purdy; review of CRA email and update schedules.	6.4
Feb 3	Draft Second Report; telephone calls with C. Harrison; cash flow forecast; meeting with T. Reid on report and plan; email from counsel on comments on report; property tax arrears assessment; update schedules for Report.	6.7
Feb 6	Respond to Creditor email; bank statement and reconciliation and review of Purdy Group actual to budget and cash flow forecasts; multiple discussion with C. Harrison on cash flows; email with J. Purdy on insurance; update and amend 2nd report and schedules and submit final draft version to C. Taylor and Purdy Group for comments before filing; email Ladysmith Credit Union for outstanding documents.	8.4
Feb 7	Update and finalize Second Report of the Monitor; various emails with Purdy Group legal counsel; review of briefs; submit updated Claims Procedure to C. Taylor for its application; review of invoices for Monitor's report sent by Purdy counsel office.	5.7
Feb 9	Review and update Creditor listing; cash bank reconciliation; telephone calls with C. Harrison on cash flows and forecasts; Hawkeye Group business plan review.	2.5
Feb 13	Telephone calls with C. Harrison on financial statement gathering and preparation; bank statement review for January 2012; real estate review and property listing; appraisal review on a couple of properties relating to Non-Core Properties.	3.4
Feb 14	Obtain filed application materials relating to stay extension, review and post to website; claims process gathering and preparation for mail out initiatives; appraisal review on properties and preparation for next phase in stay extension; seeking quotes on newspaper advertisements on claims process.	4.5
Feb 15	Claims procedure Order and seeking further quotes on advertising; preparing documents for mail out; updating Creditor listing; email with Creditor and Purdy group on Creditor listing and contact information; telephone calls with Purdy Group, counsel after application of stay extension and discussion on go-forward plan; documents posted to website; review email from BC legal counsel and email to C. Taylor on the same; email review on Loewen matters.	5.9

Feb 16	Affidavit of mailing on Creditor notices; email with creditors and response review by counsel; work with newspaper companies for advertisement of claims procedure in newspaper per upcoming Court claims Order; review form of Order; review emails to C. Taylor on creditor/leaseholder email and concerns.	5.1
Feb 17	Mail out; Half Moon leaseholders; emails with counsel; set up on claims mail outs; emails to counsel in discussion on leaseholders as potential claimants.	1.8
Feb 20	Review of tear sheet; mailing list on claims process; review of leaseholder issues.	1.2
Feb 21	Purdy mailing list of claims process and advertisements; post items to website; review executed order; review analysis of monitor legal counsel on property tax.	2.3
Feb 22	Review of encumbrances and seek addresses from Purdy Group; review and respond to emails from Purdy Group (J. Purdy) on Creditors; review letter from counsel from Whiten; review covenants and encumbrances on titles for the Applicant companies re: claims procedures and mail outs; email to Purdy Group on status of file.	3.4
Feb 23	Review of emails from J. Purdy to employees (B. Lindsay).	0.2
Feb 24	Follow up emails with legal counsel on Creditor questions; telephone calls with D. Clozza, Creditor on Wildrose.	0.8
Feb 27	Review of Creditor email on leaseholder issues; email with J. Purdy on Half Moon lake concerns and issues; email review C. Taylor and concerns on Creditor claims and allegations; request for additional Creditor addresses for POC mail out; review of emails from Alberta Health Services re: concerns at Halfmoon lake; obtain and review tear sheets from advertisements; proof of claim mail out preparation.	4.6
Feb 28	Proof of claim mail out preparation; review of Bamfield business plan materials; telephone calls with certain creditors on update on process.	3.1
Feb 29	Review of emails from Creditors and other individuals sent from C. Taylor; telephone calls with C. Harrison on operations and financial statements.	1.2
TOTAL – O. Konowalchuk		165.1 hrs.



July 23, 2012

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period March 1 to June 29, 2012 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	128.7	\$625	\$80,437.50
O. Konowalchuk, Director	262.9	\$475	124,877.50
J. Strueby, Associate	117.3	\$220	25,806.00
	<u>508.9</u>		<u>\$231,121.00</u>
Add: out of pocket expenses including, printing and postage of notices and mailouts to creditors (\$1,963.48); Solera marketing – maintenance (\$630.27); parking and meals (\$143.69).			<u>2,737.44</u>
			<u>\$233,858.44</u>
Add: GST @ 5%			<u>11,692.92</u>
TOTAL INVOICE			<u>\$245,551.36</u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #4
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – March 1 to June 29, 2012

<u>T. Reid</u>		<u>Hrs.</u>
March 2	Revised material for meeting, lengthy call with Orest to review Agenda and call to disc status of matters with Jack and others	3.0
March 8	Deal with various matters regarding an offer on Meshers Rd. Receipt and respond to various emails	1.5
March 9	t/c with realtor on Meshers Rd. Email to CRA re same, disc with Jack and Orest re Cash flows, financials and other issues.	1.6
March 13	Deal with proposals from realtors for the sale of properties	1.2
March 14	Discussion on various issues with O.Konowalchuk, property sale proposal process, Half Moon resort issues, claims process. Disc the status of various matters with Conan Taylor.	1.8
March 15	Meet with D. Schwann of Colliers, t/c with Sothebeys and t/c with Remax re real estate sale proposals.	2.0
March 18	Receipt and review of O Rusnak emails, Axxess loan matters and requests for preservation costs by company.	1.5
March 19	Disc. with J.Purdy and C.Harrison, meet with O.Konowalchuk and address various outstanding issues; t/c with BC crown re status of forfeitures	3.0
March 28	Research RBC foreclosure, deal with Creditor claims, f/s, budget Axxess loans and security review.	1.5
April 2	Receipt and read proposals from colliers and Sothebeys.	1.0
April 3	Creditor claim calls, real estate proposals, disc with Jack re o/s matters	0.8
April 5	City of Edmonton tax issue, review wire transfers, real estate proposals	1.0
April 10	Consider Agenda and issues for meeting with Axxess	1.0
April 11	Prepare for and meeting with C Taylor and Bill Buterman of Axxess and their counsel and subs. Meeting with C Taylor	2.5



April 17	Emails to Conan Taylor re various matters, disc issues with court, R Rutman, disc with Jack Purdy.	0.6
April 18	Assist with preparation of engagement letter for Sam Sidholm	0.8
April 23	Preliminary review of Rusnak, MacMullin claims. Various matters, preservation costs and activity at Half Moon and Bamfield.	2.5
April 24	3rd report of Monitor for next extension Application	4.0
April 25	3rd report of Monitor for next extension Application	7.0
April 26	3rd report of Monitor for next extension Application	2.0
April 27	Finalized 3 rd report of the Monitor	2.0
May 1	t/c with Jack Purdy re: status of matters.	0.6
May 2	Attend application for extension of Stay	1.5
May 7	Meeting with Jack at A&M office. Disc CCAA and sale of non-core properties, his position on all of the creditor claims, status of Half Moon lake opening and Bamfield operations.	5.0
May 9	Disc with Conan Taylor re S.Sidholm report status, CRA justice position re Sherwood Park Property	0.4
May 10	Deal with CRA writ issue on Sherwood Park property including disc with R Rutman, Conan Taylor and George Body	1.0
May 24	Review of claims and deal with various o/s matters	3.0
May 25	Meeting with Jack and Conan and Craig at Conan's office to disc. S.Sidholm report, status of Half Moon and position of AHS, status of Bamfield and overall plan for prop, status of f/s and cash flows; listing agreement for non-core properties	3.0
May 29	Meet in Edmonton with Rutman to discuss B.Mintz request and status of other matters.	2.0
June 4	Review the O Rusnak and PDY claims	3.0
June 5	Review the O Rusnak and PDY claims	4.0

June 6	Prepare notice of disallowance for O Rusnak and PDY claims. Commence review of A.MacMullin claims	2.0
June 7	Review of A.MacMullin claims	5.0
June 8	Review of A.MacMullin claims	3.0
June 9	Prepare notice of disallowance for A MacMillan claims	2.5
June 11	Conf call on status of HML opening; Prepare notices of disallowance for A MacMullin claims and lengthy conference call with Jack and Conan re claims and status of other matters.	3.9
June 12	Review proof of claims, prepare response to B Mintz questions.	3.5
June 13	Meeting with Sam Sidholm, C.Taylor, O.Konowalchuk and Jill Strueby to go through S.Sidholm's report, subsequent meeting with B Buterman of Access to disc status of matters and request for DIP financing.	4.0
June 15	Receipt and read Consent order on opening of HMLR and respond to C Taylor. Receipt and read payout stmt on Sherwood Park property and instructions to R Rutman to get funds out of court; Review of proof of claims, finalize response to Mintz' comments; drive by Westridge Property to evaluate state of property	5.0
June 16	Attend at Half Moon Lake and disc status with Hazel	1.0
June 18	Complete review of MacMullin claims and emails to C.Taylor and Jack Purdy re: same. Commence review of S&D claims; meet with Craig to review actual to budget and disc forecasts for next extension period; updated listing agreements, call with Jack Purdy.	7.0
June 19	Complete review of S&D claims and email to Conan and Jack re same; Assist with preparation of forecasts for next extension, meet with Craig to discuss assumptions. Various other issues and matters, conference call with Jack Purdy and Conan.	8.0
June 22	Meet at Conan's office with Jack and Conan and Orest to finalize cash flow, listing agreements and disc status of half moon and Bamfield operations.	3.5
June 25	Draft fourth report of the Monitor	2.0
June 26	Review of DIP term sheets and various emails and discs re same.	1.5

June 28	Finalize Notices of Revisions on proof of claims	8.0
June 29	Prepare for and attend court re extension application.	3.0
TOTAL – T. Reid	128.7 hrs.	

<u>O. Konowalchuk</u>		<u>Hrs.</u>
March 1	Prepare update meeting materials;	0.4
March 2	Meeting with Purdy Group and going over agenda items concerning proposals and real estate issues; cash flows; status of outstanding applications; review of emails from J.Purdy on status of Hawkeye, Culverton and Duncan properties; review of CRA information on updated assessment;	4.1
March 5	Review of emails from Witten on concern of property sale; C.Harrison discussion on phone with updates on cash flows;	1.6
March 6	respond to creditor email on proof of claim; review POC' submitted; review appraisals on lands; encumbrance add follow up;	3.1
March 7	review of Sotheby's contract info for proposals; t/c with C.Taylor on status of tour of Bamfield, proposals, agents, and go-forward; emails with J.Purdy on upcoming meeting and expected deliverables; request of mailing addresses from Purdy Group for additional creditors; review submitted POC's; respond to creditor inquiry; search for addresses on encumbrances;	4.6
March 8	email creditors on proof of claims questions; meeting with C.Harrison on financial statement review of Applicant companies; cash flow budget to actual results ; bank request for statement;	7.4
March 9	address creditor calls/email on proof of claim, email and fax to Purdy group cash flows; t/c with J.Purdy on status of proposals, cash flows and financial statements; addresses for encumbrances; review of various emails from J.Purdy;	3.7
March 12	Review of Mesher's road property information; email from counsel; review of counsel information and submissions regarding Sherwood Park sale; submission of request on proposals for real estate agents;	3.6
March 13	email and t/c with several real estate proposals on process; complete mailout on extra creditors identified of Applicants; update property listing.	3.7

March 14	t/c with M.Lester and working with request of real estate proposals;	1.7
March 15	t/c with M.Lester on real estate proposal request for Purdy Group properties; t/c and emails with C.Harrison on Purdy cash flow monitoring; updating missing addresses for new creditors re: claims process; draft letter to creditor/stakeholder;	3.3
March 16	update call with C.Harrison on financial matters; email review and draft response to C.Harrison on cash flows; review of property listing and match up with new information;	2.3
March 19	draft creditor letter for review; update and review preservation cost analysis based on information provided by Purdy Group; respond to creditor emails on proof of claims; mailout of POC to encumbrances; respond to real estate proposal questions; review of Axxess emails and term sheets;	3.8
March 20	emails with creditors on claims process; working with realtors on proposals; review of claims; email correspondence with Taylor law office and J.Purdy on documentation and information; dealing with real estate agents on proposals;	3.9
March 21	Providing and scanning information to real estate agents on proposals; t/c with agents on proposals; claims mailouts and follow-up on various encumbrances on applicant companies;	3.1
March 22	review materials from Axxess Capital; email responses between Monitor and Axxess; email and t/c with counsel representing a creditor on questions re: CCAA; t/c with C.Harrison on financial information and questions of C.harrison	2.7
March 23	Progress update on proceedings; update tracking list; t/c with C.Harrison on status of financial statements and cash flows; create f/s summary sheet with C.Harrison; review of various emails and attachment on legal matters	1.9
March 26	t/c with C.Taylor on Bamfield and meeting with local counsel and next steps; t/c w real estate agents on proposals and gather additional information; email and t/c with creditors on proof of claims and other purchase inquiries; finalize creditor letter and post to Monitor website; t/c with C.Harrison on financial statements and cash flows; property information request from Purdy Group; t/c received from WCB re: half moon lake resorts;	4.8
March 27	Respond to creditor email and t/c re: POC's; collection and review of POC's; financial review;	3.9

March 28	t/c with CRA on proof of claim and email; respond to various emails on claims with creditors; obtain and review proof of claim; meeting with O.Rusnak (creditor) to go over "hand off" of claims; review of property reconciliation with real estate agents for proposal; review of legal emails; application materials made by counsel to RBC on Stony Plain;	4.4
March 29	review of emails on Purdy matters; email with J.Purdy on cash flows and engagement matters; review of claims;	2.8
March 30	Meeting at C.Taylor's office with C.Harrison and J.Purdy; discussion on upcoming application; financial statement matters; go-forward proposal and requirements; claims review	4.7
April 2	proof of claim collection from creditors; multiple t/c and emails with creditors on clarification on claims; review of claims; email response to Axxess legal counsel;	8.3
April 3	Cash flow monitoring with C.Harrison; prepare and update budget to actual and submit analysis to Purdy Group; review of proof of claims received, print, reference, label;	4.8
April 4	Discussion with significant stakeholders on Stony Plain building an apparent auction of property by City of Edmonton; proof of claim analysis; t/c with C.Harrison and J.Purdy on preservation costs, expected and remaining payments, etc; t/c with various creditors on submission of claims and missing information; update and prepare claims database;	3.7
April 5	update proof of claim database and review of submitted claims; follow up with claimants on claims and missing information; t/c with Provincial courts on Half Moon civil proceedings and submission of letter and fax to courts; t/c with City of Edmonton on Stoney Plain building auction process; t/c and emails with stakeholders of Stoney Plain building; email to City of Edmonton on CCAA for 131 company and stay of proceedings; t/c with J.Purdy on Half Moon lake pre-meeting trial;	6.2
April 6	email with C.Harrison on preservation costs; update proof of claim database; review real estate proposal and summarize proposals in file for analysis by Purdy Group	3.8
April 9	discussion with real estate agents on proposals and obtain verification on proposals; cash flow update based on certain information from C.Harrison; review of engagement proposals.	2.8

April 10	Review of Witten email on sale of Shewood Park; review of proof of claims; update schedule; t/c with Mr. Mazzei on claim; communication with City of Edmonton Solicitor on outstanding property taxes;	3.7
April 11	Remax proposal review; update claims schedule; meeting with Axxess and Purdy Group on update on proceedings;	4.2
April 16	email with purdy group on upcoming application; prepare outstanding list and action plan for Purdy and requesting updates on each item;	1.7
April 17	Follow up with Purdy Group on outstanding items; email correspondence with Purdy Group ; communication with real estate proposal agents on status; review of R&S contract;	1.4
April 19	t/c with J.Purdy and C.Taylor on status of materials and upcoming application;	0.6
April 20	Review of materials sent by J.Purdy to Monitor;	0.4
April 23	R&S consulting agreement (JIB); review of materials provided by J. Purdy;	1.1
April 24	cash flow forecast and updates with C.Harrison; update claims in database; draft 3rd report	7.8
April 25	draft report of the monitor; multiple emails and t/c with C.Harrison on financial information; communication with C.Taylor office on service list; creditor calls;	9.1
April 26	outstanding financial statement reconciliation; draft monitor report; wire payment confirmation; accountant letter for information on financial statements; update report with changes from counsel	6.4
April 27	Review of application materials and provide comments to C.Taylor; finalize Monitor's report for service; review and submit updated financial statements for J.Purdy's affidavit for C.Taylor; multiple attempts to send out report by fax for review of J.Purdy for review and comments; obtained signed cash flow forecast and actual to budget; t/c with J.Purdy on the phone re: report; t/c with C.Taylor on report and finalizing materials; update real estate agents on realization process	7.7
April 30	Post documents on website; review of court materials; claims review, scanning and updating; continued review of real estate proposals;	4.7
May 1	Preparation for court application; review of documents and application materials; forecast review of cash; additional review and update on proof of claims;	3.7

May 2	Stay extension and meeting with J.Purdy and C.Taylor; court application	2.8
May 3	Review offers on Somass Lodge; cash flow rec and bank rec; affidavit mailing list; creditor phone calls and confirmation of proof of claims.	2.9
May 4	review of materials provided by J.Purdy on property from Remax sales agent; proof of claims; monitor cash; t/c with C.Harrison on cash and requirements of deliverables	4.7
May 7	Meeting with J.Purdy on CCAA matters re: claims, lands for sale, realization strategy;	4.8
May 9	Proof of Claims review	3.7
May 10	Selection and update on proof of claims; submission of claims for review to J.Purdy and counsel; t/c with CRA on claims;	3.1
May 11	review of faxes from C.Harrison and J.Purdy; several t/c with J.Purdy and C.Harrison on preservation costs and cash flows; submission of wire transfers on behalf of Purdy after review of preservation cost requests; update preservation costs schedule; update contractor work at Half Moon; update on R&S Construction report ;	4.3
May 15	claims update and review; septic tank review and update	2.3
May 17	Real estate discussions with agents and review of non-core properties; emails of same and with T.Reid.	0.8
May 18	emails with C.Harrison and follow up cash flows; review of emails; return creditor calls; update call with T.Reid on property listing and selling agents;	1.7
May 22	realization analysis on property sales with commission; further emails with Collier's; review of historical JPM reports;	1.3
May 24	update realization analysis from real estate proposals;	0.8
May 25	property listing review on exclusivity agreement; t/c with C.Harrison; review Cash flow and financial information provided by C. Harrison on CCAA	1.9
May 28	update emails with C.Harrison on cash flows;	1.0
June 5	review and update comments on Listing Agreements and submit to Conan and Jack for review of non-core properties; review emails to Axcress; email with City of Edmonton counsel on tax issues;	3.3

June 6	Review of listing agreements; report from Sam Sidhome on Bamfield; submission of proposal documents to significant creditors; follow up emails on status of funds in court and other with C.Taylor law office.	4.1
June 8	reconciliation of cash balance in CCAA; preparation of worksheet for CCAA cash flows for C.Harrison upon his request; follow up on listing agreements on non-core properties and make amendments to the documents per C.Taylor to Colliers;	4.5
June 11	t/c with creditors of Purdy and filed POC's; working with Collier's on terms of listing agreement for Purdy;	1.4
June 12	review emails with C.Taylor to Axxess on Sid report; email to J.Purdy et al on cash flows and outstanding deliverables; review letter to Mintz;	4.8
June 13	meeting with C.Taylor, S.Sidhome and B.Buterman on status of file, report on Bamfield and go-forward;	4.9
June 14	cash flow emails with C.Harrison; t/c with C.Harrison and working with J.Strueby on cash flows; submit copies of agreements to C.Taylor of claims from McMillan; submission of values of properties to Axxess for potential DIP lending; review finalized listing agreements sent from Colliers'; sale proceed from Sherwood property;	3.1
June 15	strathcona county form of application; update letter response to Mintz questions; t/c with G.Konkin and other creditors on proof of claims; review of emails from C.Taylor on McMullin agreement; t/c with C.Taylor on DIP; review attached Order on HMLR; report prep and assessment on cash flows;	4.4
June 18	meeting with Craig on cash flows budget to actual and forecast; emails to J.Purdy on cash management and controls; meeting with Century on DIP; review of DIP requirements	3.9
June 19	analysis of CCAA cash flow budget to actual and forecast; meeting with team on forecast;	2.8
June 20	review of forecast cash flow; draft monitor's report; DIP review from potential DIP lender	4.4
June 21	review of forecast cash flow; draft monitor's report;	4.8
June 22	listing agreement review and sign by J.Purdy; finalize actual to budget cash flows and forecast signed by J.Purdy; meeting at Taylor Law office;	2.4

June 25	draft 4th report of the Monitor; email with purdy group companies; finalizing appendices; t/c with counsel on report and filings; review and submit listing agreements to agents on behalf of Purdy Group; provide copy of the order; creditor claim review for C.Taylor (Hydrogeological Consultants); update 4th report of legal comments and circulate for final review;	9.3
June 27	Draft and finalize the Monitor's 5th report; communication with counsel on content of report; review of DIP term sheets and submit email to Purdy Group on analysis of term sheet; communication with Purdy Counsel on DIP term sheet; deal with listing questions/issues of non-core properties; follow up with Minister of Finance for BC property tax;	7.4
June 28	submission and finalize notice of disallowances for many CCAA creditors by the Monitor;	3.7
TOTAL – O. Konowalchuk		262.9 hrs.

<u><i>J. Strueby</i></u>	<u>Hrs.</u>	
April 25	Scanning of CCAA filed claims and filing	7.4
April 26	Scanning of CCAA filed claims, folders and filing	7.3
April 30	Scanning of CCAA filed claims, folders and filing	7.7
May 1	Filing claims; creating files, updating claims master spreadsheet and organizing folders	7.6
May 24	updating master database spreadsheet, referencing and organizing claims	6.4
May 29	creditors listing update for new addresses; reconciliation of contact information on claims submitted to master database.	6.0
June 7	Moving all the CCAA claims to the server. Ensuring paper files for CCAA were scanned to electronic version.	7.1
June 8	Scanning of CCAA claims, referencing and filing	4.8
June 13	Preparing working papers and spreadsheet for the cashflows and budgets for meeting with C.Taylor, B.Butermann and S.Sidholm; meeting with same re: update on restructuring activities and alternatives.	9.5

June 15	Telephone call with C.Harrison, working through cashflows for CCAA; research on other resorts for room rate reasonability; cash flow modeling and reconciliation.	3.4
June 18	Budget to actual cash flow review with C.Harrison; review of banking information; updating spreadsheets and working papers for the information; assist in preparation of cashflows for Half Moon and Fishpath.	8.6
June 19	Assisting C.Harrison on cashflows for Fishpath and Halfmoon; t/c with Linda at Fishpath to discuss cash coming in and spending and what was going on in Bamfield; t/c with Hazel at Halfmoon to discuss the operations and cashflow.	10.2
June 20	Research on Halfmoon and Fishpath - including; comparison of rental prices; detailed analysis and assumption testing on companies forecast cash flow; .	9.8
June 22	Cashflow update; assist in development of DIP Cash flow forecast; preparation and finalization of various Notice of Revisions for the Claims Process; filing and printing of same;	7.8
June 26	Editing and printing Notice of Revisions and filing documents for CCAA	5.8
June 27	Editing and printing Notice of Revisions and filing documents for CCAA; preparation of letters for Notice to Creditor mailouts.	2.2
June 28	Scanning letters and notices for CCAA; updating files on server; mailing of multiple Notices re: claims procedure and responses to proof of claims.	5.7
TOTAL – J. Strueby		117.3 hrs.



September 12, 2012

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period June 30, 2012 to August 31, 2012 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	91.2	\$625	\$57,000.00
O. Konowalchuk, Director	193.0	\$475	91,675.00
J. Strueby, Associate	80.3	\$220	17,666.00
	<u>364.5</u>		<u>\$166,341.00</u>
Add: out of pocket expenses including, postage and courier charges (\$33.94).			<u>33.94</u>
			<u>\$166,374.94</u>
Add: GST @ 5%			<u>8,318.75</u>
TOTAL INVOICE			<u>\$174,693.69</u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #5
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – June 30, 2012 to August 31, 2012

<u>T. Reid</u>		<u>Hrs.</u>
July 3	receipt, read and respond to various emails on DIP, filed order contents, reporting requirements	1.5
July 4	DIP matters, emails to CRA, to J.Purdy, read term sheets, disc with C.Taylor and O.Konowalchuk re: same; emails re actual results, emails re: non-core asset	2.5
July 5	listing agreements for non-core assets, discuss DIP with C Taylor, emails on requirements of DIP, disc o/s matters with O.Konowalchuk and J Strueby	2.5
July 6	emails re DIP application to court, emails and disc with Sandy re offers on Culverton	0.8
July 10	disc. DIP financing with R Rutman, follow up on Status of matters with Jack Purdy including cash flow, operations at Bamfield and operations at Half moon.	1.6
July 11	sale of non-core property matters and DIP issues	1.5
July 13	Meet with J.Janis re DIP term sheet and mgmt agreement with LBVR	2.0
July 16	comments to Taylor law office on draft of mgmt letter of intent	1.0
July 17	assist with letter of intent re mgmt contract; receipt of email from B Buterman of Axxess on DIP and request for info and respond thereto; review notices of appeal; lengthy disc with Jack and Craig re status of matters; attend to various emails.	4.0
July 18	commence review of BC gov claims, review of info request from B Buterman and respond, general matters re status of operations and receipt of various emails	3.0
July 19	review of BC gov claims, finalize info for Axxess and email re same, disc with J.Purdy on status matters	3.0
July 20	receipt and read and respond to emails from J Purdy and J.Janis of Taylor law	1.3

July 23	read draft of cash forecast and disc with O.Konowalchuk and C.Harrison; emails from B Buterman of Axxess and respond, consider contents of report on Interim Financing and security to be provided.	2.5
July 24	receipt and read and respond to emails re interim financing, mgmt letter of intent and comment. Emails from Jack on status of matters and o/s issues	2.5
July 25	email to CRA on listing and on interim financing. Call to P.Campenhout on monies in trust	0.5
July 26	meet with J Purdy re various issues throughout the day including claims, cash flows, interim financing, forecasts, strategy for plan, status of Half moon and Bamfield, property taxes and leases.	4.0
July 27	receipt and review of emails	1.0
July 30	conference call with R.Rutman and J.Janis to finalize Interim financing term sheet, disc. with S.Sidholm re mgmt agreement, further review and comments on DIP term sheet receipt and review of emails	3.5
July 31	meet with J Purdy at our office throughout the day to work on material for DIP application, including his affidavit and review of claims. Assist in prep of forecast, analysis of actual cash flow; Numerous disc and emails with J.Janis of Taylor law re affidavit and reporting; work on Monitors report	10.0
August 1	meetings with J Purdy throughout the day at our office; read and comments on draft of Interim financing order, further disc of actual cash flows with J.Purdy and J Strueby, read and comments on J Purdy affidavit; Work on Monitors report to the court.	8.5
August 2	Assist with Forecast, review forecast with J Purdy, review and final comments on Monitors report to Court on Interim Financing.	7.0
August 7	emails from B.Buterman and C.Taylor and provide info requested	1.0
August 8	review proof of claims and disc with Jack	1.5
August 9	disc with J.Purdy, receipt and respond to various emails	1.0
August 10	meet with R.Rutman and C.Taylor prior to Interim Financing court application; attend court application and meeting with C.Taylor after court.	3.5

August 13	various emails with J.Purdy and C.Taylor, review issues with O.Konowalchuk.	1.0
August 14	various emails with Jack re cash flows and creditor claims	1.0
August 15	disc with Campenhout re her clients claims and action against county, review correspondence from Q Media and email to them re same.	1.0
August 17	t/c conference with J.Strueby, J.Purdy and C.Harrison re status of actual cash flow reporting and that we need it current, receipt of emails and faxes from J Purdy, proof of claim matters	2.0
August 20	discuss various o/s issues with C.Taylor and O.Konowalchuk - Dip, property tax payments and redemption application, mgmt agreement, claim process, non-core property sale status.	1.0
August 21	emails from J Purdy and respond, disc with O.Konowalchuk re cash flow info status proof of claim matters, and read and respond to Conan on Port Alberni property tax notice.	2.5
August 22	receipt and read mgmt draft agreement and email to C.Taylor re same, t/c disc with C.Taylor and S.Sidholm re status of mgmt agreement and disc scope of mgmt. agreement	1.9
August 23	deal with tax reinvestment emails, creditor emails and correspondence re: various ongoing matters - Dip, claims, operations, cash flows and mgmt agreement	1.5
August 27	various emails re ongoing matters	1.0
August 28	t/c with C.Taylor re DIP, re non-core properties and mgmt agreement, conference call with Conan and Ray re: claim appeal process, timelines, court dates various proof of claim matters.	2.0
August 30	email from B Buterman and consider response, receipt and review of interim financing docs and comments to C.Taylor, emails from J Purdy and respond review actual to budget results for 4 weeks to Aug 17/12; update disc with C.Taylor and O Konowalchuk on interim financing, mgmt agreement, etc.	3.1
August 31	Review of CRA claims, email to B.Buterman	2.0
TOTAL – T. Reid	91.2 hrs.	

<u>O. Konowalchuk</u>		<u>Hrs.</u>
July 3	Discussion with alternate lender on DIP financing and go-over term sheet; email with J.Purdy and C.Taylor on DIP issues; email and phone calls to C.Harrison requesting updates on cash flow and finances of Purdy Group; corporate registry review for need of DIP; t/c with C.Taylor on process for DIP financing and submit excerpts from s.11 of CCAA on DIP; email with real estate agents on non-core properties; review of order granted on June 29th; review DIP agreements further from Axxess and Century	4.7
July 4	DIP financing issues and review; update DIP cash flow spreadsheet for Purdy review and consideration; email with real estate agents from Sotheby's; email with J.Purdy and C.Taylor on corporate searches, property insurance quote request, management agreement, t/c with O.Rusnak on claims and submit notice of disallowances; review updated DIP term sheet from Century;	4.0
July 5	Review of revised term sheet from Axxess; review monthly trust bank statement; follow up email to C.Harrison on requesting operational and financial update; t/c with Minister of Finance with BC government on outstanding BC property taxes, review updated property tax list sheet; t/c with C.Taylor and T.Reid on revised DIP agreements; email to J.Purdy and C.Taylor on BC property tax issues; further disallowance to O.Rusnak; disc o/s matters with T.Reid and J.Strueby	5.3
July 6	Collection of Notice of Disputes from claimants and review of NOD's	1.5
July 9	Review of NOD's submitted by creditors;	1.5
July 10	DIP financing term sheet discussion with C.Taylor and Axxess; review and follow up on listing of non-core properties; rtn creditor calls on claims;	1.8
July 11	CCAA cash flows with C.Harrison; review of initial management agreement; t/c with C.Taylor re: management agreement and upcoming DIP Order and steps before C.Taylor is away on vacation;	2.4
July 12	Review letter from C.Taylor on sale of Sherwood Park; review monthly RBC bank statement; t/c with DIP lender on DIP opportunity with Purdy Group; emails with CRA counsel re: DIP and other;	2.3
July 13	Brochure review of non-core properties; meeting with J.Janis (Taylor Law) at A&M office to discuss affidavit, order and DIP terms for Purdy Group; review comments on Commitment Letter for DIP;	2.8
July 16	Comments on Management Agreement per request of Taylor Law Office;	1.0

July 17	t/c with J.Janis on various reporting documents; proof of claim and dispute note review and email with creditors on submitted notices; update on claims database; commission discussion on sale of non-core property with Collier's; email review with Axxess; G.Konkin creditor call and email response to his proof of claims; updated property list for encumbrances, DIP and property taxes; cumulative cash flow during CCAA preparation for file and Axxess; proof of claim review and sorting;	5.8
July 18	BC property tax assessment; email to J.Purdy and C.Harrison re: same; proof of claim review;	4.3
July 19	Actual to budget cash flow analysis; La Bella Vita management agreement; email with Taylor Law office and working with J.Janis on DIP; review cash flow bank transaction information sent by C.Harrison for 4 week period; proof of claim review;	3.9
July 23	Creditor follow up on proof of claim back up; email to Half Moon Lake re: timeliness of cash flow information and back up information; update, assess and submit DIP security list to Taylor Law; email with Collier's re: brochure update with J.Purdy; email with J.Purdy on cash flow information; email and t/c with Minister of Finance re: BC property taxes and review of property taxes; read draft of cash forecast and disc with T.Reid and C.Harrison	5.3
July 24	Receipt and review of notice of disallowances from creditors re: proof of claims; t/c with creditors on notices and next steps; email with Strathcona County on taxes and claims; proof of claim review and update database; review term sheet from Axxess; t/c with other Lender on possibility to provide DIP (review term sheet); review email from J.Janis on revised management engagement letter; email with J.Purdy on properties up for sale and J.Vanbergen;	6.1
July 25	t/c and email with BC Hydro; dealing with CRA re: Mesher's road property sale; contact with BMO account manager to seek review access to Purdy bank accounts per Purdy; review tax information from BC Minister of Finance; communication with Taylor Law office re: DIP application and letter to courts; email with Taylor Law re: DIP term sheet and Axxess provider; review revised cash flow information provided by C.Harrison; t/c and review of information from contractor at Bamfield; proof of claim; cash flow forecast	7.2
July 26	proof of claim review and update; meeting with J.Purdy on cash flows, disbursements, colliers listing, plan and upcoming application; cash flow forecasts;	4.8

July 27	meeting with J.Purdy on cash flow forecast and go-forward plan strategy; budget to actual and redo cash flow forecast for Purdy based on new information provided by Purdy Group;	3.5
July 30	draft 6th report of the Monitor; submission of signed DIP and Management letter to counsel for review; review of sample orders for Interim Financing and Enhanced Monitor's Powers; t/c with counsel to Taylor Law	7.9
July 31	email with Crown re: cancellation of listing of Meshers road; draft 6th report of the Monitor; review and provide comments on DIP term sheet (emails with J.Janis and S.Sidhom) and Management Agreement; emails to J.Purdy bank with BMO on access to accounts; review and update cash flow forecasts and actual to budget results; review of Order; draft 6th report of the Monitor; meeting with J.Purdy at A&M office;	10.6
August 1	Correspondence with Taylor law office on DIP Term sheet and getting J.Purdy to review documents and sign-off; email with counsel to Strathcona County on proof of claim; title review and updating property schedule for DIP term sheet and 6th report; draft 6th report of the Monitor and schedules; meeting with J.Purdy on report and claims; comments on affidavit as requested by Taylor Law Office; obtain signatures and final package preparation on DIP term sheet and submit to J.Janis at Taylor Law; submission of J.Purdy comments on brochures to Colliers; multiple in-house meetings with J.Purdy at A&M office;	11.2
August 2	Revised DIP order review and comments; assisting and preparation of affidavit of J.Purdy and commissioning same; review of application materials and provide further comments; draft 6th report of the Monitor; t/c with Colliers on listing; meeting with J.Purdy on variety of issues pertaining to report and plan; t/c with C.Harrison on cash flows and confirming process for next week;	8.3
August 3	finalizing 6th report and submission to service list; email with Purdy counsel of fees for DIP and arranging wire transfer	4.1
August 7	repeated request and follow up with BMO and Purdy to obtain banking review access to Purdy Group at BMO; posting of additional application materials on website; email request of additional funds to be forwarded to Purdy; review of information provided by law office of Strathcona County on claim; response email review to Axxess Capital	3.1
August 8	review of forecast per Purdy; proof of claim review; meeting with Purdy at A&M office regarding additional cash flow information, listings and proof of claims filed by claimants; receiving and documenting notes from Purdy on claims; response to District of North Cowichan re: taxes on 3425 River Road; review email of Purdy re: banking and Half Moon;	5.4

August 9	meeting with Purdy at A&M office to further discuss proof of claims filed by claimants; creditor call return on proof of claims submitted; review of additional claims; B.Mintz email on concerns of application on Aug.10th and internal response	4.5
August 13	various emails with J.Purdy and C.Taylor, review issues with T.Reid	1.0
August 14	operation deliverables follow up re: management agreement; review of financial statements with J.Strueby of Purdy Company, cash flow and financial figures; follow up on status of J.Purdy finalizing brochures for listing; t/c and email with C.McGill for Surveyor of Taxes and review documents of outstanding taxes for 19 properties and requirements to revest titles; preparation of cash flow model for Purdy Group to use for operations; claims process and update on POC's and preparation of various draft notice of revisions/disallowances;	8.3
August 15	proof of claim review, notice of disallowances and revisions; follow up outstanding deliverables with Purdy Group and C.Taylor; review of collier's emails on properties and listing values;	7.2
August 16	continue review of proof of claims, preparation of notice of disallowances and revisions; follow up with certain creditors on support information; cash flow follow-up with C.Harrison and database submission;	4.1
August 17	communication with Colliers re: Culverton; review of email from J. Purdy on cash flows and process; email with C.Taylor re: status on taxes and DIP financing; follow up with J.Purdy on brochures for Real Estate sales;	0.8
August 20	email and t/c with C.Taylor & T.Reid re: catch up on outstanding issues (DIP, property tax redemption, mgmt. agreement, etc); t/c and email with BC Finance (K.Sutton) on outstanding property taxes and review of schedule of revestment; prepare documents for revestment for Purdy Group; notice of disallowance/revision drafting from proof of claims; email and t/c with law firm interested in purchasing Westridge and communication to C.Taylor re: same; review email of J.Purdy re: operations and cash flows as well as barge purchase documents;	7.2
August 21	proof of claim review, notice of disallowances and revisions; submission of POC for C.Taylor comment on legality of claims; t/c with C.Harrison on status of cash flow actual results, requirements going forward and financial update; disc with T. Reid re cash flow info status proof of claim matters	5.6

August 22	Assist with draft of revestment letter for C.Taylor and update schedules; t/c with BC Finance (K.Sutton) re: property taxes; t/c and emails with J.Sloan of Port Alberni re: property tax notices sent by C.Harrison for follow up and determine process for payment; further drafting of notice of disallowances and revisions (proof of claim review on leaseholder claims); review draft management agreement;	7.8
August 23	communication with Port Alberni tax division; further t/c with BC Finance for rural outstanding taxes; leaseholder claims review and disallowance/revision preparation;	3.5
August 24	claims review; creditor clam review from V.Vaquez and attempts to call bailiff and address notice of seizure; t/c with H.Thompson from Half Moon re: order granted;	1.4
August 27	review of cash flow information provided by C.Harrison and discussion with J.Strueby on same; final review and submission of redemption letter to BC Finance on property tax; t/c with K.Sutton and BC Finance on property tax and submission of wire transfer for redemption fee; email; t/c with Collier's on update on brochures sign-off by J.Purdy; email with V.Foster on Half Moon Order re: contamination of water and allowing Half Moon to stay open for leaseholders; continued notice of disallowance review and drafting notices comment;	6.2
August 28	review and assess Monitor cash flows with J.Strueby based upon C.Harrison data; summarize outstanding claims to review to C.Taylor in email and provide POC's for C.Taylor to review and provide comment; comments provided to C.Taylor on set up of application time lines on NOI and CCAA with B.Mintz; continued review and write-up on Notice of Disallowances and Revisions; submission of draft notice of disallowances/revisions completed by Monitor based on J.Purdy commentary on each POC's submitted along with corresponding POC's to C.Taylor & J.Purdy for review and comments;	7.7
August 30	review of emails and comment on application timeline and proposed form of order for dealing with Notice of Disallowances; t/c with M.Fleck regarding intended offer on Westridge from its client; review of Wildrose proof of claims filed; email exchanges with claimant re: its claim against Wildrose; review and respond to J.Purdy email; Collier listing and review of updated agreements and submission to C.Taylor for sign-off; review of promissory note and assignment of term sheet from Axxcess counsel on DIP; email with BC Finance on outstanding water leases; t/c with C.Taylor & T.Reid on DIP, mgmt agreement and POC's; update POC database;	5.8

August 31	email to C.Harrison requesting update on status of financial statements and statutory filings (GST, income tax returns, etc); t/c with C.Harrison on cash flows; review of service agreement re: DIP from C.Taylor; email from B.Mintz on application process on Notice of Disallowance review for CCAA; continued review of remaining POC's (WCB's, etc)	3.1
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TOTAL – O. Konowalchuk		193.0 hrs.
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<u><i>J. Strueby</i></u>	<u><i>Hrs.</i></u>	
July 3	Prepare analysis of budget to actual cash flows spreadsheet.	0.6
July 4	Assist with preparation of actual cash flows for all periods up to and including June 15, 2012; email C.Harrison for cash flow information on Half Moon and Bamfield.	1.7
July 10	t/c with C.Harrison on status of cash flow information, information on bank accounts; t/c with Hazel for status of daily cash control sheets	1.2
July 12	Review of BC properties taxes for 2012 for unknown amounts and listing	1.7
July 13	Update of BC properties taxes spreadsheet for known 2012 amounts.	1.9
July 16	Spreadsheet preparation for daily cash receipts and disbursements at Fishpath for May 2012	1.5
July 17	Spreadsheet preparation for daily cash receipts and disbursements at Fishpath for June 2012; t/c with H.Thompson requesting information on Half Moon	2.5
July 18	Organize and filing NOD/NOR/Dispute Notices for creditors of CCAA	2.2
July 20	Updating cash flow analysis for new and updated information provided by C.Harrison	1.6
July 23	Update cash flow analysis to July 13, 2012; t/c with C.Harrison	1.8
July 24	t/c and email with municipalities for information on the 2012 property taxes; updated cash flow to July 20, 2012	2.3
July 25	t/c Parkland county for 2012 property taxes; t/c with Port Alberni tax division for 2012 property taxes	0.5

July 26	Update the 2012 property taxes spreadsheet listing for Purdy Group	0.6
July 27	Meeting with J.Purdy to discuss the cash flows and forecasts for July 21 to Sept 28/12	0.7
July 30	Claim filed by Double Dutch - Scanning, downloading to server, filing; analysis and prepare cash flow working paper for expenses and receipts for Fishpath from Jun 16 to Jul 21, 2012	7.1
July 31	Analysis and prepared cash flow working paper for expenses and receipts for Halfmoon from Jun 16 to Jul 21, 2012	7.2
August 1	Assist in preparation for overall cash flows and forecast for CCAA	2.5
August 7	Analysis and prepare cash flow working paper for expenses and receipts for Fishpath from Jul 21 -27, 2012; C.Harrison in office, meeting/discussion of cash flow reporting on go-forward basis; t/c with R.Goyda and H.Thompson on financial information;	3.9
August 8	Analysis and prepare cash flow working paper for expenses and receipts for Halfmoon from Jul 21 to Jul 27, 2012; Prepare overall budget to actual for July 27, 2012	4.4
August 13	Assist with preparation of cash flow working paper reporting for C.Harrison for Halfmoon and Fishpath	2.4
August 14	Filling out the RC59 and T-013 for CRA records; t/c with C.Harrison to discuss cash flow working paper; t/c with H.Thompson to discuss reporting needs; prepared cash flow working paper reporting for C.Harrison for Halfmoon and Fishpath	2.5
August 15	Review of financial statements prepared by C.Harrison, preparation of queries on statements	4.5
August 17	t/c with C.Harrison and J.Purdy on receipts and cash flow documentation and timing of deliverables; preparation and revise cash flow actual to budget for Halfmoon expenses; review of financial statements prepared by C.Harrison, preparation of queries	2.2
August 20	Review of Applicant's financial statements and preparation of queries to be considered for the Purdy Group; review outstanding financial statements to be completed by Purdy Group	4.7

August 21	t/c with C.Harrison re: cash flow and request for banking information; update of cash flow for Halfmoon information	2.9
August 22	t/c with Port Alberni tax authorities re: o/s property taxes	0.3
August 27	t/c with C.Harrison and H.Thompson re: update cash flow with Halfmoon information	1.5
August 28	Review cash flow data provided by C.Harrison; update budget to actual cash flow database;	7.4
August 29	Update budget to actual spreadsheet, review daily cash sheets provided by C.Harrison; review financial statements and tax returns for filing requirements	2.8
August 30	Review cash flow information provided by H.Thompson, update cash flow with Halfmoon information	1.9
August 31	t/c with Craig, review of capital costs vs operating costs allocation by Purdy Group	1.3
TOTAL – J. Strueby		80.3 hrs.



December 6, 2012

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period September 1, 2012 to November 30, 2012 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	123.3	\$625	\$77,062.50
O. Konowalchuk, Director	183.6	\$475	87,210.00
J. Strueby, Associate	92.6	\$220	20,372.00
	<u>364.5</u>		<u>\$184,644.50</u>
Add: out of pocket expenses including, postage and courier charges (\$75.47); travel and parking (\$153.04); web-site maintenance fees (\$202.50)			431.01
			<u>\$185,075.51</u>
Add: GST @ 5%			<u>9,253.78</u>
TOTAL INVOICE			<u><u>\$194,329.29</u></u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #6
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – September 1, 2012 to November 30, 2012

<u>T. Reid</u>		<u>Hrs.</u>
Sept 5	Review of CRA claims and emails to Jack and Craig re same. Review revised DIP note and emails to Conan and Ray. Lengthy disc with Taylor and Rutman and then with DIP lenders counsel re note and other definitive documents.	3.5
Sept 6	Review of unsolicited offer from Melcor on Westridge, update disc with Strueby on cashflows, disc various claim with Konowalchuk, disc with Purdy on status of various outstanding issues.	1.5
Sept 7	Disc various outstanding matters with Rutman and with Taylor and emails to and from Purdy.	1.2
Sept 10	Deal with procedure for appeal of notices of disallowance and dispute notices.	1.5
Sept 11	Meeting with Purdy at our offices to disc HMLR and Bamfield operations, claims, LBVR mgmt agreement and other general matters. Receipt and respond to emails re listing of non-core properties.	3.0
Sept 12	Review of CRA claims and disc same with Harrison, disc various issues with Purdy, commence 7th report to court.	4.0
Sept 13	Attend at office of LBVR in Springbank for meeting with LBVR, Taylor and Purdy re LBVR mgmt of Bamfield operations.	3.0
Sept 14	Telephone disc with Taylor and Rutman regarding process for hearing disputed claims, disc with Taylor re LBVR mgmt agreement. Update cash forecast for new information on mgmt agreement.	2.2
Sept 17	read LBVR mgmt agreement and comments to Taylor. Work on 7th report re extension of stay	5.0
Sept 18	Review 50 notices of disallowance and execution of notices. Work on 7th report to court.	10.0
Sept 19	Work on 7th report of the Monitor to court	8.5
Sept 20	lengthy disc with Taylor re outstanding matters, disc with Purdy, review of POC and disallowances, work on 7th report	4.7

Sept 21	Read affidavit of Purdy to be filed and finalize 7th report for stay extension application.	2.0
Sept 24	Read Pinto notice of dispute and email to Taylor and Purdy	0.5
Sept 26	Commence work on 8th report to court for Appeal process application. Disc with Taylor and Purdy on various matters, receipt and respond to emails.	3.0
Sept 27	Disc with Buterman of Axxess on extension and status of matters, disc with Purdy, appeal process report.	2.6
Sept 28	Attend extension court application, and subsequent meeting with Taylor and Purdy to address various ongoing matters.	4.0
October 3	Receipt, review and respond to various emails.	0.5
October 4	Receipt, review and respond to various emails.	0.5
October 9	Meeting with Taylor and Purdy in Edmonton to review various matters.	1.5
October 10	Receipt, review and respond to various emails.	0.8
October 11	Compile information and documents for Court ordered report on disputed claims.(8th report)	5.5
October 12	Disc with Taylor, Konowalchuk and Purdy re outstanding POC issues.	1.0
October 15	Work on 8th Report	3.0
October 16	Work on 8th Report	6.5
October 18	Receipt, review and respond to various emails.	0.5
October 19	Work on 8th Report	3.5
October 22	Receipt, review and respond to various emails and work on 8th report.	2.5
October 23	Receipt, review and respond to various emails	0.5
October 25	Disc Claims report with Rutman and Konowalchuk. Update report for comments and further work on report.	6.0

October 26	Work on 8th report and receipt and respond to emails	2.0
October 29	Receipt and respond to various emails, disc outstanding matters with Konowalchuk.	1.2
October 30	Various emails and respond as required.	0.8
October 31	Various emails and respond as required.	0.5
November 2	Various emails and respond as required.	0.6
November 5	Various emails and respond as required.	0.8
November 6	Lengthy disc with Conan and Orest re o/s issues, emails and correspondence regarding Port Alberni fire.	1.5
November 12	Receipt and review of MacMullin Supplemental Affidavit received from B Mintz and document Monitor's position re new evidence.	3.5
November 13	Receipt a review of S&D supplemental affidavit received from B. Mintz and document Monitor's position re new evidence.	3.0
November 14	review and disc o/s issues with Orest, review material for call with and have call with Conan and Jack and Orest on various o/s issues	2.0
November 15	Discussion with Conan re position of B Mintz and new evidence and re LBVR status. Receipt of various emails and respond, disc with Dean of FMC re o/s matters. t/c with Colliers re Meshers offer and status of other property sales. Emails from Central air-conditioning re their invoice, emails with Jack re same.	3.5
November 16	disc with Norm Simons re files and other info, emails to C Taylor.	0.5
November 18	view River Rd and Culverton properties	1.0
November 19	brief disc with Jack re status of matters, receipt and review brief of Double Dutch brief	1.2
November 20	Read brief of B Mintz re various disputed claims he represents	1.5
November 21	disc with Colliers re offer on Meshers, review counter and email same with comments to C Taylor and J Purdy, email and matters regarding POC's	1.5

November 22	disc with Simon's re: release of his records to C Taylor, disc settlement of New Cambridge matter with C Taylor, consider GST on Meshers rd, Disc receipt of his Brief with Taylor.	2.0
November 23	Further comments on Mesher's road offer, follow up on status in Bamfield with LBVR, email to D.Carrol of law society re Simon's record's release.	1.0
November 26	disc Rusnak, PDY S&D and MacMullin NOD's with C Taylor.	0.9
November 27	t/c from Central Air re their invoices, email to Jack re same, receipt of signed offer back and email to colliers re same. Emails to and from Jack re cash requirements research available cash and respond, instruct to wire \$55k to Armac, review status of f/s.	1.5
November 28	discussion with Conan re: various claims	0.3
TOTAL – T. Reid	123.3 hrs.	

<u>O. Konowalchuk</u>		<u>Hrs.</u>
Sept 4	follow up on f/s with C.Harrison and J.Purdy; Cash flow review; Review revised DIP loan assignment agreements; email and t/c with BC Finance re: outstanding taxes and leases and email with C.Taylor regarding same and change of mailing address to Taylor Law; Colliers and working on finalizing email blast and listing agreements; t/c and disc. with Purdy on approval of listing; claims review; meeting with C.Harrison and t/c with CRA to obtain information	5.2
Sept 5	DIP agreement review and correspondence review with counsel on same; update on tax information from CRA and GST forms; claims review and t/c with creditors on claims.	4.7
Sept 6	Cash flow review and review of transactions with CCAA accounts; t/c from Melcor re: their offer to purchase Westridge; review of offer from Melcor; Half Moon lake issues regarding leases and applications; email and t/c from Collier's re: coordinating release of advertisements and re-execution of listing agreements for Jack Purdy to sign; review of creditor claims and response by email; review of court order and writ of enforcement and follow up with C.Taylor;	5.9
Sept 7	t/c with claimant on claim (R.Lorenzetto); claims review;	2.8
Sept 10	email to C.Taylor on barge at Bamfield; review of proof of claims and drafting of notice of disallowances	6.1
Sept 11	email and t/c with BC finance on revestment properties; review and finalize reconciliation with BC Finance on outstanding taxes; preparation of 7th report; meeting with J.Purdy on claims, DIP signing and execution and restructuring matters; signing and execution of Collier's listing with J.Purdy and submission to Collier's; review of CRA business consent forms with J.Purdy and obtaining signature of authorization for forms;	9.2
Sept 12	draft 7th report; banking access to Monitor accounts; Lake Eden application materials review with C.Taylor; finalizing transfer for DIP financing; respond to creditor claims; review of revised management agreement; cash flow forecast with C.Harrison for 7th report; Collier's discussion on listings; update claims database;	9.8

Sept 17	review of claims and notice of disallowances and follow up with C.Taylor re: outstanding review of proof of claims; draft 7th report; email and t/c with Port Alberni tax authorities for Purdy Company and arrange for payments on outstanding taxes; review and follow up on outstanding financial statements; update cash flow forecast for 7th report based on Purdy figures; transfer corporate searches to C.Harrison for preparation of financial statements; cumulative actual cash flow preparation; review of Half Moon appraisal; finalize review of 2nd tranche of Notice of Disallowances with T. Reid and J.Strueby;	8.3
Sept 18	update claims review of C.Taylor and Purdy Group and follow up on certain claims; draft 7th report; Port Alberni tax authority email and discussion; continued claims review;	6.6
Sept 19	review and comments on dispute notice procedural application materials; follow up with Collier's email and request for information; payment of Port Alberni property taxes; review of submitted financial statements from C.Harrison and provide comments on statements; update cash flow forecast for Purdy approval; drafting 7th report of the Monitor;	6.8
Sept 20	Payment of fees to LBVR; 7th report update and revisal ; respond to creditor proof of claims; provide V.Foster outstanding claims for C.Taylor's review; review of Purdy Group application materials and affidavit of Purdy; signing of Affidavit, execution and deliver to C.Taylor for filing; review of budget to actual and cash flow forecast with J.Purdy and arrange for sign-off by Purdy Group; NDA review for C.Taylor;	10.4
Sept 21	finalize 7th report; update claims summary and chart for report; materials on Monitor's website; review of Collier's marketing update; respond to creditor email on Notice of Disputes; review of banking information provided by C.Harrison.	5.6
Sept 24	update claims database; respond to creditor inquiry on notice of disallowances; CRA claims and correspondence; correspondence with C.Taylor and J.Purdy on individual creditor claims; review and receive notice of disputes from claimants;	3.3
Sept 25	review financial statements with C.Harrison; review outstanding creditor POC's with J.Purdy and Taylor law on responses; draft payment to LBVR as per court order; review notice of disputes submitted by creditors; update claims database; correspondence from BC Finance on payment of outstanding taxes; review of draft dispute notice procedure order	5.8

Sept 26	email discussion from J.Purdy re: notice of disputes filed by claimants; further claims update;	1.3
Sept 27	Update claims database schedules for preparation of court hearing on Sept.28/12; email and t/c with creditor on filed proof of claims and notice of disputes;	2.8
Sept 28	email discussion from J.Purdy re: notice of disputes filed by claimants; receipt and review notice of dispute from Brayford Trucking and K.McKinnon; wire transfer of funds to C.Taylor and Armac account;	2.4
Oct 8	review of J.Purdy email on notice of disputes filed;	0.4
Oct 9	review submissions from Purdy Group to Strathcona County and response; review email from Collier's on status of lands; correspondence with LBVR re: deposit and operations; review bank statements of Purdy from bank; notice of disallowances;	3.3
Oct 10	review offer on Stoney Plain building; t/c with K.McKinnon on notice of dispute; update claims database; affidavit of mailing ; resubmit proof of claims for J.Purdy and C.Taylor review; submission of Notice of Dispute for Purdy Group review and commentary;	3.0
Oct 11	t/c with S.Sidhom on Bamfield update; collier's package review; review and reconciliation of Armac bank account and disc. with Purdy and LBVR on Bamfield preservation costs; draft 8th report of the Monitor	4.2
Oct 12	review and discuss remaining proof of claims with J.Purdy and C.Taylor; review and discuss remaining notice of disputes; review emails on offer for Meshers ;	1.7
Oct 15	t/c and email with Collier's on non-core properties; claims review and disputed by claimants; BC Crown confirmation on payment of property taxes; notice of disallowance drafting and review of POC's; t/c with G.Wingfield who filed writ and garnishment orders;	5.2
Oct 16	update notice of disallowances for leaseholders; t/c with Eden family on claim ; review and update 8th report of the Monitor; reconciliation of claims schedule; BC Crown leases; NOD schedule preparation; review secured creditor (BMO) request	6.5
Oct 17	drafting of BC Crown claims and other notice of disallowances for Purdy (C.Taylor) review; revised notice or revision for claimants; t/c with BC Crown on leases and obtaining cancellation notices; update claims schedule;	5.7

Oct 18	submission of revised notice of revisions on claimants; review sales offer on Stoney Plain and discuss with C.Taylor; t/c and email with BC Crown on leases and rents o/s; t/c with Brayford counsel on disputed claim and process; email with LBVR on cash collections; Stoney Plain building sale; notice of disallowance draft and update on process sent to C.Taylor; t/c with C.Harrison on outstanding f/s and tax matters;	5.9
Oct 19	draft 8th report of the Monitor; update notice of disputes schedule; appendices for 8th report; email with creditor on revised notice of revision;	6.4
Oct 22	Eighth report of the Monitor; update schedules; t/c with BC Finance on leases; notice of disallowances and submit to Conan; t/c with Conan re: notices and other claimants; t/c with counsel of K.Galavan; confirmation emails with B.Mintz on clients he represents for the 8th report;	7.1
Oct 24	Notice of disallowances for claims filed	1.4
Oct 25	t/c with R.Rutman on 8th report and comments on certain claims in report; preparation of appendices; update database for claims and appendices; revise 8th report;	6.5
Oct 26	t/c with Monitor counsel on service list and finalizing 8th report; final review and amendments to 8th report and appendices; t/c with C.Harrison and J.Strueby on status of financial statements and tax returns; submission of filed report and order to claimants that filed NOD's; follow up on Mintz request to Monitor; Ricon property hydro notice issue with site supervisor;	7.3
Oct 29	Follow up with C.Taylor on back up information re: outstanding notice of disallowances/revisions; follow up with creditors on briefs; t/c and emails with Collier's on property sale and documentation; email with BC Finance; follow up with LBVR regarding status of property and issues on certain properties - BC Hydro;	3.7
Oct 30	Environmental report on properties with J.Purdy; POC with secured lender BMO; proof of claims and t/c with creditors	1.4
Nov 1	creditor calls and discussion on unpaid invoices; t/c with Telus on o/s bills with some of the Bamfield properties; email with C.Taylor;	0.9
Nov 4	email on property being vandalized and follow-up; email review from claimant's counsel re: NOD.	0.9
Nov 5	follow up on property in Port Alberni for vandalism.	0.5

Nov 6	meeting with C.Taylor on Purdy matters; collier's call and correspondence on offer at Mesher's road; matters on brief from creditor counsel (Mintz);	1.2
Nov 7	Mintz matters on filing of brief;	0.8
Nov 8	Mintz matters on filing of brief;	0.4
Nov 9	Review of letter to Mintz on brief	0.5
Nov 13	Review of MacMullin affidavits; review Monitor reponse re: Mintz briefs	0.8
Nov 14	Creditor response (Barzilay) for brief; email review of Simons and file return;	0.6
Nov 15	Creditor (Mintz and Barzilay) brief;	0.3
Nov 16	Brayford Trucking Brief review	0.5
Nov 21	notice of disallowances; communication with C.Taylor on claims; review emails re: Purdy counsel and legal files	2.8
Nov 22	communication with LBVR and review some of its internal actual cash flows; mesher's road information review	1.9
Nov 25	stoney plain building issues;	0.4
Nov 28	notice of disallowances; communication with C.Taylor on claims; review emails re: Purdy counsel and legal files	3.1
Nov 29	communication with LBVR and review some of its internal actual cash flows; mesher's road information review	1.3
TOTAL – O. Konowalchuk		183.6 hrs.



<u>J. Strueby</u>		<u>Hrs.</u>
Sept 4	Assist in preparing actual cash flows for Half Moon	0.7
Sept 5	Meeting with C.Harrison, meeting/discussion of cashflow reporting on a go forward basis.	3.4
Sept 6	Prepare actual cashflows for Half Moon and update budget to actual. Email Craig for cashflow information on Half Moon and Bamfield. t/c with Jack.	1.4
Sept 10	Update overall budget to actual, t/c with creditor	1.5
Sept 11	Scanning, filing, copying Kim Galavan claims, t/c with Port Alberni Town Office	2.8
Sept 12	Meeting with J.Purdy, meeting/discussion of cashflow reporting and budget to actual	4.5
Sept 13	Meeting with J.Purdy, meeting/discussion of cashflow and update of daily cash recs	2.5
Sept 14	Meeting with C.Harrison to discuss and go over daily cash recs	1.8
Sept 17	Update cashflow analysis for 7th report, t/c with Hazel at Half Moon	1.8
Sept 18	Printing, scanning and final review of notice of disallowances to creditors	6.3
Sept 19	Preparation of various letters and emails to creditors for notice of disallowances;	2.2
Sept 20	Printing and filing claims	1.5
Sept 24	Printing claims, Notice of Disallowance/Revision, Notice of Disputes	3.4
Sept 26	Update cashflows and budget to actual for Monitor's report	2.8
Sept 27	Email and t/c with C.Harrison to discuss Armac bank account, Half Moon and Fishpath cashflows	1.8
Sept 28	t/c with BMO bank, email to Jack and Denny at BMO bank to gain online access to Armac bank account	0.7
Oct 1	Discussion with creditor, Gordon Wingfield, mailing of creditor information	0.9

Oct 2	t/c with H.Thompson at Half Moon, t/c with C.Harrison	0.3
Oct 3	Review of cashflow information provided by H. Thompson	1.2
Oct 4	Preparation of cashflow analysis for Half Moon	0.8
Oct 9	Prepared cashflow working paper for expenses and receipts for fishpath from Sept 21 -27, 2012	0.5
Oct 10	Update cashflow working paper for expenses and receipts for fishpath from Sept 21-27, 2012	0.2
Oct 11	Review of Applicant's financial statements provided by C.Harrison	1.8
Oct 15	review of emails, telephone messages from creditors	0.2
Oct 17	Review of financial statements prepared by Craig, preparation of queries	1.8
Oct 18	t/c with C. Harrison, review of financial information provided by C. Harrison	0.9
Oct 24	organizing and filing electronic claims, notice of disallowances, and notice of disputes	3.2
Oct 25	Printing monitor's report, copy for monitor's counsel and filing for the courts	7.2
Oct 26	Assist in preparing and organizing monitor's 8 th report, make electronic copies for monitor's counsel, creditor's counsel and applicant's counsel.	7.8
Oct 29	Prepare 8 th monitor's report binder for counsels, 2 sided report, uploading doc's to the OSB website	5.2
Nov 5	G. Wingfield discussion of claim, scanning and photocopying claim information	0.3
Nov 12	Update cashflow analysis for Half Moon, t/c D. Campbell, t/c BC Hydro, preparation of letter to BC Hydro, t/c C. Harrison, email S. Sidhom	4.8
Nov 13	email C. Harrison for financial information, t/c G. Horne - creditor at Half Moon, t/c H. Thompson at Fish path	0.9
Nov 16	t/c Heidi at Alvin Dale, email J. Purdy and C. Harrison, fax creditor invoice to J. Purdy	0.8

Nov 19	Update cashflow for Half Moon information, update overall cashflows for Purdy group, prepare budget to actual	2.9
Nov 20	email J. Purdy for online bank account information, email C. Harrison for financial statement, cashflow information, prepare budget to actual for Sept 8 to Nov 2	5.8
Nov 21	adjustments to budget to actual and cashflows	1.3
Nov 22	Printing budget to actual, prepare financial statement queries	1.8
Nov 27	email C. Harrison for financial statement, cashflow information, prepare budget to actual for Sept 8 to Nov 2	1.2
Nov 28	adjustments to budget to actual and cashflows	1.4
Nov 29	t/c C. Harrison, t/c D. Campbell	0.3
TOTAL – J. Strueby		92.6 hrs.





March 4, 2013

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period December 1, 2012 to March 1, 2013 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	125.6	\$625	\$78,500.00
O. Konowalchuk, Director	202.5	\$475	96,187.50
J. Strueby, Associate	135.6	\$220	29,832.00
	<u>463.7</u>		<u>\$204,519.50</u>
Add: web-site maintenance fees (\$37.50)			<u>37.50</u>
			<u>\$204,557.00</u>
Add: GST @ 5%			<u>10,227.85</u>
TOTAL INVOICE			<u>\$214,784.85</u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #7
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – December 1, 2012 to March 1, 2013

<u>T. Reid</u>		<u>Hrs.</u>
Dec. 3/12	Offer on Meshers Rd, various emails with Jack Purdy re outstanding issues. Proof of claim NOD matters.	1.1
Dec. 4	Discuss Bruce Mintz client claims with Monitor's counsel, receipt and review of Applicant's brief re disputed claims, disc outstanding matters with C. Taylor and J. Purdy. Discuss next report with Orest K.	4.3
Dec. 5	Receipt of email from B Buterman and prepare response. Disc appeal process with R Rutman. Review cash flow drafts, review forecast , work on report to court.	4.6
Dec. 6	Meetings in our office with Jack Purdy to review cash flow, forecast and status of matters to be reported on.	3.5
Dec. 7	Work on ninth report, receipt and respond to various emails.	3.0
Dec. 10	Finalize ninth report to Court in respect of Extension Application	4.0
Dec. 17	Conference call with Rutman, Purdy, Taylor re claims process.	1.0
Dec. 18	Attend Court re adjudication of disputed claims and stay extension	6.5
Dec. 19	Attend Court re adjudication of disputed claims and stay extension	5.5
Dec. 20	T/c with Taylor re claims and sale of properties	0.5
Dec. 21	Receipt and respond to various emails sale of properties, business plans for Bamfield and HMLR and cash requirements	2.0
Dec. 28	Review material on outstanding financials and tax returns and discuss with Orest and Jill.	1.5
Jan. 3/13	Receipt and respond to various emails	1.0
Jan. 7	Prep for meetings and receipt and respond to various emails.	1.0
Jan. 8	Meeting with Jack to review staus of various matters, meeting with Sam re Bamfield matters, second meeting with Jack all together with	4.5

O.Konowalchuk

Jan. 9	Sound Development and related re release of funds from court, deal with offer from Deluca on Ocean front property and emails with B Buterman re same. Various matters re claims and settlement of orders. HMLR leaseholder claim matters. Meetings with J. Purdy re shore leases sale of HML lots, non-core property sales, appraisals of property and completion of financials and tax returns.	5.0
Jan. 10	T/c with B Buterman re status of matters and sale of property, various email correspondence with Jack Purdy on status of various matters. Receipt of statement of claim from Mintz and read and email correspondence with various counsel re same. Follow up on LBVR cash flow.	4.7
Jan. 14	Discussion with Taylor and Rutman prior to court to discuss possible adjournments, attend court re adjudication of claims, meet with Jack Purdy after court to discuss sale of ocean front property ,strategy on HMLR and sale of non-core property.	6.5
Jan. 15	Attend court re adjudication of disputed claims	5.5
Jan. 16	Attend court re adjudication of disputed claims	5.5
Jan. 17	Attend court re adjudication of disputed claims	5.5
Jan. 18	Two T/c with Conan re S&D. t/c from Jack. Emails to Orest re follow up matters. Receipt and review of Colliers market report and email to Jack with comments. Emails with Jack and B Buterman and realtor. Preparation of financial plan comparing options of liquidate to restructure and hold.	6.5
Jan. 21	Meeting with Bill Buterman together with Purdy to discuss process and sale of non-core properties	2.0
Jan. 22	Attend court firstly in front of Justice Thomas and then in front of Justice Neilson all re adjudication of claims	7.0
Jan. 23	Attend court re adjudication of disputed claims	6.0
Jan. 24	Attend court re adjudication of disputed claims	3.0
Jan. 25	Attend court re adjudication of disputed claims	4.0

Jan. 28	Various emails to Jack Purdy re info requests, read tax info from CRA and discuss with Jill S.	2.0
Jan. 29	Various matters including insurance, cash flow, plan of arrangement	1.5
Jan. 30	Discussions with Conan Taylor, emails to Jack Purdy	1.0
Feb. 7	Read FMC S&D brief and comments to Rutman. Disc with Jack Purdy re HMLR and receipt and read various emails	3.5
Feb. 11	Work on tenth report.	2.0
Feb.12	Finalize 10th report meetings with J Purdy	2.0
Feb. 13	Various emails, review material served on service list.,	1.0
Feb. 14	Deal with K. Gavalan claim	1.0
Feb. 15	Receipt and review draft orders re claims, various emails on Axxcess's position on extension application and respond as required. Deluca offer on Ocean Front.	1.5
Feb. 18	conference with Orest and then with Jack Orest and Jill re LBVR status and extension application	1.0
Feb. 21	Insurance matters and Galavan claim resolution	0.6
Feb. 25	Insurance issue and email to Buterman. Email from C.Talyor and Jack Purdy re same	0.8
Feb. 26	Receipt and respond to various emails, conf call with Rutman and O. Konowalchuk and then with C.Taylor	2.5
TOTAL – T. Reid	125.6 hrs.	



<u>O. Konowalchuk</u>		<u>Hrs.</u>
Dec. 3/12	update email with J.Purdy on upcoming 9th report of the monitor and items to complete and consider; respond to city of Edmonton legal counsel questions; revised NOR's for outstanding claims and submit to Purdy counsel	4.2
Dec. 4	Purdy update call with R.Rutman; claims review and discussions with certain creditor counsel; email with Purdy counsel on claims ; review of Purdy brief on claims; draft 9th report of the Monitor; communication with Axxess through email	4.4
Dec. 5	cash flow forecast; budget to actual review; Axxess discussion on file; review of LBVR financial statements; draft 9th report of the Monitor; notice of revision mark-up and submission to Purdy and counsel for review ; BMO late claim; meeting with J.Purdy at A&M office re: various matters to address for upcoming report including claims and proposal; t/c with C.Harrison re: financials, tax returns and outstanding GST returns	6.9
Dec.6	draft 9th report; email documents to C.Harrison for J.Purdy; email from J.Purdy re: Vasques and Clearquest matters; halfmoon related discussion with Purdy; meeting with J.Purdy to finalize cash flow forecast and actual to budget for upcoming stay application	7.2
Dec. 7	draft report and analysis for upcoming stay extension; review Mintz submissions; actual to forecast review; LBVR analysis on cash flows	4.0
Dec. 9	Draft 9th report preparation; email to LBVR re: insurance	2.3
Dec. 10	Draft 9th report preparation and circulation for comments; email with J.Purdy on Alberta Environment; corporate search from Taylor Law Office; transfer of funds to Armac for operational use; respond to city of edmonton counsel re: taxes; receipt and preliminary review of LBVR strategic plan	6.6
Dec. 11	t/c with R.Rutman re: final chages to monitor's 9th report; finalizing and submission of 9th report; creditor claims	3.5
Dec. 12	address creditor concerns of employment wages; t/c with G.Mazzei on outstanding invoices; K.Galavan and prior statement of defences made by Purdy on these claims; receipt of HMQBC notice of disputes and return email and t/c with counsel to HMQBC regarding NOD filed; email to C.Taylor and re: HMQBC and analysis on NOD	3.3
Dec. 13	Purdy website documents; respond to Double Dutch claim by email; email with C.Harrison re: outstanding invoices and other matters	1.1

Dec. 14	review of emails from C.Harrison on status of financial statements and opinion on go-forward; receipt of NOD from LaCoff and submission and analysis to Taylor Law Office; update email on claims with T.Reid and other matters; prepare report for Purdy Group on status of claims and provide schedules to J.Purdy	2.5
Dec. 16	update email on outstanding financial statements from J.Strueby to T.Reid	0.6
Dec. 17	Purdy matters conference call with C.Taylor and R.Rutman before application on Dec.18th and 19th with T.Reid; purchase of barge review of receipt; communication with creditor L.Lacoff re: self-representation on NOD	1.3
Dec. 18	pinto matters and affidavit of filing; wright claims review and comments	0.7
Dec. 19	200 South Bamfield sales offer and review of email from Axxess; t/c with J.Purdy on offer; review of limitation issues memo from R.Rutman; Perron NOD receipt and review	1.1
Dec. 20	email with J.Purdy on financial and tax information; preparation of outstanding checklist of matters; t/c with R.Rutman on extension proceedings and outcomes	1.0
Dec. 23	outstanding checklist submission to T.Reid	0.3
Jan. 8/13	meeting with J.Purdy, S.Sidholm (LBVR) and T.Reid to go over business plan, claims, other operational matters; update claims database	5.9
Jan. 9	meeting with J.Purdy, T.Reid and J.Strueby re: financial statement, GST and other outstanding regulatory forms; outstanding claims to go over with Purdy	5.1
Jan. 10	t/c with C.Taylor re: Mintz matters; email review from J.Purdy; meeting with T.Reid re: Purdy plan of arrangement, realization analysis and strategy on Plan	6.8
Jan. 12	creditor claim and email	0.2
Jan. 14	review for Axxess foreclosures and materials for court application; t/c with Colliers' regarding revised listing prices; email with real estate agent, Axxess re: offer on core property not for sale; email review from monitor counsel ; review of updated draft financial statements of Purdy Group	3.9
Jan. 15	conversion of LBVR into word document and trouble-shooting; respond to creditor questions on NOR's; draft realization analysis; intercompany balance review	4.3

Jan. 16	draft realization strategy; review of updated collier's marketing approach and t/c with Collier's on report; review and organizing court orders as required by J.Thomas in the court of queen's bench of Alberta	5.5
Jan. 17	emails from J.Purdy to C.Harrison re: outstanding financial information, LBVR report	1.2
Jan. 18	phone call from S.Sidhom re: LBVR report and marine fuel station; emails with J.Purdy re: sale of non-core properties and 200 Bamfield; correspondence with counsel to HMQBC re: acceptance of NOR's; meeting with J.Purdy at A&M office	1.4
Jan. 19	submission and conversion of LBVR report to J.Purdy	0.1
Jan. 21	email from Mintz re: without prejudice settlement on claim; review of LBVR 2013 and 2014 cash flow forecast; email with C.Harrison on outstanding financial statements and documents	3.3
Jan. 22	correspondence with J.Purdy on banking and financial information; non-core listing analysis; multiple calls with Collier's re: non-core properties and other properties to list and/or reduce prices; t/c with CRA re: update on mailing addresses	2.5
Jan. 23	non-core property review; t/c with Collier's on non-core properties and discuss market in area	1.5
Jan. 24	outstanding claims summary to J.Purdy and his counsel; email to BMO re: viewing access to bank accounts; update and finalize non-core property analysis for Purdy Group re: revisiting price listings on properties; review of insurance requirements in BC properties	2.7
Jan .25	email with Leader insurance on property insurance coverage for BC properties	0.2
Jan. 29	sales process analysis on non-core properties; review and update cash flow forecast; t/c and review of information provided by insurance company (Leaders) on BC properties	2.9
Jan. 30	realization analysis; t/c with lending institution re: exit facility; review of titles; update claims database schedule; disc. with T. Reid on remaining outstanding claims	3.3

Jan. 31	review of LBVR 2013 operating cash flows; t/c and email with interested party and its counsel re: interest in Westridge property; Melcore foreclosure action review; bank account access retrieval for Purdy Group; insurance review on BC Operating entities and email with LBVR; email and follow up on Stony Plain building sale; email with interested purchaser for Westridge; listing agreement signing with Applicant entities to extend agreement for Non-Core Propertie	4.3
Feb. 1	listing agreements extension and review with Applicant entities for non-core properties; email to C.Taylor and J.Purdy re: offers on Westridge; emails on corporate insurance	1.6
Feb. 3	email and information retrieval from C.Harrison (accountant) of Purdy Group - repeated calls and emails	0.3
Feb. 4	banking and account review; review of outstanding financial and tax information; amending agreements for non-core properties; insurance discussion with Beacon Insurance; emails re: Stony Plain building from real estate agent; t/c with LBVR on operations and request for additional funding	2.6
Feb. 5	continued insurance discussion on properties of Purdy with company; email and t/c with the city of edmonton re: outstanding taxes; further discussion with LBVR on operations and cash flow; emails with City of Edmonton on Stony Plain matters; communication with City of Onoway; update property listing schedule for new tax value assessments, title search and encumbrance review, etc; communication with Purdy counsel re: 131715 Alberta Ltd	4.9
Feb. 6	communication with real estate on Stony Plain building; email and phone call with J.Purdy regarding bamfield insurance; review of marketing plan and budget to actual results; draft 10th report of the Monitor; updated financial forecasts	8.9
Feb. 7	review A&M counsel brief on S&D claim; draft 10th report of the Monitor; updated budget to actual and cash flow results; Port Alberni review of taxes and communication with local property tax office	1.8
Feb. 10	email regarding tenant concerns at Port Alberni property; picture and email review from LBVR on status of fuel barge operations	0.6
Feb. 11	update 10th report of the Monitor and serve to company and counsel for comments; multiple discussion with company; claims review and update on database; cash flow forecast update	6.9

Feb. 12	finalize 10th report of the Monitor; multiple discussion with company and meeting with company on financial information and sign-off on statements; continued review of LBVR financial reports and t/c with their accounting to get updated reports; bank statement review; communication with legal counsel on service list matters; review draft judgment orders on claims from court; review bench brief from Mr. Mintz and Axxess	7.4
Feb. 13	review of revised non-core listing brochures and conversation with selling agent at Collier's; posting documents on Monitor's website; t/c with counsel to creditor on its submitted claim and status of the claim; draft up notice of revisions	4.3
Feb. 14	email and analysis to company counsel re: Gertrude property; draft NOR's on claims for company review; discussion with Colliers re: revised advertisement; t/c and email with creditor for unpaid work completed in proceedings and communication with company	4.9
Feb. 15	non-core property revised brochures; insurance and email response to counsel re: draft order; receipt and review of offer at 200 South Bamfield; review application materials	2.0
Feb. 18	preparation for CCAA application in Edmonton; email review re: needs of LBVR	0.8
Feb. 19	Attendance in court for stay extension application; meeting with company counsel and J.Purdy; insurance discussion and review on property; communication with insurance company and review of draft insurance on four BC operating properties; meeting with Axxess and company on order; t/c with Linda at LBVR re: property values for insurance; claims database register to counsel; portfolio review of brochures from Collier's; t/c with sales agent and J.Purdy on 200 South Bamfield offer; disclaimer liability review for moorage at Bamfield; meeting with CRA re: form of order at stay extension meeting;	8.9
Feb. 20	meeting with CRA counsel and company counsel re: its claims filed in proceedings in Edmonton; insurance related issues; financial statement review	2.8
Feb. 21	insurance document review and correspondence with insurance company and company counsel on financing options; revise draft NOR's for creditors; review of LBVR management agreement; review and respond to Axxess re: property insurance on three properties and comments on remaining; advertising options for non-core and discussion with Colliers; picture gathering of properties that are not insurable; financial statement reconciliation;	6.9

Feb. 22	assisting the company for review of insurance on all properties; corporate tax return	4.0
Feb. 25	review and respond to Axxess concerns on insurance and on 2 specific non-core properties; review and discuss CRA email on its claims; assisting the company for insurance coverage on all 31 properties; respond to company counsel email re: insurance; communication with Trikon real estate on sale of property; request for orders to retrieve trust funds from Mr. Mintz account	6.6
Feb. 26	communication with LBVR re: funding and reporting requirements; assisting the company in obtaining insurance on all 31 properties; addressing concerns of tenants in rental properties with owner; email with Collier's on different approach on selling non-core assets; addressing offer on Stony Plain; banking with RBC for wire transfer of Mintz funds held in trust; email with Mr. Mintz on release of trust funds to Monitor; t/c with Colliers BC; t/c with J.Purdy on operational, sale of non-core properties and insurance related issues; review of judgment orders on claims from AB court of queen's bench; review of pictures, comparables and recent land sales by Stony Plain building	7.7
Feb. 27	assisting the company in obtaining insurance and reviewing coverages with insurance company; assisting company in its review of its internal prepared financial statements; communication and emails with company re: stony plain building, new offer received and deterioration	5.5
Feb. 28	assisting the company on obtain insurance on its properties; follow up with company on status of NOD's; email with CRA (Calgary) on outstanding tax returns to review; assisting company in its financial statement review for company	4.3
March 1	t/c, email and review of insurance binder and review of premiums, submission on insurance reporting package to company for final consent	2.7
TOTAL – O. Konowalchuk		202.5 hrs.

<u><i>J. Strueby</i></u>	<u>Hrs.</u>	
Dec. 3/12	Update cashflow analysis for Half Moon, t/c D. Campbell, t/c BC Hydro, preparation of letter to BC Hydro, t/c C. Harrison, email S. Sidhom	3.3
Dec. 4	email C. Harrison for financial information, t/c G. Horne - creditor at Half Moon, t/c H. Thompson at Fish path	4.1
Dec. 5	t/c K.Leech LBVR, filing documents, update forecast, notes to financial statements	3.8
Dec. 6	email C.Harrison, update cashflow, meeting with J.Purdy	4.0
Dec. 7	write cashflow section of 9th report, filing claims, email creditor, t/c creditor	4.9
Dec. 10	email and t/c with creditors	0.7
Dec. 11	organize GST working paper for outstanding filing	2.5
Dec. 12	review GST returns filed by C.Harrison, update GST working paper	3.1
Dec. 17	meeting with C.Harrison, review of financial statements and tax returns	4.3
Dec. 19	review of financial statements prepared by C.Harrison	1.4
Dec. 20	review of financial statements prepared by C.Harrison	2.8
Dec. 27	organize tax return working paper, update for completed returns	0.4
Dec. 28	review financial statements prepared by C.Harrison, email and t/c M.Pollock at CRA	4.7
Dec. 31	t/c M.Pollock at CRA	0.7
Jan. 2 / 13	review of notes to the financial statements prepared by C.Harrison	1.3
Jan. 3	update financial statements and notes to the financial statements	4.5
Jan. 4	update financial statements and notes to the financial statements	2.2
Jan. 8	prepare cashflow from LBVR reports, review LBVR reports, email and t/c K.Leech at LBVR	2.6
Jan. 9	meeting with J.Purdy, print and scan documents	6.2

Jan. 10	update financial statements and notes based on additional information received email C.Harrison, t/c C.Harrison	6.7
Jan. 11	update financial statements and notes based on additional information received, email creditor orders and claims, filing creditor documents	5.3
Jan. 14	update financial statements notes, calculate outstanding notes receivable and long term debt	7.7
Jan. 15	update financial statements and notes to financials for intercompany balances, capital assets, and amortization	6.8
Jan. 16	print and copy documents for cash management	0.2
Jan. 17	t/c D.Campbell at Half Moon Lake Resort	0.5
Jan. 18	download pictures of Half Moon Lake Resort and Banfield properties, print business plan and documents for Half Moon Lake	2.3
Jan. 21	organize bank accounts folder, bank reconciliation and update working paper, duplicate discs with pictures and Half Moon documents, t/c D.Gamage at Canadian Travel, email D.Chew, email and t/c C.Harrison	4.8
Jan. 22	t/c CRA filings and address changes, t/c M. Pollock, update financial statement and tax return working paper	6.3
Jan. 23	prepare tax forms for J.Purdy, t/c and email V.Foster in regards to filings, mail CRA and AB Govt with signed copies	3.5
Jan. 25	meeting with M.Pollock, review tax returns prepared and filed by the accountant	1.6
Jan. 28	access to online banking, t/c and email d.chew, t/c j.purdy update financial statements, calculate Axxess mortgages for notes to financial statements, update financials for land values	6.7
Jan. 29	t/c D.Campbell for budget to actual and cashflow expenses, update cashflow	0.6
Feb. 4	t/c R.Pinta for insurance, t/c and email Linda at LBVR for information regarding insurance.	1.8
Feb. 5	insurance questionnaire, email R.Pinto, BMO banking, t/c D.Chew	2.2
Feb. 6	prepare budget to actual, write cashflow section for word document report	4.4

Feb. 11	update budget to actual for 10 th report of the Monitor	2.3
Feb. 18	meeting with J.Purdy financial statements, t/c T.Reid, O. Konowalchuk, J.Purdy	3.8
Feb. 28	update notes to financial statements for each year to be filed, update intercompany balances for additional information provided, meeting with J.Purdy to sign financial statements	4.9
March 1	update to financial statements notes, review financial statements, prepare GST returns	5.7
TOTAL – J. Strueby		135.6 hrs.



May 7, 2013

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period March 2, 2013 to April 30, 2013 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	35.5	\$625	\$22,187.50
O. Konowalchuk, Director	79.5	\$475	37,762.50
J. Strueby, Associate	27.4	\$220	6,028.00
	<u>142.4</u>		<u>\$65,978.00</u>
Add: out of pocket expenses, such as web-site maintenance fees (\$112.50); travel, hotel and airfare (892.86)			1,005.36
			<u>\$66,983.36</u>
Add: GST @ 5%			3,349.16
TOTAL INVOICE			<u><u>\$70,332.52</u></u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #8
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – March 2, 2013 to April 30, 2013

<u>T. Reid</u>		<u>Hrs.</u>
March 6	Receipt and review of Colliers sale proposal, disc with O.Konowalchuk receipt and respond to various emails. Memo report re settlement on parking stalls in Liberty building.	2.5
March 13	Review documents and disc sale process with O.Konowalchuk.	1.0
March 15	Preparation of non-core sales package, receipt and respond to email from Buterman, two telephone discussions with C. Taylor.	2.0
March 18	Emails from and to J.Purdy, O.Konowalchuk and C.Taylor re sale of noncore properties, Spilmacheen and Westridge properties.	1.2
March 19	Various emails re city of Edmonton taxes and transfer of funds.	0.7
March 20	Review issues with O.Konowalchuk and 45 minute conference call with C.Taylor. Review material on financing for proposed plan, meet with C. Taylor and J.Purdy to review various matters, including non-core sale process, sale of Giant properties and use of proceeds, sale of Westridge, sale of Stony Plain property, review of creditor claims.	4.6
March 21	Email from C. Taylor on Westridge and respond on that and other properties. Discuss release of proceeds on Westridge with C. Taylor and R. Rutman, email to C.Taylor re same, discuss reporting with O.Konowalchuk.	1.7
March 22	Various matters re Westridge sale/foreclosure.	0.5
March 25	Review non-core sales process document and comments to O.Konowalchuk. Deal with sales process on Westridge including call with R. Rutman and O.Konowalchuk.	1.5
March 26	Call from OSB re HMLR employee complaint, discuss same with J.Strueby; e-mails re noncore property sales.	0.6
March 28	Prepare draft preliminary liquidate vs. restructure scenarios, emails on Westridge foreclosure sale.	2.5
March 29	Finalize draft liquidate vs. restructure analysis and email to J.Purdy and C.Taylor.	1.0

April 1	Retrieve information on giant property and email to C. Taylor, discuss status of matters with J.Strueby and O.Konowalchuk. Review CRA claims and work on updating plan strategy analysis. Email to Jack and C.Taylor re same.	4.1
April 8	Telephone call to C. Taylor re sale of parking stalls. Email re same. Receipt and respond to various other emails.	0.7
April 10	Discussion with R.Rutman re City of Edmonton tax sale and emails re same, disc with O.Konowalchuk re various o/s matters, email to J.Purdy re Giant mine and restructure plan.	1.2
April 16	Discussion with C. Taylor and respond to Email from J.Purdy.	0.5
April 17	Telephone call to C. Taylor re analysis of creditors.	0.8
April 18	Telephone call with C. Taylor re plan funding and other matters. Discuss status with O.Konowalchuk and J.Strueby; read LBVR financial results.	1.4
April 24	Review material re proposed plan and status of various other matters, including receipt of offers on noncore property.	3.0
April 26	Prepare for and meet with C. Taylor and J. Purdy in Edmonton to discuss plan strategy and funding required to satisfy creditor claims.	4.0
TOTAL – T. Reid	35.5 hrs.	

<u>O. Konowalchuk</u>		<u>Hrs.</u>
March 4	insurance related matters and working with insurance company on behalf of the Purdy Group; stony plain offer; bid process on non-core properties and strategizing with Collier's on new attempt for sale; financial statement review and update for J. Purdy review;	4.4
March 5	insurance documentation and submission to C.Taylor and J.Purdy for review and signature; correspondence (email and t/c) with insurance company re: policies; review of Collier's draft marketing update on non-core properties;	3.7
March 6	cash flow review and bank update; Stony Plain offer analysis and dealing with agent; insurance related matters; draft collier's update on marketing process and t/c with B.Archibald; correspondence with J.Purdy on stony plain offer; provide comments and analysis on Tandem Parking Stalls	4.0
March 7	insurance related matters; insurance on Bamfield and arrange for documents for Purdy review; multiple discussion with insurance broker and financing company; financial statement update and amendment; stony plain building offer;	4.6
March 8	finalization of stony plain offer; GST review and financial statement review;	0.4
March 11	marketing proposal update from Collier's; insurance discussion and information review with insurance company and submission of documents with insurance companies;	1.7
March 12	Realization process; document preparation for sale of non-core properties; multiple emails and discussions with Collier's on same; Westridge review and discussion on sale of property; email and phone call with insurance brokerage in identifying documents no signed by J.Purdy and arrangement for J.Purdy to sign for Armac; Review of Bamfield financial documents provided by LBVR per management agreement; review of purchase offer on Westridge; notice of remedial action from Port Alberni re: Gertrude;	5.4
March 13	Realization process on sale of assets; review of Plan reorganization; Half Moon business plan; LBVR reports review; cash flow monitoring and reconciliation; further preparation for sale of non-core properties and discussion with Colliers; Westridge and Stony Plan building sale matters;	4.1
March 14	meeting with contract tax accountant for tax return preparation on Purdy Group; insurance on Bamfield properties; resubmit insurance and other related documents to C.Taylor office for J.Purdy to sign and execute; Stony Plain offer matters; marketing update from Collier's on non-core properties; restructuring analysis and LBVR matters; t/c with LBVR on process in Bamfield;	4.7

March 15	insurance documents and discussion with J.Purdy on these documents for final signing; meeting with CRA at A&M office re: outstanding returns and Purdy Group next steps; signed counter offer submission to Trikon on Stony Plain building; sales process and inclusion of Gertrude property in sale with Collier's and J.Purdy; communication re: outstanding order for Feb.20th/13;	4.3
March 17	correspondence with J.Purdy on Culverton Property and emails on Westridge and sales process; communication review with Axxess Capital on insurance; submission of sample plan to J.Purdy and counsel for review as it preps for Purdy Plan;	0.8
March 18	email and t/c with LBVR re: status of operations and request of additional set-aside funds, review request of funds and financial figures; review of multiple pictures on updates with LBVR and Bamfield submitted by LBVR; payment of professional fees and review of Professional invoices; listing agreement for Gertrude with Collier's assistance; submission of emails to City of Edmonton re: stay of proceedings on Stony Plain Building; insurance related matters on Purdy Group properties; communication with P.Nathwani on interest in becoming tax consultant for Purdy Matters;	3.3
March 19	conference call with McCallum & Co. re: potential engagement for corporate tax work; further communication with insurance companies on binding of insurance coverages and answering questions on the insurance and financing companies; Gertrude property in relation to the sales process document; review of correspondence between A&M and Axxess capital re: insurance and Gertrude;	2.8
March 20	meeting with McCallum & Co. at A&M office for potential engagement work; counter offer on Westridge Property; t/c with Collier's on the phone re: sales process of non-core equipment; meeting with J.Purdy, C.Taylor and T.Reid at A&M office to discuss go-forward plan of arrangements, proposed sales process on non-core properties and questions and concerns with Purdy meeting with Axxess; review of Westridge offer and submission of signed over on behalf of Purdy Group to prospective buyer; email communication with Trikon re: Stony Plain offer;	5.3
March 21	Deposit letter payment submitted to insurance company and t/c with insurance company; resubmission of outstanding NOD's that Purdy Group is required to deal with; LBVR cash flow projections; t/c with financing companies and their requirements and method of payment;	1.8

March 22	receipt of proposed engagement letter from McCallum & Co; communication with Collier's on sales plan for non-core properties; update invitation for offers document based on request of Purdy Group; t/c with R.Rutman on Westridge application materials and Monitor's position on proposed sale and Axxess attempt to lift stay of proceedings to allow for foreclosure; communication with Trikon re: Stony Plain;	2.4
March 23	Provide information as request by C.Taylor on insurance binders for Feb.20th court order;	0.2
March 24	updated sales process on non-core properties; review of comments on document;	1.1
March 25	Invitation for offers process; t/c with C.Taylor on matters; emails to J.Purdy; GST return review; cash flow amended and processing of wire transfers; insurance related matters	2.3
March 26	finalize offer for invitation document for Collier's and Purdy Group review; review of brochures on amended sales plan;	2.8
March 28	letter review from Alberta Environment re: Halfmoon; PST application forms; respond to C.Ashmore (City of Edmonton) re: stay of proceedings for Stony Plain building; email to counsel on above; review of Westridge application materials;	2.5
April 3	review and respond to Collier's emails re: potential upcoming offer on non-core properties;	0.1
April 7	review materials on parking stalls and implication on Order	0.6
April 9	sales process update; t/c with Collier's and review summary; gather materials for McCallum & Co. for tax preparation;	2.7
April 10	gather and review materials for McCallum & Co. to prepare corporate and personal tax returns of J.Purdy and Purdy Group; t.c with McCallum & co. re: requirements and retainers; email to City of Edmonton re: Stony Plain; email with C.Taylor on Stony Plain building; LBVR financial statements;	2.6
April 11	LBVR review of cash flows and request for additional funding;	0.8
April 12	LBVR payment of set aside funds; review of Stony Plain agent email re: sale of building; email to J.Purdy re: insurance on Bamfield (liability)	2.2

April 15	review and address questions from Collier's and C.Taylor re: non-core for sale properties;	0.9
April 16	review and address questions from Collier's and C.Taylor re: non-core for sale properties;	0.5
April 18	t/c with Minister of Environment of BC re: outstanding invoices; t/c with insurance company re: payment of insurance on Bamfield; t/c with S.Sidholm on operations;	1.4
April 21	update on LBVR to T. Reid;	0.2
April 22	update on collier's process for non-core properties and provide to Purdy Group; bank reconciliation;	2.0
April 23	sales process of non-core properties; t/c with B.Archibald;	1.5
April 24	insurance related issues; non-core properties sale and discussion on plan to creditors	1.4
TOTAL – O. Konowalchuk		79.5 hrs.

<u>J. Strueby</u>		<u>Hrs.</u>
March 4	Email K.Leach for reports and bank reconciliation, download, print review reports,	0.6
March 5	Prepare GST returns	0.9
March 19	t/c CRA in regards to payroll, LBVR cash flow	1.7
March 25	update financial statements for HM and Armac	1.1
March 26	prepare forecast to actual results for last period to date, scan documents, t/c CRA, email J.Purdy, email K. Leach	2.6
March 27	prepare Fishpath cashflow, email K.Leach for report information	2.1
March 28	Assist in set up of PST accounts for Fishpath, prepare Fishpath cashflow, discuss reporting with K.Leach (LBVR)	3.4
April 1	email LBVR PST account, mail cheque to insurance, scan and email copies of payment, scan documents for accountant	2.5
April 10	prepare and copy package for accountants, email J. McCallum (tax external accountant), scan and email V.Foster financial statements	2.7
April 15	assist in preparing GST return for filing, email C.Harrison for request of information, email and t/c J.Purdy, prepare CRA account closure	0.9
April 17	prepare GST account closing request, fax J.Purdy documents for CRA, email J.Purdy	0.7
April 18	update cash flow for LBVR, new reports provided from September to February, 2013, t/c and email K.Leach (LBVR) in regards to reports, PST for Bamfield, mail letter to CRA at request of company.	4.7
April 22	Update cashflow of La Bella Vita results, review BMO/RBC bank statements	2.1
April 24	Prepare payment for insurance	0.2
April 25	Update cash flow changes (actual to budget results)	0.6
April 29	Prepare payments for operations and fees from trust account, email insurance company re: request of information	0.6
TOTAL – J. Strueby		27.4 hrs.



August 14, 2013

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period May 1, 2013 to August 3, 2013 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	70.5	\$625	\$44,062.50
O. Konowalchuk, Director	82.1	\$475	38,997.50
J. Strueby, Associate	40.2	\$275	11,055.00
	<u>192.8</u>		<u>\$94,155.00</u>
Add: out of pocket expenses (web-site maintenance fees)			<u>135.00</u>
			<u>\$94,250.00</u>
Add: GST @ 5%			<u>4,712.50</u>
TOTAL INVOICE			<u>\$98,962.50</u>

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #9
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – May 1, 2013 to August 3, 2013

<u>T. Reid</u>		<u>Hrs.</u>
May 1	Emails to and from and disc with Jack re various outstanding issues	1.0
May 2	Review of Giant Mine offer & comments to Conan, discuss status of financing & sale of non core prop with Conan, email to J.Purdy on o/s matters - shore leases, funds for HMLR, status of opening of HMLR T/c with J.Purdy; update realization analysis re Froes	4.0
May 3	Finalize update of realization analysis and email to C.Taylor and J.Purdy	1.0
May 7	Work on 11th report	3.0
May 8	Work on 11th report to court and meet with J.Purdy to review status of HMLR, Hawkeye, financing and intended plan to creditors	8.0
May 9	Discuss draft of report with our counsel, discuss o/s issues with J.Purdy; review of cash flow forecast for report. Update restructuring analysis. Discussion with J.Purdy on status of Foreshore leases and other.	4.0
May 10	Finalize 11th report to the court.	4.5
May 15	Various emails and discussions regarding upcoming extension application, sale of non core properties, status of HMLR, emails and discussion with CRA counsel re extension application.	1.5
May 17	Update disc with O.Konowalchuk on extension application. Emails and discs with J.Purdy re HMLR .	0.5
June 5	Deal with offer on Ocean front lands, emails to and from J.Purdy	0.7
June 19	Prepare for and lengthy discussion with C.Taylor re proposed plan	1.2
June 20	Analysis of options and disc same with C.Taylor.	1.0
June 24	Telephone call with C.Taylor re plan.	0.4
June 25	Meet with C.Taylor and J.Purdy and S.Sidholm to review proposed plan to creditors.	3.0

June 27	Prepare twelfth report. Discussion with C.Taylor and R.Rutman re same.	3.0
June 28	Finalize report, review filing materials and discussion with C.Taylor and discussion with R.Rutman re same	2.0
July 4	Prepare for and attend court application re status update.	2.5
July 8	Emails from and to C.Taylor and J.Purdy re closing of PA property, disc with O.Konowalchuk regarding status, email to J.Purdy regarding matters to deal with for next extension application	1.0
July 15	Email to J.Purdy request status of matters and info required.	0.7
July 16	Call with C.Taylor re various matters for reporting, review LBVR cash flow	1.1
July 17	Work on thirteenth report to the court, prepare for meeting with Axxess and CRA including Agenda	10.0
July 18	Prepare for Armac meeting at A&M with CRA, Axxess, Company and meeting from 10 to 2pm; work on finalizing thirteenth report	9.0
July 19	Finalize thirteenth report	1.5
July 24	Discuss status of matters with R Rutman, review material filed by applicants, discussion with C Taylor	1.3
July 25	Memo from Colliers, discuss application with R.Rutman, t/c with A.Maccaig and R.Rutman on restructuring matters	1.4
July 26	Prepare for and attend court regarding extension of stay and application to sell properties	2.5
August 2	deal with PA sale - review and sign report and filing materials, emails and messages from J.Purdy re Giant Mine	0.7
TOTAL – T.Reid		70.5 hrs.

<u>O. Konowalchuk</u>		<u>Hrs.</u>
May 2	non-core property deadline; (2x) discussion with Collier's and review of all submitted offers; review of certificate of no appeal on Westridge property; t/c with Purdy Group on offers; review of emails from real estate agent on 156 Stony road on rental offer and follow up with J.Purdy; submission of key offers to be reviewed by C.Taylor and Purdy Group for non-core properties; payout statement from Ladysmith;	2.9
May 3	Follow up with C.Taylor on non-core property sale counter offers; emails from C.Taylor regarding S&D claim and ruling from Court;	1.7
May 6	collier's re: counter offers on non-core; t/c and email with Ladysmith and sales process; post order on website;	1.4
May 7	Communication with Purdy Group re: ladysmith concerns on process and indebtedness; meeting with T.Reid on upcoming Monitor's report, realization analysis, strategy and go-forward; initiate report of the Monitor;	3.5
May 8	draft eleventh report of the Monitor; meeting with J.Purdy; cash flow forecast and budget to actual; professional fee reconciliation;	7.3
May 9	insurance payment discussion with insurance company and Purdy Group; discussion with Collier's on offers on properties; draft 11th report of the Monitor; meeting with J.Purdy at A&M office; cash flow forecast and review with J.Purdy, T. Reid, J.Strueby; submission of report to Purdy counsel for review and comment; t/c with Monitor counsel on report and appendices;	6.2
May 10	finalize 11th report of the Monitor; t/c with C.Taylor and J.Purdy on report; finalize cash flow forecast for Purdy Group; email and t/c with McCallum & Co. re: start of tax work for Purdy Group; review of LBVR cash flow forecast for inclusion in appendices;	6.5
May 14	non-core property sales;	0.8
May 17	Stay extension application in Edmonton; meeting with creditors (Acess and CRA); meeting with Monitor and Company's counsel on options	4.0
May 22	Half moon lake letter to counsel of Purdy at their request for its leaseholders; create schedule confirming claims filed by lease holders; email re: insurance on properties;	2.3
May 23	correspondence with counsel of Purdy re: leaseholders	0.7

May 24	discussion with Collier's re: upcoming expiration of listing and Purdy indicating no interest to re-list the properties;	0.6
June 4	insurance related matters;	0.2
June 5	offer to purchase review for waterfront properties;	0.3
June 7	insurance related matters for Half Moon	0.2
June 24	update creditor listing and reporting for file and request from creditors; sale approval vesting order for 3203-2nd avenue Port Alberni; discussion on the sale of other non-core properties with C.Taylor;	1.2
June 26	discussion on consent order with counsel re: 3203-2nd Avenue;	0.4
June 27	12th report of the Monitor and review of report; provide CRA with multiple emails of its own proof of claims at request of G.Body; t/c with legal counsel on application materials;	2.2
June 28	finalize 12th report and application materials; t/c with counsel on matters re: application;	3.8
July 3	Professional fee reconciliation for CRA and other matters; Iqaluit materials matters; Rocanville matters and sale of assets; communication with CRA;	1.2
July 4	encumbrance review of various non-core properties; communication on meeting of Plan with stakeholders; review of Order granted by Courts on application;	1.5
July 8	operational matters and review of correspondence between counsel and Monitor;	1.3
July 9	Insurance matters;	0.2
July 14	obtain and review bank statements; email re: 3203-3211 Port Alberni sale; corporate tax returns and communication with McCallum;	0.9
July 15	draft 13th report of monitor; analysis of materials and financial information provided by Purdy;	1.9
July 16	administration and review matters; preparation on meeting with stakeholders; discussion with T.Reid on upcoming application and request from Monitor to Purdy group for financial information; t/c with McCallum & Co re: tax returns.; meeting with J.Strueby on cash flow forecast for LBVR;	2.4

July 17	review of LBVR cash flow; purdy budget to actual cash flow; forecast cash flow; insurance; agenda for stakeholder meeting; 13th Monitor's report;	4.9
July 18	13th report of the Monitor; meeting with Stakeholders (Axxess and CRA) and Company; meeting with company; meeting with counsel on admin charge matters and selling of non-core properties; discussion of growing professional fees not being paid;	8.9
July 19	finalize 13th report of the Monitor; multiple discussion with counsel; final review of appendices and documents; review of J.Burrows order on Half Moon lease lots;	6.8
July 22	judgment cases re: administration charge and communication with R.Rutman;	0.9
July 23	review of emails from stakeholders on upcoming application;	0.6
July 24	update website for application materials; update materials for upcoming application	0.6
July 25	review of response from Axxess re: upcoming application;	0.2
July 26	non-core property sale; analysis on 200 Bamfield Road (waterfront); review of outstanding taxes and values for Bamfield;	1.1
July 30	Sale of non-core property discussion with C.Beverage per court order; review of materials;	1.5
July 31	t/c with insurance company and email re: same with J.Purdy and LBVR with respect to cancellation notices for non-payment of insurance and discussion that it is the Applicants and LBVR responsibility to keep up with the monthly payments; sales process of non-core assets;	1.0
TOTAL – O. Konowalchuk		82.1 hrs.

<u>J. Strueby</u>		<u>Hrs.</u>
May 2	review bank accounts and prepare budget to actual, correspondence with J.Purdy and S.Sidhom, t/c with Half Moon management	3.6
May 8	update budget to actual for last week; update forecast; t/c Half Moon, email S.Sidhom, email and correspondence with K.Leach	4.8
May 9	update forecast, meeting J.Purdy, prepare payment Minister of Finance BC, t/c Leanne for incorporation information,	3.5
May 10	update LBVR cash flow actuals, email correspondence K.Leach, prepare receipts and disbursements short summary	3.9
May 13	email correspondence J.Purdy, t/c BC lawyer	0.5
May 21	t/c McCallum & Co; prepare incorporation information for accountants	0.8
May 27	t/c CRA in regards to GST audit, email correspondence D. Chew (banker) at BMO re: company bank accounts;	0.6
May 28	t/c CRA follow up on GST audit	0.2
June 5	t/c and email correspondence with R. Pinto in regards to insurance and new policy amounts, email correspondence for payment of insurance	1.2
June 26	update LBVR cash flow forecast for April and May, 2013, t/c correspondence with CRA in regards to audit of GST and Payroll	3.1
July 2	t/c correspondence with BC Finance in regards to Fishpath resorts HST filing	0.2
July 8	t/c and email correspondence with insurance group, preparation of payment of insurance, email correspondence with J.Purdy in regards to insurance	1.2
July 9	discussion with D.Campbell and J.Purdy at Half Moon Lake re: books and records; review and assessment of Parcs system reservations system at Half Moon Lake property	4.0
July 15	preparation of LBVR cashflow, review of Armac bank accounts	2.5
July 16	t/c with R.Pinto regarding insurance; email correspondence with J.Purdy and S.Sidholm in regards to insurance	0.7
July 17	preparation of budget to actual and forecast, review of report forecast section, update of LBVR cash flow, review of bank accounts,	5.8

July 18	update cash flow and budget to actual, meeting with J.Purdy to discuss budget to actual and forecast	3.6
TOTAL – J. Strueby		40.2 hrs.





October 16, 2013

Purdy Group of Companies
 Attention: Mr. John Kenneth Purdy
 c/o Alvarez & Marsal Canada Inc.
 Suite 570, 202 – 6th SW
 Calgary, Alberta
 T2P 2R9

Dear Sirs:

RE: Purdy Group of Companies – CCAA

TO: For professional services rendered for the period August 1, 2013 to September 28, 2013 in connection with the appointment of Alvarez & Marsal Canada Inc. as Court Appointed Monitor of the Purdy Group of Companies, as per the Initial Order dated December 1, 2011.

<u>Staff</u>	<u>Hours</u>	<u>Rate</u>	<u>Total</u>
T. Reid, Managing Director	42.7	\$625	\$26,687.50
O. Konowalchuk, Director	67.1	\$475	31,872.50
T. Powell, Director	17.0	\$425	7,225.00
V. Chan, Senior Associate	7.0	\$325	2,275.00
J. Strueby, Associate	29.0	\$275	7,975.00
	162.8		\$76,035.00
Add: out of pocket expenses (web-site maintenance fees)			90.00
			\$76,125.00
Add: GST @ 5%			3,806.25
TOTAL INVOICE			\$79,931.25

Mailing Instructions:

Alvarez & Marsal Canada ULC
 Attn: A. Singels-Ludvik
 Royal Bank Plaza, South Tower
 200 Bay Street, Suite 2900
 P.O. Box 22
 Toronto, ON M5J 2J1

Wiring Instructions:

Bank: TD Canada Trust
 Account Name: Alvarez & Marsal Canada ULC
 Swiftcode: TDOMCATTOR
 Bank Address: 55 King Street West
 Toronto, ON
 Bank Transit #: 10202
 Institution #: 0004
 Account #: 5410790
 Reference #: 87211A - Invoice #10
 GST: 83486 3367 RT0001

Purdy Group of Companies, 87211A
DETAIL SUMMARY – August 1, 2013 to September 30, 2013

<u>T. Reid</u>		<u>Hrs.</u>
July 28	Attend in Bamfield, B.C.	2.0
July 31	Meet with C. Taylor to discuss and commence preparation of draft plan	3.0
August 5	Work on and finalize fourteenth report	1.5
August 8	various matters re sale of non-core property, including internal discussions, review of listing agreement with Colliers	1.0
August 13	Review invitation for offer documents and provide comments	1.2
August 24	Assist with drafting Plan of Arrangement as requested by Company	8.0
August 25	Assist with drafting Plan of Arrangement as requested by Company	4.0
August 27	Prepare report to Court, receipt and respond to emails	1.0
August 28	Call with R Rutman re Plan comments and status of various matters, review of LBVR cashflow, internal discussions re preparation of report. Property tax matters	2.0
August 30	Call with Conan re draft plan, results of sale process and matters generally, work on report to court.	3.0
Sept. 1	Draft 15 th report of the Monitor	2.0
Sept. 3	Finalize 15h report of the Monitor	3.5
Sept. 5	Discuss draft plan and Fridays application with C. Taylor	1.2
Sept. 6	Discussion with C.Taylor, meet with Dentons LLP prior to court, attend court	3.0
Sept. 10	Deal with offer on 3rd ave and info request of Axxcess/C.Taylor re list of properties	0.5
Sept. 13	Review of 16th report	1.0
Sept. 16	Email to J. Purdy on status of lot sales	0.3



Sept. 19	Emails with CRA re shareholder loans	0.5
Sept. 23	Review offer on ocean front lots	0.5
Sept. 25	emails with CRA and C. Taylor, deal with offer on Ocean front	1.5
Sept. 26	review claim file and settlement discussion with Ms. Van Campenhout; email to C. Taylor and J. Purdy re: same	2.0
TOTAL – T. Reid		42.7 hrs.

O. Konowalchuk**Hrs.**

August 1	communication with counsel on affidavit of service for sale of 3203-2nd avenue property and review of materials	0.9
August 2	Access capital phone message; Purdy insurance matters and respond to Company and insurance company re: outstanding payments and risks of defaults; non-core property sales and emails with C. Beveridge; review emails to J.Purdy on outstanding matters;	2.7
August 7	sales process call re: non-core properties; insurance policy matters and provide documents to LBVR for on-going payments; outstanding property value assessments; communication with Collier's on initiating sales process of non-core properties; website documents;	2.8
August 8	offer on Stony Plain road; discussion with Collier's on process, update engagement letter, etc.	2.2
August 9	Purdy sales process call with A&M team; signed engagement letter with Collier's;	0.8
August 12	insurance and Stoney Plain offer	0.5
August 13	sales process of non-core properties and preparation of advertisements and review of invitation for offers document	3.7
August 14	sales process documents with Colliers; stony plain offer; discussion with T.Powell;	0.9
August 15	non-core sale properties;	0.4
August 21	non-core for sale process update; corporate tax returns; plan of arrangement;	2.8



August 23	Rusnak and McMillan claims for Axxess;	0.3
August 26	review of LBVR cash flow; review of draft plan of arrangement;	2.0
August 27	Purdy taxes review to schedule; non-core for sale property discussion with Collier's and expected offers to be received;	1.7
August 28	meeting with McCallum and company with J.Strueby on corporate and personal tax returns; Purdy lease on 3620-3rd Avenue; LBVR updated cash flow report;	3.0
August 29	non-core property sales offers received and review of offers and stats from Colliers; communication with J.Purdy on lease information at 3620-3rd Avenue; 15th report of the Monitor draft; review of budget to actual and LBVR cash flows;	6.5
August 30	sale of non-core properties invitation of offers deadline and review of offers with T.Powell and Colliers; visit site location of Gertrude and 3620-3rd Avenue SW in Port Alberni;	1.5
Sept. 2	visit site locations of 8335 Meshers Road, Somass lodge and sprout lodge in Port Alberni; update website for court documents;	1.8
Sept.3	15th report of the Monitor draft and finalization; non-core property sale offer review and discussion with Collier's and A&M; sealing order and bid summary for Court; review of 3620-3rd avenue lease; t/c with T.Reid and J.Strueby on application.	3.3
Sept.4	Purdy bank statement and reconciliation to R&D schedule; communication with LBVR over notice of intention to cancel insurance at Bamfield properties for untimely payments; communication from counsel on upcoming application by Monitor and report;	1.5
Sept.5	review of certain cash flow information; meeting with J.Purdy on same and on taxes; t/c with McCallum & Co. re: receipt of corporate tax returns;	1.1
Sept.9	sales process and matters on 3620-3rd Avenue Property; 3203-2nd avenue property	1.7
Sept.10	final matters on Monitor's solicitation process and return of deposits; post temporary sealing orders and other orders granted by court on website; review of 200 Bamfield property per order granted by Court and discussion with Collier's on same; email correspondence with counsel and significant stakeholders on request for comments on Purdy Plan;	2.0

Sept.12	16th report of Monitor (draft) and compiling of appendices; communication with legal counsel on same; t/c with Collier's on 3620-3rd Avenue Property and 200 Bamfield;	4.5
Sept.13	finalized signed offer on 3620-3rd avenue; 16th report draft	1.2
Sept 16	Colliers discussion with appraisal group re: 200 Bamfield; draft and finalize 16th report of the Monitor; review application materials and t/c and emails with counsel on same; post documents on website for creditors and stakeholders; reviewed comparable and offer on 200 Bamfield Property; review email on outstanding matters with Applicants	4.6
Sept. 17	closing documents on 3620-3rd avenue Property and deposit matters	0.2
Sept. 18	revisions to Order on Sept.23 application; track changes, review and finalize; Colliers agreement re: appraisals; review of email from CRA (G.Body); followed up with outstanding matters that need to be addressed by Applicants with Applicants counsel; follow up with McCallum on remaining outstanding tax returns; fax sign-off sheets to J.Purdy for request of signatures on Corporate Tax returns	2.3
Sept. 19	communication with counsel on closing date matters in the Court Order	0.7
Sept. 20	communication with Colliers on appraisals and assist in gathering information; amended order discussion with counsel	1.3
Sept. 23	review court order and decisions from application	0.3
Sept. 24	t/c with colliers appraisal group re: 200 Bamfield property; further Bamfield waterfront discussions; t/c with C.Taylor on outstanding fees and request for rezoning application;	1.1
Sept. 25	review of bank statements of Purdy Group; corporate tax returns review by McCallum; closing matters and discussion on 3620-3rd Avenue Property; intercompany balance review and collection of information to respond to CRA inquiries; response to lawyer request for purchase on Sprout Lodge; update offer letter for 200 Bamfield; t/c with Colliers re: appraisal and matters concerning value of property on 200 Bamfield; intercompany balance review from Purdy financial statements;	3.3
Sept. 26	draft revised form of offer for 200 Bamfield; discussion with Colliers on appraisal; outstanding fee reconciliation;	1.4

Sept. 27	review of offer on 3620-3rd avenue documents from buyers counsel; review and arrange for execution of Monitor's Certificate on property sale; review draft appraisal prepared by Colliers on 200 Bamfield Road;	2.1
TOTAL – O. Konowalchuk		67.1 hrs.

<u><i>T. Powell</i></u>	<u><i>Hrs.</i></u>	
August 6	Correspond with O. Konowalchuk regarding sales process for non-core assets; review preliminary materials; internally discuss suitability of retaining Colliers International (Mid Island) (“Colliers”).	0.7
August 7	Attend internal call regarding sales process for non-core assets; review correspondence from Colliers; review previous Colliers marketing materials.	1.0
August 8	Attend call with A&M Calgary and Colliers; review marketing materials from previous marketing updates and statistics; attend to file administration	1.0
August 9	Review Court materials with respect to the sales process; revise draft Invitation to Offer; various correspondences with B. Archibald, Colliers; discuss suitable marketing timeframe with O. Konowalchuk.	2.5
August 12	Attend call with O. Konowalchuk to discuss Invitation to Offer; discuss timing for mailing list distribution and newspaper advertising with Colliers; review draft newspaper advertisements	1.3
August 13	Finalize Invitation to Offer; arrange posting in relevant newspapers; telephone call with newspaper group to arrange credit terms; attend call with B. Archibald to arrange timing; review updated brochures and marketing materials; review newspaper proofs.	3.5
August 14	Provide edits and approve final version of email mail out; coordinate mail out with B. Archibald, Colliers.	0.5
August 15	Discuss form of offer included with mail out with B. Archibald; review Colliers marketing summary and attend phone call to discuss same with B. Archibald, Colliers.	1.0
August 21	Review update from Colliers; attend phone call to discuss same; discuss request from potential purchaser with respect to manner of posting a deposit.	0.5

August 22	Attend phone call with B. Archibald; respond to telephone enquiry from potential purchaser.	0.5
August 28	Discuss property lease for 3620 3rd Avenue, Port Alberni, property and follow up same with O. Konowalchuk; discuss status of interested parties and expected offers with B. Archibald, Colliers.	0.5
August 30	Review offers; discuss same with B. Archibald, Colliers; prepare summary schedule; respond to various correspondence from potential purchasers.	3.0
Sept.3	Attend conference call with O. Konowalchuk and B. Archibald, Colliers; respond to calls from potential purchasers regarding bids.	1.0
TOTAL – T. Powell		17.0 hrs.
 <u>V. Chan</u>		<u>Hrs.</u>
August 13	Prepare invitation for offers; review and edit of brochures and sales ad	4.5
August 15	Prepare and revise invitation for offers	2.0
August 30	Follow-up with sales advertisements and copies for the file	0.5
TOTAL – V. Chan		7.0 hrs.
 <u>J. Strueby</u>		<u>Hrs.</u>
August 2	Email correspondence with J.Purdy	0.4
August 7	tax assessments review; email C.Taylor on tax matters, discussion in regards of property taxes and insurance, email RBC for account transactions	0.9
August 20	email LBVR for reports, email HMLR for reports, review bank statements for receipts and disbursements	1.4
August 21	t/c with J.McCallum, personal tax information, review of property taxes	0.8
August 23	email correspondence with J.Purdy and LBVR, review of outstanding information requested, review of bank account and transactions	2.2

August 26	email correspondence N.Watson at LBVR in regards to Fishpath reports, update LBVR cash flow for new June reports, include July reports on cash flow, t/c Lori at CRA in regards to Half Moon Lake audit, email and fax correspondence with D. Campbell at Half Moon Lake, municipality tax, locate information requested for CRA audit	5.5
August 27	updating the budget to actual, email correspondence with N.Watson, update gas inventory worksheet, update the LBVR cashflow	1.9
August 28	email correspondence w/J.Purdy, S.Sidhom in regards to cash flow and forecast, meeting with J.McCallum in regards to Purdy Group of Companies tax filing	2.5
August 30	prepare budget to actual and forecast for Monitor's report	3.6
Sept. 2	update cash flow and budget to actual	0.3
Sept. 3	update budget to actual, review monitor's report, update report and appendices, email correspondence J.Purdy in regards to cash flow	3.8
Sept. 5	Discussion with J.Purdy in regards to personal taxes, corporate taxes, reporting timeline. Review of expenses at Half Moon Lake.	1.2
Sept.10	update property listing for taxes and sales	0.9
Sept. 17	email J.Purdy with LBVR reports, email LBVR for monthly reporting, email S.Sidhom in regards to filing PST	0.5
Sept.25	email J.Purdy with LBVR reports, email LBVR for monthly reporting, email S.Sidhom in regards to filing PST	0.6
Sept. 26	review bank statements, drafts, receipts for information on lease applications, email and t/c correspondence with J.Purdy	2.5
TOTAL – J. Strueby		29.0 hrs.



APPENDIX F

Dentons Canada LLP

Summary of Counsel to the Monitors' Fees and Disbursements
November 16, 2011 to October 16, 2013

Inv. No.	Period	Fees	Disbursements	Total Fees & Disbursements	GST	Total
2876853	November 16, 2011 to December 1, 2011	\$ 15,868.00	\$ 524.25	\$ 16,392.25	\$ 819.61	\$ 17,211.86
2893266	December 1, 2011 to January 31, 2012	43,999.58	3,621.37	47,620.95	2,379.05	50,000.00
2896305	January 31, 2012 to February 28, 2012	15,044.00	1,941.66	16,985.66	849.28	17,834.94
2905378	February 22, 2012 to April 25, 2012	12,563.00	1,410.72	13,973.72	698.69	14,672.41
2917657	April 26, 2012 to June 24, 2012	25,831.91	492.80	26,324.71	1,316.24	27,640.95
2920340	June 24, 2012 to June 29, 2012	10,118.00	742.71	10,860.71	543.04	11,403.75
2930126	July 1, 2012 to August 15, 2012	33,407.55	1,607.38	35,014.93	1,750.75	36,765.68
2943032	August 17, 2012 to October 17, 2012	30,851.00	820.37	31,671.37	1,581.07	33,252.44
2953925	October 10, 2012 to December 18, 2012	43,480.64	1,882.25	45,362.89	2,268.14	47,631.03
2971953	October 1, 2012 to March 5, 2013	83,240.08	1,529.78	84,769.86	4,238.49	89,008.35
2982694	March 6, 2013 to April 24, 2013	11,096.95	74.69	11,171.64	558.58	11,730.22
2999834	April 30, 2013 to August 6, 2013	47,708.00	2,386.81	50,094.81	2,500.74	52,595.55
3010802	July 11, 2013 to October 16, 2013	60,385.50	2,938.89	63,324.39	3,164.74	66,489.13
TOTAL		\$ 433,594.21	\$ 19,973.68	\$ 453,567.89	\$ 22,668.42	\$ 476,236.31



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Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2876853

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
December 13, 2011	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxcess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 15,868.00
Other Fees/Charges	524.25
GST (5.0%) on \$16,392.25	819.61
Total Amount Due	\$ <u>17,211.86</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2876853
 Page 2 of 4

Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
16-Nov-11	RCR	Conference with Tim Reid regarding next steps.
16-Nov-11	RCR	Correspondence from Tim Reid - pleadings and orders.
16-Nov-11	AK	Researched law on super priority for monitor's fees.
17-Nov-11	RCR	Conference with Tim Reid regarding next steps.
17-Nov-11	RCR	Conference with client regarding his meeting with Jack Purdy.
17-Nov-11	JS	Review background with Ray Rutman and emails regarding property tax issues.
17-Nov-11	AK	Researched law on super priority for monitor's fees.
18-Nov-11	RCR	Correspondence from Conan Taylor - term sheet. Correspondence to Conan Taylor regarding property taxes.
18-Nov-11	AK	Researched law on super priority for monitor's fees and drafted memo for Ray Rutman.
20-Nov-11	RCR	Review memo of Akash Khokhar regarding administrative expenses. Correspondence to client regarding memo regarding administrative expenses.
21-Nov-11	RCR	Correspondence from Conan Taylor regarding Court date. Correspondence to Conan Taylor regarding Court date. Correspondence from Tim Reid regarding Court date. Correspondence from Conan Taylor regarding application to Master Breitzkreuz.
22-Nov-11	RCR	Correspondence from Conan Taylor regarding BC property tax timing issues.
22-Nov-11	JS	Review property tax emails and email with Ray Rutman.
23-Nov-11	RCR	Review Order. Telephone call from Tim Reid regarding Order. Conference with client regarding Order.
23-Nov-11	RCR	Correspondence from Conan Taylor regarding Application and Order. Correspondence to Conan Taylor and Tim Reid regarding Application and Order.
23-Nov-11	AK	Reviewed CCAA Order for differences between model template and Order.
24-Nov-11	RCR	Correspondence from Conan Taylor - draft Affidavit and correspondence to Conan Taylor regarding draft Affidavit. Correspondence from Orest Konowalchuk regarding representation letter. Correspondence from Orest Konowalchuk regarding draft cash flow.
24-Nov-11	RCR	Correspondence from Orest Konowalchuk regarding cash flow.
25-Nov-11	RCR	Conference with Conan Taylor, Jack Purdy and Tim Reid regarding Affidavit.
25-Nov-11	RCR	Correspondence from Tim Reid regarding Affidavit. Correspondence from Conan Taylor - Mintz Order. Correspondence to client regarding cash flows.
28-Nov-11	RCR	Correspondence from client regarding proposed monitor's report.
29-Nov-11	RCR	Correspondence to Tim Reid regarding availability.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 3 of 4

Matter # 529227-000007

Date	ID	Description of Work
29-Nov-11	RCR	Meeting with Tim Reid and confer with Conan Taylor. Correspondence to SH regarding report of Monitor. Correspondence from Orest Konowalchuk regarding draft Monitor Report. Correspondence to Orest Konowalchuk regarding draft Monitor Report. Correspondence from Orest Konowalchuk regarding draft Monitor Report. Correspondence from Orest Konowalchuk regarding revised Monitor Report. Correspondence from Conan Taylor regarding position of Maciag. Correspondence to Conan Taylor regarding blackline to template. Correspondence from Tim Reid regarding meeting. Correspondence to Tim Reid regarding meeting. Correspondence from Tim Reid regarding meeting.
29-Nov-11	AMS	Filing at Trial Coordinator's Office.
30-Nov-11	RCR	Meet with client. Attendance at Court.
30-Nov-11	RCR	Telephone call from client regarding funds in Court. Correspondence from Conan Taylor regarding Affidavit from Mr. Mintz.
30-Nov-11	RCR	Correspondence to client regarding Affidavit from Mr. Mintz. Conference with Tim Reid and Conan Taylor regarding information from Mr. Mintz and titles.
30-Nov-11	RCR	Correspondence to Tim Reid regarding Mintz Affidavit.
30-Nov-11	AK	Attendance at courthouse to determine amount court is holding in action.
30-Nov-11	AK	Attendance at meetings with monitor, Jack Purdy and counsel for Jack Purdy. Attendance at courthouse for application seeking order.
30-Nov-11	AK	Researched law on effect of tax sale on Municipal Government Act on judgment creditors.
01-Dec-11	RCR	Correspondence from Orest Konowalchuk to Conan Taylor - need financial information.
01-Dec-11	RCR	Review memo from Akash Khokhar. Correspondence to client regarding memo from Akash Khokhar. Correspondence to Conan Taylor regarding Land Titles Act. Telephone call to Tim Reid regarding attending at Court. Prepare for Court. Attendance at Court. Correspondence from Tim Reid regarding registration on title.

Timekeeper	Hours	Rate	Fees
Akash Khokhar	20.5	200.00	4,100.00
Andrea Simmonds	0.6	180.00	108.00
John Sandrelli	0.7	550.00	385.00
Ray Rutman	20.5	550.00	11,275.00
Total	42.3		\$15,868.00

TOTAL PROFESSIONAL FEES \$ **15,868.00**

TAXABLE OTHER FEES/CHARGES

File Opening Fee	\$ 45.00
Library Computer Research	421.50
Photocopy & Printing Charges	57.75
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FRASER MILNER CASGRAIN LLP
Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxcess Capital
John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

TOTAL OTHER FEES/CHARGES		<u>524.25</u>
TOTAL FEES AND OTHER FEES/CHARGES	\$	16,392.25
TAXES		
GST (5.0%) on Professional Fees of \$15,868.00	\$	793.40
GST (5.0%) on Other Fees/Chges & Disb of \$524.25		<u>26.21</u>
TOTAL TAXES		<u>819.61</u>
TOTAL AMOUNT DUE	\$	<u>17,211.86</u>



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INVOICE # 2893266

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
January 31, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 43,999.58
Other Fees/Charges & Disbursements	3,621.37
GST (5.0%) on \$47,580.95	2,379.05
	<hr/>
Total Invoice	\$ 50,000.00
Less: Applied from Trust	<hr/> (50,000.00)
	<hr/>
Total Amount Due	\$ <u>0.00</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
01-Dec-11	AK	Researched law on effect of tax sale on encumbrances and entitlement of creditors to surplus funds from tax sale. Attendance at court.
02-Dec-11	RCR	Telephone call to Conan Taylor - need Order. Correspondence to Orset Konowalchuk - Monitor's Report on cash flow filed. Correspondence from Orest Konowalchuk regarding OSB form.
02-Dec-11	RCR	Correspondence from Orest Konowalchuk - need copies of documents for website.
05-Dec-11	RCR	Correspondence to client regarding return date. Correspondence from client - return date is at 2.
06-Dec-11	RCR	Correspondence from client regarding applicant. Telephone call from client regarding applicant.
07-Dec-11	RCR	Telephone call from client.
07-Dec-11	RCR	Conference with Tim Reid regarding extension application. Conference with Tim Reid and Conan Taylor regarding extension application and new legal action by caveats. Conference with Tim Reid regarding new legal action by caveats. Correspondence to client - 4 is ok.
07-Dec-11	RCR	Review BIA regarding notice periods. Correspondence to client regarding notice periods. Correspondence to client regarding Rule 6(2). Correspondence from Orest Konowalchuk regarding availability. Correspondence from Conan Taylor regarding availability. Correspondence from Tim Reid regarding availability. Correspondence from Tim Reid regarding conference call. Correspondence from Tim Reid regarding newspaper article. Correspondence from Tim Reid regarding notice period. Correspondence from Tim Reid notice period. Correspondence from client regarding discussion prior to conference call.
07-Dec-11	AK	Conference call with Ray Rutman, Conan Taylor and Tim Reid
08-Dec-11	RCR	Correspondence to client regarding request for documents from Bruce Mintz.
08-Dec-11	RCR	Telephone call from Tim Reid regarding originating notice. Telephone call from Conan Taylor regarding originating notice.
08-Dec-11	RCR	Correspondence to Conan Taylor regarding email from counsel for the caveators. Correspondence to client regarding correspondence to Conan Taylor. Correspondence to Conan Taylor - need Van Campenhout Affidavits. Correspondence to client regarding availability. Correspondence to Conan Taylor regarding urgency.
08-Dec-11	RCR	Correspondence to Tim Reid regarding information required from Van Campenhout. Correspondence to Conan Taylor regarding information required from Van Campenhout.
08-Dec-11	RCR	Correspondence from Orest Konowalchuk regarding notice to creditors.

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
		Correspondence from Conan Taylor regarding originating application.
08-Dec-11	RCR	Correspondence from client regarding application by caveators. Correspondence to Tim Reid regarding correspondence to Bruce Mintz. Correspondence from Orest Konowalchuk regarding creditor list. Correspondence from Conan Taylor regarding creditor list. Correspondence from Conan Taylor regarding Loewen Affidavit. Correspondence from Conan Taylor - additional information regarding Loewen. Correspondence from Conan Taylor - additional information regarding Loewen. Correspondence to client regarding additional information regarding Loewen.
08-Dec-11	AK	Drafted order seeking advice and directions. reviewed affidavit of Loewen. attendance at court to get filed copy of Fred Hartman's affidavit re leases
09-Dec-11	RCR	Correspondence from Conan Taylor regarding correspondence with JC. Correspondence from Conan Taylor regarding correspondence between PVC and JC. Correspondence from Orest Konowalchuk regarding listing of creditor information. Correspondence from Conan Taylor regarding correspondence from Conan Taylor to PVC.
09-Dec-11	RCR	Correspondence from Tim Reid - motion filed November 30th. Correspondence from Orest Konowalchuk - updated creditor list. Correspondence from Orest Konowalchuk regarding term sheet regarding notice to creditors. Correspondence from Orest Konowalchuk regarding notice to creditors. Correspondence from Orest Konowalchuk - received funds. Correspondence from Orest Konowalchuk regarding cash flows. Correspondence from Conan Taylor - need other transcript. Correspondence from Orest Konowalchuk - what is value of claim of caveators.
09-Dec-11	RCR	Correspondence to Tim Reid regarding material from Bruce Mintz. Review Hartman Affidavit. Correspondence to Tim Reid - Hartman Affidavit. Correspondence to Conan Taylor regarding Harman Affidavit. Correspondence to Conan Taylor regarding material from Bruce Mintz. Correspondence to Conan Taylor and Tim Reid - additional material from Bruce Mintz. Correspondence from Conan Taylor regarding letter from PVC to Justice Thomas. Conference with Conan Taylor regarding claim of caveator.
09-Dec-11	AK	Attendance at court to review file for Byron Loewen's claim against Armac. correspondence with clients attaching documents from Mr. Loewen's claim as well as Fred Hartman's affidavit. Correspondence with Bruce Mintz regarding documents from Mr. Loewen's claim.
10-Dec-11	RCR	Correspondence to Orest Konowalchuk and Tim Reid regarding cash flows. Correspondence to client - need other transcript. Correspondence from Tim Reid regarding claim of caveators - PVC.
10-Dec-11	AK	Correspondence with Bruce Mintz
11-Dec-11	RCR	Correspondence from client regarding correspondence from Jack Purdy. Review material from Bruce Mintz.
12-Dec-11	RCR	Conference with Tim Reid regarding application by PVC. Drafting Order. Correspondence from Bruce Mintz - transcript of questioning. Correspondence from Tim Reid regarding application by PVC. Telephone call from Tim Reid

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
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 Page 4

Matter # 529227-000007

Date	ID	Description of Work
		regarding filing timing. Correspondence from Conan Taylor regarding application by PVC. Correspondence from Tim Reid - doesn't want all money build up. Correspondence from Conan Taylor regarding request for material.
12-Dec-11	RCR	Correspondence from Conan Taylor regarding letter to PVC. Correspondence from Conan Taylor - Justice Thomas available tomorrow at 1:30. Correspondence from Conan Taylor regarding S. 6(8) of the CCAA. Correspondence from Conan Taylor regarding site of hearing. Correspondence from Conan Taylor - any Affidavit evidence other than what was filed in support of Originating application. Correspondence from Orest Konowalchuk regarding draft cash flows. Correspondence from Orest Konowalchuk regarding report of insolvent person. Correspondence from Tim Reid regarding timing issues. Correspondence from Tim Reid regarding availability. Correspondence from Orest Konowalchuk regarding OR confirmation. Correspondence from Conan Taylor - extension application and affidavits. Correspondence from Orest Konowalchuk regarding extension application and affidavits.
12-Dec-11	RCR	Correspondence to client regarding availability. Correspondence to client - didn't see drafts of application.
12-Dec-11	AK	Research priority for claim of leaseholders to Lake Eden tax sale funds
13-Dec-11	RCR	Correspondence from Tim Reid - did PVC consent to Order. Correspondence from Orest Konowalchuk regarding clerical errors.
13-Dec-11	RCR	Amend Order. Correspondence to client regarding Order. Correspondence from client regarding Order. Amend Order. Attendance at Court. Review S. 6(8) of the CCAA.
13-Dec-11	RCR	Correspondence from Orest Konowalchuk regarding style of cause. Correspondence from Tim Reid regarding setting up court file. Correspondence from Orest Konowalchuk regarding RBC foreclosure proceedings. Correspondence from Conan Taylor - okay with using transcripts in CCAA proceedings. Correspondence from Conan Taylor - Order regarding PVC. Correspondence from BM regarding Loewen application. Correspondence from Orest Konowalchuk regarding security opinion regarding mortgage. Correspondence from Tim Reid regarding consent Order. Correspondence from Tim Reid regarding RBC application. Correspondence to client regarding Order. Correspondence to Bruce Mintz and Conan Taylor regarding use of transcripts. Correspondence to Bruce Mintz - unfiled copy of application.
13-Dec-11	AK	Researched priorities for claims of leaseholders and Mr. Byron Loewen.
14-Dec-11	RCR	Correspondence from client regarding Loewen background facts. Correspondence from Tim Reid - which Armac company did Loewen have a claim against. Correspondence from Bruce Mintz - filed application. Correspondence from Tim Reid - Jack Purdy responsible. Correspondence from client - Jack Purdy says Armac BC owed Loewen funds.
14-Dec-11	RCR	Correspondence to client regarding Court file. Correspondence to Orest Konowalchuk regarding security opinion regarding mortgage. Correspondence to Tim Reid regarding use of transcripts. Conference with Tim Reid regarding Armac BC and Alberta. Conference with Tim Reid regarding RBC application. Conference

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
		with Tim Reid regarding RBC application. Conference with client regarding Loewen.
14-Dec-11	RCR	Conference with Orest Konowalchuk regarding opening new Court file. Conference with Tim Reid regarding application of Bruce Mintz. Telephone call to Tim Reid regarding application of Bruce Mintz. Correspondence from Orest Konowalchuk regarding revised cash flow. Correspondence from Bruce Mintz - brief. Correspondence from client regarding proposal extension application. Correspondence to client regarding mark up of proposal extension application. Correspondence from client regarding brief of Bruce Mintz. Correspondence from Tim Reid regarding claim of Bruce Mintz. Correspondence from Tim Reid regarding Purdy review of RBC claim.
14-Dec-11	RCR	Correspondence to client regarding Brief of Bruce Mintz. Correspondence to client regarding opening new file number. Correspondence to Orest Konowalchuk - will have to opine on mortgage.
14-Dec-11	AK	Researched priority of claims of leaseholders and Byron Loewen. obtain searches for various Armac companies.
15-Dec-11	RCR	Review Brief of BM. Correspondence to tim Reid and Conan Taylor regarding Loewen. Correspondence to Tim Reid and Conan Taylor regarding RBC application. Correspondence to Bruce Mintz regarding use of transcript. Correspondence from Tim Reid regarding mortgage. Review draft report of Monitor. Correspondence to Sharon Hinz regarding report of monitor. Correspondence to Sharon Hinz regarding report of proposal trustee. Correspondence from Bruce Mintz regarding use of transcript. Correspondence to Bruce Mintz regarding use of other transcript. Correspondence from Tim Reid regarding RBC application. Correspondence from Bruce Mintz regarding correspondence from CEA. Correspondence from Conan Taylor regarding filing requirements. Correspondence from Orest Konowalchuk regarding revised cash flow. Correspondence from Orest Konowalchuk regarding draft first report.
15-Dec-11	RCR	Correspondence from client regarding opening Court file. Correspondence from client - report going to Conan Taylor for comment. Correspondence from Tim Reid to Conan Taylor and JP - draft report. Correspondence from Tim Reid regarding service list. Correspondence from Orest Konowalchuk regarding report of proposed trustee. Correspondence from Orest Konowalchuk regarding revised first report of monitor. Correspondence to Bruce Mintz regarding second transcript. Correspondence to Conan Taylor - work through Sharon Hinz. Correspondence to client regarding monitor report. Correspondence to client regarding service list. Correspondence to client regarding civil enforcement agency engaged by Bruce Mintz.
15-Dec-11	RCR	Conference with Tim Reid regarding report of Monitor. Telephone call to Tim Reid regarding Loewen. Telephone call to Tim Reid regarding filing requirements.
15-Dec-11	RCR	Correspondence from Orest Konowalchuk - First Report of Monitor.
15-Dec-11	RCR	Correspondence from Tim Reid regarding civil enforcement agency.
15-Dec-11	AK	Researched priority of Loewen claim. drafted memorandum

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
16-Dec-11	RCR	Correspondence to client regarding creditor lists. Correspondence to creditors regarding reports. Drafting Affidavit of Service. Correspondence to Sharon Hinz regarding reports. Correspondence to Tim Reid regarding reports. Correspondence from Tim Reid regarding creditor list. Correspondence from Tim Reid regarding updating creditor list. Correspondence from Tim Reid regarding proper application. Correspondence from Conan Taylor regarding creditor list. Correspondence from Orest Konowalchuk regarding creditor list.
16-Dec-11	RCR	Correspondence from Valerie Faster regarding service list. Correspondence to client regarding service list. Correspondence from S. Shafir regarding December 20th application. Correspondence to S. Shafir regarding Initial Order. Correspondence from client regarding service list.
16-Dec-11	AK	Research on priority of claims of leaseholders and CRA
19-Dec-11	RCR	Correspondence from client - should arrange a call with Axxess. Correspondence Orest Konowalchuk - consent goes back to September. Correspondence from Tim Reid - JP is sending emails for information purposes. Correspondence from client regarding service list. Correspondence from Orest Konowalchuk - need last filed Affidavit of Mr. Purdy. Correspondence from Tim Reid regarding report - original. Correspondence from Tim Reid - will attend tomorrow morning.
19-Dec-11	RCR	Correspondence to client regarding service list. Correspondence from client regarding arrangements with CRA. Correspondence from client regarding arrangements with access. Correspondence from client regarding arrangements with Mr. Buterman. Correspondence from client regarding consents of Mr. Purdy.
19-Dec-11	RCR	Correspondence to client - what about the stay. Correspondence to client - is Monitor okay with dealings with CRA. Correspondence to client regarding consenting to lifting of stays. Correspondence to client regarding availability.
19-Dec-11	AK	Research priority of CRA claim in CCAA
20-Dec-11	RCR	Meeting with client regarding hearing. Meeting with client regarding hearing. Attendance with client regarding hearing. Review reports and pleadings. Correspondence from client regarding Gorniak.
20-Dec-11	RCR	Draft Orders. Correspondence to client regarding draft Order. Correspondence from client regarding draft Order. Correspondence to client regarding draft Orders. Correspondence from client regarding draft Orders. Amend client and draft Orders. Correspondence from client - I am to assist with Orders.
20-Dec-11	AK	Research priority of CRA claims in CCAA
20-Dec-11	AK	Attendance at court for application by Mr. Byron Loewen
20-Dec-11	AK	Research priority of CRA claims in CCAA
21-Dec-11	RCR	Correspondence from Tim Reid regarding actions - Axxess.
21-Dec-11	RCR	Review memo from Akash Khokhar regarding CRA.
22-Dec-11	RCR	Correspondence from Welch - wants on to the service list. Correspondence from Orest Konowalchuk regarding BC Tax assessment. Correspondence from client regarding correspondence to JP regarding payment of \$130,000.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
22-Dec-11	AK	Obtained procedure cards for Axxess Capital Calgary actions. obtained title searches for armac properties.
23-Dec-11	RCR	Correspondence from Orest Konowalchuk regarding standard questions. Correspondence from Bruce Mintz regarding requested information.
23-Dec-11	RCR	Correspondence to client regarding request for information of Bruce Mintz. Correspondence from Conan Taylor regarding requested information from Bruce Mintz. Correspondence from Tim Reid regarding questions posed by Bruce Mintz. Correspondence to Tim Reid regarding questions posed by Bruce Mintz.
24-Dec-11	RCR	Review and amend memo from Akash Khokhar regarding claim of Mr. Loewen. Correspondence to client regarding memo from Akash Khokhar regarding priority of Mr. Loewen's claim. Review memo and case law regarding crown judgments. Correspondence to JMT regarding 22311.1.
29-Dec-11	RCR	Correspondence to client regarding CRA. Correspondence to client regarding Mr. Barr. Correspondence to counsel - need Order from last appearance.
03-Jan-12	RCR	Correspondence from Tim Reid regarding tax issues.
03-Jan-12	RCR	Correspondence from client regarding discrepancies on excel file. Correspondence to client regarding conference call. Correspondence from client regarding conference call.
04-Jan-12	RCR	Correspondence from Buyer regarding extension. Correspondence from Orest Konowalchuk regarding extension.
04-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding Order.
05-Jan-12	RCR	Correspondence from VF regarding order. Correspondence from Conan Taylor regarding Order.
05-Jan-12	RCR	Correspondence to VF regarding Order. Correspondence to Conan Taylor regarding Order.
06-Jan-12	AK	Researched law on whether the Crown's claim for unpaid corporate tax is a secured claim in CCAA proceedings. drafted memorandum on the same issue
08-Jan-12	RCR	Correspondence from Mr. Mintz - draft Order. Correspondence to Mr. Mintz - draft Order. Correspondence to Mr. Reid regarding draft Order.
08-Jan-12	RCR	Correspondence from Bruce Mintz - do what I want regarding Order.
09-Jan-12	RCR	Amend Order from Bruce Mintz.
09-Jan-12	RCR	Correspondence from Edythe Buyer regarding information being conveyed to Mr. Konowalchuk.
09-Jan-12	RCR	Correspondence to Conan Taylor - Order regarding examination.
10-Jan-12	RCR	Correspondence from Conan Taylor regarding suggestions of Orest Konowalchuk.
10-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding security opinion. Correspondence to Orest Konowalchuk regarding security opinion. Correspondence from Mr. Mintz regarding retaining Mr. Loewen. Correspondence to Tim Reid regarding correspondence form Mr. Mintz regarding retaining Mr. Loewen. Correspondence from Tim Reid regarding correspondence form Mr. Mintz. Correspondence to Tim Reid regarding draft response to Mr.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2893266
 Page 8

Matter # 529227-000007

Date	ID	Description of Work
		Mintz. Correspondence from Tim Reid - okay with draft response to Mr. Mintz. Correspondence to Mr. Mintz - not constructive to pursue matter with Mr. Loewen at present time.
10-Jan-12	RCR	Correspondence from Tim Reid - requires an account. Correspondence from Mr. Mintz - has not received documents. Correspondence to Tim Reid - Mr. Mintz has not received documents. Correspondence from Orest Konowalchuk regarding CCAA update.
10-Jan-12	RCR	Correspondence from Orest Konowalchuk - suggested agenda. Correspondence from Orest Konowalchuk regarding Friday - 2:30. Correspondence from Orest Konowalchuk regarding Friday a.m. Correspondence from Conan Taylor - only available for one hour. Correspondence from Orest Konowalchuk - Conan Taylor looking for availability. Correspondence from Orest Konowalchuk - will take longer than 1 hour. Correspondence from Tim Reid regarding Friday at 10 a.m. Correspondence from Orest Konowalchuk regarding Friday at 10 a.m.
10-Jan-12	AK	Research law regarding priority of leaseholders over Lake Eden funds
11-Jan-12	RCR	Conference with Tim Reid regarding tax issues and scheduling. Correspondence to client regarding 11 am meeting. Correspondence to client regarding 2:30 a.m. meeting. Correspondence to client regarding Friday morning meeting. Correspondence to client - will take more than hour. Correspondence to client regarding 10 a.m. meeting. Correspondence to client regarding scheduling.
11-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding conference call tomorrow morning.
11-Jan-12	AK	Researched law on priority of leaseholders over Lake Eden funds
12-Jan-12	RCR	Correspondence from Bruce Mintz - an interested party wants to attend the questioning. Correspondence from Conan Taylor - wasn't allow questioning with Mr. Russell in attendance. Correspondence from Orest Konowalchuk - sending out invite for call. Correspondence from Bruce Mintz - Orest Konowalchuk doesn't make up the rules. Correspondence from Bruce Mintz - any interested party should be able to attend. Correspondence from Tim Reid - would like to discuss Bruce Mintz's request. Correspondence from Conan Taylor - Mr. Rusnak has no interest in the proceedings. Correspondence from Orest Konowalchuk regarding cash contracts.
12-Jan-12	RCR	Correspondence to Bruce Mintz - no special rules regarding questioning in CCAA proceeding. Correspondence to client regarding date and time of call. Correspondence to Tim Reid regarding correspondence between Bruce Mintz and Conan Taylor concerning questioning. Correspondence to client - Bruce Mintz wants me to decide questioning issue. Correspondence to Bruce Mintz - don't want me.
12-Jan-12	RCR	Correspondence with Conan Taylor regarding Mr. Rusch attending examination.
12-Jan-12	RCR	Conference with Tim Reid regarding questioning of Mr. Purdy.
12-Jan-12	AK	Researched law on priority of leaseholders over Lake Eden funds
14-Jan-12	RCR	Correspondence from Mr. Mintz regarding examination. Correspondence to client regarding email from Mr. Mintz.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
15-Jan-12	RCR	Review memo regarding claim of leaseholders to Lake Eden funds. Correspondence to client regarding claim of leaseholders to Lake Eden funds.
16-Jan-12	RCR	Correspondence to client regarding call at 1. Correspondence to client regarding call at 10:40. Correspondence from Tim Reid regarding leasehold claim to Lake Eden funds. Correspondence from Tim Reid regarding availability. Correspondence from Tim Reid regarding scheduling. Correspondence from Tim Reid regarding correspondence from Mr. Mintz. Correspondence from Tim Reid regarding questioning by Mr. Mintz. Correspondence from Orest Konowalchuk regarding meeting materials. Correspondence from Tim Reid regarding conference call. Correspondence from Mr. Harrison regarding call.
16-Jan-12	RCR	Conference with Monitor and Borrower regarding next step. Conference with client regarding Mr. Mintz's letter requiring a response.
16-Jan-12	AK	Conference with Ray Rutman, Tim Reid, Orest Konowalchuk, Conan Taylor and Jack Purdy
18-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding sample orders. Correspondence from client regarding sample orders. Correspondence from client regarding claims procedure order.
18-Jan-12	RCR	Correspondence from Conan Taylor - timing is tight. Correspondence from client regarding timing (January 24) for preparation of accounts.
20-Jan-12	RCR	Correspondence from client regarding service list.
20-Jan-12	RCR	Correspondence from client regarding report of trustee.
23-Jan-12	RCR	Correspondence from Conan Taylor - service list.
23-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding service of report of Trustee. Correspondence to Orest Konowalchuk regarding service of Report. Correspondence to Orest Konowalchuk - contact Corinne with service list. Correspondence to service list. Drafting Affidavit of Service.
23-Jan-12	RCR	Prepare draft response to Bruce Mintz.
24-Jan-12	RCR	Correspondence to client regarding Affidavit of Service.
24-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding security opinion.
24-Jan-12	RCR	Correspondence from Orest Konowalchuk regarding documents posting.
24-Jan-12	RCR	Correspondence from Conan Taylor - extension granted to Mar.
25-Jan-12	RCR	Correspondence from Bruce Mintz - response to my email. Correspondence to client regarding response of Bruce Mintz.
25-Jan-12	RCR	Correspondence from Tim Reid regarding draft letter to BM.
25-Jan-12	AK	Researched law on validity of Armac mortgage
26-Jan-12	RCR	Conference with Tim Reid regarding responding to Bruce Mintz.
26-Jan-12	RCR	Correspondence from Akash Khokar regarding memo on mortgage. Correspondence from Conan Taylor - Order regarding RBC mortgage.
26-Jan-12	RCR	Correspondence to Bruce Mintz - responding to his email of January 25th.
26-Jan-12	AK	Researched law on validity of Armac mortgage

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
27-Jan-12	RCR	Correspondence to Conan Taylor regarding RBC Order.
27-Jan-12	RCR	Correspondence from Bruce Mintz - submissions. Correspondence to Tim Reid regarding submissions of Loewen.
27-Jan-12	AK	Researched law on validity of Armac mortgage
28-Jan-12	AK	Researched validity of Armac mortgage
30-Jan-12	RCR	Review revised memo regarding mortgage and First Report of Monitor. Draft opinion regarding mortgage.
30-Jan-12	RCR	Conference with Tim Reid regarding mortgage opinion, tax judgments and plan going forward.
30-Jan-12	AK	Researched law on requirements for commitment letter and directors' resolution for valid mortgage
31-Jan-12	AK	Researched law on effect of missing commitment letter on validity of mortgage and on CRA priority both within and outside of bankruptcy proceedings. Drafted memos on both issues

Timekeeper	Hours	Rate	Fees
Akash Khokhar	29.6	220.00	6,512.00
Akash Khokhar	44.8	200.00	8,960.00
Ray Rutman	20.4	590.00	12,036.00
Ray Rutman	40.7	550.00	22,385.00
Total	135.5		\$49,893.00

TOTAL PROFESSIONAL FEES	\$ 49,893.00
Less: Discount	<u>(5,893.42)</u>
NET PROFESSIONAL FEES	\$ 43,999.58

TAXABLE OTHER FEES/CHARGES

Library Computer Research	\$ 2,150.00
Long Distance Telephone Calls	14.84
Photocopy & Printing Charges	624.75
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 2,789.59

TAXABLE DISBURSEMENTS

Corp. Search/Copies/Micro.	\$ 90.44
Courier & Delivery	4.75
External Document Reproduction	123.00
Land Title/Court/Corp Agents Fee	242.00
Land Titles - Searches/Copies	300.00
Postage	0.59
Queens Bench Searches/Copies	<u>31.00</u>

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 11

Matter # 529227-000007

TOTAL TAXABLE DISBURSEMENTS	\$ 791.78
NON-TAXABLE DISBURSEMENTS	
Searches*	\$ 40.00
TOTAL NON-TAXABLE DISBURSEMENTS	\$ 40.00
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS	<u>3,621.37</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS	\$ 47,620.95
TAXES	
GST (5.0%) on Professional Fees of \$43,999.58	\$ 2,199.98
GST (5.0%) on Other Fees/Chges & Disb of \$3,581.37	179.07
TOTAL TAXES	<u>2,379.05</u>
TOTAL INVOICE	\$ 50,000.00
Less: Applied from Trust	<u>(50,000.00)</u>
TOTAL AMOUNT DUE	<u>\$ 0.00</u>

FRASER MILNER CASGRAIN LLP**TRUST TRANSFER TO ACCOUNTS RECEIVABLE****SUBMIT THIS PAGE TO ACCOUNTING FOR PROCESSING**

Matter # 529227-000007
 Client Name Alvarez & Marsal Canada ULC
 Matter Name Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

Invoice Date January 31, 2012
 Invoice # 2893266

Total invoice \$ 50,000.00
 Less: Applied from trust (50,000.00)
 (Note: Amount USD \$0.00)

Total Amount Due \$ 0.00 CAD

 Authorized by
 Matter Billing Lawyer - Ray Rutman

If more than one trust account is listed below, please indicate which account to withdraw funds.

If trust funds are held in a different matter, please indicate matter to withdraw funds: _____

If Funds are currently held in an investment account, please send instructions to draw down investment prior to submitting account for processing.

Acct	Name	Type	Amount
TE2101	Royal Bank of Canada	EDMT	67,211.86
	Total		\$67,211.86



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5
 MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2896305

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
February 29, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 15,044.00
Other Fees/Charges & Disbursements	1,941.66
GST (5.0%) on \$16,985.66	849.28
Total Amount Due	\$ <u>17,834.94</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2896305
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Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
31-Jan-12	RCR	Correspondence from Orest Konowalchuk - draft Order. Correspondence to Orest Konowalchuk - draft Order. Review memo regarding Samra. Review Samra appeal. Correspondence to client regarding Samra memo.
01-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding claims procedure Order. Correspondence from Tim Reid regarding Samra. Correspondence to Tim Reid regarding Samra. Telephone call to Tivodran regarding Samra. Amend opinion regarding mortgage. Draft amendment to mortgage opinion. Correspondence to client regarding draft opinion. Correspondence from client - draft opinion okay.
02-Feb-12	RCR	Correspondence from JMT - appealed Samra. Correspondence to Tim Reid - appealed Samra.
02-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding meeting. Correspondence from client regarding estimate. Correspondence to client regarding estimate. Correspondence with JMT regarding crown memorials. Correspondence with Tim Reid regarding draft report. Correspondence from Orest Konowalchuk - draft report.
03-Feb-12	RCR	Drafting comments regarding second report. Amend comments regarding second report. Correspondence to client regarding draft report.
06-Feb-12	RCR	Telephone call to client regarding Court application and Brief. Correspondence from client to Conan Taylor regarding Brief. Correspondence from Orest Konowalchuk regarding insurance. Correspondence from Bruce Mintz regarding curing Affidavit. Correspondence to client regarding curing Affidavit. Correspondence from Orest Konowalchuk regarding cash flow.
07-Feb-12	RCR	Correspondence from Tim Reid regarding enhancing efficiency on timing of material. Correspondence to Sharon Hinz - report.
07-Feb-12	RCR	Correspondence from Orest Konowalchuk - second report. Correspondence from Tim Reid - brief of Conan Taylor. Correspondence from Tim Reid regarding attendance at Court.
07-Feb-12	RCR	Correspondence from client regarding claims procedure Order. Correspondence from Conan Taylor regarding claims procedure Order. Correspondence from Tim Reid to Conan Taylor regarding report. Correspondence from Orest Konowalchuk - need file number. Correspondence from Orest Konowalchuk regarding Affidavit - date. Correspondence from Conan Taylor regarding dates of Affidavits. Correspondence from Conan Taylor - looking at draft report. Correspondence from Orest Konowalchuk regarding draft report. Correspondence from Orest Konowalchuk - final claims procedure Order. Correspondence from Orest Konowalchuk regarding reason for May 4th. Correspondence to Bruce Mintz and Conan Taylor - 2nd report. Correspondence from Orest Konowalchuk regarding 2nd report. Correspondence to Tim Reid and Orest Konowalchuk regarding

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 3 of 5

Matter # 529227-000007

Date	ID	Description of Work
		delays. Correspondence from Tim Reid - Axxess will be attending tomorrow.
07-Feb-12	RCR	Correspondence from Tim Reid regarding attendance at Court.
07-Feb-12	AK	Researched law on Samra case
08-Feb-12	RCR	Telephone call from Tim Reid regarding application. Review Second Report. Amend Application of Bruce Mintz.
08-Feb-12	RCR	Correspondence from Bruce Mintz regarding Affidavit. Correspondence to Tim Reid regarding Affidavit of Bruce Mintz.
08-Feb-12	KMW	Attempt to file and deliver second report of the Monitor to courthouse.
08-Feb-12	AK	Research law on priority of CRA claim for income tax
09-Feb-12	RCR	Correspondence to service list - second report. Drafting Affidavit of Service.
09-Feb-12	RCR	Correspondence from client - will send original report.
13-Feb-12	RCR	Correspondence from Orest Konowalchuk and Tim Reid regarding meeting. Correspondence from Tim Reid regarding meeting. Correspondence from Tim Reid regarding meeting. Correspondence from Tim Reid regarding call from counsel for Credit Union.
13-Feb-12	AK	Research law on priority of CRA claim for income tax within bankruptcy
14-Feb-12	RCR	Telephone call from Tim Reid regarding pending application. Correspondence with counsel for Ladysmith. Correspondence from Tim Reid regarding service by Conan Taylor. Correspondence from Orest Konowalchuk - need filed second report.
14-Feb-12	AK	Research on applicability of s. 223 of ITA outside of bankruptcy
15-Feb-12	RCR	Prepare for Court. Conference with client prior to Court. Attendance at Court.
15-Feb-12	RCR	Correspondence to Conan Taylor regarding draft Order.
15-Feb-12	RCR	Correspondence to Bruce Mintz regarding mark up to Order.
15-Feb-12	RCR	Correspondence to counsel - Order circulated by Bruce Mintz with my endorsement.
15-Feb-12	RCR	Correspondence from Conan Taylor - draft Order for review regarding \$320K. Correspondence from Conan Taylor - Orders. Correspondence from Orest Konowalchuk - list of creditors. Correspondence from Bruce Mintz - would like taxed Order.
15-Feb-12	AK	Researched application of s. 223(11.1) of ITA outside of bankruptcy.
15-Feb-12	AK	Researched application of s. 223(11.1) of ITA outside of bankruptcy.
16-Feb-12	RCR	Correspondence from Conan Taylor regarding serving Aaron Welch. Correspondence from Conan Taylor regarding draft Order. Correspondence from Tim Reid regarding \$320K Order. Correspondence from Tim Reid regarding leases. Correspondence from Conan Taylor regarding leases. Correspondence from Tim Reid regarding leases. Correspondence from Conan Taylor regarding leases. Correspondence from Tim Reid regarding Orders. Correspondence from Orest Konowalchuk regarding adding Aaron Welch to service list. Correspondence from Tim Reid regarding \$320K Order.
16-Feb-12	RCR	Correspondence to Aaron Welch regarding notice. Correspondence to client -

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
		Conan Taylor drafting Order regarding \$320K.
16-Feb-12	AK	Research law on priority of CRA claim within and outside of bankruptcy
17-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding leases. Correspondence from Orest Konowalchuk regarding application. Correspondence to client - okay regarding draft Order.
19-Feb-12	RCR	Correspondence to client regarding Proof of Claim - lessees. Review CCAA regarding disclaimer. Review memo regarding Crown claims. Correspondence to client regarding memo regarding Crown claims.
20-Feb-12	RCR	Correspondence to client regarding leases - Half Moon. Correspondence from client regarding leases - Half Moon. Correspondence from Orest Konowalchuk - Notice to Creditors in Victoria paper.
21-Feb-12	RCR	Correspondence from Conan Taylor - Order - 320K.
24-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding enquiry by leaseholder at Half Moon.
27-Feb-12	RCR	Correspondence from clients - need addresses. Correspondence from clients regarding material.
27-Feb-12	RCR	Correspondence from client regarding addresses for tenants.
28-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding March 2nd call.

Timekeeper	Hours	Rate	Fees
Akash Khokhar	13.1	220.00	2,882.00
Katharine Woloszyn	0.6	210.00	126.00
Ray Rutman	20.4	590.00	12,036.00
Total	34.1		\$15,044.00

TOTAL PROFESSIONAL FEES \$ **15,044.00**

TAXABLE OTHER FEES/CHARGES

Document Scanning	\$ 93.10
Fax Charges	33.00
Library Computer Research	1,030.00
Long Distance Telephone Calls	3.08
Overtime - secretaries	107.14
Photocopy & Printing Charges	666.05
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,932.37

TAXABLE DISBURSEMENTS

Land Title/Court/Corp Agents Fee	\$ 8.00
Postage	1.29
TOTAL TAXABLE DISBURSEMENTS	\$ 9.29

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS **1,941.66**

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Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxcess Capital
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Page 5 of 5

Matter # 529227-000007

TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS **\$ 16,985.66**

TAXES

GST (5.0%) on Professional Fees of \$15,044.00 \$ 752.20

GST (5.0%) on Other Fees/Chges & Disb of \$1,941.66 97.08

TOTAL TAXES **849.28**

TOTAL AMOUNT DUE **\$ 17,834.94**



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5

MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2905378

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
April 26, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 12,563.00
Other Fees/Charges & Disbursements	1,410.72
GST (5.0%) on \$13,973.72	698.69
Total Amount Due	\$ <u>14,672.41</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
22-Feb-12	RCR	Correspondence from Orest Konowalchuk regarding weekly meetings. Correspondence to Orest Konowalchuk regarding weekly meetings. Correspondence from Orest Konowalchuk regarding report from Mr. Purdy. Correspondence from Orest Konowalchuk - needs address. Correspondence from Orest Konowalchuk - give notice to doubtful creditors. Correspondence from Orest Konowalchuk to JP regarding dealing with doubtful claims.
01-Mar-12	RCR	Correspondence form client regarding agenda for call.
01-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding agenda for meeting.
02-Mar-12	RCR	Correspondence to client - will have to leave by 11. Correspondence to client regarding availability. Conference with client regarding planning meeting. Correspondence from Tim Reid regarding postponement. Correspondence from Orest Konowalchuk regarding availability. Correspondence from Orest Konowalchuk regarding call in number.
02-Mar-12	RCR	Correspondence from client regarding email from Mr. Harrison. Correspondence from Orest Konowalchuk regarding call. Correspondence from Orest Konowalchuk - no need for call. Correspondence from Orest Konowalchuk regarding availability next week.
06-Mar-12	RCR	Correspondence from client regarding Thursday meeting.
06-Mar-12	RCR	Correspondence from CH regarding availability of Mr. Purdy. Correspondence from Orest Konowalchuk regarding claims procedure Order.
07-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding Thursday meeting.
08-Mar-12	RCR	Correspondence from Orest Konowalchuk to JP regarding additional information needed.
09-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding March 16th application for NOI extension.
09-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding director's claim. Correspondence from Orest Konowalchuk - JP concerned Rusnak sabotaging efforts. Correspondence from Orest Konowalchuk regarding additional addresses.
10-Mar-12	RCR	Correspondence to client regarding claim against Mr. Purdy. Correspondence to client regarding Rusnak communicating with other creditors. Correspondence from client regarding Rusnak communications. Correspondence from Orest Konowalchuk regarding claims against Mr. Purdy. Correspondence from Orest Konowalchuk to BM regarding claims against Mr. Purdy.
12-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding type of vehicle.
12-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding notification to Conan Taylor regarding Affidavit.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2905378

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Matter # 529227-000007

Date	ID	Description of Work
12-Mar-12	RCR	Correspondence from Orest Konowalchuk - need information regarding Mercedes. Correspondence from CH - disagrees with approach. Correspondence from Orest Konowalchuk regarding RBC re-listing. Correspondence to Orest Konowalchuk - how much is owed to RBC. Correspondence from Tim Reid - okay with RBC re-listing. Correspondence to client - may not need to file Affidavit. Correspondence from Orest Konowalchuk regarding cash flow. Correspondence from Orest Konowalchuk - 200 K owed to RBC. Correspondence to Orest Konowalchuk - Affidavit will drive price down. Correspondence from Tim Reid regarding Affidavit impact on price.
13-Mar-12	RCR	Correspondence from client regarding request for services - Dick Schwamm. Correspondence from client regarding availability to review report. Correspondence to client regarding availability to review report. Correspondence from client regarding draft budget.
13-Mar-12	RCR	Review draft report. Correspondence to client regarding suggestions regarding draft report. Correspondence from Orest Konowalchuk regarding reaching out to Colliers and Avison/young. Correspondence from Conan Taylor regarding dealing with Colliers and Avison Young. Correspondence from Orest Konowalchuk - third report. Correspondence to Conan Taylor - service list.
14-Mar-12	RCR	Correspondence from Conan Taylor - application. Correspondence to service list - report. Correspondence from Orest Konowalchuk regarding report. Correspondence from Orest Konowalchuk - needs to change report. Correspondence from Orest Konowalchuk - revised report. Drafting Affidavit of Service.
14-Mar-12	RCR	Correspondence from Mr. Mintz - would like to know what company funded \$5800. Correspondence to Orest Konowalchuk regarding enquiry of Mr. Mintz. Correspondence from Orest Konowalchuk - proposals regarding realtors.
15-Mar-12	RCR	Correspondence from Conan Taylor regarding draft Order - RBC subordination. Correspondence to Conan Taylor regarding draft Order - RBC subordination. Correspondence from Orest Konowalchuk regarding missing addresses. Correspondence to Orest Konowalchuk regarding information requested by Mr. Mintz.
15-Mar-12	AMS	Filing Third Report. Delivery of filed Report to Trial Coordinator's Office.
16-Mar-12	RCR	Meeting with client.
19-Mar-12	RCR	Correspondence from Tim Reid regarding claim of ATB. Correspondence from Conan Taylor regarding claim of ATB. Correspondence to client regarding historical search result of ATB.
19-Mar-12	RCR	Correspondence to Orest Konowalchuk regarding missing addresses.
19-Mar-12	RCR	Correspondence from Tim Reid regarding correspondence from DT regarding ATB.
19-Mar-12	RCR	Correspondence from Orest Konowalchuk - draft information price to be placed on website. Correspondence to Orest Konowalchuk - suggested changes to draft information price to be placed on website. Correspondence from client regarding missing address. Correspondence from Tim Reid to DT regarding ATB.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2905378
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Matter # 529227-000007

Date	ID	Description of Work
		Correspondence from Conan Taylor regarding DT's claim on behalf of ATB.
20-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding Proofs of Claim - Bruce Mintz.
21-Mar-12	RCR	Correspondence from Tim Reid regarding Eden Lake addresses.
21-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding missing addresses. Telephone call from Orest Konowalchuk regarding missing addresses. Telephone call to Orest Konowalchuk regarding missing addresses. Telephone call to Orest Konowalchuk regarding Eden title.
23-Mar-12	RCR	Correspondence with Conan Taylor - RBC Order.
23-Mar-12	RCR	Correspondence from Orest Konowalchuk - items lost.
24-Mar-12	RCR	Correspondence from Andrew Maciag - concerned Mr. Purdy is being unreasonable. Review December 1, 2011 Affidavit. Correspondence from Tim Reid to AM regarding concerns expressed. Correspondence from AM - "Mark" did not identify himself.
24-Mar-12	RCR	Correspondence from Orest Konowalchuk regarding phone no. not that of M. Lister.
25-Mar-12	RCR	Correspondence from client - need response regarding information price. Correspondence to client regarding previous response regarding information price.
26-Mar-12	RCR	Correspondence from client - stakeholder letter - final. Review file and draft letter to DT regarding ATB claim. Draft demand letter to Mr. Tkachuk regarding ATB. Correspondence to Conan Taylor regarding seeking confirmation.
28-Mar-12	RCR	Correspondence to Tim Reid regarding draft letter to Mr. Tkachuk. Correspondence from tim Reid - draft letter okay. Correspondence to Conan Taylor - need response to e-mail of March 26th to respond to Mr. Tkachuk.
28-Mar-12	RCR	Correspondence from client regarding Fishpath. Correspondence from client regarding voicemail from Mr. Curtis. Correspondence from Orest Konowalchuk regarding Half-Moon leaseholders. Correspondence to Orest Konowalchuk regarding proposed response to Mr. Curtis. Correspondence from Orest Konowalchuk regarding proposed response to Mr. Curtis.
28-Mar-12	RCR	Correspondence from Rendhir Chandran regarding Half Moon. Correspondence to client regarding Half Moon.
28-Mar-12	RCR	Telephone call from Rendhir Chandran - would like to know what approach to make as lienholder - Half Moon - Proof of Claim. Correspondence from Mr. Welsh regarding Fishpath. Correspondence to Mr. Welsh regarding Fishpath. Correspondence to client regarding correspondence from Mr. Welsh. Correspondence from Tim Reid regarding proceeds from RBC application.
29-Mar-12	RCR	Telephone call from client regarding Fishpath. Correspondence from Conan Taylor regarding Lake Eden proceeds. Correspondence to Conan Taylor regarding Fishpath - amend. Correspondence to Conan Taylor regarding Fishpath - amend. Correspondence to Conan Taylor regarding Fishpath.
02-Apr-12	RCR	Correspondence from Conan Taylor - draft letter to Doug Tkachuk is fine.

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
03-Apr-12	RCR	Correspondence to client regarding advice of Conan Taylor.
03-Apr-12	RCR	Correspondence to Tim Reid - Conan Taylor okay with my letter to Mr. Tkachuk. Correspondence to Mr. Taylor - letter to Mr. Tkachuk.
04-Apr-12	RCR	Correspondence from Orest Konowalchuk regarding Stony Plain Road tax sale notice.
05-Apr-12	RCR	Correspondence from Tim Reid regarding availability of Thomas J. Correspondence from CT regarding availability of Thomas J. Correspondence from Orest Konowalchuk regarding letter from Provincial Court.
10-Apr-12	RCR	Correspondence from Conan Taylor regarding availability of Justice Thomas.
10-Apr-12	RCR	Correspondence from City of Edmonton - will suspend tax sale.
10-Apr-12	RCR	Correspondence from client regarding notice of Proof of Claim forms being sent to City.
11-Apr-12	RCR	Correspondence from Tim Reid regarding RBC application. Correspondence to Conan Taylor regarding RBC application.
12-Apr-12	RCR	Correspondence from Conan Taylor regarding RBC funds.
16-Apr-12	RCR	Correspondence from Orest Konowalchuk regarding request to JP for progress report.
17-Apr-12	RCR	Conference with Tim Reid regarding next steps.
18-Apr-12	RCR	Telephone call from Al Kozak regarding Strathcona County. Drafting memo regarding call from Al Kozak.
20-Apr-12	RCR	Correspondence to client regarding discussion with Brownlee. Telephone call to S. Shafir regarding RBC.
20-Apr-12	RCR	Correspondence from Tim Reid regarding discussion with Brownlee. Correspondence from Conan Taylor regarding discussion with Brownlee. Telephone call from S. Shafir regarding RBC Order. Correspondence to client regarding RBC Order.
20-Apr-12	RCR	Correspondence from client regarding service list. Correspondence to client regarding service list.
25-Apr-12	RCR	Correspondence from Orest Konowalchuk regarding service list.

Timekeeper	Hours	Rate	Fees
Andrea Simmonds	0.6	190.00	114.00
Ray Rutman	21.1	590.00	12,449.00
Total	21.7		\$12,563.00

TOTAL PROFESSIONAL FEES \$ **12,563.00**

TAXABLE OTHER FEES/CHARGES

Document Scanning	\$	60.55
Fax Charges		100.00
Long Distance Telephone Calls		17.42

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxcess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Photocopy & Printing Charges	962.15	
Search Fees	54.00	
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,194.12	
TAXABLE DISBURSEMENTS		
Corp. Search/Copies/Micro.	\$ 20.36	
Land Title/Court/Corp Agents Fee	80.00	
Land Titles - Searches/Copies	116.24	
TOTAL TAXABLE DISBURSEMENTS	\$ 216.60	
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS		<u>1,410.72</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS	\$	13,973.72
TAXES		
GST (5.0%) on Professional Fees of \$12,563.00	\$ 628.15	
GST (5.0%) on Other Fees/Chges & Disb of \$1,410.72	70.54	
TOTAL TAXES		<u>698.69</u>
TOTAL AMOUNT DUE	\$	<u>14,672.41</u>



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5
 MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2917657

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
June 25, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 25,831.91
Other Fees/Charges & Disbursements	492.80
GST (5.0%) on \$26,324.71	1,316.24
Total Amount Due	\$ <u>27,640.95</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 2 of 7

Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
26-Apr-12	RCR	Review draft report. Conference with client regarding draft report.
26-Apr-12	RCR	Correspondence from client - financial statements. Correspondence from client - need cash flows. Correspondence to Conan Taylor regarding amendments to NOI extension application. Correspondence from Tim Reid regarding motions. Correspondence from Conan Taylor - filed applications. Correspondence from Orest Konowalchuk regarding draft report. Correspondence from Orest Konowalchuk regarding files from former accountant. Correspondence from Tim Reid regarding availability. Correspondence from Tim Reid regarding report. Correspondence from Orest Konowalchuk regarding availability.
26-Apr-12	RCR	Correspondence to Orest Konowalchuk regarding availability.
27-Apr-12	RCR	Correspondence to NOI - service list. Correspondence to CCAA - service list. Drafting Affidavit of Service - CCAA. Drafting NOI - Affidavit of Service. Telephone call to client regarding timing issue. Correspondence from Orest Konowalchuk - Affidavit of JP regarding NOI. Correspondence from Orest Konowalchuk regarding appendices to Report. Correspondence from Orest Konowalchuk - financial statements. Correspondence from Orest Konowalchuk - need Affidavit. Correspondence from Orest Konowalchuk - service list. Correspondence from VF - service list.
27-Apr-12	RCR	Correspondence from Orest Konowalchuk regarding timing issues. Correspondence from Orest Konowalchuk - Fourth Report of Trustee. Correspondence from Orest Konowalchuk -Third Report of Monitor.
27-Apr-12	RCR	Telephone call from Orest Konowalchuk - waiting for information from Mr. Purdy.
27-Apr-12	RCR	Correspondence to Conan Taylor - should serve Tkachuk. Correspondence to Orest Konowalchuk - will get documents out but not filed.
28-Apr-12	RCR	Correspondence to client - Conan Taylor should be serving Tkachuk. Correspondence to client - need particulars for Polloch. Correspondence from client regarding Polloch.
29-Apr-12	RCR	Correspondence to Orest Konowalchuk regarding contacting Polloch.
30-Apr-12	RCR	Telephone call to Sharon Hinz regarding unfiled documents. Correspondence to Assistant of Justice Thomas. Correspondence from Orest Konowalchuk - would like filed copies of documents.
30-Apr-12	RCR	Correspondence from Orest Konowalchuk - signature pages. Correspondence to client regarding original reports. Correspondence from client regarding original reports. Correspondence to client regarding signature pages. Correspondence from client regarding service on CRA.
01-May-12	RCR	Correspondence from George Body regarding service list. Correspondence to

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
		George Body regarding reports. Correspondence from Orest Konowalchuk regarding Meshers Road property. Correspondence from Tim Reid regarding Meshers Road. Correspondence from Orest Konowalchuk regarding Meshers Road.
01-May-12	RCR	Telephone call to counsel for credit union regarding Application.
01-May-12	RCR	Correspondence to Conan Taylor regarding George Body. Correspondence to client regarding Meshers Road.
02-May-12	RCR	Correspondence from VF regarding Body. Correspondence to VF regarding Body. Prepare for hearing. Correspondence from Mr. Mintz regarding appearance by Nanda.
02-May-12	RCR	Attendance at Court regarding extension application.
04-May-12	RCR	Correspondence to Tim Reid regarding voicemail from Hayley Kaplan.
08-May-12	RCR	Telephone call from George Body regarding renewal of writs. Review Initial order. Correspondence to client regarding inquiry of CRA regarding Writ renewal. correspondence from Tim Reid - CRA can renew Writ. Correspondence from Conan Taylor - CRA can renew Writ. Correspondence to George Body - CRA can renew Writ. Correspondence to George Body - What is CRA's position regarding asserted bankruptcy security.
08-May-12	RCR	Correspondence from George Body regarding timing issue.
09-May-12	RCR	Telephone call from George Body regarding proposal from CRA secured claim. Correspondence to clients regarding discussion with George Body.
09-May-12	RCR	Correspondence from Tim Reid regarding CRA issue.
09-May-12	RCR	Conference with Tim Reid regarding CRA issue. Correspondence from Orest Konowalchuk regarding accountant letter being required. Correspondence from Tim Reid regarding options regarding CRA. Correspondence to Tim Reid regarding options regarding CRA.
10-May-12	RCR	Correspondence from George Body regarding draft Order. Correspondence to George Body regarding draft Order. Correspondence from Tim Reid regarding draft Order. Correspondence to George Body - clarification regarding draft Order. Correspondence from George Body - amended Order. Correspondence to George Body - endorsed amended Order. Correspondence from George Body - correspondence to Justice Thomas - application not proceeding.
14-May-12	RCR	Correspondence from Conan Taylor to George Body regarding Order.
14-May-12	RCR	Correspondence from George Body regarding seeking Order. Correspondence from Conan Taylor - okay with proposed process.
15-May-12	RCR	Correspondence from George Body regarding letter to Justice Thomas.
17-May-12	RCR	Correspondence from VF - Order.
19-May-12	RCR	Correspondence from Justice Thomas regarding extension.
21-May-12	RCR	Correspondence from Orest Konowalchuk regarding outstanding matters.
22-May-12	RCR	Correspondence from Tim Reid regarding proposal.
23-May-12	RCR	Review draft proposal. Conference with Tim Reid regarding draft proposal.

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
		Correspondence to Tim Reid regarding draft proposal.
23-May-12	RCR	Review revised proposal and confer with Tim Reid.
24-May-12	RCR	Correspondence from Tim Reid - revised proposal.
24-May-12	RCR	Correspondence from Mr. Mintz regarding monitor's reports. Correspondence from Mr. Mintz regarding CRA Order.
25-May-12	RCR	Correspondence to Tim Reid regarding email from Mr. Mintz regarding report. Correspondence to Tim Reid regarding email from Mr. Mintz regarding CRA Order. Correspondence from Tim Reid regarding meeting. Correspondence to Tim Reid regarding availability. Correspondence from Tim Reid regarding availability. Correspondence to Tim Reid regarding availability.
28-May-12	BWS	Reviewed Proposal of Jack Purdy.
28-May-12	RCR	Correspondence from Tim Reid regarding proposal.
29-May-12	RCR	Correspondence from client regarding correspondence from Mr. Mintz.
29-May-12	RCR	Meeting with client regarding next steps and Mintz letters.
04-Jun-12	RCR	Correspondence to Tim Reid regarding response to Mr. Mintz.
04-Jun-12	RCR	Correspondence from client regarding responding to Mr. Mintz.
05-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding exclusive listing. Telephone call to Orest Konowalchuk regarding exclusive listing. Correspondence to Orest Konowalchuk regarding exclusive listing.
06-Jun-12	RCR	Conference with Orest Konowalchuk regarding listing agreement.
06-Jun-12	RCR	Correspondence to Orest Konowalchuk regarding filing proposal documents. Correspondence to Orest Konowalchuk regarding availability.
06-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding listing agreement. Correspondence from Orest Konowalchuk to Conan Taylor and JP regarding listing agreement. Correspondence from Orest Konowalchuk regarding release of Sherwood Park funds.
06-Jun-12	RCR	Correspondence from client - proposal. Correspondence from client regarding listing.
06-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding listing agreement.
07-Jun-12	RCR	Conference with Orest Konowalchuk regarding requested registrations.
07-Jun-12	RCR	Correspondence from Tim Reid regarding service on Shafir.
07-Jun-12	RCR	Review file regarding service on Shafir. Correspondence from Orest Konowalchuk - send documents to Justice Thomas as counsel for Trustee.
08-Jun-12	BWS	Reviewed completed proposal, cash flow, proof of claim and voting letter.
08-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding listings and valuations. Correspondence from Orest Konowalchuk regarding listing documentation. Correspondence to Orest Konowalchuk regarding availability.
08-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding proposal. Correspondence to Orest Konowalchuk regarding call.
09-Jun-12	RCR	Correspondence from Mr. Mintz regarding proposal.

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
10-Jun-12	RCR	Correspondence to client regarding correspondence from Mr. Mintz. Review BIA regarding dates for filing proposal.
11-Jun-12	RCR	Correspondence to Mr. Mintz - response to June 6th email.
11-Jun-12	RCR	Telephone call to Orest Konowalchuk regarding filing documents. Telephone call to Tim Reid regarding responding to Mr. Mintz.
12-Jun-12	RCR	Conference with client regarding proofs of claim, Mr. Mintz response and proposed meting. Correspondence from client regarding listing agreement, revisions requested by Orest Konowalchuk.
12-Jun-12	RCR	Correspondence from Tim Reid regarding response to Mr. Mintz.
14-Jun-12	RCR	Correspondence from Kosak - application. Correspondence to client regarding Strathcona application. Review proposed response to Mr. Mintz. Correspondence to Conan Taylor regarding court date. Telephone call to Tim Reid regarding availability.
15-Jun-12	RCR	Correspondence from Tim Reid regarding Court Order. Telephone call from Tim Reid regarding Court Order. Correspondence from Conan Taylor regarding Court Order.
15-Jun-12	RCR	Correspondence to client regarding revised response to BM.
15-Jun-12	RCR	Correspondence from Tim Reid regarding Mintz request. Telephone call to Tim Reid regarding Mintz request. Conference with Tim Reid regarding Mr. Mintz's request.
15-Jun-12	RCR	Correspondence from Tim Reid regarding amended Mr. Mintz's request. Amend response to Mintz's request. Correspondence to Mr. Mintz - will respond Monday. Correspondence from BT regarding Court date.
18-Jun-12	RCR	Correspondence from Tim Reid - amended response to Mr. Mintz. Correspondence to Mr. Mintz regarding response of Monitor. Correspondence from Mr. Mintz to Conan Taylor regarding Court date.
18-Jun-12	RCR	Correspondence from Tim Reid regarding draft response to Mr. Mintz. Review draft response to Mr. Mintz. Telephone call to client regarding draft response to Mr. Mintz.
18-Jun-12	RCR	Correspondence to client regarding correspondence from Mr. Mintz to Conan Taylor. Correspondence to Conan Taylor regarding correspondence to Mr. Mintz - Monitor response. Correspondence from Orest Konowalchuk - proposal documents coming tomorrow. Correspondence from Orest Konowalchuk regarding valuation.
19-Jun-12	RCR	Conference with Conan Taylor regarding Strathcona County.
19-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding budget to actual results.
19-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding listing agreement. Correspondence from Tim Reid regarding cheque from Court. Correspondence to Court - request for funds. Correspondence to Tim Reid regarding 10 day hold. Correspondence to Tim Reid regarding letter to Court. Correspondence from Orest Konowalchuk regarding proposal.
19-Jun-12	DAH	Voicemail from Tim Reid. Telephone conversation with Tim Reid regarding effect

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
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Matter # 529227-000007

Date	ID	Description of Work
		of foreclosure order in extinguishing debt.
20-Jun-12	RCR	Correspondence from Tim Reid regarding proposal meeting. Review Act regarding proposal meeting. Correspondence to client regarding proposal meeting.
21-Jun-12	BWS	Reviewed emails and documents relative to proposal and proofs of claim and meeting of creditors. Telephone call to Tim Reid to discuss meeting and issues facing the trustee.
21-Jun-12	RCR	Correspondence from Conan Taylor - Consent Order regarding resort. Correspondence to Conan Taylor - need Order. Correspondence form client - Alberta Health Order.
21-Jun-12	RCR	Correspondence from Orest Konowalchuk - was proposal filed? Correspondence to Orest Konowalchuk -proposal filed. Correspondence form Orest Konowalchuk regarding updates. Review draft report of Trustee. Correspondence to Court regarding proposal. Correspondence to client regarding mark up regarding draft report. Correspondence to client regarding filed documents.
22-Jun-12	BWS	Continued preparation for and attended meeting of creditors in proposal.
24-Jun-12	BWS	Reviewed various Notices of Disallowance, provided comments and returned to Tim Reid and Orest Konowalchuk.

Timekeeper	Hours	Rate	Fees
Brian Summers	9.0	590.00	5,310.00
Dean A. Hitesman	0.4	290.00	116.00
Ray Rutman	37.4	590.00	22,066.00
Total	46.8		\$27,492.00

TOTAL PROFESSIONAL FEES \$ 27,492.00
 Less: Discount (1,660.09)
NET PROFESSIONAL FEES \$ 25,831.91

TAXABLE OTHER FEES/CHARGES

Document Scanning \$ 74.55
 Long Distance Telephone Calls 47.40
 Photocopy & Printing Charges 264.95
TOTAL TAXABLE OTHER FEES/CHARGES \$ **386.90**

TAXABLE DISBURSEMENTS

Courier & Delivery \$ 96.85
 Land Title/Court/Corp Agents Fee 8.00
 Postage 1.05
TOTAL TAXABLE DISBURSEMENTS \$ **105.90**

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS **492.80**

FRASER MILNER CASGRAIN LLP
Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

INVOICE 2917657
Page 7 of 7

Matter # 529227-000007

TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS **\$ 26,324.71**

TAXES

GST (5.0%) on Professional Fees of \$25,831.91 \$ 1,291.60

GST (5.0%) on Other Fees/Chges & Disb of \$492.80 24.64

TOTAL TAXES **1,316.24**

TOTAL AMOUNT DUE **\$ 27,640.95**



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5
 MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square I
 Suite 570, 202 6 Avenue SW
 Calgary, AB T2P 2R9

INVOICE # 2920340

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
June 30, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 10,118.00
Other Fees/Charges & Disbursements	742.71
GST (5.0%) on \$10,860.71	543.04
Total Amount Due	\$ <u>11,403.75</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 2 of 4

Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
24-Jun-12	RCR	Review notes of disallowance.
25-Jun-12	BWS	Reviewed email from Tim Reid regarding Notices of Disallowance and responded.
25-Jun-12	RCR	Review draft report. Telephone call from Orest Konowalchuk regarding draft report. Telephone call to Orest Konowalchuk regarding draft report. Telephone call to JS regarding draft report.
25-Jun-12	RCR	Correspondence from client regarding estimates for report.
25-Jun-12	RCR	Correspondence from Tim Reid regarding notes of disallowance. Correspondence from Tim Reid - will need to file and serve report. Correspondence from Brian Summers regarding availability. Correspondence to client regarding availability. Correspondence from client regarding availability. Correspondence from client regarding timing for report. Correspondence from and to client regarding inability to read report in format sent. Correspondence from and to client regarding reviewing draft report.
25-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding Health Order. Correspondence from Tim Reid regarding Health Order.
26-Jun-12	RCR	Correspondence to JS regarding service of report. Correspondence to client regarding correspondence from Mr. Lacroix. Correspondence to client regarding copying of Mr. Mintz and response of Monitor.
26-Jun-12	RCR	Correspondence from Tim Reid - file report. Correspondence to counsel for applicants regarding service list. Correspondence to counsel for applicants regarding service on CRA. Correspondence from Orest Konowalchuk regarding filing Trustee's report. Correspondence from Mr. LaCroix regarding Ladysmith. Correspondence from Mr. Reid regarding supplemental report.
26-Jun-12	RCR	Correspondence from Tim Reid regarding Alberta Health Care. Correspondence from JS regarding 4th report. Correspondence to counsel regarding 4th report. Correspondence to Justice Thomas regarding 4th report. Drafting Affidavit of Service. Correspondence to JS regarding instructions. Correspondence from JS regarding instructions.
26-Jun-12	DAH	Service letters for Monitor's Report
27-Jun-12	BWS	Received email from Orest Konowalchuk and had discussions with Corinne Daniels re filing of report on proposal.
27-Jun-12	RCR	Correspondence from Orest Konowalchuk - will do supplemental report.
27-Jun-12	RCR	Correspondence from Orest Konowalchuk regarding new report. Correspondence from Tim Reid regarding supplemental report. Correspondence from Orest Konowalchuk - will prepare supplemental report. Correspondence from Tim Reid regarding correspondence from Mr. Lacroix. Correspondence to client regarding filed proposal. Drafting Affidavit of Service.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2920340
 Page 3 of 4

Matter # 529227-000007

Date	ID	Description of Work
27-Jun-12	RCR	Correspondence from Mr. Mintz regarding Phase 1. Correspondence from Orest Konowalchuk regarding draft 5th report. Correspondence from Tim Reid - will bring reports. Correspondence from Orest Konowalchuk regarding filing reports. Correspondence from Orest Konowalchuk - ink for reports. Correspondence from Orest Konowalchuk - final 5th report. Correspondence from Orest Konowalchuk regarding redraft of 5th report. Correspondence from Tim Reid - Phase 1 will be appended to Mr. Purdy's Affidavit. Correspondence to client - need follow up report.
28-Jun-12	RCR	Correspondence from BM regarding updated Affidavit. Correspondence from A. Lacroix regarding proposal.
28-Jun-12	RCR	Correspondence from Tim Reid to Conan Taylor - need material for application. Correspondence from Tim Reid regarding Half Moon application.
28-Jun-12	RCR	Correspondence to Conan Taylor - need Affidavit of JP. Correspondence to client regarding Affidavit of Mr. Rusnak. Correspondence to Orest Konowalchuk regarding forward requirements regarding filing reports.
29-Jun-12	RCR	Correspondence to AM - let us know if his client needs information. Correspondence to AL - the meeting was adjourned. Correspondence to Tim Reid regarding following up on submissions of Mr. Mintz.
29-Jun-12	RCR	Correspondence to client regarding Phase 1 report. Correspondence to client regarding draft 5th report. Correspondence to client regarding service of draft 5th report. Correspondence to Mr. Mintz - will discuss with counsel. Correspondence to A. Laroux regarding request to assume conduct of sale.
29-Jun-12	RCR	Prepare for Court. Attendance at Court.
29-Jun-12	RCR	Correspondence from Val Foster - application and Affidavit of Mr. Purdy. Correspondence from Lacroix regarding lifting stay. Correspondence to Lacroix regarding lifting stay.

Timekeeper	Hours	Rate	Fees
Brian Summers	0.3	590.00	177.00
Dean A. Hitesman	0.1	290.00	29.00
Ray Rutman	16.8	590.00	9,912.00
Total	17.2		\$10,118.00

TOTAL PROFESSIONAL FEES

\$ 10,118.00

TAXABLE OTHER FEES/CHARGES

Document Scanning	\$ 63.35
Fax Charges	310.00
Long Distance Telephone Calls	76.46
Photocopy & Printing Charges	<u>217.35</u>

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Access Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2920340
 Page 4 of 4

Matter # 529227-000007

TOTAL TAXABLE OTHER FEES/CHARGES	\$ 667.16
TAXABLE DISBURSEMENTS	
Courier & Delivery	\$ 70.50
Land Title/Court/Corp Agents Fee	4.00
Postage	1.05
TOTAL TAXABLE DISBURSEMENTS	\$ 75.55
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS	<u>742.71</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS	\$ 10,860.71
TAXES	
GST (5.0%) on Professional Fees of \$10,118.00	\$ 505.90
GST (5.0%) on Other Fees/Chges & Disb of \$742.71	37.14
TOTAL TAXES	<u>543.04</u>
TOTAL AMOUNT DUE	<u>\$ 11,403.75</u>



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5
 MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2930126

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
August 29, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 33,407.55
Other Fees/Charges & Disbursements	1,607.38
GST (5.0%) on \$35,014.93	<u>1,750.75</u>
Total Amount Due	<u>\$ 36,765.68</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
 Page 2 of 8

Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
01-Jul-12	RCR	Correspondence from K. Robertson regarding BMO. Correspondence to K. Robertson - no application for DIP financing. Correspondence to Conan Taylor regarding service list - BMO. Correspondence to Tim Reid regarding correspondence from K. Robertson.
02-Jul-12	RCR	Correspondence to Service List - 4th and 5th report of Monitor - filed. Drafting Affidavit of Service.
03-Jul-12	RCR	Correspondence from Tim Reid regarding funds in Court. Correspondence to Tim Reid regarding funds in Court. Correspondence from Val Foster - Order of June 29th.
04-Jul-12	RCR	Correspondence from Tim Reid regarding DIP. Correspondence to Tim Reid regarding DIP - BMO.
06-Jul-12	RCR	Correspondence from client regarding DIP information. Correspondence from client regarding Century DIP proposal. Correspondence from client regarding DIP proposal from Axxess. Correspondence from client regarding correspondence regarding DIP Order. Review DIP Order.
06-Jul-12	RCR	Conference with Tim Reid regarding DIP. Conference with Grant Vogel regarding DIP.
06-Jul-12	GV	Receipt and initial review of orders and term sheet, consultation with Ray Rutman.
08-Jul-12	RCR	Correspondence from client - need financial information from debts.
09-Jul-12	RCR	Correspondence to client regarding borrowing certificate. Correspondence to Conan Taylor regarding examination.
09-Jul-12	RCR	Telephone call to Conan Taylor regarding calling Grant Vogel.
09-Jul-12	GV	Review Axxess Commitment letter and orders;
10-Jul-12	RCR	Correspondence from Conan Taylor - additional funds paid into Court. Correspondence to Orest Konowalchuk regarding term sheet.
10-Jul-12	RCR	Conference with Grant Vogel and client regarding term sheet. Correspondence from Orest Konowalchuk regarding Conan wanting information right away.
10-Jul-12	GV	Preparation for call with Ray Rutman. Consultation with Ray Rutman. Conference with Tim Reid and Ray Rutman.
11-Jul-12	RCR	Correspondence to client regarding efforts to contact Conan Taylor. Correspondence to client - who is associate of Conan Taylor. Correspondence from client - funds. Correspondence to client regarding receipt of funds. Correspondence from client - wire information will be provided tomorrow. Correspondence from Tim Reid - provide mark up regarding DIP.
11-Jul-12	RCR	Correspondence from Tim Reid - provide mark up regarding DIP.

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
 Page 3 of 8

Matter # 529227-000007

Date	ID	Description of Work
11-Jul-12	RCR	Correspondence from Tim Reid regarding Conan Taylor's associate. Correspondence from Tim Reid regarding Janet Janis.
11-Jul-12	RCR	Correspondence from George Body regarding DIP.
11-Jul-12	GV	Correspondence to and from Ray Rutman et. al regarding status.
11-Jul-12	GV	Preparation of memo.
12-Jul-12	RCR	Correspondence from Tim Reid regarding list of properties. Correspondence from Tim Reid regarding inquiry of Bruce Mintz. Correspondence to client regarding deposit.
12-Jul-12	RCR	Correspondence from Orest Konowalchuk regarding wire instructions. Correspondence from George Body regarding DIP financing.
13-Jul-12	RCR	Telephone call from Tim Reid regarding DIP Order. Conference with Tim Reid regarding appeals of disallowances. Conference with Bruce Mintz regarding appeals of disallowances. Review comments re commitment letter. Correspondence to Bruce Mintz regarding procedure for disallowances appeals.
13-Jul-12	GV	Revise memorandum to Conan Taylor's office. Telephone call from and to Tim Reid.
16-Jul-12	RCR	Correspondence from Tim Reid regarding DIP.
17-Jul-12	RCR	Conference with client regarding DIP financing and email from DIP lender. Correspondence from Tim Reid to JP regarding need for call. Correspondence from client regarding email from Mr. Buterman. Correspondence from client regarding email to Mr. Buterman.
18-Jul-12	RCR	Correspondence from Bruce Mintz regarding Vames appeal. Correspondence from Bruce Mintz regarding Yee appeal. Correspondence from Bruce Mintz regarding PDY appeal \$63,723.00. Correspondence from Bruce Mintz regarding PDY appeal \$352,618.00.
19-Jul-12	RCR	Correspondence to client regarding Bruce Mintz appeals. Correspondence to client regarding Vamos appeal. Correspondence to client regarding Yee appeal. Correspondence to client regarding PDY appeal \$60,723.16. Correspondence to client regarding PDY appeal \$352,618.00. Correspondence from Bruce Mintz – seeking confirmation regarding receipt of appeals. Correspondence from Tim Reid – consent to adjournment. Correspondence to Mr. Janis regarding appeals. Correspondence to Bruce Mintz – consent to adjournment. Correspondence to Tim Reid regarding 1 page cash flow. Correspondence from Bruce Mintz regarding representation of Vamos. Correspondence from client regarding response of Mr. Buterman July 19. Correspondence from Tim Reid – need to respond to Mr. Buterman. Correspondence from Tim Reid – suggested response to Mr. Buterman. Correspondence to Bruce Mintz regarding adjournment. Correspondence to Mr. James regarding applications.
20-Jul-12	RCR	Correspondence from client regarding purpose of DIP loan. Correspondence from Tim Reid regarding properties to be scheduled to DIP term sheet. Correspondence from Tim Reid regarding request for additional information from JP.
24-Jul-12	RCR	Correspondence from Bruce Mintz regarding correspondence to Conan Taylor

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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 Page 4 of 8

Matter # 529227-000007

Date	ID	Description of Work
		regarding July 26 hearing. Correspondence from client regarding Bishop appeal. Correspondence from client regarding Zoobe Ventures appeal. Correspondence from client regarding Bilida appeal. Correspondence from client regarding Wright appeal. Correspondence from client to Conan Taylor and JMJ regarding notices of appeal. Correspondence from Bruce Mintz regarding Zoobe appeal. Correspondence to Bruce Mintz regarding Zoobe appeal. Correspondence from JMJ - they consented.
25-Jul-12	RCR	Correspondence to Bruce Mintz regarding 3 applications sent this morning. Correspondence to JMJ regarding term sheet. Correspondence from JJ regarding letter to Justice Thomas. Correspondence from Orest Konowalchuk regarding letter from JJ to Justice Thomas. Conference with Bruce Mintz regarding pending applications. Correspondence from Bruce Mintz regarding McMullan appeals. Correspondence from Bruce Mintz regarding notice of adjournments. Correspondence to client regarding notice of adjournments. Telephone call from JMJ regarding order. Correspondence from Tim Reid to George Body and CM regarding update. Correspondence from Bruce Mintz regarding not acting for Bishop, Bilidin or Wright. Correspondence from Bruce Mintz - would like other applications. Correspondence to Bruce Mintz regarding Bilidin application. Correspondence to Bruce Mintz regarding Bishop application. Correspondence to Bruce Mintz regarding Wright application.
26-Jul-12	RCR	Correspondence to Bruce Mintz regarding missing appeal. Correspondence from JJ regarding term sheet. Correspondence from Orest Konowalchuk regarding McMullin appeal. Correspondence from Orest Konowalchuk regarding missing appeal. Correspondence to Orest Konowalchuk - provided everything I have.
26-Jul-12	RCR	Correspondence from client regarding timing for DIP application. Correspondence to Orest Konowalchuk regarding correspondence from Bruce Mintz.
26-Jul-12	RCR	Correspondence from JJ regarding timing for DIP application.
27-Jul-12	RCR	Correspondence to Orest Konowalchuk regarding Dawson McMullin appeal. Telephone call from Tim Reid regarding court date.
27-Jul-12	RCR	Correspondence to Tim Reid regarding my availability.
27-Jul-12	RCR	Correspondence from JMJ regarding current term sheet.
27-Jul-12	RCR	Correspondence to JMJ - need better copy of term sheet. Correspondence from JJ regarding response from trial coordinator's office. Correspondence from Tim Reid - material has to be filed 2 days in advance. Correspondence from JJ - need to file by 3rd.
27-Jul-12	RCR	Correspondence from JMJ regarding term sheet. Correspondence to JMJ regarding term sheet. Review term sheet. Drafting Order.
29-Jul-12	RCR	Correspondence to JMJ regarding availability to discuss term sheet. Correspondence from Tim Reid - will participate in discussions regarding term sheet. Correspondence from JMJ regarding availability. Correspondence to Tim Reid and JMJ regarding 10:30 call. Correspondence from JMJ - would prefer 11:30. Correspondence to JMJ - will initiate call at 11:30.

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
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Matter # 529227-000007

Date	ID	Description of Work
30-Jul-12	RCR	Correspondence from JJ - call on cell. Telephone call to Tim Reid regarding term sheet. Telephone call to Tim Reid and JJ regarding term sheet. Correspondence from JMJ - will be available at 11.
30-Jul-12	RCR	Correspondence from Tim Reid regarding timing of call. Correspondence from Orest Konowalchuk regarding signed term sheet. Correspondence from JMJ - revised term sheet. Correspondence to JMJ regarding markup of revised term sheet. Correspondence from JMJ regarding advances going through the monitor. Correspondence from JMJ regarding markup of the term sheet.
30-Jul-12	RCR	Correspondence from Tim Reid - further mark up regarding term sheet. Conference with Tim Reid and JMJ regarding term sheet.
30-Jul-12	RCR	Correspondence from Tim Reid - need discussion to finalize term sheet. Correspondence to Tim Reid regarding availability. Correspondence from Tim Reid regarding availability. Correspondence from JMJ regarding availability. Correspondence from Tim Reid - will call me at 5:30. Correspondence from JMJ - revisions. Correspondence to JMJ - markup regarding further revised draft.
30-Jul-12	RCR	Amend Interim Financing Order. Correspondence from JMJ - latest changes made to term sheet. Correspondence from Tim Reid - send term sheet to BB.
31-Jul-12	RCR	Telephone call from JMJ - Exhibit "A" to Purdy Affidavit. Review draft Purdy Affidavit. Correspondence from Tim Reid regarding Cambridge Lofts. Correspondence from Tim Reid - additional information regarding Cambridge Lofts. Correspondence from Tim Reid - would like Affidavit in word.
31-Jul-12	RCR	Correspondence from JJ regarding Affidavit of Mr. Purdy. Amend draft Order.
31-Jul-12	RCR	Amend DIP Order. Correspondence from JJ - Mr. Buterman executed the term sheet. Correspondence from Orest Konowalchuk - need Schedule "A" to agreement. Correspondence from JMJ - will resend to B. Buterman once document signed by Mr. Purdy.
31-Jul-12	RCR	Correspondence from Tim Reid - will mark up Affidavit. Correspondence from JJ - will review proposed changes. Correspondence to client regarding draft DIP Order.
31-Jul-12	RCR	Correspondence to JMJ regarding mark up of Affidavit.
31-Jul-12	DAH	Review of emails and Order provided by client. Telephone conversation with Tim Reid regarding Condominium Corporation foreclosure and claim to funds paid into court.
01-Aug-12	RCR	Telephone call to Tim Reid regarding report. Telephone call from Tim Reid regarding report. Telephone call from Tim Reid regarding availability of Justice. Review report.
01-Aug-12	RCR	Conference with Orest Konowalchuk regarding excluding reference to non-core properties. Correspondence from Orest Konowalchuk regarding final Affidavit. Correspondence from JMJ - okay with last draft. Correspondence from Orest Konowalchuk regarding paragraph 18 of Affidavit. Correspondence from Tim Reid regarding Crown claims.
01-Aug-12	RCR	Correspondence to client regarding mark up of report. Conference with client regarding draft report. Telephone call to JMJ regarding Affidavit.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
 Page 6 of 8

Matter # 529227-000007

Date	ID	Description of Work
		Correspondence from Tim Reid regarding Purdy Affidavit. Correspondence from JMJ regarding 11.2(4). Correspondence from JMJ regarding revised Affidavit. Correspondence from Tim Reid regarding assistance of Monitor section in Affidavit. Correspondence to Tim Reid regarding markup regarding Affidavit. Correspondence to JMJ - need to discuss service. Correspondence from Tim Reid regarding changing Order. Correspondence from JMJ - Order being sought by Conan.
01-Aug-12	RCR	Correspondence to Tim Reid - Order will be amended to reflect it is sought by Conan Taylor. Correspondence to Tim Reid - working on mark up of the report. Correspondence to client regarding mark up of Affidavit. Amend Order.
02-Aug-12	RCR	Telephone call from Tim Reid regarding substitution of Rooke ACJ as presiding Justice.
02-Aug-12	RCR	Telephone call from JMJ regarding application. Correspondence from Order. Correspondence from Order. Correspondence from Orest Konowalchuk - will change Affidavit shortly. Correspondence from JMJ regarding application.
02-Aug-12	RCR	Conference with clients and JMJ regarding report. Correspondence to clients and JMJ regarding call from trial coordinator. Correspondence to clients - revised form of Order. Correspondence to JMJ regarding mark up of application. Correspondence to client and JMJ - further revised Order. Correspondence to client and JMJ - mark up of report.
02-Aug-12	RCR	Telephone call from Tim Reid regarding draft Order. Correspondence from JMJ regarding draft application. Amend Order. Correspondence from Orest Konowalchuk regarding draft Order. Correspondence from Tim Reid regarding draft Order. Telephone call to JMJ and Tim Reid and Orest Konowalchuk regarding process and timing. Correspondence from Tim Reid - need to file promptly. Correspondence from Tim Reid - will order be included in the application.
02-Aug-12	RCR	Correspondence from JMJ - attaching Order to Application. Correspondence from Tim Reid - which version of Order will be attached. Correspondence from JMJ - last version circulated by me. Correspondence from client regarding draft report of Monitor. Correspondence from JMJ - courier is waiting. Correspondence from Tim Reid regarding filing process. Correspondence from Tim Reid regarding filing Order. Correspondence from Orest Konowalchuk regarding sworn Affidavit.
03-Aug-12	RCR	Telephone call to Val Foster regarding service list. Conference with Orest Konowalchuk regarding 6th report. Correspondence from Orest Konowalchuk - finalizing changes to report.
03-Aug-12	RCR	Correspondence from Val Foster - filed application. Correspondence from Val Foster regarding service list. Correspondence from Orest Konowalchuk regarding blackline of report. Correspondence from Orest Konowalchuk regarding cash flow. Correspondence from Orest Konowalchuk regarding property listing. Correspondence from Orest Konowalchuk regarding service list.
03-Aug-12	RCR	Correspondence from Val Foster - updated service list. Correspondence from Orest Konowalchuk regarding SK fee. Correspondence from JMJ regarding SK fee.

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
 Page 7 of 8

Matter # 529227-000007

Date	ID	Description of Work
03-Aug-12	RCR	Correspondence from Orest Konowalchuk regarding \$5K fee. Correspondence from JMJ regarding \$5K fee. Correspondence from Orest Konowalchuk - clear final copy of report. Correspondence to Sharon Hinz regarding report. Correspondence to service list regarding report. Drafting Affidavit of Service. Correspondence to Orest Konowalchuk regarding service list. Correspondence to client regarding timing issues.
03-Aug-12	DM	File at Trial Coordinator's Office.
06-Aug-12	BWS	Reviewed Monitor's Sixth Report and Application for DIP financing for the Purdy Group of Companies. Sent email to Ray Rutman re preparation
07-Aug-12	BWS	Exchanged emails with Ray Rutman. Consultation with Ray Rutman re anticipated level of opposition to application. Conference call to Tim Reid to discuss application.
07-Aug-12	RCR	Conference with client regarding application. Conference Tim Reid regarding pending application.
08-Aug-12	RCR	Correspondence from Val Foster - Order.
09-Aug-12	BWS	Reviewed emails from Bruce Mintz, Tim Reid and Ray Rutman. Meeting with Ray Rutman to discuss. Telephone call to Conan Taylor. Reviewed materials for court application. Exchanged emails with Bruce Mintz.
09-Aug-12	RCR	Conference with Tim Reid regarding responding to Mr. Mintz.
09-Aug-12	RCR	Telephone call to JMJ regarding Affidavit. Telephone call to Conan Taylor regarding Affidavit.
09-Aug-12	RCR	Correspondence to BM - Brian will attend application. Correspondence to Tim Reid - Conan Taylor should respond at first instance not Monitor. Correspondence to Tim Reid regarding availability. Correspondence to JMJ regarding Affidavit. Correspondence from BM regarding objection. Correspondence from Tim Reid regarding how to respond to BM. Correspondence from Tim Reid regarding Mintz request. Correspondence to JMJ - Affidavit.
09-Aug-12	RCR	Correspondence from Brian Summers, Bruce Mintz and Tim Reid regarding position of Mintz.
10-Aug-12	BWS	Prepared for court with review of previous reports, case law on section 11.2 of CCAA and other materials. Calls to George Body and others. Meeting with Conan Taylor and Tim Reid. Attendance in court on DIP application. Post court discussion with Tim Reid. Prepared email report to Ray Rutman. Returned binders to Corinne Daniels.
13-Aug-12	RCR	Telephone call from CRA - wants Purdy's SIN. Telephone call from CRA regarding Taitinger. Correspondence to client regarding involvement of Taitinger.
15-Aug-12	RCR	Correspondence from Orest Konowalchuk regarding timing for notices of disallowance.

FRASER MILNER CASGRAIN LLP
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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxcess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2930126
 Page 8 of 8

Matter # 529227-000007

Timekeeper	Hours	Rate	Fees
Brian Summers	9.7	590.00	5,723.00
Dean A. Hitesman	1.3	290.00	377.00
Deanna Matchett	0.6	200.00	120.00
Grant Vogel	5.7	525.00	2,992.50
Ray Rutman	47.3	590.00	27,907.00
Total	64.6		\$37,119.50

TOTAL PROFESSIONAL FEES	\$ 37,119.50
Less: Discount	<u>(3,711.95)</u>
NET PROFESSIONAL FEES	\$ 33,407.55

TAXABLE OTHER FEES/CHARGES

Document Scanning	\$ 60.55
Fax Charges	116.00
Long Distance Telephone Calls	92.90
Overtime - secretaries	27.81
Photocopy & Printing Charges	<u>1,250.90</u>
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,548.16

TAXABLE DISBURSEMENTS

Courier & Delivery	\$ 17.61
Land Title/Court/Corp Agents Fee	23.00
Postage	0.61
Queens Bench Searches/Copies	<u>18.00</u>
TOTAL TAXABLE DISBURSEMENTS	\$ 59.22

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS 1,607.38

TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS **\$ 35,014.93**

TAXES

GST (5.0%) on Professional Fees of \$33,407.55	\$ 1,670.38
GST (5.0%) on Other Fees/Chges & Disb of \$1,607.38	<u>80.37</u>
TOTAL TAXES	<u>1,750.75</u>

TOTAL AMOUNT DUE **\$ 36,765.68**



Fraser Milner Casgrain LLP
 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5
 MAIN 780 423 7100
 FAX 780 423 7276

Alvarez & Marsal Canada ULC
 Bow Valley Square I
 Suite 570, 202 6 Avenue S.W.
 Calgary, AB T2P 2R9

INVOICE # 2943032

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
October 31, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 30,851.00
Other Fees/Charges & Disbursements	820.37
GST (5.0%) on \$31,621.37	<u>1,581.07</u>
Total Amount Due	<u>\$ 33,252.44</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

FRASER MILNER CASGRAIN LLP
 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2943032
 Page 2 of 7

Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
17-Aug-12	RCR	Correspondence from Tim Reid regarding Mr. Purdy needing funding.
28-Aug-12	RCR	Correspondence from client regarding availability of Justice Thomas. Correspondence from Tim Reid regarding pending discussion with Bruce Mintz.
28-Aug-12	RCR	Conference with Tim Reid and Conan Taylor regarding hearing date for appeals of disallowances. Telephone call from Tim Reid regarding call with Conan Taylor.
28-Aug-12	RCR	Correspondence to Tim Reid regarding scheduling.
29-Aug-12	RCR	Correspondence from Conan Taylor regarding his discussion with BM.
30-Aug-12	RCR	Correspondence from JP - concern regarding Mintz claims. Correspondence from Tim Reid regarding September 24th date.
30-Aug-12	RCR	Review correspondence regarding status of financing from client.
31-Aug-12	RCR	Correspondence from Tim Reid regarding servicing agreement. Correspondence from Tim Reid regarding correspondence to BB - Monitor is supportive. Correspondence from Bruce Mintz regarding timing of applications and procedure regarding appeal. Correspondence from Tim Reid regarding appeal process.
01-Sep-12	RCR	Correspondence to Tim Reid regarding servicing agreement.
04-Sep-12	RCR	Correspondence from Orest Konowalchuk and Conan Taylor regarding lifts. Correspondence from Orest Konowalchuk regarding DIP documents. Telephone call to Orest Konowalchuk regarding DIP documents.
05-Sep-12	RCR	Correspondence from Tim Reid regarding DP term and note. Correspondence to Tim Reid regarding DP terms and note. Correspondence from Tim Reid regarding DIP terms and note. Correspondence to Tim Reid regarding DIP terms and note. Correspondence from Tim Reid regarding conference call regarding note. Correspondence to Tim Reid regarding conference call regarding note. Correspondence from Tim Reid regarding 12:30 call. Correspondence from Tim Reid - will call at 2:30. Correspondence from Tim Reid regarding call to Conan Taylor. Correspondence from Conan Taylor - amended PN sent to counsel for lender.
05-Sep-12	RCR	Correspondence from Orest Konowalchuk regarding CRA issues.
05-Sep-12	RCR	Conference with client regarding DIP term sheet, order and note.
06-Sep-12	RCR	Correspondence from client regarding availability.
06-Sep-12	RCR	Correspondence from Tim Reid regarding revised note. Correspondence to Tim Reid regarding revised note.
06-Sep-12	RCR	Correspondence to client regarding amendment to note.
10-Sep-12	RCR	Telephone call to Tim Reid regarding appeals. Correspondence from Tim Reid regarding availability. Correspondence to Tim Reid regarding availability.

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 Alvarez & Marsal Canada ULC
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 Lake Eden Properties, Axxess Capital
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Date	ID	Description of Work
11-Sep-12	RCR	Conference with client regarding appeal of disallowance process.
12-Sep-12	RCR	Draft letter to BC Ministry of Finance. Telephone call from DP regarding trust conditions. Correspondence from DP regarding draft trust conditions. Telephone call from Tim Reid regarding draft trust conditions. Correspondence from DP regarding revised trust conditions.
12-Sep-12	RCR	Correspondence from Orest Konowalchuk - would like funds directly. Correspondence to Tim Reid - would it make sense for funds to be forwarded to Conan Taylor. Correspondence to Tim Reid - question remains applicable. Correspondence to client regarding reinvestment letter. Correspondence to DP regarding revised trust letter. Correspondence to client regarding process for payment from DP.
12-Sep-12	RCR	Correspondence to DP - wire funds is best.
12-Sep-12	RCR	Correspondence from client and DIP advance. Correspondence from client regarding assignment and processing note. Correspondence from client regarding reinvestment letter. Correspondence from Orest Konowalchuk regarding reinvestment letter. Correspondence from DP regarding reinvestment letter. Correspondence from Tim Reid - urgency regarding funds. Correspondence from DP regarding amended trust conditions. Correspondence from DIP regarding trust account information. Correspondence from Orest Konowalchuk regarding remainder of funds. Correspondence from DP - ready to go.
13-Sep-12	RCR	Amend letter to BC Minister of Finance.
13-Sep-12	RCR	Conference with client regarding application for procedure. Correspondence to Orest Konowalchuk regarding advance. Correspondence from Orest Konowalchuk regarding advance. Correspondence to Orest Konowalchuk regarding advance. Correspondence from Orest Konowalchuk regarding courier particulars. Correspondence to DP regarding trust account information. Correspondence from DP regarding trust account information. Correspondence to DP - need certified cheque. Correspondence from Tim Reid regarding timing of payment to Minister of Finance. Correspondence from DP regarding certified cheque. Correspondence from DP regarding trust letter. Correspondence to DP regarding draft trust letter to BC. Correspondence from DP regarding draft trust letter to BC. Correspondence from Orest Konowalchuk regarding payment of balance of funds. Correspondence from Tim Reid regarding availability for call.
13-Sep-12	DAH	Conference with Ray Rutman regarding preparation of application for advice and direction.
14-Sep-12	RCR	Conference with Tim Reid and Conan Taylor regarding process. Correspondence from Tim Reid regarding availability. Correspondence from Tim Reid regarding availability of Conan Taylor.
14-Sep-12	RCR	Correspondence from Tim Reid regarding call with Conan Taylor.
14-Sep-12	RCR	Correspondence to Tim Reid regarding availability. Correspondence to Tim Reid regarding availability.
14-Sep-12	DAH	Telephone conference call with Ray Rutman and Tim Reid regarding nature of

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Date	ID	Description of Work
		application.
15-Sep-12	RCR	Correspondence to Tim Reid regarding draft email to Consent Taylor. Correspondence from Tim Reid regarding draft email to BM.
16-Sep-12	RCR	Correspondence to BM regarding procedure from appeals of disallowances.
16-Sep-12	DAH	Review of pleadings and proceedings for purposes of drafting application materials for Applications for advise and directions with respect to claims appeal procedure.
17-Sep-12	RCR	Correspondence from Orest Konowalchuk regarding notices of disallowance. Correspondence from client regarding draft management agreement. Correspondence from Orest Konowalchuk regarding transfer of funds. Correspondence from Tim Reid regarding difficulty in depositing funds. Correspondence from Orest Konowalchuk - had same problem last time. Correspondence from RBC and Orest Konowalchuk regarding deposit.
17-Sep-12	DAH	Draft Application for Order setting procedure for claims appeal process.
18-Sep-12	RCR	Correspondence from RF - deposit processed. Correspondence from Orest Konowalchuk regarding timing of deposit. Correspondence from Tim Reid regarding October 9th meeting. Correspondence to Tim Reid regarding October 9th meeting.
18-Sep-12	DAH	Draft Application and Order in CCAA and Proposal proceedings for advice and directions on procedure to be employed with respect to appeals of disallowance.
19-Sep-12	RCR	Review and amend applications and orders. Review and amend comment upon draft report. Telephone call to Tim Reid regarding report and status of file.
19-Sep-12	RCR	Correspondence from Tim Reid - will support limited extension. Correspondence from Tim Reid - one report - seventh in CCAA. Correspondence to BM - seeing clarification regarding BM proposal. Correspondence to Tim Reid - deal with process - same report as extension.
19-Sep-12	RCR	Correspondence to client regarding mark up of report.
19-Sep-12	DAH	Draft and revise Applications and Order in respect of application for advice and direction on the procedure to be followed leading up to hearing of Monitor Application to resolve Dispute Notices and creditor Appeals of Notices of Determination or Disallowance of Claim. Conference with Ray Rutman regarding forms of Application and Orders.
20-Sep-12	RCR	Correspondence from Tim Reid regarding responding to BM. Correspondence from Conan Taylor - all day for hearing. Correspondence from Orest Konowalchuk - Purdy Affidavit.
20-Sep-12	RCR	Correspondence to client regarding correspondence from BM. Correspondence to Orest Konowalchuk regarding letter to creditors regarding meeting of creditors.
20-Sep-12	DAH	Revisions to Applications and Orders in respect of application for advice and direction on the procedure to be followed leading up to hearing of Monitor Application to resolve Dispute Notices and creditor Appeals of Notices of Determination or Disallowance of Claim. Review of Monitor's Seventh Report and note suggested changes. Emails from and to client regarding suggested changes

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Date	ID	Description of Work
		to Report.
21-Sep-12	RCR	Correspondence to Orest Konowalchuk regarding service lists. Correspondence from Tim Reid regarding forms of Application and Order. Correspondence from Tim Reid regarding June 29th Order. Correspondence from Conan Taylor - Purdy meeting. Correspondence from Orest Konowalchuk - 7th report. Drafting Affidavit of Service.
21-Sep-12	LMY	Filing documents at court.
21-Sep-12	DAH	Email from Tim Reid with suggested changes to Application materials. Revise and finalize Application materials. Arrange for filing and service of Applications in CCAA and Proposal proceedings. Arrange for filing and service of Monitor's Seventh Report. Telephone conversations with Orest Konowalchuk regarding Monitor's Seventh Report.
22-Sep-12	RCR	Correspondence from Bruce Mintz - dispute notice re: Brenda Lane. Correspondence from Orest Konowalchuk regarding dispute note from Bruce Mintz.
24-Sep-12	DAH	Conference with legal assistant regarding updates on service. Telephone conversation with trial coordinator. Arrange for delivery of materials to Justice Thomas.
26-Sep-12	RCR	Correspondence from client regarding modifying draft Order.
26-Sep-12	RCR	Correspondence from client regarding availability. Correspondence to client regarding availability. Correspondence from client regarding availability. Correspondence to counsel for lender - application. Correspondence to client regarding service on BLG.
26-Sep-12	DAH	Letter providing courtesy copy of Application documents to counsel for DIP lender.
27-Sep-12	RCR	Correspondence from BM regarding position on application. Conference with PVC regarding pending application. Conference with PVC regarding pending application. Conference with client regarding pending application. Review report. Conference with client regarding claims.
27-Sep-12	RCR	Correspondence from client regarding 20(1)(a)(iii). Correspondence from client to Mr. Buterman regarding pending application.
28-Sep-12	RCR	Correspondence from Orest Konowalchuk regarding report. Correspondence to BM - who does he represent? Correspondence to Conan Taylor regarding Strathcona dispute.
28-Sep-12	RCR	Prepare for Court. Attendance at Court. Draft Orders.
28-Sep-12	RCR	Telephone call from DC regarding watching brief.
28-Sep-12	DAH	Locate case law relating to appeal in Bankruptcy Proposals. Attend Applications of Monitor and Proposal Trustee to establish procedure for disallowed claims.
29-Sep-12	RCR	Review and amend draft report - 6th - Trustee. Correspondence to Orest Konowalchuk regarding draft report. Correspondence to Tim Reid regarding draft report.
29-Sep-12	RCR	Amend Orders.

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Date	ID	Description of Work
01-Oct-12	RCR	Correspondence from Bruce Mintz - Orders with endorsement. Conference with Tim Reid regarding summaries.
01-Oct-12	RCR	Correspondence from Conan Taylor regarding Orders. Correspondence to Bruce Mintz regarding adjournment.
01-Oct-12	RCR	Correspondence to Justice Thomas regarding Orders. Correspondence to Bruce Mintz regarding adjournment.
05-Oct-12	RCR	Correspondence from Tim Reid regarding Sixth Report.
05-Oct-12	RCR	Correspondence from Orest Konowalchuk regarding Sixth Report. Correspondence to client regarding Sixth Report.
09-Oct-12	RCR	Meeting client and meeting regarding creditors.
09-Oct-12	RCR	Conference with Orest Konowalchuk regarding attendance list.
09-Oct-12	RCR	Correspondence from Tim Reid - neither Axxess or CRA have indicated their intentions.
09-Oct-12	RCR	Correspondence from client regarding progress.
09-Oct-12	RCR	Correspondence to client regarding inquiry of Mr. Mintz. Correspondence to Mr. Mintz regarding no information regarding Axxess or CRA's intentions for meeting.
11-Oct-12	RCR	Correspondence from client regarding Sixth Report. Correspondence to client regarding Sixth Report. Correspondence from Justice Thomas regarding Order.
11-Oct-12	RCR	Correspondence to service list - CCAA Order. Correspondence to service list - BIA Order. Drafting Affidavit of Service CCAA Order. Drafting Affidavit of Service - BIA Order.
11-Oct-12	RCR	Correspondence to Justice Thomas regarding Orders.
12-Oct-12	RCR	Correspondence from Court regarding available dates.
14-Oct-12	RCR	Correspondence to client regarding extended date for hearing.
16-Oct-12	RCR	Correspondence to client regarding filed Sixth Report. Correspondence to client regarding voicemail form counsel for BMO.
17-Oct-12	RCR	Correspondence from Tim Reid regarding claims process orders.
17-Oct-12	RCR	Correspondence from client - don't need to serve 6th report. Correspondence from solicitor for BMO regarding claims bar process. Correspondence from BC Ministry of Finance. Correspondence from client regarding property reclaimed for Mr. Purdy.

Timekeeper	Hours	Rate	Fees
Dean A. Hitesman	26.6	290.00	7,714.00
Lara Yeung	0.3	200.00	60.00
Ray Rutman	44.3	590.00	26,137.00
Total	71.2		\$33,911.00

TOTAL PROFESSIONAL FEES
 Less: Discount

\$ 33,911.00
(3,060.00)

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NET PROFESSIONAL FEES		\$ 30,851.00
TAXABLE OTHER FEES/CHARGES		
Fax Charges	\$	202.00
Long Distance Telephone Calls		28.34
Photocopy & Printing Charges		455.00
TOTAL TAXABLE OTHER FEES/CHARGES	\$	685.34
TAXABLE DISBURSEMENTS		
Bank Charges	\$	15.00
Courier & Delivery		32.98
Land Title/Court/Corp Agents Fee		36.00
Postage		1.05
TOTAL TAXABLE DISBURSEMENTS	\$	85.03
NON-TAXABLE DISBURSEMENTS		
PPR - Registration*	\$	50.00
TOTAL NON-TAXABLE DISBURSEMENTS	\$	50.00
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS		<u>820.37</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS	\$	31,671.37
TAXES		
GST (5.0%) on Professional Fees of \$30,851.00	\$	1,542.55
GST (5.0%) on Other Fees/Chges & Disb of \$770.37		38.52
TOTAL TAXES		<u>1,581.07</u>
TOTAL AMOUNT DUE	\$	<u>33,252.44</u>



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 2900 Manulife Place
 10180 - 101 Street
 Edmonton, AB, Canada T5J 3V5

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GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
December 20, 2012	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 43,480.64
Other Fees/Charges & Disbursements	1,882.25
GST (5.0%) on \$45,362.89	2,268.14
Total Amount Due	\$ <u>47,631.03</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
10-Oct-12	RCR	Correspondence to client regarding information requested by Bruce Mintz.
10-Oct-12	RCR	Correspondence to client regarding information requested by Bruce Mintz.
15-Oct-12	RCR	Correspondence from Tim Reid - no need to serve Sixth Report. Correspondence from counsel for BMO regarding claims bar. Correspondence from BC Ministry of Finance regarding revesting. Correspondence from client regarding redemption of land.
18-Oct-12	RCR	Correspondence from client regarding Brenda Lorne.
19-Oct-12	RCR	Telephone call from Tim Reid and Orest Konowalchuk regarding report. Telephone call from Tim Reid regarding BMO. Correspondence from client regarding draft report.
21-Oct-12	RCR	Correspondence from Tim Reid regarding stick with data.
22-Oct-12	RCR	Correspondence from Tim Reid regarding memory stick. Correspondence from A. Locroux - what happened at Proposal Creditors meeting? Correspondence from Orest Konowalchuk to Bruce Mintz seeking confirmation regarding claims. Correspondence from Bruce Mintz regarding confirmation. Correspondence from Tim Reid regarding timing issues.
22-Oct-12	RCR	Correspondence to Tim Reid.
23-Oct-12	RCR	Correspondence to A. Lacroux regarding results of meeting.
24-Oct-12	RCR	Review and draft amendments to Report. Correspondence from Orest Konowalchuk regarding Bilida, Bishop and Wright.
24-Oct-12	RCR	Correspondence to Bilida - Order. Correspondence to Bishop - Order. Correspondence to Wright - Order. Drafting Affidavit of Service. Correspondence to client regarding availability. Correspondence from Orest Konowalchuk regarding availability. Correspondence from Tim Reid regarding availability. Correspondence from Orest Konowalchuk regarding availability. Correspondence from Tim Reid regarding 10:30 call. Correspondence to client regarding blackline to report. Correspondence to client regarding blackline.
24-Oct-12	RCR	Correspondence to clients - a number of points merit discussion. Correspondence to client regarding service on assignees.
25-Oct-12	RCR	Conference with client regarding report.
25-Oct-12	RCR	Correspondence from client - revised report. Correspondence to client regarding revised report. Correspondence from client regarding meeting.
25-Oct-12	RCR	Correspondence from client regarding B. Hatti claim. Correspondence from client regarding Exhibits. Conference with client regarding service issues. Correspondence from client regarding filing requirements. Correspondence from client regarding copies to be made. Correspondence from client regarding Cambridge correspondence from Conan Taylor to Sussman. Correspondence

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Date	ID	Description of Work
		from client regarding CRA - Cambridge. Correspondence to Bruce Mintz - request for response to his earlier email.
25-Oct-12	RCR	Correspondence to Orest Konowalchuk - need copy for judge.
25-Oct-12	DAH	Conference with Ray Rutman regarding filing and service of Monitor and Proposal Trustee Reports.
26-Oct-12	RCR	Conference with Tim Reid and Orest Konowalchuk regarding report and request of Bruce Mintz. Correspondence from Orest Konowalchuk regarding request of Bruce Mintz. Correspondence from Orest Konowalchuk regarding availability. Conference with Orest Konowalchuk regarding report. Correspondence from Orest Konowalchuk regarding Brayford.
26-Oct-12	RCR	Telephone call from Orest Konowalchuk regarding report - Brayford. Correspondence from Orest Konowalchuk regarding Brayford. Correspondence from Dean Hitesman regarding paragraphs 47-8. Correspondence to client regarding correspondence from Bruce Mintz.
26-Oct-12	RCR	Correspondence from Orest Konowalchuk - final version of report. Correspondence from Orest Konowalchuk regarding Wright, Bilida and Bishop. Correspondence from Tim Reid regarding service of Orders. Correspondence from Tim Reid regarding service of Orders.
26-Oct-12	RCR	Correspondence from Orest Konowalchuk regarding additional service.
26-Oct-12	ARL	Prepare CDs with copies of Report, appendices and exhibits.
26-Oct-12	AMS	Filing Brief and supporting materials.
26-Oct-12	DAH	Review of Monitor's Eighth Report and Proposal Trustee's. Telephone conversations and emails from and to Orest Konowalchuk regarding contents of and revisions to Report. Arrange for filing and service of Monitor and Proposal Trustee Report. Service letters.
27-Oct-12	RCR	Correspondence from Orest Konowalchuk regarding service on Double Dutch, Pinto and Brayford. Correspondence to Orest Konowalchuk regarding service on Double Dutch, Pinto and Brayford. Drafting Affidavits of Service.
28-Oct-12	RCR	Correspondence to Bruce Mintz respecting request for information. Correspondence from Orest Konowalchuk regarding service on Double Dutch, Brayford and Pinto. Correspondence from Orest Konowalchuk regarding additional NOD's. Correspondence to Orest Konowalchuk regarding email to Bruce Mintz.
29-Oct-12	DAH	Emails from Orest Konowalchuk regarding additional service. Emails from and to Bruce Mintz regarding service of CD.
30-Oct-12	RCR	Correspondence from Orest Konowalchuk regarding Borzilay. Correspondence from Orest Konowalchuk regarding BMO claim. Correspondence to Orest Konowalchuk and Tim Reid regarding draft email to Lawson Lundell.
30-Oct-12	RCR	Correspondence to client regarding availability regarding condo.
31-Oct-12	RCR	Correspondence from Orest Konowalchuk regarding draft email to K. Robertson.
04-Nov-12	RCR	Review correspondence and statutes regarding CRA and condo association.
05-Nov-12	RCR	Conference with client and GB regarding CRA claim to condo proceeds.

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Date	ID	Description of Work
		Correspondence from client regarding conference call.
06-Nov-12	RCR	Correspondence to client - Mr. Mintz wants to file Affidavits. Correspondence from Tim Reid regarding requests of Mr. Mintz.
06-Nov-12	DAH	Review of Affidavit of Service.
07-Nov-12	RCR	Correspondence to clients regarding Orders granted by Justice Thomas. Correspondence from client regarding Orders granted by Justice Thomas. Correspondence to client - no new evidence as to be filed.
07-Nov-12	RCR	Correspondence from Tim Reid - was Monitor's application. Correspondence to Tim Reid - no responding to Bruce Mintz. Correspondence to Bruce Mintz - no additional evidence was to be filed. Correspondence from Bruce Mintz - felt report went outside the Order. Correspondence to Bruce Mintz - disagree with his assertion. Correspondence from Kent Rowan - had already sent a proof of claim. Correspondence to Tim Reid regarding email from Kent Rowan.
07-Nov-12	DAH	Review email correspondence from Bruce Mintz regarding application to enter new evidence.
08-Nov-12	RCR	Correspondence to client regarding responding to Bruce Mintz - contacting Conan Taylor.
09-Nov-12	DAH	Email from Bruce Mintz and review of attached letter to Justice Thomas. Emails from and to Ray Rutman. Review of unfiled Affidavits provided by Bruce Mintz.
10-Nov-12	RCR	Correspondence from client - read through Bruce Mintz Affidavits. Correspondence from client - nothing new in Affidavits. Correspondence to client regarding responding to Bruce Mintz Affidavits. Correspondence to client - need to show nothing new considered.
11-Nov-12	RCR	Correspondence from client - would like to defer further report absent directions from Court. Correspondence to client - agree to defer responding to Bruce Mintz.
12-Nov-12	RCR	Correspondence from Tim Reid regarding review of Mr. MacMullin's Affidavit. Correspondence to Tim Reid - need to do review of S&D Affidavit as well.
12-Nov-12	DAH	Email correspondence between Ray Rutman and Tim Reid regarding Mintz Affidavits and new evidence sought to be introduced.
13-Nov-12	RCR	Correspondence from client - draft analysis regarding S&D Affidavit.
13-Nov-12	DAH	Emails from Ray Rutman and Tim Reid regarding analysis of Affidavits provided by Bruce Mintz with respect to new evidence.
13-Nov-12	DAH	Email from Tim Reid. Review of spreadsheet addressing unfiled Affidavits provided by Bruce Mintz.
14-Nov-12	RCR	Correspondence to client - need to prepare report. Correspondence from Conan Taylor - response to Bruce Mintz.
14-Nov-12	RCR	Correspondence from Bruce Mintz - disagrees with Conan Taylor. Correspondence from Conan Taylor - will contact Justice Thomas regarding Bruce Mintz's proposal. Correspondence from Bruce Mintz - invites Conan Taylor to contact Justice Thomas. Correspondence from Conan Taylor - notes timing of Bruce Mintz's original email. Correspondence from Bruce Mintz to Conan Taylor -

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Date	ID	Description of Work
		what he will do to placate concerns of Conan Taylor. Correspondence from Conan Taylor - complaints are properly directed to Monitor. correspondence from Bruce Mintz to Conan Taylor - have not provided any agreement on contents of his proposed letter.
14-Nov-12	DAH	Email correspondence from Bruce Mintz and Conan Taylor regarding new affidavit evidence sought to be introduced. Email to and from Ray Rutman.
15-Nov-12	RCR	Review Double Dutch brief.
15-Nov-12	RCR	Correspondence from client regarding Brief of Brayford.
15-Nov-12	SMT	REsearch regarding law of fresh evidence;
15-Nov-12	DAH	Telephone conversation with Jack Barzilay regarding location to file Brief.
15-Nov-12	DAH	Emails from and to Orest Konowalchuk regarding contacting Double Dutch Ltd. Telephone conversation with Silvia Barzilay of Double Dutch Ltd. regarding information on filing Brief and service. Email to Orest Konowalchuk with update.
15-Nov-12	DAH	Emails from Conan Taylor and Bruce Mintz regarding new affidavit evidence and application to allow new evidence.
15-Nov-12	DAH	Emails from Bruce Mintz and Conan Taylor regarding position of Bruce Mintz and position regarding new evidence to be filed. Telephone conversation with Tim Reid regarding position and correspondence to Justice Thomas. Telephone conversations with Conan Taylor and Bruce Mintz. Review of Application filed by Bruce Mintz regarding new evidence sought to be filed. Conference with Susy Trace regarding research on introduction of new evidence. Email to Ray Rutman with update and comments regarding new evidence Application.
16-Nov-12	RCR	Review Dutch Brief.
16-Nov-12	DAH	Emails from Ray Rutman. Arrange for request of transcripts from proceedings leading to Orders in CCAA Action and Bankruptcy Action. Email from and to Orest Konowalchuk regarding receipt of filed Briefs.
18-Nov-12	DAH	Email from Double Dutch Rentals Ltd. Email to Tim Reid and Orest Konowalchuk regarding unfiled documents received.
19-Nov-12	RCR	Review McMullin Brief. Review Transcript. Correspondence to client regarding transcript.
21-Nov-12	RCR	Correspondence from client regarding property taxes or Stony Plain property.
21-Nov-12	DAH	Telephone conversation with Silvia Barzilay regarding filing of materials with Court. Email to Tim Reid and Orest Konowalchuk with update.
22-Nov-12	DAH	Email from Tim Reid. Review of Offer to Purchase of Jack Prudy property in B.C. Telephone conversation with Tim Reid. Telephone conversation with Cindy Cheuk. Review of certificate of title. Email to Tim Reid.
22-Nov-12	DAH	Receipt and review of Affidavit filed by Bruce Mintz in support of new evidence application. Email to Ray Rutman and Tim Reid.
25-Nov-12	RCR	Review email from Conan Taylor to Bruce Mintz regarding Affidavits.
25-Nov-12	RCR	Correspondence from Tim Reid regarding agreement with CRA regarding condominium proceeds.

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Date	ID	Description of Work
26-Nov-12	DAH	Consider requirements of order approving sale of BC lands in Alberta and BC Courts. Consider requirements of BIA for sale of assets in proposal proceedings and judicial interpretation. Emails to and from Ray Rutman. Leave voicemail with John Sandrelli.
27-Nov-12	DAH	Telephone conversation with John Sandrelli regarding requirement of BC Order to vest title to lands. Telephone conversation with Mike Harris regarding GST/HST self-assessment clause. Email from and to Mike Harris regarding provisions of Excise Tax Act.
28-Nov-12	RCR	Review draft Orders - Cambridge - Body.
28-Nov-12	DAH	Email from and to Mike Harris confirming GST issue. Telephone conversation with Tim Reid addressing questions related to Offer to Purchase.
28-Nov-12	DAH	Email from Bruce Mintz regarding exhibits to Affidavits. Email to Ray Rutman.
28-Nov-12	DAH	Emails from and to Conan Taylor regarding request for consent to late filing of materials.
28-Nov-12	DAH	Email from Dan Carroll requesting copies of Exhibits/Appendix in Receiver's Eight Report.
29-Nov-12	DAH	Provide response to Dan Carroll providing copies of Appendices and Exhibits to Report.
29-Nov-12	DAH	Email from and to Dan Carroll regarding Monitor's Brief.
01-Dec-12	RCR	Review Mintz briefs. Correspondence to client - any response from Mr. Taylor regarding Stony Plain property taxes. Correspondence from Orest Konowalchuk - no response from Conan.
02-Dec-12	RCR	Correspondence to Tim Reid regarding draft Orders - Cambridge.
02-Dec-12	RCR	Correspondence to Orest Konowalchuk regarding reminding Mr. Purdy of deadline for report. Correspondence to Orest Konowalchuk and Tim Reid regarding conference call.
03-Dec-12	RCR	Correspondence from City of Edmonton regarding Stony Plain Building.
03-Dec-12	RCR	Correspondence to client regarding availability for meeting.
03-Dec-12	RCR	Correspondence from Tim Reid regarding draft Order by Body.
03-Dec-12	RCR	Correspondence from client regarding draft Body Order. Correspondence from client regarding availability.
04-Dec-12	RCR	Conference with clients regarding outstanding matters. Amend draft Order regarding Cambridge lofts. Review Brief of Conan Taylor. Correspondence from Tim Reid regarding Brief of Conan Taylor.
04-Dec-12	RCR	Correspondence to Tim Reid - received Conan's Brief. correspondence to Tim Reid regarding Order regarding condo proceeds.
05-Dec-12	RCR	Correspondence from Orest Konowalchuk regarding claim of BMO.
05-Dec-12	RCR	Correspondence to GB regarding amended Distribution Order. Correspondence from client regarding email from Mr. Buterman. Conference with client regarding email from Mr. Buterman. Telephone call from Tim Reid regarding Brief of Conan Taylor.

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 Alvarez & Marsal Canada ULC
 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Date	ID	Description of Work
06-Dec-12	RCR	Correspondence from GB regarding revised draft Order.
07-Dec-12	RCR	Correspondence from Tim Reid to Conan Taylor - need to discuss his brief.
07-Dec-12	RCR	Correspondence from Bruce Mintz - application. Correspondence to client regarding application from Bruce Mintz. Correspondence from client - won't be able to get consensus between Conan Taylor and Bruce Mintz.
07-Dec-12	RCR	Correspondence to client regarding revised Order - Sound Developments.
07-Dec-12	DAH	Telephone conversation with Bruce Mintz regarding new application to be brought to strike materials from Brief of Conan Taylor. Conference with Ray Rutman.
10-Dec-12	RCR	Review draft report. Telephone call to Orest Konowalchuk regarding draft report - timing.
10-Dec-12	RCR	Correspondence from Orest Konowalchuk regarding Mesher Rd. extension.
10-Dec-12	RCR	Correspondence from CA regarding taxes - Stony Plain. Correspondence from Conan Taylor - stay application. Correspondence from Orest Konowalchuk regarding timing of stay application. Correspondence from Orest Konowalchuk regarding revised report.
11-Dec-12	RCR	Review report and appendices. Conference with client regarding draft report and appendices.
11-Dec-12	RCR	Correspondence from client regarding 9th report. Correspondence from client regarding conference call.
11-Dec-12	RCR	Correspondence from client regarding availability. Correspondence to client regarding availability. correspondence from client regarding cash flow and budget. Correspondence from clients - updated appendices. Correspondence from client regarding application of borrower. Correspondence from client - final 9th report. correspondence to Trial Coordinator regarding report. Correspondence to service list - 9th report. Drafting Affidavit of Service. Correspondence from client regarding date of stay extension application.
11-Dec-12	RCR	Correspondence from Orest Konowalchuk - filed application of Taylor. Correspondence to client regarding availability. Correspondence to client - available at 2.
11-Dec-12	RFTQ	Filing 9th Report of the Monitor with Court.
12-Dec-12	DAH	Email from Orest Konowalchuk regarding Double Dutch claim.
14-Dec-12	RCR	Correspondence from Tim Reid regarding GST on parking stall.
14-Dec-12	RCR	Correspondence from client regarding voice mail from JP.
14-Dec-12	RCR	Telephone call from client regarding preparations for hearing and tape of discussions between Mr. Buterman and Mr. Rusnak.
15-Dec-12	RCR	Review material and prepare for application.
16-Dec-12	RCR	Review material and prepare for application.
17-Dec-12	RCR	Conference with client regarding Court application. Correspondence from Tim Reid, Orest Konowalchuk, Conan Taylor and VF regarding conference calls. Telephone call from DC regarding process tomorrow. Correspondence to Tim

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Date	ID	Description of Work
		Reid and Orest Konowalchuk regarding conference call.
17-Dec-12	RCR	Conference with client and Conan Taylor regarding process. Conference with client and Conan Taylor regarding process. Conference with client regarding pending application. Review and research case law regarding Section 20 CCAA.
17-Dec-12	RCR	Correspondence from Val Foster regarding conference call. Correspondence to Val Foster regarding conference call.
17-Dec-12	RCR	Prepare for Court.
18-Dec-12	RCR	Correspondence from AM regarding claim. Correspondence from AM regarding claim. Correspondence to client regarding correspondence from AM. Prepare for Court. Attendance at Court.
18-Dec-12	RCR	Correspondence from Orest Konowalchuk regarding claim of La Coff.
18-Dec-12	RCR	Correspondence from Orest Konowalchuk regarding service issues. Correspondence to Conan Taylor regarding service. Draft Affidavit of Service. Correspondence from Conan Taylor regarding service issues. Correspondence to Conan Taylor regarding service issues.

Timekeeper	Hours	Rate	Fees
Andrea Simmonds	0.8	210.00	168.00
Angela Labonte	0.6	170.00	102.00
Dean A. Hitesman	19.4	290.00	5,626.00
Ray Rutman	67.4	590.00	39,766.00
Ryan Quinlan	0.5	220.00	110.00
Susy Trace	2.2	220.00	484.00
Total	90.9		\$46,256.00

TOTAL PROFESSIONAL FEES	\$ 46,256.00
Less: Discount	(2,775.36)
NET PROFESSIONAL FEES	\$ 43,480.64

TAXABLE OTHER FEES/CHARGES

Document Scanning	\$ 298.20
Fax Charges	162.00
Library Computer Research	214.50
Long Distance Telephone Calls	85.65
Photocopy & Printing Charges	250.00
Search Fees	12.00
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,022.35

TAXABLE DISBURSEMENTS

Courier & Delivery	\$ 57.84
Land Title/Court/Corp Agents Fee	24.00
Land Titles - Searches/Copies	20.00
Postage	65.32

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Queens Bench Searches/Copies	13.00	
Transcript	679.74	
TOTAL TAXABLE DISBURSEMENTS	\$ 859.90	
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS		<u>1,882.25</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS		\$ 45,362.89
TAXES		
GST (5.0%) on Professional Fees of \$43,480.64	\$ 2,174.03	
GST (5.0%) on Other Fees/Chges & Disb of \$1,882.25	94.11	
TOTAL TAXES		<u>2,268.14</u>
TOTAL AMOUNT DUE		<u>\$ 47,631.03</u>



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 2900 Manulife Place
 10180 - 101 Street
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 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

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GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
March 12, 2013	529227-000007	Ray Rutman

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Professional Fees	\$ 83,240.08
Other Fees/Charges & Disbursements	1,529.78
GST (5.0%) on \$84,769.86	4,238.49
Total Amount Due	\$ <u>89,008.35</u>

FRASER MILNER CASGRAIN LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Fraser Milner Casgrain LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Fraser Milner Casgrain and your account number is 529227. Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at acctrecedm@fmc-law.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
01-Oct-12	RCR	Correspondence to Bruce Mintz and Conan Taylor - Orders.
26-Nov-12	DAH	Email from Conan Taylor. Email to Ray Rutman.
17-Dec-12	MH	Obtain AbitibiBowater Inc, Re, 2011 CarswellQue 8946 plus 6 decisions from footnote for Ray Rutman.
18-Dec-12	MH	Obtain and print Pine Valley decision and full text of all judicial consideration for Ray Rutman.
18-Dec-12	BCL	Delivering case law to lawyers in trial.
19-Dec-12	RCR	Correspondence from AM regarding offer for land. Correspondence to client regarding email from AM.
19-Dec-12	RCR	Attendance at Court.
19-Dec-12	RCR	Correspondence from George Body - distribution Order. Correspondence from Orest Konowalchuk.
19-Dec-12	SMT	Research regarding limitation periods and CCAA proceedings;
20-Dec-12	RCR	Correspondence to client regarding proposed distribution order - money in Court.
20-Dec-12	RCR	Conference with Orest Konowalchuk regarding Court proceedings. Research regarding limitation cases. Correspondence to Justice Thomas - limitation cases.
20-Dec-12	RCR	Correspondence to client regarding correspondence to Justice Thomas.
20-Dec-12	SMT	Printed caselaw regarding limitation periods and CCAA;
21-Dec-12	RCR	Prepare for Court.
21-Dec-12	RCR	Attendance at Court.
21-Dec-12	RCR	Correspondence from Tim Reid regarding court appearance.
21-Dec-12	RCR	Correspondence from Tim Reid regarding decision of Justice Thomas.
21-Dec-12	RCR	Correspondence to client regarding court application.
23-Dec-12	RCR	Correspondence from Orest Konowalchuk- updating database regarding claims.
23-Dec-12	RCR	Correspondence from Tim Reid - clarification regarding outcomes.
28-Dec-12	RCR	Correspondence to Tim Reid - okay with proposed correspondence to counsel?
28-Dec-12	RCR	Correspondence from Tim Reid - okay with proposed correspondence to counsel.
29-Dec-12	RCR	Correspondence to counsel - can anything be settled.
29-Dec-12	RCR	Correspondence from Conan Taylor - spoke to Bruce Mintz about resolving claims.
29-Dec-12	RCR	Correspondence to Conan Taylor- the claims of Mr. MacMullin senior seen to be addressed by Justice Thomas' decision.

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Date	ID	Description of Work
31-Dec-12	RCR	Telephone call from Trial Coordinator regarding scheduling.
01-Jan-13	RCR	Correspondence to counsel regarding call from Trial Coordinator.
02-Jan-13	RCR	Correspondence from Tim Reid regarding telephone call from Trial Coordinator.
02-Jan-13	RCR	Correspondence to Tim Reid - I will call Sharon Hintz.
02-Jan-13	RCR	Review Claim.
02-Jan-13	RCR	Conference with Bruce Mintz regarding scheduling.
02-Jan-13	RCR	Telephone call to Sharon Hinz regarding scheduling.
03-Jan-13	RCR	Conference with Bruce Mintz regarding responding to trial coordinator.
03-Jan-13	RCR	Correspondence from Sharon Hinz regarding scheduling.
03-Jan-13	RCR	Correspondence to Tim Reid regarding email from Sharon Hinz.
03-Jan-13	RCR	Correspondence to Conan Taylor regarding need to file documents.
04-Jan-13	RCR	Telephone call to Val Foster regarding December 21 letter to court.
04-Jan-13	RCR	Prepare draft letter to Sharon Hinz regarding scheduling.
04-Jan-13	RCR	Correspondence from Orest Konowalchuk - clarification of his records regarding scheduling.
04-Jan-13	RCR	Correspondence to Orest Konowalchuk - request for confirmation of my understanding.
04-Jan-13	RCR	Correspondence from George Body regarding Distribution Order.
04-Jan-13	RCR	Correspondence to George Body regarding Distribution Order.
04-Jan-13	RCR	Correspondence from Val Foster regarding letter dated December 21, 2012 to Court.
04-Jan-13	RCR	Correspondence from George Body regarding Court application.
07-Jan-13	RCR	Correspondence from Tim Reid regarding getting the December 21 2012 letter of Court.
07-Jan-13	RCR	Correspondence to client regarding draft letter to trial coordinator.
07-Jan-13	RCR	Correspondence to client regarding revised draft letter to trial coordinator.
08-Jan-13	RCR	Correspondence from Court and Bruce Mintz - where are December Orders?
08-Jan-13	RCR	Conference with Tim Reid regarding draft letter to Sharon Hinz.
08-Jan-13	RCR	Correspondence from Court regarding claims being heard January 14, 2013 forward.
08-Jan-13	RCR	Telephone call to Sharon Hinz regarding December 21, 2012 letter of Court.
08-Jan-13	RCR	Telephone call from Sharon Hinz regarding December 21, 2012 letter.
08-Jan-13	RCR	Telephone call from Sharon Hinz regarding scheduling.
08-Jan-13	RCR	Telephone call from PVC - check Monitor's web site regarding Orders.
08-Jan-13	RCR	Correspondence from PVC - need Order.
08-Jan-13	RCR	Correspondence from Orest Konowalchuk - no other applications in January 2013.
08-Jan-13	RCR	Telephone call from Sharon Hinz regarding December 21, 2012 letter.

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Date	ID	Description of Work
08-Jan-13	RCR	Correspondence from Conan Taylor regarding subdivision Affidavit.
08-Jan-13	RCR	Correspondence from PVC - can provide copy of reasons.
08-Jan-13	RCR	Correspondence from Sharon Hinz - would like advice of what can go by Consent.
08-Jan-13	RCR	Correspondence from Val Foster - Orders.
09-Jan-13	RCR	Correspondence from Tim Reid regarding email from Mr. Buterman.
09-Jan-13	RCR	Correspondence from Tim Reid - what is going on with Pinto, Bilida and Brayford Orders..
09-Jan-13	RCR	Correspondence from George Body regarding Order granted by Master Schlosser regarding Sound.
09-Jan-13	RCR	Correspondence from George Body regarding discussion with account at Court of Queen's Bench.
09-Jan-13	RCR	Correspondence from Tim Reid regarding Schlosser Order has name slightly off.
09-Jan-13	RCR	Telephone call to client regarding need for a final ULS instead of ULC.
09-Jan-13	RCR	Telephone call to George Body regarding regarding need for Fiat.
09-Jan-13	RCR	Correspondence from Orest Konowalchuk regarding BC Crown Notice of Dispute.
10-Jan-13	RCR	Conference with Tim Reid regarding pending applications. Telephone call to Sharon Hinz regarding scheduling applications.
10-Jan-13	RCR	Correspondence from Orest Konowalchuk regarding Ramsey notice of dispute.
10-Jan-13	RCR	Correspondence from Tim Reid - need Statement of Claim.
10-Jan-13	RCR	Correspondence to Conan Taylor - don't understand benefit of filing a claim where limitation period already expired. Correspondence to Sharon Hinz regarding advice of counsel. Correspondence to Orest Konowalchuk regarding correspondence to Sharon Hinz. Correspondence to client regarding correspondence from Bruce Mintz.
11-Jan-13	RCR	Correspondence to George Body regarding QB accounting.
11-Jan-13	RCR	Correspondence to client regarding statement of claim issued - MacMillan. Conference with GM regarding correspondence to Sharon Hinz.
11-Jan-13	RCR	Correspondence from George Body - cheque came to me from QB.
11-Jan-13	RCR	Correspondence from Bruce Mintz - Statement of Claim. Correspondence from Bruce Mintz regarding email to Sharon Hinz. Correspondence from Sharon Hinz to Bruce Mintz.
13-Jan-13	RCR	Review material in preparation for Court application.
14-Jan-13	RCR	Correspondence from AM - will be late for Court. Correspondence to AM - Conan Taylor not here - will be adjourned. Correspondence from AM - understands hearing will proceed. Correspondence to AM - hearing over. Correspondence from AM - requests update. Telephone call to AM - updated regarding attendance at Court.
14-Jan-13	RCR	Correspondence to Sharon Hinz - Orders. Correspondence from Sharon Hinz regarding Orders. Correspondence from Bruce Mintz regarding admissibility of new evidence. Correspondence to AM regarding email of Bruce Mintz concerning

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Date	ID	Description of Work
		admissibility of evidence.
14-Jan-13	RCR	Telephone call from Tim Reid regarding call from Conan Taylor. Telephone call to Bruce Mintz regarding Conan Taylor not attending. Attendance at Court.
14-Jan-13	RCR	Conference with Tim Reid - discussions with JP and BB and next day's proceedings.
14-Jan-13	RCR	Correspondence from Tim Reid regarding Axxess actions.
14-Jan-13	RCR	Correspondence from Tim Reid regarding email to JP confirming our discussion.
15-Jan-13	RCR	Bruce Mintz regarding application. Telephone call to Tim Reid - is application proceeding. Attendance at Court.
15-Jan-13	RCR	Correspondence from Bruce Mintz regarding wanting to speak to me.
15-Jan-13	RCR	Attendance at Court.
15-Jan-13	RCR	Correspondence to Bruce Mintz - let us know what his client will do as early as possibly. Correspondence from Bruce Mintz - won't know until tomorrow.
15-Jan-13	FO	Review memo from Ray Rutman regarding providing notice of adjourned meeting of creditors. Review Bankruptcy and Insolvency Act. Annotated Bankruptcy and Insolvency Act, Bennett on Bankruptcy and case law relating to notice of meeting and adjournments.
15-Jan-13	FO	Draft memo to Ray Rutman providing opinion as to whether or not subsequent notices need to be provided for adjourned meeting.
16-Jan-13	FO	Review and amend memo to Ray Rutman regarding providing Notice of Meeting. Receive and review email from Ray Rutman.
17-Jan-13	RCR	Attendance at Court.
18-Jan-13	RCR	Review documents from Melcor foreclosure proceeding. Correspondence from Conan Taylor regarding correspondence to Court.
18-Jan-13	RCR	Correspondence from Tim Reid regarding S&D claim - unjust; Correspondence from Orest Konowalchuk - acceptance of revised claims by BC Crown.
18-Jan-13	RCR	Correspondence to client regarding procedure cards.
18-Jan-13	RCR	Correspondence to CS regarding email claim.
18-Jan-13	RCR	Prepare Binders regarding Orders. Correspondence from client - looking for Orders for Sale.
19-Jan-13	RCR	Prepare binders and Order. Correspondence to Sharon Hinz regarding binders and Orders. Correspondence to client regarding S&D.
20-Jan-13	RCR	Correspondence from Bruce Mintz regarding Yee settlement. Correspondence to Bruce Mintz regarding Court being Tuesday. Correspondence from Bruce Mintz - court adjourned to Monday.
21-Jan-13	RCR	Amend letter to Sharon Hinz regarding binders of Orders. Correspondence to Conan Taylor and Bruce Mintz regarding binders. Correspondence to client regarding correspondence to Conan Taylor, Bruce Mintz, AM and Sharon Hinz. Correspondence to Conan Taylor - how much paid for Westridge property. Review and prepare regarding hearings.
21-Jan-13	RCR	Correspondence to counsel regarding hearing date. Correspondence from Tim

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Date	ID	Description of Work
		Reid regarding hearing date. Correspondence from Conan Taylor regarding hearing date. Correspondence from AM regarding hearing date. Correspondence from Bruce Mintz regarding hearing date.
21-Jan-13	RCR	Conference with Tim Reid regarding urgent claim. Conference with AM regarding pending application. Conference with AM regarding pending application. Conference with Tim Reid regarding discussion with AM. Telephone call to Conan Taylor regarding needing Affidavit of JP.
21-Jan-13	RCR	Correspondence to DC regarding hearing. Correspondence from Conan Taylor regarding mortgage payout. Correspondence from Brian Brendzan regarding mortgage payout. Correspondence from Bruce Mintz - offer regarding Yee. Correspondence to client regarding offer of Mr. Yee.
21-Jan-13	MD	Attendance at Trial Coordinator's office.
22-Jan-13	RCR	Prepare for Court. Attendance at Court. Correspondence from Conan Taylor - Westridge payout. Correspondence to counsel regarding Court application. Conference with Conan Taylor regarding unjust enrichment.
22-Jan-13	RCR	Correspondence from client regarding background of Mr. Yee.
22-Jan-13	RCR	Correspondence from client regarding Order for Judgment - B2B.
23-Jan-13	RCR	Attendance at Court and preparation for Court.
23-Jan-13	RCR	Correspondence from client regarding scheduling.
24-Jan-13	RCR	Correspondence from client regarding availability. Attendance at Court. Correspondence from Orest Konowalchuk regarding outstanding disputed claims.
24-Jan-13	RCR	Correspondence from Orest Konowalchuk regarding proposed meeting.
24-Jan-13	FO	Meeting with Ray Rutman regarding background of claim and validity of claim.
24-Jan-13	FO	Reviewing documents relating to Yee claim.
24-Jan-13	FO	Reviewing correspondence relating to Yee claim.
24-Jan-13	FO	Research case law regarding scope of authority of solicitor/lawyer and whether actions of lawyer bind client.
25-Jan-13	RCR	Attendance at Court.
25-Jan-13	FO	Review case law regarding authority of lawyer and binding client by contract.
26-Jan-13	RCR	Review Yee Affidavit.
28-Jan-13	RCR	Correspondence from client regarding proposal meeting.
28-Jan-13	RCR	Correspondence to Bruce Mintz - Exhibits. Correspondence to Conan Taylor and Mr. Maciag - Exhibits. Correspondence from client regarding Stony Plain building.
29-Jan-13	RCR	Review memo regarding authority of solicitor.
29-Jan-13	FO	Review case law regarding the law of unjust enrichment;
29-Jan-13	FO	Draft memo to Ray Rutman regarding lawyers authority to bind clients by contract.
29-Jan-13	FO	Further research on authority of lawyer.
29-Jan-13	FO	Review and amend opinion memo to Ray Rutman regarding lawyers ability to bind clients.

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Date	ID	Description of Work
30-Jan-13	RCR	Correspondence from Orest Konowalchuk regarding Eighth Report. Review memo.
30-Jan-13	FO	Review case law regarding unjust enrichment. Draft opinion memorandum to Ray Rutman regarding available claim under unjust enrichment by S&D or David Yee.
30-Jan-13	FO	Review and finalize opinion memo.
30-Jan-13	FO	Meeting with Ray Rutman regarding opinion on unjust enrichment.
31-Jan-13	RCR	Correspondence from Bruce Mintz regarding Exhibits. Correspondence to Bruce Mintz regarding Exhibits. Correspondence from Bruce Mintz regarding Exhibits. Correspondence from Conan Taylor regarding appraisal. Telephone call to Orest Konowalchuk regarding appraisal.
31-Jan-13	FO	Review opinion on unjust enrichment.
31-Jan-13	FO	Review Affidavit of Value provided by Melcor on Westridge Lands. Compare with Affidavit of Value relating to land transfer.
01-Feb-13	RCR	Correspondence to client regarding Eighth Report.
01-Feb-13	RCR	Review memo regarding unjust enrichment and cases.
01-Feb-13	RCR	Correspondence from Lacroix regarding meeting.
01-Feb-13	RCR	Prepare Brief and review material regarding Brief.
01-Feb-13	FO	Amend and revise Opinion on unjust enrichment.
03-Feb-13	RCR	Prepare Brief regarding S&D.
04-Feb-13	RCR	Correspondence from Mr. Lacroix - what happened at creditors meeting. Correspondence to client - what time will creditors meeting resume. Telephone call from AM regarding February 19th. Correspondence from AM regarding February 19th.
04-Feb-13	RCR	Correspondence from Tim Reid regarding proposal meeting. Correspondence to Mr. Lacroix regarding proposal meeting.
04-Feb-13	RCR	Telephone call to Tim Reid regarding brief. Prepare brief - S&D. Correspondence from AL regarding proposal meeting. Correspondence to client regarding proposal meeting. Correspondence from client regarding proposal meeting. Correspondence to AL regarding proposal meeting. Correspondence from AM regarding hearing on February 19th. Correspondence to Tim Reid regarding hearing on February 19th. Correspondence to Tim Reid regarding hearing on February 19th. Correspondence from Tim Reid - only 1 hour.
05-Feb-13	RCR	Prepare brief - S&D. Telephone call to Orest Konowalchuk regarding timing of report. Telephone call from Orest Konowalchuk regarding timing of report.
05-Feb-13	RCR	Correspondence to client regarding Order for Judgment.
05-Feb-13	RCR	Correspondence from Conan Taylor - draft Orders. Correspondence to Conan Taylor regarding exhibits. Correspondence to Conan Taylor regarding exhibits.
06-Feb-13	RCR	Correspondence from client regarding draft Orders provided by Conan Taylor
06-Feb-13	RCR	Correspondence to client regarding draft Brief.

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Date	ID	Description of Work
06-Feb-13	RCR	Conference with Conan Taylor regarding Orders. Review Orders. Amend Brief.
07-Feb-13	RCR	Correspondence from Conan Taylor regarding Exhibit list. Correspondence to Conan Taylor regarding Exhibit list.
07-Feb-13	RCR	Correspondence from Tim Reid regarding draft Brief. Correspondence from Orest Konowalchuk regarding draft Brief. Correspondence from Conan Taylor regarding draft Orders sent to Bruce Mintz.
07-Feb-13	RCR	Correspondence from AM regarding dismissal of proposed appeal. Correspondence from Tim Reid regarding dismissal of proposed appeal. Correspondence to counsel regarding disagreement on dismissal of proposal Order.
07-Feb-13	RCR	Conference with Conan Taylor regarding whether proposal appeal dismissed. Telephone call to AM regarding proposal appeal. Telephone call from Bruce Mintz regarding proposal appeal. Prepare Appendices. Amend Brief.
09-Feb-13	RCR	Correspondence from Bruce Mintz regarding next hearing date. Correspondence to Bruce Mintz regarding next hearing date.
11-Feb-13	RCR	Review Bruce Mintz Brief and cases. Telephone call to Bruce Mintz regarding date for filing Briefs. Correspondence to Sharon Hinz - Brief. Correspondence to Justice Thomas - Brief. Correspondence from Bruce Mintz - did not want us to read his Brief. Telephone call from Records Management regarding payment for transcript. Correspondence to Bruce Mintz - haven't read Brief. Correspondence from client regarding 10th report.
11-Feb-13	RCR	Telephone call from Sharon Hinz regarding electronic filing. Review and amend Brief. Review and mark-up draft report.
11-Feb-13	RCR	Correspondence to Bruce Mintz regarding length of Brief.
11-Feb-13	FO	Compiling, highlighting and organizing exhibits to Brief regarding unjust enrichment.
11-Feb-13	DM	File Brief and Book of Evidence; deliver letters to Trial Coordinator's office and Justice Thomas.
12-Feb-13	RCR	Correspondence to client regarding mark up of report. Correspondence to client regarding WIP. Correspondence from client regarding WIP. Correspondence to client regarding WIP.
12-Feb-13	RCR	Correspondence to client regarding Brief of Bruce Mintz. Conference with client regarding Brief of Bruce Mintz. Correspondence from Orest Konowalchuk regarding cash flow forecast.
12-Feb-13	RCR	Correspondence from Tim Reid regarding Alvarez substitution agreement. Correspondence to service list regarding 10th report. Draft Affidavit of Service.
12-Feb-13	RCR	Correspondence to client regarding Pinto. Correspondence to Sharon Hinz regarding 10th report. Correspondence from Sharon Hinz regarding 10th report. Correspondence to client regarding correspondence to Sharon Hinz. Correspondence from AM regarding Brief regarding S&D. Correspondence to client regarding AM Brief regarding S&D. Correspondence from Conan Taylor regarding Orders - Justice Nielsen. Correspondence from Tim Reid regarding our

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 Alvarez & Marsal Canada ULC
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Matter # 529227-000007

Date	ID	Description of Work
		Brief. Correspondence to Tim Reid regarding our Brief. Correspondence from Conan Taylor regarding application. Correspondence from Conan Taylor regarding Brief. Correspondence to Conan Taylor regarding Brief. Correspondence from Conan Taylor regarding Armac Brief. Correspondence to client regarding Armac Brief. Correspondence from Conan Taylor regarding Brief.
12-Feb-13	RCR	Correspondence to client regarding service list. Correspondence to client regarding report. Conference with AM regarding Brief. Correspondence from client regarding final draft copies of report. Correspondence from client - draft 10th report. Correspondence from client - final 10th report. Correspondence from client - revised final 10th report. Correspondence to Court - 10th report. Correspondence from client regarding person to be served - off service list.
13-Feb-13	RCR	Telephone call from Transcript Management (x2). Correspondence to Service List regarding proof of filing. Correspondence from Orest Konowalchuk regarding correspondence with Walker Macleod regarding Galovar. Correspondence from Orest Konowalchuk regarding Galovar.
13-Feb-13	RCR	Correspondence from Transcript Management - transcript.
13-Feb-13	RCR	Correspondence from Sharon Hinz regarding transcript. Correspondence to Sharon Hinz regarding transcript. Correspondence from Sharon Hinz regarding transcript. Correspondence from Conan Taylor - Affidavit and application. Correspondence from Bruce Mintz regarding Order at issue. Correspondence to client regarding transcript. Correspondence to Bruce Mintz regarding looking at Order in dispute.
13-Feb-13	DM	Filing at Trial Coordinators Office.
14-Feb-13	RCR	Correspondence from Sharon Hinz regarding transcript. Correspondence to Sharon Hinz regarding transcript. Correspondence from Bruce Mintz regarding PDY judgment. Correspondence from Conan Taylor regarding PDY judgment. Correspondence from Bruce Mintz - didn't prejudice PDY's ability to speak to costs. Correspondence from Conan Taylor - claim was dismissed. Correspondence to counsel - appeal was dismissed. Correspondence from Orest Konowalchuk regarding PDY Order.
14-Feb-13	RCR	Correspondence from AM regarding PDY Order. Conference with Conan Taylor regarding briefs and PDY.
15-Feb-13	RCR	Telephone call from Tim Reid regarding PDY and times for appeal.
15-Feb-13	RCR	Correspondence from Bruce Mintz regarding PDY Order. Correspondence from AM regarding insurance. Correspondence to client regarding advice of AM regarding insurance. Correspondence from Tim Reid regarding conditional notice of extension. Correspondence from Tim Reid regarding extension. Correspondence from Tim Reid regarding advice of JP regarding insurance.
15-Feb-13	RCR	Correspondence to client regarding insurance.
18-Feb-13	RCR	Review memos and case law and Tenth Report.
18-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding contacting CRA and Mr. Buteman.
19-Feb-13	RCR	Correspondence to Bruce Mintz regarding adjournment. Correspondence to AM

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Matter # 529227-000007

Date	ID	Description of Work
		regarding proxies. Correspondence to Conan Taylor regarding request of Axxess and CRA for adjournment. Correspondence to counsel regarding telephone participation in meeting. Correspondence to AM - need proxies.
19-Feb-13	RCR	Correspondence from AM regarding need for proxies.
19-Feb-13	RCR	Conference with Orest Konowalchuk, George Body and AB regarding proposal meeting. Conference with Orest Konowalchuk regarding proposal meeting.
19-Feb-13	RCR	Attendance at Court. Correspondence from client regarding meeting. Correspondence from Conan Taylor regarding transcript.
19-Feb-13	RCR	Correspondence from George Body - would like claims register. Correspondence from Orest Konowalchuk regarding request of George Body.
19-Feb-13	RCR	Correspondence from Bruce Mintz - want adjournment of proposal meeting.
19-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding Axxess proxies. Correspondence from Bruce Mintz regarding adjournment of proposal. Correspondence from George Body regarding hearing date and time. Correspondence from Conan Taylor regarding hearing date and time. Correspondence from Conan Taylor regarding whether meeting will be adjourned. Correspondence from Conan Taylor regarding participating by cell. Correspondence from George Body regarding adjournment.
19-Feb-13	RCR	Correspondence to Conan Taylor regarding transcript. Correspondence to client regarding claims register disclaimer. Correspondence to Bruce Mintz - don't know status of discussions regarding adjournment. Correspondence to Orest Konowalchuk and Conan Taylor - request of Bruce Mintz.
19-Feb-13	RCR	Correspondence from Tim Reid regarding proxies. Correspondence from AM regarding proxies. Correspondence from Orest Konowalchuk regarding proxies. Correspondence to client regarding proxies. Correspondence to AM regarding proxies.
20-Feb-13	RCR	Correspondence from B. Biterman - proxies. Correspondence from George Body regarding proxies. Attendance at meeting - creditors and then with George Body.
20-Feb-13	RCR	Correspondence from AM regarding direction regarding proxy. Correspondence from Orest Konowalchuk - documents tabled at meeting. Correspondence from Orest Konowalchuk regarding proxy.
20-Feb-13	RCR	Correspondence from Val Foster regarding KG Neilson Orders. Correspondence from TB regarding interest in Westridge property. Correspondence to client and Conan Taylor regarding correspondence from TB. Correspondence from Conan Taylor to TB regarding Westridge property.
21-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding property insurance update. Correspondence from Conan Taylor regarding property insurance update. Correspondence from AM regarding property insurance update. Correspondence from Orest Konowalchuk regarding property insurance update.
22-Feb-13	RCR	Conference with Orest Konowalchuk regarding update on insurance.
22-Feb-13	RCR	Correspondence from Bruce Mintz - Reply Brief.

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 Lake Eden Properties, Axxess Capital
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Matter # 529227-000007

Date	ID	Description of Work
23-Feb-13	RCR	Correspondence to client regarding Mintz Reply Brief - S&D.
23-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding Bruce Mintz Reply Brief.
25-Feb-13	RCR	Correspondence from Mr. Buterman - concerns regarding insurance.
25-Feb-13	RCR	Correspondence from George Body regarding CRA claims.
25-Feb-13	RCR	Correspondence from Conan Taylor - need to sell non-critical properties. Correspondence from Orest Konowalchuk to Conan Taylor regarding insuring properties. Correspondence from Tim Reid to BT responding to BT's concerns regarding insurance. Correspondence from Tim Reid regarding CRA issues. Correspondence from Orest Konowalchuk - CRA may have duplicative claim. Correspondence from Orest Konowalchuk - can't get insurance on 2 properties - can get liability insurance. Correspondence from Orest Konowalchuk - where are the orders regarding finding. Correspondence from Tim Reid regarding critical supplier.
25-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding confirmation on property insurance. Correspondence to client regarding information from George Body.
26-Feb-13	RCR	Conference with client regarding insurance.
26-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding efforts to obtain insurance.
26-Feb-13	RCR	Correspondence from Orest Konowalchuk - believes LBVR should be paying for insurance.
26-Feb-13	RCR	Correspondence from Tim Reid - will come to a head quickly if insurance is not finalized. Correspondence from Orest Konowalchuk regarding conference call. Correspondence from Bruce Mintz regarding letter to Sharon Hinz. Correspondence from Tim Reid regarding extension order. Correspondence from Tim Reid - JP has asked BB for a meeting tomorrow. Correspondence from Orest Konowalchuk regarding request of Bruce Mintz to pay funds. Correspondence from Bruce Mintz - won't wire funds. Correspondence from Bruce Mintz - won't wire funds. Correspondence from Orest Konowalchuk regarding facilitating fund transfer. Correspondence from Orest Konowalchuk regarding mechanics of payment.
26-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding mechanics of payment. Correspondence from Orest Konowalchuk regarding wire instructions.
26-Feb-13	RCR	Correspondence to client regarding critical supplier approach. Correspondence to Bruce Mintz - when will funds be available. Correspondence to client regarding correspondence to Bruce Mintz. Correspondence to client - have cheque go to FMC. Correspondence to Bruce Mintz - please make funds payable to FMC.
27-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding Stony Plain property.
27-Feb-13	RCR	Correspondence from Orest Konowalchuk regarding new offer - Stony Plain. Correspondence from Orest Konowalchuk regarding offer.
28-Feb-13	RCR	Correspondence from Bruce Mintz - trust funds. Correspondence from client regarding trust funds.
01-Mar-13	RCR	Correspondence from Orest Konowalchuk regarding last offer on Stony Plain property.

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Matter # 529227-000007

Date	ID	Description of Work
01-Mar-13	RCR	Correspondence from Orest Konowalchuk regarding summary of insurance.
04-Mar-13	RCR	Correspondence from Orest Konowalchuk to Conan Taylor and JP - need instruction regarding insurance. Correspondence from Conan Taylor regarding insurance. Correspondence from Orest Konowalchuk to JP - need to know where JP is at on all 3 points.
05-Mar-13	RCR	Correspondence from client regarding insurance binders.

Timekeeper	Hours	Rate	Fees
Barry Loutit	0.6	200.00	120.00
Dean A. Hitesman	0.2	290.00	58.00
Deanna Matchett	1.7	220.00	374.00
Francine Ouellette	17.2	260.00	4,472.00
Melissa Hathaway	0.6	120.00	72.00
Morgan Deacon	0.4	230.00	92.00
Ray Rutman	140.6	605.00	85,063.00
Ray Rutman	6.2	590.00	3,658.00
Susy Trace	3.1	220.00	682.00
Total	170.6		\$94,591.00

TOTAL PROFESSIONAL FEES \$ 94,591.00
 Less: Discount (11,350.92)
NET PROFESSIONAL FEES \$ 83,240.08

TAXABLE OTHER FEES/CHARGES

Fax Charges \$ 102.00
 Library Computer Research 410.50
 Long Distance Telephone Calls 98.83
 Photocopy & Printing Charges 639.34
TOTAL TAXABLE OTHER FEES/CHARGES \$ 1,250.67

TAXABLE DISBURSEMENTS

Bank Charges \$ 20.00
 Courier & Delivery 85.21
 Land Title/Court/Corp Agents Fee 38.00
 Postage 23.90
 Queens Bench Searches/Copies 64.00
 Transcript 48.00
TOTAL TAXABLE DISBURSEMENTS \$ 279.11

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS 1,529.78

TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS \$ 84,769.86

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Matter # 529227-000007

TAXES

GST (5.0%) on Professional Fees of \$83,240.08	\$ 4,162.00
GST (5.0%) on Other Fees/Chges & Disb of \$1,529.78	76.49

TOTAL TAXES 4,238.49

TOTAL AMOUNT DUE \$ 89,008.35

DENTONS

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Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2982694

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
May 9, 2013	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 11,096.95
Other Fees/Charges & Disbursements	74.69
GST (5.0%) on \$11,171.64	558.58
Total Amount Due	\$ <u>11,730.22</u>

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Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Dentons Canada LLP and mailed to the above noted address.</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Dentons Canada LLP and your account number is 529227. Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount.</p>
<p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

INVOICE 2982694
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Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
06-Mar-13	RCR	Correspondence from client regarding offer on Stony Plain. Correspondence from client regarding parking lot report. Correspondence to client - no comment on draft report regarding parking lot.
06-Mar-13	RCR	Correspondence from Orest Konowalchuk regarding comments regarding blackline report. Correspondence from Orest Konowalchuk to JP regarding Stony Plain. Correspondence from Orest Konowalchuk regarding email from JP regarding Stony Plain.
07-Mar-13	RCR	Correspondence from Alvarez regarding Tricon offer.
13-Mar-13	RCR	Conference with client regarding scheduling for development and presentation of plan.
13-Mar-13	RCR	Correspondence from client regarding counter-offer on Stony Plain.
15-Mar-13	RCR	Correspondence from Tim Reid regarding correspondence with Mr. Buterman regarding insurance.
15-Mar-13	RCR	Telephone call from Orest Konowalchuk and Tim Reid regarding sales process. Telephone call from Orest Konowalchuk and Tim Reid regarding sales process. Conference with client regarding sales process and discuss same with Conan Taylor.
17-Mar-13	RCR	Correspondence to client regarding contacting AM. Correspondence from client - don't contact AM.
18-Mar-13	RCR	Correspondence from Orest Konowalchuk to City - stay in place - can't have public auction. Correspondence from Alvarez & Marsal - any word on S&D. Correspondence from Conan Taylor regarding effort by City to have public auction. Correspondence to AM - no word from Court regarding S&D.
21-Mar-13	RCR	Conference with client regarding Westridge sale.
21-Mar-13	RCR	Conference with client regarding release of funds from Westridge sale.
21-Mar-13	RCR	Correspondence from Tim Reid regarding email to Conan Taylor. Correspondence from Tim Reid regarding draft email to Conan Taylor.
21-Mar-13	RCR	Correspondence to Tim Reid regarding availability.
22-Mar-13	RCR	Correspondence to client regarding request for judicial sale. Correspondence to client - don't take position on mechanics of sale. Conference with client regarding request for judicial sale. Correspondence to client regarding draft email to Conan Taylor
22-Mar-13	RCR	Correspondence to client regarding judicial sale does not extinguish debt. Correspondence to AM and Conan Taylor regarding judicial sale. Correspondence from AM regarding proceeding by judicial sale.
22-Mar-13	RCR	Correspondence from Conan Taylor - agrees to AM's proposal. Correspondence

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Matter # 529227-000007

Date	ID	Description of Work
		from Tim Reid - is Axxess foreclosing off the the debts? Correspondence from AM regarding priority regarding S&D.
23-Mar-13	RCR	Correspondence to AM regarding distribution. Correspondence to clients regarding correspondence to AM.
25-Mar-13	RCR	Telephone call to AM regarding April 10th Court application. Review draft invitation for offers. Correspondence from B. Archibald regarding draft invitation for offers.
25-Mar-13	RCR	Correspondence from client regarding invitation for offers.
26-Mar-13	RCR	Correspondence to client regarding Redemption Order - Listing - Westridge.
26-Mar-13	RCR	Correspondence from Orest Konowalchuk regarding Article form Times.
27-Mar-13	RCR	Correspondence from client regarding April 10th application.
27-Mar-13	RCR	Correspondence from GB regarding Stony Plain Tax Sale. Correspondence from Tim Reid regarding Stony Plain Tax Sale. Correspondence from Orest Konowalchuk regarding Stony Plain Tax Sale.
27-Mar-13	RCR	Correspondence to client regarding April 10th application.
28-Mar-13	RCR	Correspondence from AM regarding application to lift stay. Correspondence from AM regarding application to approve sale.
28-Mar-13	RCR	Correspondence to Cameron Ashmore - City can't proceed with tax sale without leave of Court. Correspondence to client regarding application to lift stay. Correspondence to client regarding application to approve sale.
28-Mar-13	RCR	Correspondence from Cameron Ashmore regarding tax sale. Correspondence from Orest Konowalchuk regarding 4356 Gertrude St.
05-Apr-13	RCR	Conference with Tim Reid regarding position of city of Edmonton. Conference with Tim Reid regarding April 10th application. Correspondence from Tim Reid regarding City of Edmonton tax sale proceedings. Conference with Cameron Ashmore - have to apply to Court. Correspondence from Orest Konowalchuk - multiple discussions with Cameron Ashmore. Correspondence from Tim Reid - I should deal with Cameron Ashmore. Correspondence from Orest Konowalchuk - contact particulars of Cameron Ashmore. Telephone call to Val Foster - need Extension Order.
05-Apr-13	RCR	Correspondence to Cameron Ashmore - different properties. Correspondence to Val Foster - add Cameron Ashmore to service list. Correspondence to Tim Reid - did we get a filed copy of the last Extension Order. Correspondence from Tim Reid - doesn't have Order. Correspondence from Orest Konowalchuk - hasn't seen Order. Correspondence from Tim Reid to Conan Taylor - need copy of last Extension Order. Correspondence from Trikon Group to Orest Konowalchuk regarding inspection on Tuesday. Correspondence from Bruce Mintz - his client wants to bid on property. Correspondence from Conan Taylor and Bruce Mintz regarding proposed bid by Bilida.
05-Apr-13	RCR	Correspondence from AM - would like to accept first offer. Correspondence to client - assume we support bid in hand. Correspondence to client regarding correspondence between Bruce Mintz and Conan Taylor regarding Bilida bid

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
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Matter # 529227-000007

Date	ID	Description of Work
		regarding Westridge property.
05-Apr-13	SMT	Reviewed file. Conference call with Ray Rutman regarding City of Edmonton Tax proceedings. Email to Taylor law office regarding CCAA extension order.
08-Apr-13	RCR	Correspondence to AM regarding serving Cameron Ashmore.
08-Apr-13	SMT	Telephone conversation with Taylor Law Office.
09-Apr-13	SMT	Reviewed application materials.
10-Apr-13	RCR	Conference with client regarding Court application and City of Edmonton.
10-Apr-13	RCR	Correspondence from Orest Konowalchuk, Conan Taylor and Cameron Ashmore regarding outstanding Order and Edmonton property taxes.
10-Apr-13	RCR	Correspondence from Tim Reid regarding City of Edmonton. Correspondence to Cameron Ashmore - not relevant respecting whether offer exists. Correspondence to Conan Taylor - got to get Order rendered. Correspondence from Cameron Ashmore - won't proceed. Correspondence from Conan Taylor - deal with him amenable. Conference with Tim Reid regarding next court application. Correspondence from AM - Order lifting stay. Correspondence to client regarding Order lifting stay.
10-Apr-13	RCR	Correspondence from AM - order lifting stay. Correspondence to client regarding Order lifting stay.
10-Apr-13	RCR	Correspondence from AM - unfiled Order approving sale. Correspondence to client - unfiled Order approving sale - Westridge. Correspondence from Tim Reid - request to JP for meeting.
10-Apr-13	SMT	Prepared for and attended application confirming sale and vesting title of the Westridge Lodge and Golf Course. Telephone conversation with Ray Rutman, Tim Reid and Orest Konowalchuk regarding City of Edmonton tax sale. Reviewed email correspondence regarding City of Edmonton tax sale.
11-Apr-13	RCR	Conference from Ambrozuk regarding 156 Street property.
12-Apr-13	RCR	Correspondence from Orest Konowalchuk regarding \$150K. Conference with client regarding 156 Street property.
12-Apr-13	RCR	Correspondence form AA - won't go ahead with 156th St. property.
16-Apr-13	RCR	Correspondence to Val Foster regarding Order. Correspondence to client regarding Order.
17-Apr-13	RCR	Correspondence from Val Foster regarding draft letter. Correspondence to Val Foster regarding draft letter.
18-Apr-13	RCR	Conference with Tim Reid regarding preparing plan - Armac is trying to get financing.
19-Apr-13	RCR	Correspondence from Orest Konowalchuk - Order filed yet.
19-Apr-13	RCR	Correspondence to Orest Konowalchuk - no filed Order.
20-Apr-13	RCR	Correspondence from AM - Order Confirming Sale and Vesting Order and Order Lifting Stay. Correspondence to client regarding Order Confirming Sale and Vesting Order and Order Lifting Stay.
23-Apr-13	RCR	Correspondence from Val Foster regarding Order. Correspondence from GB

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
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Matter # 529227-000007

Date	ID	Description of Work
		regarding Order.
24-Apr-13	RCR	Correspondence from AM regarding Order.

Timekeeper	Hours	Rate	Fees
Ray Rutman	17.2	605.00	10,406.00
Susy Trace	5.1	250.00	1,275.00
Total	22.3		\$11,681.00

TOTAL PROFESSIONAL FEES \$ 11,681.00
Less: Discount (584.05)
NET PROFESSIONAL FEES \$ 11,096.95

TAXABLE OTHER FEES/CHARGES

Document Scanning \$ 4.90
 Long Distance Telephone Calls 52.45
 Search Fees 6.00

TOTAL TAXABLE OTHER FEES/CHARGES \$ 63.35

TAXABLE DISBURSEMENTS

Land Titles - Searches/Copies \$ 10.00
 Postage 1.34

TOTAL TAXABLE DISBURSEMENTS \$ 11.34

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS 74.69

TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS \$ 11,171.64

TAXES

GST (5.0%) on Professional Fees of \$11,096.95 \$ 554.85
 GST (5.0%) on Taxable Disbursements of \$74.69 3.73

TOTAL TAXES 558.58

TOTAL AMOUNT DUE \$ 11,730.22

DENTONS

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 2900 Manulife Place
 10180-101 Street
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Alvarez & Marsal Canada ULC
 Bow Valley Square II
 3300 205 5 Avenue SW
 Calgary, AB T2P 2V7

INVOICE # 2999834

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
August 16, 2013	529227-000007	Ray Rutman

Alvarez & Marsal Canada ULC
Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
Lake Eden Properties, Axxess Capital
John Kenneth Purdy also known as Jack Purdy

Professional Fees	\$ 47,708.00
Other Fees/Charges & Disbursements	2,386.81
GST (5.0%) on \$50,014.81	<u>2,500.74</u>
Total Amount Due	<u>\$ 52,595.55</u>

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Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Dentons Canada LLP and mailed to the above noted address.</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Dentons Canada LLP and your account number is 529227. Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount.</p>
<p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Matter # 529227-000007

Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
30-Apr-13	RCR	Correspondence from AM - Certificate of No Appeal.
02-May-13	RCR	Correspondence to client regarding Certificate of No Appeal.
03-May-13	RCR	Correspondence from AM regarding Bankruptcy meeting. Correspondence from AM regarding Court application
03-May-13	RCR	Correspondence from Conan Taylor regarding missing Order. Correspondence to client regarding missing Order.
03-May-13	RCR	Correspondence from Conan Taylor - looking for S&D Order. Review pleadings regarding S&D Order. Correspondence to Conan Taylor regarding transcript. Correspondence from Conan Taylor regarding form of Order.
04-May-13	RCR	Correspondence from client regarding decision of Justice Thomas. Correspondence to client regarding decision of Justice Thomas. Correspondence to client regarding inquiry of AM regarding CCAA hearing.
06-May-13	RCR	Correspondence from Conan Taylor regarding Order. Correspondence to Conan Taylor regarding order.
06-May-13	RCR	Correspondence to client regarding correspondence to Conan Taylor.
08-May-13	RCR	Correspondence from Orest Konowalchuk - information required for report.
09-May-13	RCR	Correspondence from Tim Reid regarding confidential memoranda.
09-May-13	RCR	Correspondence to client regarding availability. Correspondence from client regarding availability. Correspondence to client regarding copying ST.
09-May-13	RCR	Correspondence from client regarding 11th report - draft. Review 11th report. Correspondence to AM regarding proposal meeting. Correspondence to AM regarding Court date. Conference with clients regarding 11th report.
09-May-13	RCR	Telephone call from client regarding report.
10-May-13	RCR	Correspondence from Orest Konowalchuk regarding timing of report.
10-May-13	SMT	Prepared service list and letters. Served report.
10-May-13	LMY	Filing the Report of the Monitor at the Courthouse.
13-May-13	RCR	Conference with client regarding report.
14-May-13	RCR	Correspondence from Val Foster regarding S&D draft Order. Review Eight Report regarding draft Order.
14-May-13	RCR	Correspondence to client regarding draft Order. Correspondence from client regarding draft Order. Correspondence to Conan Taylor - draft Order with my endorsement. Correspondence from Val Foster regarding Affidavit of Mr. Purdy. Correspondence to client regarding Affidavit of Mr. Purdy.
14-May-13	RCR	Correspondence from Orest Konowalchuk regarding meeting. Correspondence from Orest Konowalchuk regarding meeting. Correspondence from AM regarding

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Date	ID	Description of Work
		position of stay extension application.
15-May-13	RCR	Conference with Orest Konowalchuk regarding meeting.
15-May-13	RCR	Conference with client regarding pending application.
15-May-13	RCR	Correspondence from client regarding proposal. Telephone call to Orest Konowalchuk regarding meeting.
16-May-13	RCR	Review Report. Attendance at Proposal Meeting.
16-May-13	RCR	Correspondence from Bruce Mintz - won't attend hearing. Correspondence to client regarding clarification of instructions. Correspondence to counsel - Ninth Report of Trustee.
17-May-13	RCR	Attendance at Court.
17-May-13	RCR	Correspondence from Orest Konowalchuk regarding Certificate of Completion.
23-May-13	RCR	Correspondence from Val Foster - Orders. Correspondence to client regarding Orders.
26-May-13	JS	Emails with Ray Rutman and Tim Reid regarding B.C. Orders required for transfer of real estate.
27-May-13	RCR	Conference with JS regarding BC Land Titles process. Correspondence to Conan Taylor regarding BC process. Correspondence from Tim Reid - should we draft or just provide precedents. Correspondence from Orest Konowalchuk - lawyer chosen by Mr. Purdy in BC is out until June 3rd.
27-May-13	JS	Conference with Ray Rutman regarding background. Consider BC order recognition issues and options. Prepare email to counsel for company and A&M and consider.
27-May-13	CMC	Review instructions from John Sandrelli regarding requirements for enforceability of Alberta court direction to B.C. Land Title Office. Review and consider mechanism for enforcement of out of province order under Enforcement of Canada Judgments and decrees Act. Email to John Sandrelli regarding same. Review sample CCAA vesting order with Land Title directions in Catalyst restructuring. Review sample historical title and mechanism for releasing charges by CCAA vesting order. Telephone call to Blakes regarding any issues which arose on registration of same in Land Title Office. Telephone call to agent regarding formal requirements at Land Title Office. Report to John Sandrelli.
27-May-13	DAH	Consider vesting order precedents.
28-May-13	DAH	Review of BC Land Titles Office procedure to effect transfer of title and discharge encumbrances.
30-May-13	RCR	Conference with Tim Reid regarding Order regarding sale - need to speak to Conan Taylor.
11-Jun-13	RCR	Correspondence from Mr. Lacroix regarding status of file. Correspondence from Orest Konowalchuk regarding Port Alberni property.
13-Jun-13	RCR	Correspondence from AM regarding up to date list of approved claims. Correspondence from Orest Konowalchuk regarding correspondence to realtors. Correspondence to client regarding request for information sought by AM.

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Date	ID	Description of Work
18-Jun-13	RCR	Conference with Tim Reid regarding lack of progress on sales and presentation of a plan.
18-Jun-13	RCR	Correspondence from AM regarding sale proceeds accounting.
18-Jun-13	RCR	Correspondence to client regarding Westridge Park Lodge accounting. Correspondence from counsel for Bank of Montreal regarding status of Release.
18-Jun-13	RCR	Correspondence to client regarding correspondence from counsel for BMO. Correspondence to client regarding draft response to counsel for BMO. Correspondence to Orest Konowalchuk - would like copy of minutes from last meeting of creditors.
19-Jun-13	RCR	Correspondence from client regarding responding to counsel for BMO. Correspondence to Robertson - response to his email.
20-Jun-13	RCR	Conference with Tim Reid regarding plan going forward. Correspondence from AM - would like update. Correspondence to client regarding request of AM.
20-Jun-13	RCR	Correspondence from Orest Konowalchuk - can get creditor listing.
21-Jun-13	RCR	Correspondence to client regarding draft email to AM. Correspondence from client regarding okay with draft. Correspondence to AM regarding framework of plan. Correspondence from Ashmore regarding 156 property. Correspondence from Orest Konowalchuk regarding 156 St. property.
24-Jun-13	RCR	Correspondence from D. Kliparchuk regarding 15625 Stony Plain Road.
24-Jun-13	RCR	Correspondence from Conan Taylor - would like us to prepare vesting Order.
24-Jun-13	RCR	Correspondence to client - should we prepare Order.
24-Jun-13	RCR	Correspondence from Tim Reid - prepare Order. Correspondence from Orest Konowalchuk - sale agreement.
25-Jun-13	DAH	Review of pleadings and consider and draft Order approving sale and vesting title with respect to Port Alberni Property. Telephone conversation with Conan Taylor regarding application for Order approving sale and vesting title with respect to Port Alberni Property.
26-Jun-13	DAH	Draft Order approving sale and vesting title with respect to Port Alberni Property. Telephone conversations with George Body and Bruce Mintz regarding possible consent to Order. Emails from and to Orest Konowalchuk. Emails to and from Walker MacLeod regarding possible consent to Order.
27-Jun-13	RCR	Review and draft 12th report. Prepare draft Application and Order.
27-Jun-13	RCR	Review draft Order regarding vesting and confer with Dean Hitesman regarding Order. Conference with client regarding administration charge and vesting order. Conference with Sharon Hinz regarding scheduling. Conference with Conan Taylor and Tim Reid regarding July 4th hearing. Correspondence from Orest Konowalchuk regarding WIP balance.
27-Jun-13	RCR	Correspondence from Orest Konowalchuk regarding outstanding AR. Correspondence from Tim Reid regarding application to increase administration fee. Correspondence from Tim Reid regarding draft report. Correspondence from Orest Konowalchuk regarding draft report. Correspondence from Orest Konowalchuk regarding request of Mr. Body.

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Date	ID	Description of Work
27-Jun-13	RCR	Correspondence to Orest Konowalchuk regarding WIP. Correspondence to Orest Konowalchuk regarding AR. Correspondence to AM and GB regarding intent to apply for increase to administration charge. Correspondence to client regarding mark up of draft.
27-Jun-13	DAH	Draft Order approving sale and vesting title with respect to Port Alberni Property. Draft Application for Order approving sale and vesting title with respect to Port Alberni Property. Draft Affidavit of Jack Purdy in support of Application for Order approving sale and vesting title with respect to Port Alberni Property. Telephone conversation with George Orest Konowalchuk and Tim Reid regarding form of Order and sale proceeds. Email to Conan Taylor regarding deficiencies with Offer.
28-Jun-13	RCR	Amend Application and Order. Review Twelfth Report. Correspondence to Sharon Hinz regarding Application and Report. Correspondence to Assistant of Justice Thomas - report. Correspondence to service list regarding report. Draft Affidavit of Service. Telephone call from client regarding Twelfth Report.
28-Jun-13	RCR	Telephone call to Tim Reid regarding 12th report. Correspondence from Tim Reid regarding application.
28-Jun-13	RCR	Correspondence from Orest Konowalchuk regarding draft application. Correspondence from Tim Reid regarding Court direction to circulate a plan. Correspondence to Tim Reid regarding Court direction to circulate a plan. Correspondence from Tim Reid - understand GB agreed funds go to monitor without restriction. Correspondence from Orest Konowalchuk regarding advice of Mr. Body. Correspondence from Orest Konowalchuk - Twelfth report - revised. Correspondence from Orest Konowalchuk - final version of report.
28-Jun-13	RCR	Correspondence to client regarding draft application and order.
28-Jun-13	RCR	Correspondence to Tim Reid regarding circulating plan - advance authorization.
28-Jun-13	LMY	Filing documents at the Courthouse.
28-Jun-13	DAH	Telephone conversation with Realtor's office regarding modifications to Offer. Revise Application, Order and Affidavit. Telephone conversation with Tim Reid and Conan Taylor. Email drafted pleadings to Conan Taylor with comments. Telephone conversation with George Body regarding CRA position on sale.
29-Jun-13	RCR	Correspondence from Orest Konowalchuk regarding notice from Port Alberni.
02-Jul-13	RCR	Telephone call from Kent Rowan regarding input on BMO. Correspondence from Kent Rowan regarding points for clarification. Telephone call to Tim Reid regarding email of Kent Rowan.
02-Jul-13	DAH	Leave telephone message with Conan Taylor. Telephone conversation with Conan Taylor.
03-Jul-13	RCR	Telephone call to client regarding administration charge. Correspondence from Tim Reid regarding administration charge. Correspondence to Orest Konowalchuk regarding administration charge. Correspondence from Orest Konowalchuk regarding administration charge.
03-Jul-13	RCR	Correspondence from client to KR regarding claim of BMO. Conference with Tim Reid regarding speaking to AM and GB regarding application. Conference with GB regarding position of CRA. Correspondence to client regarding discussion with

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Date	ID	Description of Work
		GB. Telephone call from Tim Reid regarding discussion with GB. Telephone call to Orest Konowalchuk regarding proposal meeting. Conference with AM regarding application. Correspondence to client regarding discussion with AM.
03-Jul-13	RCR	Correspondence from Tim Reid regarding providing information tomorrow. Telephone call from GB regarding calculation of \$300,000. Prepare for application. Correspondence from GB regarding position of crown. Correspondence from AM regarding request for spreadsheet. Correspondence from Kent Rowan regarding application. Correspondence from Tim Reid to GB regarding suggestion of meeting.
04-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding draft minutes regarding creditor's meeting. Correspondence to Orest Konowalchuk regarding draft minutes. Correspondence from Tim Reid - no need to attend on the 18th.
04-Jul-13	RCR	Correspondence from GB regarding availability on the 18th. Correspondence to client - I assume my attendance on the 18th is not required. Correspondence from Tim Reid regarding availability. Correspondence from Conan Taylor regarding availability. Correspondence from AM regarding availability. Correspondence from Tim Reid regarding meetings with GB and AM
04-Jul-13	RCR	Prepare for court. Attendance at Court. Amend Order. Correspondence to counsel - Order. Correspondence from GB regarding Order. Correspondence to GB regarding Order. Correspondence from GB regarding Order. Correspondence from GB - endorsed Order. Correspondence from GT - Order approving sale. Correspondence to Conan Taylor - should we engage BC counsel. Correspondence from Orest Konowalchuk regarding Bamfield property. Correspondence from Orest Konowalchuk regarding minutes of meeting. Correspondence from Tim Reid regarding charges on the Bamfield property. Correspondence from Orest Konowalchuk regarding charge on Bamfield property. Correspondence from GB - willing to meet and discuss the plan. Correspondence from AM - willing to have \$100,000 increase in administration charge. Correspondence from Orest Konowalchuk - Lacroix will likely be bring application to stay concerning the property.
05-Jul-13	RCR	Correspondence from Conan Taylor - Order with endorsement.
06-Jul-13	RCR	Correspondence to AM regarding Order. Correspondence from AM regarding Order. Correspondence to Conan Taylor regarding BC process. Correspondence from Conan Taylor - Mr. Purdy will not give him authority to deal with BC process.
08-Jul-13	RCR	Correspondence from AM - meeting July 18th works. Correspondence from Tim Reid - will consider agenda. Correspondence from AM - Order.
08-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding Orders. Correspondence from Tim Reid regarding draft email to Mr. Purdy. Correspondence from Tim Reid regarding cash flows.
08-Jul-13	RCR	Conference with Tim Reid regarding sale in BC and moving forward with plan.
08-Jul-13	RCR	Correspondence from AM regarding Order. Correspondence from Tim Reid regarding email to Conan Taylor regarding preparing Affidavit. Correspondence from Tim Reid regarding draft email to Mr. Purdy regarding need to understand

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Date	ID	Description of Work
		process regarding sale - how will it occur promptly.
08-Jul-13	RCR	Correspondence from Tim Reid to JP regarding need to get on with sale. Correspondence to client - waiting for AM to provide endorsed consent order. Correspondence to client regarding request to AM to provide endorsed order. Correspondence to client - is Monitor willing to leave BC sale order in hands of Mr. Purdy. correspondence to client - filed 12th report. Correspondence to Tim Reid regarding proposed correspondence of Tim Reid to Mr. Purdy.
10-Jul-13	RCR	Correspondence to Justice Thomas - Order. Telephone call to client - let's apply in BC on behalf of the Monitor. Correspondence to client - have the Order back from AM. Telephone call to Tim Reid - we can get BC Order on instructions of Monitor.
10-Jul-13	RCR	Correspondence from Tim Reid to JP - instruction Dentons to proceed. Correspondence from Tim Reid - get sale order recognized and close deal. Correspondence from CC regarding certified copies.
10-Jul-13	JS	Email from Ray Rutman regarding recognition of Alberta Order. Conference with Cindy Cheuk and review process.
10-Jul-13	SW	Conference with Cindy Cheuk regarding CCAA proceedings and land title matters. Reviewing court order.
10-Jul-13	SW	Reviewing court order and report of monitor.
10-Jul-13	CMC	Review vesting order. Telephone call to agent regarding requirements for CCAA vesting order; discussion with Scott Wilson regarding mechanics for closing. Email to Ray Rutman regarding same. Instructions to Cassandra Paterson regarding initial draft of recognition materials.
10-Jul-13	CP	Drafting a Requisition Order for the BC Supreme Court.
11-Jul-13	RCR	Correspondence to Tim Reid regarding needing letter form Taylor Law Office. Correspondence to Mr. Lacroix regarding minutes of proposal meeting.
11-Jul-13	RCR	Correspondence from Colliers regarding Order. Correspondence from Conan Taylor regarding Order. Correspondence to Colliers. Correspondence to Mr. Lacroix regarding minutes. Correspondence from D. Sutton regarding Order. Correspondence from Justice Thomas regarding Order. Correspondence to service list regarding Order.
11-Jul-13	SW	Reviewing title searches. Conference call with Cindy Cheuk and Ray Rutman.
11-Jul-13	CP	Drafting the requisition for enforcement of the Alberta judgment.
13-Jul-13	RCR	Correspondence to service list - Order. Draft Affidavit of Service.
15-Jul-13	RCR	Correspondence from Tim Reid regarding correspondence to JP - missing documents. Correspondence to CC regarding certified copies of documents.
16-Jul-13	RCR	Telephone call to Conan Taylor regarding closing process - BC sale. Telephone call from Conan Taylor - will provide letter.
16-Jul-13	RCR	Correspondence to CC regarding preparing letter for Conan Taylor. Correspondence to Conan Taylor regarding name of counsel for purchase. Conference with Tim Reid regarding pending meeting. Correspondence from CC regarding process.

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Date	ID	Description of Work
16-Jul-13	RCR	Correspondence from CC regarding process.
16-Jul-13	SW	Conference with Cindy Cheuk regarding land title documents. Reviewing form of letter to registrar.
17-Jul-13	RCR	Conference with client regarding pending meeting. Correspondence from Tim Reid to JP regarding need for better information.
17-Jul-13	CMC	Revise and finalize requisition for Order. Instructions to agent regarding same. Revise requisition for Monitor's Report.
18-Jul-13	RCR	Correspondence from client regarding agenda for meeting. Telephone call to client regarding agenda for meeting. Telephone call from client and meeting participants. Correspondence from JS regarding agenda. Correspondence from Orest Konowalchuk regarding agenda.
18-Jul-13	RCR	Correspondence from Orest Konowalchuk - information needed to order transcript. Correspondence from Ms. Cheuk - certified copy of Alberta Order filed in BC. Correspondence from Tim Red - name of notary. Correspondence to Tim Reid - need lawyer. Correspondence from Watson - notary will suffice. Correspondence to Tim Reid regarding misdescription in certificate. Correspondence to Orest Konowalchuk regarding voicemails that have been left regarding report. Correspondence to client regarding Alberta Order filed in BC.
18-Jul-13	RCR	Correspondence from A. Welch - would like application and 12th report. Correspondence from client regarding availability. Correspondence to client regarding availability. Conference with client and stakeholders. Prepare Application and Order regarding sale of property. Correspondence from client, draft report and review and advise of suggested changes. Correspondence from Tim Reid, decision of Justice Burrows. Correspondence from Mr. Welch, would like Monitor's Report. Correspondence from Mr. Welch - located report. Correspondence from client regarding availability. Correspondence to client regarding availability. Correspondence to counsel regarding proposed application. Correspondence from AM - seeking instructions. Correspondence from Orest Konowalchuk regarding transcript. Correspondence to Orest Konowalchuk - information needed to order transcript.
18-Jul-13	SW	Conference with Cindy Cheuk regarding closing matters. Email correspondence with Ray Rutman.
18-Jul-13	CMC	Report to Ray Rutman on registration of Order.
19-Jul-13	RCR	Correspondence to client regarding inclusion of ocean front property on draft Order. Correspondence to client regarding draft application. Correspondence from Conan Taylor - Application and Order. Correspondence to Conan Taylor regarding draft letter for sale agreement.
19-Jul-13	RCR	Telephone call to client regarding non-care properties. Telephone call from client regarding non-care properties. Telephone call from Transcript services. Draft and amend Application and Order. Telephone call from Tim Reid regarding discussion with Conan Taylor regarding Oceanfront properties. Telephone call to Tim Reid regarding pending application and report. Conference with Orest Konowalchuk regarding who Mr. Maciag represents. Correspondence to Doug

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Date	ID	Description of Work
		Shell regarding Application and Report. Correspondence to Sharon Hinz regarding Application and report.
19-Jul-13	RCR	Correspondence from Conan Taylor - does not want Oceanfront property included in Order. Correspondence from Orest Konowalchuk regarding correspondence to Transcript Management. Correspondence from Orest Konowalchuk - final draft of 13th Report. Correspondence from Orest Konowalchuk regarding draft Application and Order are fine.
19-Jul-13	RCR	Review proceedings to determine who Mr. Maciag represents. Correspondence to service list regarding Application and Report. Correspondence from Tim Reid regarding Monitor's Certificate. Correspondence from Orest Konowalchuk regarding preliminary property listing. Correspondence from Orest Konowalchuk - revised property listing. Correspondence from Orest Konowalchuk - Somacs not part of property listing. Correspondence from Orest Konowalchuk regarding May 2nd extension Order. Correspondence from Orest Konowalchuk regarding correspondence to Conan Taylor regarding draft report. Correspondence from Tim Reid regarding Monitor's Certificate. Correspondence from Orest Konowalchuk. Telephone call from Natasha - transcript management.
19-Jul-13	RCR	Correspondence from Conan Taylor - upset regarding oceanfront inclusion. Correspondence from Tim Reid regarding responding to Conan Taylor. Correspondence to Tim Reid regarding emails referenced by Tim Reid.
19-Jul-13	KDG	Filing application and Monitor's report at the Justice's office.
22-Jul-13	RCR	Conference with Tim Reid regarding support for application.
22-Jul-13	RCR	Telephone call from Transcript Management regarding decision of Justice Macleod. Correspondence to client regarding obtaining transcript. Correspondence from client regarding obtaining transcript. Telephone call to Transcript Management regarding reasons. Correspondence from client - order transcript.
23-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding closing of 3203 - 2nd Avenue property.
23-Jul-13	RCR	Correspondence from GB regarding position of CRA regarding costs.
23-Jul-13	RCR	Correspondence from Tim Reid regarding discussion with Conan Taylor regarding costs.
23-Jul-13	RCR	Correspondence from Tim Reid regarding position of CRA.
23-Jul-13	RCR	Correspondence from Tim Reid to Conan Taylor, not concerned regarding disclosure concerning his position on ocean front property.
23-Jul-13	RCR	Correspondence from Conan Taylor regarding position on Oceanfront property.
23-Jul-13	RCR	Correspondence from client regarding stay extension application.
23-Jul-13	RCR	Correspondence from Conan Taylor regarding draft letter to be placed on letterhead.
23-Jul-13	RCR	Correspondence from client regarding correspondence from realtor.
23-Jul-13	RCR	Correspondence to client waiting for Conan Taylor to provide me with letter for closing.

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Date	ID	Description of Work
23-Jul-13	RCR	Correspondence to Tim Reid - are discussions with Conan Taylor on a without prejudice basis.
23-Jul-13	RCR	Correspondence to Tim Reid regarding position of CRA.
23-Jul-13	RCR	Correspondence to Tim Reid - have held off sending anything out regarding Conan Taylor's position by reason of concerns they were without prejudice discussions.
23-Jul-13	RCR	Correspondence to counsel regarding Conan Taylor's positioning that ocean front property should not be included.
23-Jul-13	RCR	Correspondence to client - should we outline positions of monitor prior to hearing from AM.
23-Jul-13	RCR	Correspondence to AM - need to know position of Axxess also.
24-Jul-13	RCR	Telephone call from Conan Taylor regarding ocean front property.
24-Jul-13	RCR	Conference with Tim Reid regarding position of client regarding oceanfront property.
24-Jul-13	RCR	Correspondence to client Conan Taylor sending me letter.
24-Jul-13	RCR	Conference with Tim Reid regarding discussion with Conan Taylor regarding charges and sale of property.
24-Jul-13	RCR	Correspondence from Conan Taylor - Letter from registrar
24-Jul-13	RCR	Correspondence from Orest Konowalchuck regarding Colling update.
24-Jul-13	RCR	Correspondence from SW regarding BC Titles.
24-Jul-13	RCR	Correspondence to Tim Reid regarding BC Titles.
24-Jul-13	RCR	Correspondence from Tim Reid regarding BC Titles.
25-Jul-13	RCR	Telephone call to client regarding BC Crown. Review Initial Order regarding concern of BC Crown.
25-Jul-13	RCR	Conference with client regarding pending application.
25-Jul-13	RCR	Conference with client and Andrew Macaig regarding pending application.
25-Jul-13	RCR	Correspondence from Andrew Macaig regarding position of Axxess concerning Monitor's charge and selling property.
25-Jul-13	RCR	Review report and materials filed regarding application - pending.
29-Jul-13	SW	Phone and email correspondence with Cindy Cheuk and Ray Rutman regarding closing of sale. Reviewing order. Phone call to and from notary for purchaser. Email to notary enclosing court order.
30-Jul-13	SW	Phone call from purchaser's notary regarding order and title issues. Receipt of original letter regarding CLP.
31-Jul-13	SW	Reviewing title searches, court order and purchase agreement. Conference with Cindy Cheuk. Phone call to land title agents. Email and phone correspondence with purchaser's notary. Email and phone correspondence with Ray Rutman.
06-Aug-13	MS	Filing Report with Court and delivering the same to the office of Mr. Justice Thomas.

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Timekeeper	Hours	Rate	Fees
Cassandra Paterson	1.4	195.00	273.00
Cindy Cheuk	6.0	360.00	2,160.00
Dean A. Hitesman	22.0	310.00	6,820.00
John Sandrelli	1.9	610.00	1,159.00
Kent D. Gislason	0.6	205.00	123.00
Lara Yeung	1.6	220.00	352.00
Matthew Storey	0.7	205.00	143.50
Ray Rutman	65.5	605.00	39,627.50
Scott Wilson	5.0	320.00	1,600.00
Susy Trace	1.8	250.00	450.00
Total	106.5		\$52,708.00

TOTAL PROFESSIONAL FEES	\$ 52,708.00
Less: Discount	<u>(5,000.00)</u>
NET PROFESSIONAL FEES	\$ 47,708.00

TAXABLE OTHER FEES/CHARGES

BC Online Service Charges	\$ 175.50
Document Scanning	101.15
Fax Charges	261.00
Library Computer Research	4.00
Long Distance Telephone Calls	207.97
Photocopy & Printing Charges	<u>914.40</u>
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,664.02

TAXABLE DISBURSEMENTS

Agent Fees/Account	\$ 44.50
BC Online Search	292.05
Courier & Delivery	116.50
Land Title/Court/Corp Agents Fee	57.00
Postage	92.74
Queens Bench Searches/Copies	<u>40.00</u>
TOTAL TAXABLE DISBURSEMENTS	\$ 642.79

NON-TAXABLE DISBURSEMENTS

Agency Registration*	\$ 80.00
TOTAL NON-TAXABLE DISBURSEMENTS	\$ 80.00

TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS	<u>2,386.81</u>
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TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS	\$ 50,094.81
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TAXES

GST (5.0%) on Professional Fees of \$47,708.00	\$ 2,385.40
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GST (5.0%) on Taxable Disbursements of \$2,306.81	<u>115.34</u>
TOTAL TAXES	<u>2,500.74</u>
TOTAL AMOUNT DUE	<u>\$ 52,595.55</u>

DENTONS

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INVOICE # 3010802

GST/HST # R121996078
 QST # 1086862448 TQ 0001

Attention: Tim Reid

<u>Date</u>	<u>Matter Number</u>	<u>Lawyer</u>
October 17, 2013	529227-000007	Ray Rutman

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Professional Fees	\$ 60,385.50
Other Fees/Charges & Disbursements	2,938.89
GST (5.0%) on \$63,294.79	3,164.74
Total Amount Due	\$ 66,489.13

DENTONS CANADA LLP

Per: _____
Ray Rutman

Payment Options:	
<p><u>Cheques:</u> Cheques payable to Dentons Canada LLP and mailed to the above noted address.</p> <p><u>Wire Transfer:</u> Bank of Montreal 10199 - 101 Street, Edmonton, AB T5J 3Y4 Swift Code: BOFMCAM2 Bank ID: 001 Transit: 00149 CAD Funds Bank Account: 1162-513</p>	<p><u>Internet Banking:</u> Accepted at most financial institutions. Your payee is Dentons Canada LLP and your account number is 529227. Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount.</p> <p><u>Credit Card:</u> Payments are accepted via telephone, email or fax. We accept American Express, MasterCard or Visa (please circle one). Card No. _____ Expiry Date: _____ Amount: _____ Cardholder Name: _____ Signature: _____</p>
<p>Please email us at Edm.Accounting@dentons.com referencing invoice number and payment amount. Payment due on receipt. Interest will be charged at the rate of 1.3% per annum on all outstanding amounts over 30 days.</p>	

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 Re: Armac Alberta Ltd., Armac BC Ltd., Armac Investments
 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Invoice Detail

TO PROFESSIONAL SERVICES RENDERED in connection with the above noted matter:

Date	ID	Description of Work
11-Jul-13	JS	Various telephone conferences with clients. Review letter to Waterton regarding loan agreements and further letter from Steve Harris. Emails to Steve Harris. Consider strategy.
11-Jul-13	JS	Office conference with Cindy Cheuk and review process.
26-Jul-13	RCR	Correspondence to Denise Sutton enclosing copy of Order for Justice Thomas.
26-Jul-13	RCR	Prepare Orders.
26-Jul-13	RCR	Correspondence from George Body regarding discussion of Orders.
26-Jul-13	RCR	Attendance at Court.
26-Jul-13	RCR	Meeting with client, counsel and Mr. Purdy.
26-Jul-13	RCR	Correspondence from Tim Reid regarding willingness to renew offer for 200 South Bamfield.
26-Jul-13	RCR	Correspondence from Orest Konowalchuk. Will check property tax assessments regarding South Bamfield property.
26-Jul-13	RCR	Correspondence from Orest Konowalchuk updated property tax assessments regarding South Bamfield property.
29-Jul-13	RCR	Correspondence to Conan Taylor, update regarding sales process.
29-Jul-13	RCR	Correspondence to Cindy Cheuk regarding certified copy of monitor's certificate.
29-Jul-13	RCR	Correspondence to client.
29-Jul-13	RCR	Correspondence to client regarding August 6 closing date.
29-Jul-13	RCR	Correspondence from client regarding August 6 closing date.
29-Jul-13	RCR	Correspondence from Conan Taylor, would like update regarding sale of property.
29-Jul-13	RCR	Correspondence to Cindy Cheuk, letters from Conan Taylor and monitor's certificate.
29-Jul-13	RCR	Correspondence from Cindy Cheuk, need certified copy of filed monitor's certificate.
29-Jul-13	RCR	Correspondence from Conan Taylor, did Vancouver office contact counsel for the seller.
29-Jul-13	RCR	Correspondence to Conan Taylor, Vancouver office is trying to make contact with counsel for the seller.
30-Jul-13	RCR	Correspondence from Conan Taylor, August 6 is okay for closing.
30-Jul-13	RCR	Correspondence to Scott Wilson, is August 6 okay for closing.
30-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding Orders.
30-Jul-13	RCR	Correspondence to service list - Orders.

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Date	ID	Description of Work
30-Jul-13	RCR	Draft Affidavit of Service.
30-Jul-13	RCR	Correspondence to Justice Thomas regarding July 26 Orders.
30-Jul-13	RCR	Correspondence to client, orders.
31-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding insurance on Bamfield Trails motel.
31-Jul-13	RCR	Correspondence from Orest Konowalchuk regarding insurance payments as per email of Jill Strueby of July 8 2013.
31-Jul-13	RCR	Correspondence to client and Conan Taylor regarding problem with BC titles.
01-Aug-13	RCR	Conference with client regarding BC sale - needing revisions to Order. Correspondence from Tim Reid regarding correspondence to Conan Taylor seeking authorization. Correspondence from Tim Reid - seeking Affidavit of Service regarding Application. Correspondence from Tim Reid seeking update regarding insurance. Correspondence from Mr. Maciag - his client has information to assist in sales. Correspondence to client regarding call from Mr. Maciag.
01-Aug-13	RCR	Conference with client regarding insurance concern and need for service information. Correspondence from Orest Konowalchuk regarding contacting Mr. Biterman. Correspondence to Orest Konowalchuk and Tim Reid regarding need for service information. Draft Amending Order.
01-Aug-13	RCR	Conference with client regarding insurance and title issues. Draft Order and Monitor's Report.
01-Aug-13	SW	Phone call from Ray Rutman regarding order.
02-Aug-13	RCR	Correspondence from client regarding correspondence to Mr. Purdy and meeting with Conan Taylor. Prepare and amendment of report and Order. Correspondence from Val Foster regarding service. Telephone call to Krystle Fuller regarding appointment with Justice Thomas.
02-Aug-13	RCR	Correspondence to client regarding draft Order. Correspondence to client regarding draft Order. Correspondence to client regarding draft report. Conference with client regarding execution of report. Correspondence from Orest Konowalchuk regarding correspondence of SS and JP regarding insurance. Correspondence from Orest Konowalchuk to Rosa regarding insurance. Correspondence from JP regarding insurance. Correspondence from Conan Taylor - okay with Order. Correspondence from Tim Reid - okay with report.
02-Aug-13	SW	Reviewing draft order. Email to Ray Rutman.
02-Aug-13	CMC	Review and comment on variation order to amend vesting order to Bergeron.
05-Aug-13	RCR	Amend Monitor's Report. Telephone call to Tim Reid regarding amendments to report, amend report and correspondence to client regarding amended report.
06-Aug-13	RCR	Telephone call from Krystle Fuller regarding attendance before Justice Thomas. Telephone call to Krystle Fuller regarding documents to go to Justice Thomas. Correspondence to Krystle Fuller - 14th report and draft Order for Justice Thomas.
06-Aug-13	RCR	Correspondence to counsel regarding court application.

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Date	ID	Description of Work
06-Aug-13	SW	Email from Ray Rutman regarding orders.
07-Aug-13	RCR	Correspondence to Mr. Maciag and George Body regarding Order. Correspondence to Tim Reid - have to get Order recognized in BC.
07-Aug-13	RCR	Correspondence from Tim Reid regarding closing of sale.
07-Aug-13	RCR	Prepare for Court. Attendance at Court. Correspondence to BC office regarding certified copy. Correspondence to Court regarding Order granted.
08-Aug-13	RCR	Correspondence to Conan Taylor regarding Order entered in BC.
08-Aug-13	CMC	Telephone calls with agent regarding enforcement of Alberta slip order. Draft requisition for Alberta amending order. Email to Ray Rutman regarding same.
09-Aug-13	RCR	Correspondence to client regarding transcript now available.
09-Aug-13	SW	Receipt and review of filed order. Email to purchaser's notary enclosing order. Attending to certification of orders.
09-Aug-13	CMC	Review registration to file Monitor's certificate. Telephone call to agent regarding same.
12-Aug-13	RCR	Correspondence from Orest Konowalchuk regarding offer on 156th Street property.
12-Aug-13	SW	Email to and from purchaser's notary regarding closing matters.
13-Aug-13	SW	Phone call from and to Purchaser's notary regarding court order. Reviewing Form 17.
14-Aug-13	RCR	Draft Affidavit of Service - August 7th Order. Draft Affidavit of Service July 26th Order. Telephone call from Mr. Maciag regarding 156 Street property. Telephone call from Orest Konowalchuk regarding 156 Street property and efforts to sell other properties. Correspondence to Mr. Maciag regarding not hearing from Mr. Purdy regarding responding to 156 Street property.
14-Aug-13	RCR	Review decision of Justice Thomas regarding S&D.
15-Aug-13	RCR	Correspondence to client regarding reasons for judgment.
15-Aug-13	RCR	Review decision of Justice Thomas. Correspondence to client regarding decision of Justice Thomas.
16-Aug-13	RCR	Correspondence from Transcript Management regarding transcript on Impact 2000. Correspondence to client regarding transcript.
16-Aug-13	RCR	Correspondence from A. Welch regarding tax claims. Correspondence to client regarding correspondence from A. Welch.
16-Aug-13	DAH	Review of Memorandum of Decision of Justice Thomas.
17-Aug-13	RCR	Correspondence from client regarding tax arrears.
19-Aug-13	RCR	Correspondence to Conan Taylor regarding revised letter to be sent on Taylor letterhead.
19-Aug-13	AAD	Conference with Cindy Cheuk regarding closing procedure/undertakings and telephone call to Ray Rutman regarding same.
19-Aug-13	SW	Receipt and review of closing documents and undertaking letter. Email correspondence regarding closing documents and undertaking letter.

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Date	ID	Description of Work
19-Aug-13	JW	Review vendor documents prepared by purchaser's notary. Review court orders. Conference with Cindy Cheuk regarding need for new letter from Taylor Law Corp referring to new order. Email and telephone correspondence with Cindy Cheuk and Ray Rutman regarding process of withdrawing transfer application if transaction fails to close. Emails to purchaser's notary regarding revised undertakings and statement of adjustments.
19-Aug-13	CMC	Draft letter for Taylor Law Office regarding registration of amending order at Land Title Office. Telephone calls and emails with Ray Rutman regarding closing matters. Discussions with Jennifer Wong and Arnon Darchner regarding same.
19-Aug-13	DAH	Review written reasons of Justice Thomas.
20-Aug-13	RCR	Telephone call to Val Foster regarding closing issues - Port Alberni.
20-Aug-13	RCR	Correspondence to Conan Taylor regarding revised statement of adjustments. Correspondence to Val Foster regarding documents sent to Conan Taylor.
20-Aug-13	JW	Email and telephone correspondence with Ray Rutman regarding execution of Vendor's Statement of Adjustments by Armac.
21-Aug-13	RCR	Correspondence from Tim Reid, Conan may be away until Monday.
21-Aug-13	RCR	Correspondence to Val Foster regarding message left regarding execution of documents.
21-Aug-13	RCR	Correspondence to client regarding revised Statement of Adjustments and new letter. Correspondence to client - waiting to hear from Conan Taylor. Correspondence to client regarding timing of closing extension.
21-Aug-13	SW	Email correspondence regarding closing matters.
21-Aug-13	JW	Email correspondence with Ray Rutman and Linda Hiltunen regarding extension of closing date.
23-Aug-13	RCR	Correspondence from Val Foster - can't seem to reach Conan Taylor.
23-Aug-13	RCR	Correspondence to Conan Taylor regarding time crunch.
26-Aug-13	RCR	Telephone call to client regarding draft plan.
26-Aug-13	JW	Email correspondence with Ray Rutman regarding receipt of letter from Taylor Law Corp and availability of Armac to sign Vendor's Statement of Adjustments. Email from purchaser's notary regarding closing.
27-Aug-13	RCR	Correspondence from Val Foster regarding Port Alberni sale. Correspondence to Val Foster regarding Port Alberni sale.
27-Aug-13	SW	Conference with Jennifer Wong regarding sale. Email correspondence regarding sale.
27-Aug-13	JW	Telephone call to purchaser's paralegal regarding extension of completion date. Email to Ray Rutman regarding same. Email to Val Foster enclosing marked-up vendor's statement of adjustments for execution by Conrad Taylor on behalf of Armac.
28-Aug-13	RCR	Review draft Plan. Conference with client regarding drat Plan. Conference with client regarding pending application.
28-Aug-13	RCR	Correspondence from Conan Taylor regarding statement of adjustments.

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Date	ID	Description of Work
		Correspondence to Conan Taylor, we are okay with figures.
28-Aug-13	RCR	Correspondence from Tim Reid regarding statement of adjustments.
28-Aug-13	SW	Conference with Jennifer Wong regarding closing matters. Email correspondence regarding closing matters.
28-Aug-13	JW	Email from Ray Rutman enclosing signed vendor's statement of adjustments. Email to Ray Rutman confirming timeline for receipt of originally executed letter from Taylor Law Corp. Email to Linda Hiltunen confirming new completion date.
29-Aug-13	RCR	Telephone call to Val Foster - need original Registrars letter. Correspondence from Val Foster - original letter. Correspondence to SW - original letter to Registrar. Correspondence from Orest Konowalchuk.
29-Aug-13	RCR	Correspondence from Tim Reid regarding extension Order. Correspondence to Tim Reid - I don't have extension Order. Correspondence from Tim Reid regarding 8335 Meshers Road. Correspondence from Tim Reid regarding stay extension Order. Correspondence from Conan Taylor - get stay extension Order. Correspondence from Conan Taylor regarding Meshers Road. Correspondence from Tim Reid regarding Meshers Road is in proceedings. Correspondence from Conan Taylor regarding stay extension Order. Correspondence from Conan Taylor to lift stay regarding Meshers Road.
30-Aug-13	RCR	Correspondence from client regarding July 26th Order. Conference with client regarding pending application. Review file regarding pending application. Draft Application. Draft Order. Correspondence to service list. Draft Affidavit of Service.
30-Aug-13	SW	Receipt and review of letter from Taylor law.
01-Sep-13	RCR	Review and amend report and appendices.
02-Sep-13	RCR	Review and amend report and appendices. Correspondence from Orest Konowalchuk regarding report. Correspondence from Tim Reid regarding report. Correspondence from Orest Konowalchuk regarding report. Correspondence to client regarding timing issues.
03-Sep-13	RCR	Review and amend report. Conference with client regarding review and amendment of report. Conference with client regarding draft report. Telephone call to client regarding confidentiality agreement.
03-Sep-13	RCR	Correspondence from Tim Reid regarding draft report. Correspondence from Tim Reid regarding availability of Orest Konowalchuk. Correspondence from Tim Reid regarding revised report. Correspondence from Tim Reid regarding summaries going to stakeholders. Correspondence from Orest Konowalchuk regarding suggested changes. Review draft report. Correspondence from client - report for filing. Correspondence to service list. Correspondence to Doug Shell regarding report and application. Correspondence to Doug Shell regarding bid summary. Correspondence to Justice Thomas regarding bid summary. Correspondence to Sharon Hinz regarding application. Draft Affidavit of Service.
03-Sep-13	RCR	Correspondence from client regarding accepting offer and booking date. Correspondence from client regarding 3620 - 3rd Avenue. Correspondence to Orest Konowalchuk regarding availability. Correspondence to client regarding bid

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Date	ID	Description of Work
		summaries being circulated to counsel. Correspondence to client regarding draft confidentiality undertaking.
03-Sep-13	RCR	Correspondence to client regarding bid summary.
03-Sep-13	SW	Drafting undertaking letter. Attending to delivery of original documents and undertaking letter to purchaser's notary.
03-Sep-13	ABO	Filing at courthouse.
04-Sep-13	RCR	Correspondence to Orest Konowalchuk regarding additional comments on 15th report. Correspondence to client regarding correspondence issued on September 3, 2013. Correspondence to Orest Konowalchuk regarding time of receipt of comments regarding report. Correspondence to Conan Taylor, George Body and A. Maciag regarding bids confidentiality terms. Correspondence to A. Maciag and George Body regarding bid summary. Correspondence to client regarding request for extension of time by Justice Thomas.
04-Sep-13	RCR	Correspondence from Orest Konowalchuk - revisions regarding report. Correspondence from Conan Taylor regarding costs - S&D. Correspondence from Conan Taylor regarding confidentiality undertaking. Correspondence from Mr. Maciag regarding confidentiality undertaking. Correspondence from Doug Shell - Court has expanded available time.
05-Sep-13	BWS	Reviewed Application materials and received briefing from Ray Rutman. Prepared for court application. Requested further backup materials from Corinne Daniels and reviewed. Exchanged emails with Tim Reid.
05-Sep-13	RCR	Correspondence to client regarding researching costs issue. Correspondence to client and Conan Taylor regarding keeping costs issue open. Correspondence to Tim Reid regarding seeking date for hearing sale approval applications. Correspondence from Tim Reid - application will be contested by borrower.
05-Sep-13	SW	Attending to closing matters. Email to Ray Rutman and Cindy Cheuk regarding payment of sale proceeds. Instructions to Lenny Ho regarding transfer of funds.
06-Sep-13	BWS	Final preparation for court and attended in court. Telephone call from Ray Rutman.
06-Sep-13	RCR	Correspondence to client regarding Court dates for sale approval order.
06-Sep-13	RCR	Correspondence to client regarding closing documents - Port Alberni.
06-Sep-13	SW	Cheque requisition.
09-Sep-13	BWS	Reviewed and revised draft memorandum and draft letter to Conan Taylor.
09-Sep-13	RCR	Amend Order. Correspondence to service list regarding Order. Draft Affidavit of Service. Correspondence to service list regarding Order. Draft Affidavit of Service.
09-Sep-13	RCR	Correspondence to Justice Thomas regarding Orders.
10-Sep-13	RCR	Conference with Tim Reid regarding application for sale and insuring Axxess and CRA respond to draft plan 3 weeks before October 25th.
10-Sep-13	RCR	Correspondence from Conan Taylor regarding need for response to plan within 2 weeks of October 25 hearing. Correspondence from George Body - when are the comments required. Correspondence to Andrew Maciag and George Body

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Date	ID	Description of Work
		regarding timing for response to draft plan.
10-Sep-13	KDG	Filing documents at the Law Courts Building.
10-Sep-13	DAH	Email from Ray Rutman to George Body and Andrew Maciag. Email from George Body. Emails from Orest Konowalchuk and Tim Reid.
11-Sep-13	RCR	Correspondence from Val Foster regarding correspondence to Justice Thomas regarding S&D. Correspondence from Bruce Mintz regarding correspondence to Justice Thomas regarding S&D.
11-Sep-13	DAH	Review of file Pleadings.
12-Sep-13	RCR	Correspondence from Bruce Mintz, opposes extension regarding costs.
12-Sep-13	DAH	Emails from and to Orest Konowalchuk. Leave voicemail with Sharon Hinz. Telephone conversations with Orest Konowalchuk. Review of prior pleadings and Monitor Reports. Draft Application to approval sale of of BC property. Draft Sale Approval and Vesting Order.
13-Sep-13	RCR	Correspondence to Tim Reid regarding correspondence from Bruce Mintz.
13-Sep-13	DAH	Draft and revise Application to approval sale of BC property and Order Approving Sale and Vesting Title. Email to Steven Dvorak. Emails to and from Orest Konowalchuk.
16-Sep-13	RCR	Correspondence from client regarding draft report. Correspondence from client regarding registration. Correspondence from client regarding Sixteenth Report. Review Sixteenth Report and schedules. Correspondence from client regarding finalized report. Correspondence from client regarding Order.
16-Sep-13	SW	Email and phone correspondence with purchaser's notary public. Reviewing notice declining to register and attending to correction thereof.
16-Sep-13	WF	Filing application and monitor's report at the courthouse and then delivering a copy to Justice Thomas.
16-Sep-13	DAH	Review of Monitor's Sixteenth Report. Email to Orest Konowalchuk commenting on Report. Telephone conversations with Orest Konowalchuk regarding Monitor's Report, Application and Order. Revise and finalize Application and form of Order Approving Sale and Vesting Order. Arrange for filing and service of Monitor's Sixteenth Report and Application for Order Approving Sale and Vesting Order.
17-Sep-13	SW	Phone call to land title agents regarding notice declining to registrar. Reviewing court order. Drafting corrective declaration. Email to purchaser's notary public.
17-Sep-13	DAH	Emails from and to Steven Dvorak.
18-Sep-13	RCR	Correspondence from Orest Konowalchuk regarding closing date. Correspondence from George Body regarding debts of Applicants to Mr. Purdy.
18-Sep-13	RCR	Correspondence to client - does agreement define vesting Order.
18-Sep-13	RCR	Correspondence to client - need agreement on date.
18-Sep-13	JS	Telephone conference with Dean Hitesman regarding B.C. recognition of further sale order. Review emails and material from counsel to purchaser and various emails with Dean Hitesman regarding same and Model Order.

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Date	ID	Description of Work
18-Sep-13	SW	Email from purchasers notary public regarding registration matters.
18-Sep-13	TJ	Review emails and pleadings regarding sale of Port Alberni lands in Armac Investments Ltd. CCAA.
18-Sep-13	DAH	Telephone conference with John Sandrelli regarding form of order and BC Court process for conveying title. Telephone conference with Chris Ferronato regarding specifics of form of order. Email correspondence with Ray Rutman and Orest Konowalchuk.
19-Sep-13	RCR	Review material from BC office regarding Order. Correspondence from client regarding proposed closing date. Correspondence from client - push closing date to 15th. Correspondence from Tim Reid regarding availability.
19-Sep-13	RCR	Correspondence from client regarding change to paragraph 4 of Order. Correspondence from Orest Konowalchuk regarding service of application materials.
19-Sep-13	SW	Email correspondence regarding court order sale.
19-Sep-13	TJ	Email and call with Cindy Cheuk regarding materials to be prepared for Armac/Purdy closing. Review and email Dean Hitesman regarding pleadings in Alberta and comments thereto. Review documents and materials related to Port Alberni sale.
19-Sep-13	DAH	Email correspondence with Chris Ferronato and revise and finalize form of Vesting Order. Email correspondence with Cindy Cheuk and Tevia Jeffries regarding form of Order and particulars of closing. Email correspondence with Orest Konowalchuk regarding form of Order.
20-Sep-13	RCR	Correspondence from Orest Konowalchuk regarding closing date. Correspondence from Conan Taylor regarding service. Correspondence from Tim Reid to George Body regarding debt of companies to Mr. Purdy. Correspondence from George Body regarding debt of companies to Mr. Purdy. Correspondence from Orest Konowalchuk regarding position of Mr. Taylor regarding application.
20-Sep-13	JW	Emails from Tevia Jeffries regarding form of Court Order approving sale.
20-Sep-13	DAH	Email correspondence from and to Orest Konowalchuk and Tim Reid regarding application to Approve Sale and Vest Title. Email correspondence with George Body, Conan Taylor and Andrew Maciag regarding client positions.
22-Sep-13	DAH	Preparation for application for Order Approving Sale and Vesting Title.
23-Sep-13	JW	Review terms of Order approving sale and Monitor's Certificate. Conference with Tevia Jeffries regarding documents required for closing and mechanics of document registration.
23-Sep-13	TJ	Meet with Jen Wong regarding closing of land sale. Draft letter to Land Title Office. Draft requisition. Research whether new proceeding needs to be commenced for approval of Alberta order.
23-Sep-13	DAH	Preparation and Court attendance to make application for Order Approving Sale and Vesting Title. Email to Chris Ferronato and Steven Dvorak. Email to Tevia Jeffries regarding closing of transaction.
24-Sep-13	RCR	Correspondence from client regarding offer on waterfront lots.

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Date	ID	Description of Work
24-Sep-13	DAH	Email from Tim Reid and review of offer on ocean front lot.
25-Sep-13	RCR	Conference with Tim Reid regarding responding to offer on oceanfront properties. Review form of offer. Correspondence to Tim Reid regarding need for new offer. Draft offer. Correspondence to Tim Reid - can use form regarding previous Order. Correspondence from Tim Reid regarding word document. Correspondence from Conan Taylor regarding plan getting CRA and Axxess approval. Correspondence from Orest Konowalchuk - invitation for offers package. Correspondence from Conan Taylor regarding scheduling Correspondence from George Body regarding scheduling and liability of companies to Mr. Purdy.
25-Sep-13	RCR	Correspondence from Orest Konowalchuk regarding responding to George Body. Correspondence from Colliers regarding commissions - 3620 - 3rd Ave., Port Alberni. Correspondence to client regarding document in word. Correspondence to Orest Konowalchuk regarding word document.
25-Sep-13	DAH	Telephone conversation with Orest Konowalchuk regarding form of Offer.
26-Sep-13	RCR	Prepare and amend Ocean Front offer.
26-Sep-13	RCR	Telephone call to client regarding agreement regarding Ocean Front property. Correspondence from client regarding timing of draft. Correspondence to client regarding draft offer. Correspondence from client regarding comments on draft offer. Correspondence from client regarding schedule to draft offer. Amend draft offer. Correspondence to client regarding amended draft offer.
27-Sep-13	RCR	Correspondence to client regarding commissions - 3620 - 3rd Ave, Port Alberni.
27-Sep-13	RCR	Correspondence from Orest Konowalchuk regarding schedule.
27-Sep-13	DAH	Emails from and to Tevia Jeffries regarding Monitor's Certificate and closing particulars. Email to Tim Reid and Orest Konowalchuk requesting Monitor's Certificate.
30-Sep-13	RCR	Correspondence from Tim Reid to Conan Taylor regarding required Affidavit of Mr. Purdy. Correspondence from Conan Taylor - Affidavit will be provided later this week.
30-Sep-13	RCR	Conference with Tim Reid regarding Ocean Front appraisal and Affidavit of Mr. Purdy regarding Ocean Front property.
30-Sep-13	SW	Letter to purchaser's notary regarding post closing registration matters.
30-Sep-13	DAH	Email from Orest Konowalchuk. Filing of Monitor's Certificate and provide certified copy to BC office.
01-Oct-13	RCR	Correspondence from client to George Body regarding intercompany debt. Correspondence to Mr. Lauran regarding communication protocol.
01-Oct-13	RCR	Correspondence from Mr. Reid regarding communication from Mr. Lacroix. Correspondence from Mr. Lacroix - who should he deal with - myself or Mr. Reid. Correspondence to Tim Reid regarding communication with Mr. Lacroix. Correspondence from Tim Reid regarding communication with Mr. Lacroix.
01-Oct-13	JW	Email correspondence with purchaser's counsel confirming closing date and receipt of court certified documents necessary for closing.

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01-Oct-13	TJ	Email with Jennifer Wong regarding closing of 3620 - 3rd Avenue, Port Alberni sale. Email with purchaser's counsel regarding same. Email with Dean Hitesman regarding same.
01-Oct-13	DAH	Email to and from Tevia Jeffries regarding Monitor's Certificate and closing date. Emails from and to Chris Ferronato regarding particulars of closing.
02-Oct-13	RCR	Correspondence from A Maciag - can't comment on draft plan yet - need business plan. Correspondence from Orest Konowalchuk regarding deposit.
02-Oct-13	JW	Review vendor documents prepared by purchaser's counsel. Telephone calls with Tevia Jeffries regarding notes to the statement of adjustments, residency declaration and assignment and assumption of lease agreement.
02-Oct-13	TJ	Review Statement of Adjustments and other documents from purchaser. Call with Dean Hitesman regarding same. Call with Jennifer Wong regarding same. Email to Purchaser's counsel regarding same. Email with Dean Hitesman regarding same.
02-Oct-13	DAH	Review transmittal letter from purchaser's counsel and enclosed Statement of Adjustments, Assignment of Lease and Notice and Direction to Tenants. Telephone conversation with Tevia Jeffries regarding transmittal letter and enclosed agreements. Emails to and from Tim Reid and Orest Konowalchuk regarding closing particulars and Statement of Adjustments.
02-Oct-13	DAH	Emails from and to Tevia Jeffries regarding particulars of closing of sale transaction and adjustments.
03-Oct-13	RCR	Conference with client regarding pending offers and next application. Telephone call from Tim Reid - Conan Taylor has not provided Affidavit and Mr. Purdy is not advising if rent received.
03-Oct-13	RCR	Correspondence from Tim Reid regarding proposal from PVC regarding costs. Correspondence to client regarding position of Axxess regarding draft plan.
03-Oct-13	TJ	Email with Dean Hitesman re closing of 3620 - 3rd Avenue, Port Alberni sale. Email with Tim Reid and Orest Konowalchuk regarding same. Email with Jennifer Wong regarding same.
04-Oct-13	RCR	Correspondence from Tim Reid regarding executing the statutory declaration. Correspondence from Tim Reid regarding certificate.
04-Oct-13	JW	Email and telephone correspondence with Tevia Jeffries regarding vendor documents. Prepare residency certificate and email same to Tim Reid for signature. Email correspondence with Chris Ferronato regarding residency certificate, vendor's statement of adjustments, monitor's certificate and changes to undertaking letter. Email revised vendor's statement of adjustments to Tim Reid and Orest Konowalchuk.
04-Oct-13	TJ	Call with Jennifer Wong regarding closing 3620 - 3rd Avenue, Port Alberni sale and modifications to Statement of Adjustments. Email with Tim Reid and Orest Konowalchuk regarding same. Call with Purchaser's counsel regarding changes to Statement of Adjustments. Review revised documents from Purchaser's counsel.
05-Oct-13	RCR	Correspondence from Orest Konowalchuk - will execute the Statement of

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 Lake Eden Properties, Axxess Capital
 John Kenneth Purdy also known as Jack Purdy

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Date	ID	Description of Work
		Adjustments.
05-Oct-13	JW	Email to Chris Ferronato regarding property tax certificate. Email to Orest Konowalchuk regarding copy of property tax certificate.
06-Oct-13	RCR	Correspondence to George Body - what is position of CRA regarding plan. Correspondence to client - should I follow up with Mr. Lacroix. Correspondence to client regarding timing of next report.
07-Oct-13	RCR	Correspondence from George Body regarding position regarding plan.
07-Oct-13	RCR	Correspondence from client regarding response from realtor regarding ocean front property.
07-Oct-13	JW	Attend to closing. Email to Orest Konowalchuk regarding property tax certificate.
07-Oct-13	TJ	Email with Jennifer Wong regarding closing of 3620 - 3rd Avenue, Port Alberni. Email with Dean Hitesman regarding same. Review emails from purchaser's counsel regarding same.
07-Oct-13	DAH	Emails from and to Jennifer Wong regarding closing particulars.
08-Oct-13	RCR	Review revised offer. Conference with Tim Reid regarding revised offer.
08-Oct-13	RCR	Correspondence from client regarding closing date. Correspondence from client to George Body and A. Maciag regarding availability. Correspondence from A. Maciag regarding availability. Correspondence from Tim Reid - will 11:30 work. Correspondence from Conan Taylor regarding request for discussion prior to next Thursday. Correspondence from Tim Reid regarding settlement with PVC. Correspondence from BB - position of Axxess. Correspondence from Tim Reid to Conan Taylor - have you talked to Axxess since it received draft plan. Correspondence from Conan Taylor - response to BB.
08-Oct-13	RCR	Correspondence to Conan Taylor and Tim Reid - assume my attendance not required for meeting.
08-Oct-13	JW	Emails with purchaser's counsel confirming payment of outstanding property taxes and utilities charges. Email to Tim Reid confirming payment of same by purchaser's counsel and advising that Alvarez need not remit payment.
09-Oct-13	RCR	Conference with Mr. Lacroix regarding amending offer. Conference with Mr. Maciag and George Body and client regarding offer for Ocean front properties and proposal meeting in CAgary. Conference with client regarding call with counsel for creditors. Conference with client regarding discussion with Mr. Lacroix. Telephone call to Mr. Lacroix regarding discussion with client.
09-Oct-13	RCR	Telephone call to Sharon Hinz regarding availability of Justice Thomas. Telephone call to client regarding availability of Justice Thomas. conference with Tim Reid regarding scheduling with Justice Thomas, responding to Mr. Maciag and amending agreement. Correspondence from City - application. Correspondence from realtor - offer in word. Amend offer. Correspondence from Mr. Maciag regarding conference call. Correspondence from George Body regarding conference call. Correspondence from Orest Konowalchuk regarding conference call. Correspondence from Tim Reid regarding conference call.
09-Oct-13	RCR	Correspondence from Tim Reid regarding Consent Order to lift stay of proceedings. Correspondence from Tim Reid regarding Application by City.

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Date	ID	Description of Work
		Correspondence from Mr. Deluca regarding offer in word. Correspondence from Mr. Maciag regarding sale of Ocean front property.
09-Oct-13	RCR	Correspondence from Mr. Lacroix to Mr. Butler regarding word document. Correspondence from Mr. Maciag regarding use of funds from Ocean front property. Correspondence to client regarding 11:30 conference call.
10-Oct-13	RCR	Correspondence to client regarding revised agreement. Correspondence from George Body regarding Ocean front property.
10-Oct-13	RCR	Correspondence to JM regarding Ladysmith Consent Order. Correspondence to Mr. Maciag regarding utilization of sale proceeds of Ocean front property.
11-Oct-13	RCR	Correspondence from Tim Reid regarding revised agreement - black line Ocean front. Correspondence from Mr. Maciag regarding proposed meeting. Correspondence from Conan Taylor regarding attendance at meeting. Correspondence from Orest Konowalchuk regarding attendance at meeting.
11-Oct-13	RCR	Correspondence from Tim Reid regarding scheduling of meeting. Correspondence from Mr. Maciag regarding scheduling of meeting. Correspondence from Conan Taylor - would like adjournment regarding City application. Correspondence from Tim Reid regarding adjournment of City application. Correspondence to JM regarding Order with my consent.
15-Oct-13	RCR	Amend agreement. Telephone call to client regarding date in agreement for closing. Conference with client regarding Ocean front agreement and scheduling. Correspondence from client regarding availability.
15-Oct-13	RCR	Draft Application and Order. Correspondence from GL - what is status of file. Correspondence from Conan Taylor regarding Ladysmith Order. Correspondence from City regarding changing date for Order. Correspondence from BC Hydro counsel regarding right of way. Correspondence from Tim Reid - response to George Body regarding Ocean front property questions. Correspondence from client regarding right of way.
15-Oct-13	RCR	Correspondence to client regarding revised Ocean front offer. Correspondence to Mr. Lacroix regarding revised Ocean front offer. Correspondence to client regarding email from BC Hydro.
15-Oct-13	RCR	Correspondence to client regarding Ladysmith consent Order signed by Conan Taylor. Correspondence to client regarding request for copy of appraisal regarding Ocean front property. Correspondence from Tim Reid regarding request of Conan Taylor for Collins report.
16-Oct-13	RCR	Conference with client regarding pending application. Drafting Application and Order Eden Lake.
16-Oct-13	RCR	Draft Application and Orders Ocean Front.
16-Oct-13	RCR	Correspondence from client regarding offer sent to realtor. Correspondence from client regarding Lake Eden application. Correspondence to client regarding Lake Eden application. Correspondence to client -appraisal. Telephone call from Mr. Maciag, trying to organize scheduling of meeting. Correspondence from Mr. Deluca regarding checking with Mr. Lacroix. Correspondence from Mr. Deluca regarding wise information. Correspondence from Tim Reid regarding arranging

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Date	ID	Description of Work
		communication of wire information. Correspondence to Tim Reid regarding sending appraisal to George Body and Mr. Maciag. Correspondence from Tim Reid - send to George Body and Mr. Maciag subject to confidentiality undertaking.
16-Oct-13	RCR	Correspondence from Orest Konowalchuk - can do two reports. Correspondence from Mr. Maciag - undertaking. Correspondence from Orest Konowalchuk - will Appendix or report be sealed. Correspondence from Orest Konowalchuk regarding having 2 reports. Correspondence from GL regarding payment of deposit. Correspondence from Tim Reid - will do two reports. Correspondence John Sandrelli - wiring information. Correspondence from Tim Reid, haven't heard from Mr. Maciag or George Body. Correspondence from Tim Reid to Mr. Maciag and George Body regarding meeting. Correspondence from Tim Reid - George Body will be going to Calgary. Correspondence to Tim Reid regarding report regarding Lake Eden funds. Correspondence to Conan Taylor regarding request for undertaking regarding appraisal. Correspondence to Mr. Maciag and George Body regarding request for undertaking regarding appraisal.
16-Oct-13	RCR	Correspondence to client regarding doing transcripts. Correspondence to client - how to seal entire report. Correspondence to Mr. Maciag - provision of appraisal to client up to him. Correspondence to John Sandrelli regarding need to provide wire information. Correspondence to Mr. Maciag and George Body regarding appraisals. Correspondence to client - advice of GL - offer executed. Correspondence to client - did Andrew contact regarding scheduling.

Timekeeper	Hours	Rate	Fees
Amy Oygen	0.5	220.00	110.00
Arnon Dachner	0.2	495.00	99.00
Brian Summers	6.9	605.00	4,174.50
Cindy Cheuk	2.2	360.00	792.00
Dean A. Hitesman	32.5	310.00	10,075.00
Jennifer Wong	8.0	275.00	2,200.00
John Sandrelli	2.0	610.00	1,220.00
Kent D. Gislason	0.7	205.00	143.50
Ray Rutman	72.1	605.00	43,620.50
Scott Wilson	6.3	320.00	2,016.00
Tevia Jeffries	8.2	305.00	2,501.00
Wes Fairbanks	0.7	205.00	143.50
Total	140.3		\$67,095.00

TOTAL PROFESSIONAL FEES	\$ 67,095.00
Less: Discount	<u>(6,709.50)</u>
NET PROFESSIONAL FEES	\$ 60,385.50

TAXABLE OTHER FEES/CHARGES

BC Online Service Charges	\$ 175.50
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Fax Charges	316.00	
Long Distance Telephone Calls	248.35	
Overtime - secretaries	424.04	
Photocopy & Printing Charges	465.85	
TOTAL TAXABLE OTHER FEES/CHARGES	\$ 1,629.74	
TAXABLE DISBURSEMENTS		
Agent Fees/Account	\$ 131.50	
BC Online Search	295.40	
Bank Charges	38.00	
Corp. Search/Copies/Micro.	11.68	
Courier & Delivery	66.88	
Land Title/Court/Corp Agents Fee	57.50	
Postage	120.41	
Priority Post	417.24	
Transcript	120.94	
Trust Admin Fee	20.00	
TOTAL TAXABLE DISBURSEMENTS	\$ 1,279.55	
NON-TAXABLE DISBURSEMENTS		
Miscellaneous (NT)*	\$ 33.30	
Agency Registration*	120.00	
Postage	(123.70)	
TOTAL NON-TAXABLE DISBURSEMENTS	\$ 29.60	
TOTAL OTHER FEES/CHARGES AND DISBURSEMENTS		<u>2,938.89</u>
TOTAL FEES, OTHER FEES/CHARGES AND DISBURSEMENTS		\$ 63,324.39
TAXES		
GST (5.0%) on Professional Fees of \$60,385.50	\$ 3,019.28	
GST (5.0%) on Taxable Disbursements of \$2,909.29	145.46	
TOTAL TAXES		<u>3,164.74</u>
TOTAL AMOUNT DUE		<u>\$ 66,489.13</u>