


This is exhibit I referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011.



A Commissioner of Oaths for
the Province of Alberta

CONAN J. TAYLOR
Barrister and Solicitor

PRINT NAME AND EXPIRY/LAWYER

CRAIG S. HARRISON, Public Accountant

#410-3739 Casorso Road
Kelowna, British Columbia V1W 5E8

Tel/Fax: (250) 712-1646
Cellular: (250) 859-4462
Email: charrison.hvl@gmail.com

NOTICE TO READER

We have compiled the balance sheet of Armac Investments Ltd. (Alberta) as at December 31, 2009 and the statement of income and deficit for the year then ended from information provided by management. We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Kelowna, BC
November 16, 2011

CRAIG S. HARRISON
Public Accountant

ARMAC INVESTMENTS LTD. (Alberta)
BALANCE SHEET
AS AT DECEMBER 31, 2009
(Unaudited – see Notice to Reader)

ASSETS			
CURRENT			
Cash	\$1,604		
Taxes receivable	302,973		304,577
LONG TERM INVESTMENTS			8,373,433
TOTAL ASSETS			8,678,010
LIABILITIES			
CURRENT			
Accounts payable and accrued liabilities	117,485		
Unearned revenue	3,300		120,785
NON-CURRENT			
Long-term debt	7,753,455		
Shareholders loan	264,779		
Due to related parties	430,508		8,448,742
TOTAL LIABILITIES			8,569,527
SHAREHOLDER'S EQUITY			
SHARE CAPITAL			100
CAPITAL DIVIDEND ACCOUNT			145,411
RETAINED EARNINGS (DEFICIT)			(37,028)
TOTAL SHAREHOLDER EQUITY			108,483
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY			8,678,010

APPROVED ON BEHALF OF THE BOARD:

Director

ARMAC INVESTMENTS LTD. (Alberta)
STATEMENT OF EARNINGS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED DECEMBER 31, 2009
(Unaudited – see Notice to Reader)

REVENUE

Trade sales	5,933	
Rental income	80,785	86,718

EXPENSES

Bank charges and interest	1,848	
Office	7,244	
Professional fees	12,990	
Property taxes	38,967	
Repairs and maintenance	1,134	
Telephone and utilities	23,621	
Vehicle operation	1,942	87,746

NET INCOME (LOSS) BEFORE OTHER EXPENSE (1,028)

OTHER EXPENSE

Management and administration (36,000)

NET INCOME (LOSS) FOR THE YEAR (37,028)

RETAINED EARNINGS, (DEFICIT) - end of year \$(37,028)

CRAIG S. HARRISON, Public Accountant

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Tel/Fax: (250) 712-1646
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Email: charrison.hvl@gmail.com

NOTICE TO READER

We have compiled the balance sheet of Armac Investments Ltd. (BC) as at January 31, 2011 and the statement of income and deficit for the year then ended from information provided by management. We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Kelowna, BC
November 15, 2011

CRAIG S. HARRISON
Public Accountant

ARMAC INVESTMENTS LTD. (BC) d/b/a KINGFISHER MARINA
BALANCE SHEET
AS AT JANUARY 31, 2011
(Unaudited – see Notice to Reader)

ASSETS	2011	2010
CURRENT		
Accounts receivable	6,720	6,632
NON-CURRENT		
Capital assets (Note 2)	39,660	45,502
LONG TERM INVESTMENTS	6,238,191	6,270,246
TOTAL ASSETS	6,284,571	6,322,380

LIABILITIES		
CURRENT		
Income taxes payable	209,092	209,092
BC Corporation Capital Tax payable	3,608	35,663
	212,700	244,755
NON-CURRENT		
Due to related parties	5,880,156	5,878,318
TOTAL LIABILITIES	6,092,856	6,123,073

SHAREHOLDER'S EQUITY		
SHARE CAPITAL	16,250	16,250
CAPITAL DIVIDEND ACCOUNT (Note 3)	577,245	577,245
RETAINED EARNINGS (DEFICIT)	(401,780)	(394,188)
TOTAL SHAREHOLDER EQUITY	191,715	199,307
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	6,284,571	6,322,380

APPROVED ON BEHALF OF THE BOARD:

_____ Director

ARMAC INVESTMENTS LTD. (BC) d/b/a KINGFISHER MARINA
STATEMENT OF EARNINGS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED JANUARY 31, 2011
(Unaudited – see Notice to Reader)

	2011	2010
REVENUE		
Trade sales	-----	-----
<u>COST OF SALES</u>	<u>-----</u>	<u>-----</u>
<u>GROSS PROFIT</u>	<u>-----</u>	<u>-----</u>
EXPENSES		
Amortization	5,842	7,571
Professional fees	1,750	1,750
<u>TOTAL EXPENSES</u>	<u>7,592</u>	<u>9,321</u>
NET INCOME (LOSS) FOR THE YEAR	(7,592)	(9,321)
RETAINED EARNINGS, (DEFICIT) - beginning of year	(394,188)	(384,687)
RETAINED EARNINGS, (DEFICIT) - end of year	\$(401,780)	\$(394,188)

The attached notes form an integral part of these financial statements.

ARMAC INVESTMENTS LTD. (BC) d/b/a KINGFISHER MARINA
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2011
(Unaudited – see Notice to Reader)

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are as follows:

(a) Property and Equipment

Property and equipment are recorded at cost. Amortization is calculated by the declining balance method at the following annual rates:

Furniture and fixtures	20%
Leasehold improvements	20%
Equipment	20%

Only one-half of these rates are used in the year of acquisition

2. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2011	Net 2010
Docks	49,658	20,335	29,323	32,581
Furniture and fixtures	43,482	34,718	8,764	10,955
Equipment	6,706	5,133	1,573	1,966
	\$99,846	60,186	39,660	\$45,502

ARMAC INVESTMENTS LTD. (B. C.) d/b/a KINGFISHER MARINA
NOTES TO THE FINANCIAL STATEMENTS
JANUARY 31, 2011

3. MARINA EXTENDED SHUT DOWN

The Kingfisher Marina division ceased operation at the end of the 2008 season. This action was deemed necessary for public safety reasons as the company will refurbish fuel delivery equipment and systems to comply with environmental safety regulations for this type of industry.

CRAIG S. HARRISON, Public Accountant

#410-3739 Casorso Road
Kelowna, British Columbia V1W 5E3

Tel/Fax: (250) 712-1646
Email: charrison.hvl@gmail.com

NOTICE TO READER

We have compiled the balance sheet of 1204583 Alberta Inc. operating as Wild Rose Vacations as at August 31, 2011 and the statement of earnings and retained earnings for the year then ended from information provided by management. We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Kelowna, BC
September 10, 2011

CRAIG S. HARRISON
Public Accountant

1204583 ALBERTA INC. d/b/a WILDROSE VACATIONS**BALANCE SHEET****AS AT AUGUST 31, 2011**

(Unaudited - see Notice to Reader)

	ASSETS	2011	2010
CURRENT			
Accounts receivable		-----	139,193
Bond receivable		-----	159,100
Note receivable (Note 4)		1,930,000	-----
Due from related parties		16,372	16,372
Investment in Anguilla Condo		-----	180,208
		1,946,372	494,873
NON-CURRENT			
Capital assets		-----	46,121
TOTAL ASSETS		1,946,372	540,994
	LIABILITIES		
CURRENT			
Bank indebtedness		-----	21
Accounts payable		129,802	129,802
Goods and Services tax payable		220,642	220,642
Employee deductions liability		842,599	842,599
		1,193,043	1,193,064
NON-CURRENT			
Shareholders Loan		314,534	314,513
TOTAL LIABILITIES		1,507,577	1,507,577
	SHAREHOLDER'S EQUITY		
SHARE CAPITAL		200	200
CAPITAL DIVIDEND ACCOUNT (Note 4)		692,486	-----
RETAINED EARNINGS (DEFICIT)		(253,891)	(966,783)
TOTAL SHAREHOLDER EQUITY		438,795	(966,583)
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		1,946,372	540,994

APPROVED ON BEHALF OF THE BOARD:_____
Director

1204583 ALBERTA INC. d/b/a WILDROSE VACATIONS
STATEMENT OF EARNINGS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED AUGUST 31, 2011
(Unaudited – see Notice to Reader)

	2011	2010
REVENUE		
Trade sales	-----	175,428
COST OF SALES	-----	15,713
GROSS PROFIT	-----	159,715
EXPENSES		
Advertising, marketing and business promotion	-----	4,497
Bad debts	-----	633
Bank charges and interest	-----	378
Computer support	-----	3,095
Insurance	-----	630
License, fees and dues	-----	4,844
Office supplies and printing	-----	67,237
Professional fees	-----	12,046
Rent	-----	20,734
Repairs and maintenance	-----	2,290
Travel	-----	7,462
Telephone, utilities and internet communication	-----	63,609
Wages and employee benefits	-----	376,697
TOTAL EXPENSES	-----	564,152
NET INCOME (LOSS) BEFORE OTHER EXPENSE	-----	(404,437)
OTHER INCOME		
Gain on sale of fixed assets (Note 4)	122,038	-----
Gain on sale of goodwill (Note 4)	590,854	-----
	712,892	-----
OTHER EXPENSE		
Loss on disposal of fixed assets	-----	130,689
Condo rental and maintenance	-----	34,975
	-----	165,664
NET INCOME (LOSS) FOR THE YEAR	\$712,892	(\$570,101)
RETAINED EARNINGS, (DEFICIT) - beginning of year	(966,783)	(396,682)
RETAINED EARNINGS, (DEFICIT) - end of year	(\$253,891)	(\$966,783)

The attached notes form an integral part of these financial statements

1204583 ALBERTA INC. d/b/a WILDROSE VACATIONS
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2011
(Unaudited – see Notice to Reader)

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are as follows:

(a) Property and Equipment:

Property and equipment are recorded at cost. Amortization is calculated by the declining balance method at the following annual rates:

Leasehold Improvements	10%
Furniture and Equipment	20%
Signage	20%
Computer Equipment	30%
Automotive Equipment	30%

Only one-half of these rates are used in the year of acquisition

2. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2011	Net 2010
Furniture and Equipment	-----	-----	-----	44,117
Computer Equipment	-----	-----	-----	2,004
	-----	-----	-----	\$46,121

3. COMPARATIVE FIGURES

Certain of the prior year figures have been reclassified to be comparable with disclosure for the current year.

NO 50 CORPORATE VENTURES LTD.

Financial Statements

July 31, 2005

(Unaudited - See Notice To Reader)

Draft for discussion purposes only

NOTICE TO READER

We have compiled the balance sheet of NO 50 CORPORATE VENTURES LTD. as at July 31, 2005 and the statement of income and deficit for the year then ended from information provided by management. We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Vancouver, BC
February 4, 2006

DALE MATHESON CARR-HILTON LABONTE
CHARTERED ACCOUNTANTS

NO 50 CORPORATE VENTURES LTD.

Year End: July 31, 2005

Trial balance

DRAFT

Account	Prelim	Adj's	Reclass	RepAnnotation	Rep 07/04	%Chg	L/S
5051 Bad debts expense	0.00	(180,829.99)	0.00	(180,829.99)	0.00	0	30
5060 Consulting	0.00	0.00	0.00	0.00	13,641.00	(100)	40
5065 Filing fees, taxes and license	1,400.00	0.00	0.00	1,400.00	594.61	135	40
5078 Gain (loss) on exchange rates	0.00	0.00	0.00	0.00	928.10	(100)	30
5090 Legal Fees	80.26	0.00	0.00	80.26	142,523.88	(100)	40
5100 Management Fees	0.00	0.00	0.00	0.00	2,500.00	(100)	40
5120 Office Expenses	0.00	2,518.51	0.00	2,518.51	0.00	0	40
5127 Professional Fees	445.85	0.00	0.00	445.85	0.00	0	40
5155 Stock brokers' fee	0.00	0.00	0.00	0.00	15.00	(100)	40
5165 Securities Accounting	4,476.00	0.00	0.00	4,476.00	2,957.66	51	40
5180 Travel	1,605.00	(1,605.00)	0.00	0.00	0.00	0	40
5200 Provision for Income Tax	811.78	(811.78)	0.00	0.00	0.00	0	80
5250 BC Capital Tax	0.00	0.00	0.00	0.00	158,324.05	(100)	40
6000 Income (loss) on sale of asset	0.00	0.00	0.00	0.00	178,177.15	(100)	70
8002 Other income/expense amount	0.00	543,666.49	0.00	543,666.49	107,764.50	404	30
2205A 2205 Contra	115,228.06	(115,228.06)	0.00	0.00 MM-2.5	115,228.06	(100)	MM. 2
2230A 2230 Contra	(280.00)	280.00	0.00	0.00	(280.00)	(100)	MM. 3
2235A 2235 Contra	550.00	(550.00)	0.00	0.00	550.00	(100)	MM. 3
2300A 2300 Contra	4,350,831.88	(4,350,831.88)	0.00	0.00	4,350,831.88	(100)	MM. 3
2302A 2302 Contra	223,878.51	(223,878.51)	0.00	0.00	223,878.51	(100)	MM. 4
2306A 2306 Contra	403,969.77	(403,969.77)	0.00	0.00 MM-2.6	403,969.77	(100)	MM. 2
2311A 2311 Contra	23,876.61	(23,876.61)	0.00	0.00	23,876.61	(100)	MM. 5
2326A 2326 Contra	690,562.09	(690,562.09)	0.00	0.00	690,562.09	(100)	MM. 6
2452A Accrued interest from Reclar	(4,355.97)	4,355.97	0.00	0.00	(4,355.97)	(100)	AA
2455A 2455 Contra	(1,195,643.08)	1,195,643.08	0.00	0.00	(1,195,643.08)	(100)	MM. 8
2550A 2550 Contra	(8,592,267.25)	8,592,267.25	0.00	0.00 MM-1.2	(8,592,267.25)	(100)	MM. 1
2570A 2570 Contra	(2,500.00)	2,500.00	0.00	0.00 MM-2.7	(2,500.00)	(100)	MM. 2
2595A 2595 Contra	121,536.11	(121,536.11)	0.00	0.00	121,536.11	(100)	MM. 7
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0</u>	
Net Income (Loss)	216,782.18			135,342.01	(361,118.25)	(137)	

2. Consists of \$20,000 advance to St. Georges Capital

3. Note: JV GST filed and remitted by No 65 accountant Ken Dawson, CA

Prepared by	Reviewed by
CSC 2/4/2006	

NO 50 CORPORATE VENTURES LTD.

Year End: July 31, 2005

Trial balance

DRAFT

Account	Prelim	Adj's	Reclass	RepAnnotation	Rep 07/04 %Chg	L/S
1065 BOM Cdn\$ 1636-128	42.33	(42.33)	0.00	0.00	11.34 (100) A	
1070 BOM US\$4653-520	93.30	(93.30)	0.00	0.00	(6.47) (100) A	
1071 US Exchange on US\$ Acc	30.03	(30.03)	0.00	0.00	0.00 0 A	
1130 Funds Held in Trust	666,835.80	(666,835.80)	0.00	0.00	666,835.80 (100) C	
1200 Accounts Receivable	48,150.00	(48,150.00)	0.00	0.00	48,150.00 (100) C	
1225 Balance B/F	(2,667,967.46)	2,667,967.46	0.00	0.00	(2,667,967.46) (100) D	
1244 U.S. Denominated Securities	537,063.34	(537,063.34)	0.00	0.00	537,063.34 (100) D	
1245 Securities	2,130,904.12	(2,130,904.12)	0.00	0.00	2,130,904.12 (100) D	
1247 U.S. Brokerage Accounts	(754.21)	754.21	0.00	0.00	(754.21) (100) A	
1416 Investment-Staking property cl	15,710.26	(15,710.26)	0.00	0.00	0.00 0 M	
1486 Hartwick Estate	6,519.50	(6,519.50)	0.00	0.00	6,519.50 (100) M	
2200 Accounts Payable	(233,911.43)	233,911.43	0.00	0.00	(233,910.93) (100) BB	
2202 Canadian brokerage cash	(1,497.46)	1,497.46	0.00	0.00	(1,497.46) (100) A	
2205 Due to/from 296923 Alberta Ltd	(115,030.17)	115,030.17	0.00	0.00 MM-2.0	(115,030.17) (100) MM. 2	
2213 Due to/from 618039 BC Ltd.	288.96	(288.96)	0.00	0.00 MM-2.1	288.96 (100) MM. 2	
2230 Due to/from Rockinghorse	280.00	(280.00)	0.00	0.00 MM-3.0	280.00 (100) MM. 3	
2235 Due to/from Kingfisher	9,222.60	(9,222.60)	0.00	0.00 MM-3.1	9,222.60 (100) MM. 3	
2245 Due to/from Sea Green	5,000.00	(5,000.00)	0.00	0.00	0.00 0 M	
2300 Due to/from Armac Investment	(4,405,810.97)	4,405,810.97	0.00	0.00	(4,405,333.92) (100) MM. 3	
2302 Due to/from BTM	(227,755.36)	227,755.36	0.00	0.00 MM-4	(227,338.51) (100) MM. 4	
2306 Due to/from Bolivian H/Wood	(403,969.77)	403,969.77	0.00	0.00 MM-2.2	(403,969.77) (100) MM. 2	
2311 Due to/from Bamfield Cart & E:	(43,876.61)	43,876.61	0.00	0.00 MM-5	(43,876.61) (100) MM. 5	
2320 Due to/from J.K. Purdy	11,770.90	(11,770.90)	0.00	0.00 MM-0	1,770.90 (100) MM	
2326 Due to/from Halmur Holdings/I-	(821,862.09)	821,862.09	0.00	0.00 MM-6	(821,862.09) (100) MM. 6	
2327 Due to/from Joan Purdy	2,410.15	(2,410.15)	0.00	0.00 MM-0.1	3,845.15 (100) MM	
2429 Allowance re: Regal	(525,541.98)	525,541.98	0.00	0.00	(525,541.98) (100) N	
2451 Due to/from Regal Capital	525,541.98	(525,541.98)	0.00	0.00 2	525,541.98 (100) N	
2452 Due to/from Reclamation	(68,777.59)	68,777.59	0.00	0.00	(68,777.59) (100) AA	
2454 Due to/from Jack Purdy	(3,200.00)	3,200.00	0.00	0.00 MM-0.2	0.00 0 MM	
2455 Due to/from Starwest Aviation	1,195,643.08	(1,195,643.08)	0.00	0.00 MM-8	1,195,643.08 (100) MM. 8	
2549 Due to Tarmac (No 65)	(14,512.64)	14,512.64	0.00	0.00 MM-1.0	(14,512.64) (100) MM. 1	
2550 Due to/from Tarmac Managem	8,622,753.66	(8,622,753.66)	0.00	0.00 MM-1.1	8,431,826.83 (100) MM. 1	
2553 Due to/from Tas Morfopoulos	(9,335.00)	9,335.00	0.00	0.00 MM-2.3	(9,335.00) (100) MM. 2	
2570 Due to/from Toquaht Tradition:	2,500.00	(2,500.00)	0.00	0.00 MM-2.4	2,500.00 (100) MM. 2	
2595 Due to/from WAG	(171,486.11)	171,486.11	0.00	0.00 MM-7	(171,486.11) (100) MM. 7	
2600 Shareholders Loan	56,177.04	(56,177.04)	0.00	0.00 MM-0.3	56,177.04 (100) MM	
2640 Income Taxes Payable	(176,508.27)	176,508.27	0.00	0.00 1	(176,508.27) (100) FF	
2665 GST Charged on Sales	(4,270.00)	4,270.00	0.00	0.00 3	(4,270.00) (100) BB	
2670 GST Paid On Purchases	5,183.51	(5,183.51)	0.00	0.00	4,669.81 (100) BB	
3550 Share Capital	(1.00)	0.00	0.00	(1.00)	(1.00) 0 SS	
3560 Retained Earnings	135,343.01	0.00	0.00	135,343.01	(225,775.24) (160) TT	
4000 Sales per security services	0.00	(1,655,010.38)	0.00	(1,655,010.38) 1	(1,151,531.00) 44 20	
4010 Sales-Stock	(175,772.76)	175,772.76	0.00	0.00	(68,840.48) (100) 20	
4015 Revenue-Consulting	0.00	(51,850.00)	0.00	(51,850.00) 23	0.00 0 20	
4020 Interest Income	(0.05)	0.00	0.00	(0.05)	0.00 0 20	
4030 Other Income	(55,200.00)	1,918.56	0.00	(53,281.44) 24	(33,158.10) 61 20	
5000 Cost of sales per security ser	0.00	1,248,602.27	0.00	1,248,602.27	959,979.09 30 30	
5001 Purchases-Stock	2,700.00	(2,700.00)	0.00	0.00	23,778.16 (100) 30	
5015 Accounting Fees	2,336.44	0.00	0.00	2,336.44	8,750.00 (73) 40	
5041 Amortization expense	0.00	0.00	0.00	0.00	496.00 (100) 40	
5049 Interest (non-deductible)	0.00	436.04	0.00	436.04	12,171.49 (96) 40	
5050 Bank Charges & Interest	335.30	1,332.69	0.00	1,667.99	2,047.14 (19) 40	

Prepared by	Reviewed by
CSC 2/4/2006	

NO 50 CORPORATE VENTURES LTD.

Notes to Financial Statements

Year Ended July 31, 2005

(Unaudited - See Notice To Reader)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Inventory

Inventory is valued at the lower of cost and net realizable value with the cost being determined on a first-in, first-out basis.

Capital assets

Capital assets are stated at cost less accumulated amortization. Amortization is provided at various rates designed to amortize the assets over the estimated useful lives. The amortization rates are follows:

One-half of the annual rate is used in the year of acquisition.

2. DUE TO RELATED PARTIES

	2005	2004
Tarmac Management Ltd.	\$ -	\$ 174,954
Other	-	(52,945)
Armac Investments Ltd.	-	44,729
Fishpath Resorts Corporation	-	3,460
Hawkeye Industries Ltd.	-	20,000
Hawkeye Marine Group Ltd.	-	131,300
Wag Management Ltd.	-	49,950
	<u>\$ -</u>	<u>\$ 371,448</u>

Advances from related companies are non-interest bearing and have no set terms of repayment.

NO 50 CORPORATE VENTURES LTD.

Statement of Income and Deficit

Year Ended July 31, 2005

(Unaudited - See Notice To Reader)

	2005	2004
TRADE SALES	\$ 1,760,142	\$ 1,253,530
COST OF SALES	1,611,439	1,092,450
GROSS PROFIT	148,703	161,080
EXPENSES		
Amortization		496
BC Corporation Capital tax		158,324
Interest and bank charges	2,103	14,218
Office	3,919	595
Fees, advances, and disbursements	7,339	170,388
	13,361	344,021
INCOME (LOSS) FROM OPERATIONS	135,342	(182,941)
LOSS (GAIN) ON DISPOSAL OF JV ASSET	-	178,177
NET INCOME (LOSS)	135,342	(361,118)
RETAINED EARNINGS (DEFICIT) - BEGINNING OF YEAR	(135,343)	225,775
DEFICIT - END OF YEAR	\$ (1)	\$ (135,343)

NO 50 CORPORATE VENTURES LTD.

Balance Sheet

July 31, 2005

(Unaudited - See Notice To Reader)

	2005	2004
ASSETS		
CURRENT		
Accounts receivable	\$ -	\$ 48,150
Funds held in trust	-	666,836
		714,986
LOANS AND NOTES RECEIVABLE		6,520
	\$ -	\$ 721,506
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT		
Bank indebtedness	\$ -	\$ 2,247
Accounts payable	-	233,511
Income taxes payable	-	176,508
Short term debt	-	73,134
	-	485,400
DUE TO RELATED PARTIES (Note 2)	-	371,448
	-	856,848
SHAREHOLDERS' EQUITY		
Share capital	1	1
Deficit	(1)	(135,343)
	-	(135,342)
	\$ -	\$ 721,506

CRAIG S. HARRISON, Public Accountant

#410-3739 Casorso Road
Kelowna, British Columbia V1W 5E3

Tel/Fax: (250) 712 - 1646
Email: charrison.hvl@gmail.com

NOTICE TO READER

We have compiled the balance sheet of Hawkeye Marine Group Ltd. as at August 15, 2010 and the statement of loss and deficit for the year then ended from information provided by management. We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Kelowna, BC
October 14, 2011

CRAIG S. HARRISON
Public Accountant

HAWKEYE MARINE GROUP LTD.
BALANCE SHEET
AS AT AUGUST 15, 2010
(Unaudited – see Notice to Reader)

	ASSETS	2010	2009
CURRENT			
Accounts receivable		14	14
NON-CURRENT			
Capital assets (Note 2)		840,045	870,006
TOTAL ASSETS		840,059	870,020

LIABILITIES

NON-CURRENT			
Due to related parties		1,037,378	1,067,128
TOTAL LIABILITIES		1,037,378	1,067,128

SHAREHOLDER'S EQUITY

SHARE CAPITAL	4	4
RETAINED EARNINGS (DEFICIT)	(197,323)	(197,112)
TOTAL SHAREHOLDER EQUITY	(197,319)	(197,108)
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	840,059	870,020

APPROVED ON BEHALF OF THE BOARD:

Director

HAWKEYE MARINE GROUP LTD.
STATEMENT OF EARNINGS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED AUGUST 15, 2010
(Unaudited – see Notice to Reader)

	2010	2009
REVENUE		
Administration fees	29,750	29,500
EXPENSES		
Amortization and depreciation	29,961	31,732
NET LOSS FOR THE YEAR	(211)	\$(2,232)
RETAINED EARNINGS, (DEFICIT) - beginning of year	<u>(197,112)</u>	<u>(194,880)</u>
RETAINED EARNINGS, (DEFICIT) - end of year	<u>\$(197,323)</u>	<u>\$(197,112)</u>

The Accompanying Notes Form an Integral Part of these Financial Statements

HAWKEYE MARINE GROUP LTD.
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 15, 2010
(Unaudited – see Notice to Reader)

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are as follows:

(a) Property and Equipment:

Property and equipment are recorded at cost. Amortization is calculated by the declining balance method at the following annual rates:

Buildings	4%
Equipment	20%

Only one-half of these rates are used in the year of acquisition

2. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2010	Net 2009
Land	171,177	n/a	171,177	171,177
Buildings	1,106,101	447,269	658,832	686,283
Furniture, fixtures & equipment	126,694	116,658	10,036	12,546
	\$1,403,972	563,927	840,045	\$870,006

CRAIG S. HARRISON, Public Accountant

#410-3739 Casorso Road
Kelowna, British Columbia V1W 5E3

Tel/Fax: (250) 712-1646
Cellular: (250) 859-4462
Email: csharrison@telus.net

NOTICE TO READER

We have compiled the balance sheet of Fishpath Resorts Corporation as at May 31, 2009 and the statement of loss and deficit for the year then ended from information provided by management. We have not audited, reviewed, or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Kelowna, BC
July 8, 2011

CRAIG S. HARRISON
Public Accountant

FISHPATH RESORTS CORPORATION dba BAMFIELD TRAILS MOTEL
BALANCE SHEET
AS AT MAY 31, 2009

(Unaudited – see Notice to Reader)

	ASSETS	2009	2008
CURRENT			
Cash		\$4,490	\$10,563
Accounts receivable		2,997	5,180
Inventory		1,000	6,809
Prepaid expenses		2,000	2,000
		<u>10,487</u>	<u>24,552</u>
NON-CURRENT			
Capital assets (Note 2)		729,555	757,249
TOTAL ASSETS		<u>740,042</u>	<u>781,801</u>

	LIABILITIES		
CURRENT			
Accounts payable		142,673	176,313
Goods and services tax payable		30,012	19,185
BC Corporation Capital Tax payable		7,942	7,942
		<u>180,627</u>	<u>203,440</u>
NON-CURRENT			
Due to related parties		993,980	945,399
TOTAL LIABILITIES		<u>1,174,607</u>	<u>1,148,839</u>

	SHAREHOLDER'S EQUITY		
SHARE CAPITAL		300	300
RETAINED EARNINGS (DEFICIT)		(434,865)	(367,338)
TOTAL SHAREHOLDER EQUITY		<u>(434,565)</u>	<u>(367,038)</u>
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY		<u>740,042</u>	<u>781,801</u>

APPROVED ON BEHALF OF THE BOARD:

_____ Director

FISHPATH RESORTS CORPORATION dba BAMFIELD TRAILS MOTEL
STATEMENT OF EARNINGS AND RETAINED EARNINGS (DEFICIT)
FOR THE YEAR ENDED MAY 31, 2009
(Unaudited – see Notice to Reader)

	2009	2008
REVENUE		
Trade sales	368,728	287,957
COST OF SALES	87,049	63,084
GROSS PROFIT	281,679	224,873
EXPENSES		
Advertising and promotion	1,312	1,105
Bad debts	-----	3,000
Bank charges and interest	9,300	8,729
Equipment rental	1,467	1,542
Insurance	-----	4,145
Interest on long-term debt	-----	82,386
License, fees and dues	1,350	4,725
Office	2,744	2,051
Professional fees	7,261	8,160
Property taxes & foreshore lease	78,437	71,238
Repairs and maintenance	38,914	28,389
Supplies	6,083	5,244
Travel	-----	5,339
Telephone, cable and internet	11,259	6,165
Utilities and propane	38,206	29,240
Vehicle operation	6,754	6,708
Wages and employee benefits	108,315	61,967
TOTAL EXPENSES	311,402	330,133
NET INCOME (LOSS) BEFORE OTHER ITEMS	(29,723)	(105,260)
OTHER INCOME		
Rental income	21,000	14,235
	(8,723)	(91,025)
OTHER EXPENSE		
Amortization	27,694	29,308
Administration	31,110	32,915
	58,804	62,223
NET LOSS FOR THE YEAR	(67,527)	(153,248)
RETAINED EARNINGS, (DEFICIT) - beginning of year	(367,338)	(214,090)
RETAINED EARNINGS, (DEFICIT) - end of year	\$(434,865)	\$(367,338)

The attached notes form an integral part of these financial statements.

FISHPATH RESORTS CORPORATION dba BAMFIELD TRAILS MOTEL
NOTES TO THE FINANCIAL STATEMENTS

MAY 31, 2009

(Unaudited – see Notice to Reader)

1. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies are as follows:

(a) Property and Equipment:

Property and equipment are recorded at cost. Amortization is calculated by the declining balance method at the following annual rates:

Buildings	4%
Land Improvements	8%
Equipment	20%

Only one-half of these rates are used in the year of acquisition

2. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net 2008	Net 2008
Land	204,261	n/a	204,261	204,261
Land Improvements	63,678	48,335	15,343	16,677
Buildings	776,252	320,264	455,988	474,988
Building Improvements	24,523	-----	24,523	24,523
Equipment	261,885	232,445	29,440	36,800
	\$1,330,599	601,044	729,555	\$757,249

HALF MOON LAKE RESORT LTD.

FINANCIAL STATEMENTS
(unaudited - see notice to reader)

YEAR ENDED DECEMBER 31, 2009

HALF MOON LAKE RESORT LTD.
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DECEMBER 31, 2009
(unaudited - see notice to reader)

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NOTICE TO READER

On the basis of information provided by management, we have compiled the balance sheet of Half Moon Lake Resort Ltd. as at December 31, 2009 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that theses statements may not be appropriate for their purposes.

Edmonton, Alberta

February 18, 2010

Infinity Financial Group (Edmonton) Inc.

HALF MOON LAKE RESORT LTD.
(Incorporated under the laws of Alberta)
BALANCE SHEET
AS AT DECEMBER 31, 2009
(unaudited - see notice to reader)

	2009	2008	2007	2006
ASSETS				
CURRENT ASSETS				
Cash	\$ 232	\$ 18	\$ 0	4
Accounts receivable	154,862	16,446	16,446	18,253
Inventory	111,307	137,281	116,300	84,000
Advances to shareholder	0	64,161	0	0
	<u>266,401</u>	<u>217,906</u>	<u>132,746</u>	<u>102,257</u>
PROPERTY, PLANT AND EQUIPMENT	<u>1,698,362</u>	<u>898,362</u>	<u>892,215</u>	<u>898,428</u>
	\$ 1,964,763	\$ 1,116,268	\$ 1,024,961	\$ 1,000,685
LIABILITIES				
CURRENT LIABILITIES				
Bank indebtedness	\$ 0	\$ 0	\$ 118	0
Accounts payable and accrued liabilities	141,634	237,045	246,376	231,370
	<u>141,634</u>	<u>237,045</u>	<u>246,494</u>	<u>231,370</u>
ADVANCES FROM ARMAC INVESTMENTS LTD.	<u>638,121</u>	<u>933,992</u>	<u>933,992</u>	<u>1,110,970</u>
LONG-TERM DEBT	<u>1,150,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>1,929,755</u>	<u>1,171,037</u>	<u>1,180,486</u>	<u>1,342,340</u>
SHARE CAPITAL				
SHARE CAPITAL	100	100	100	100
DEFICIT	<u>34,908</u>	<u>(54,869)</u>	<u>(155,625)</u>	<u>(341,755)</u>
	<u>35,008</u>	<u>(54,769)</u>	<u>(155,525)</u>	<u>(341,655)</u>
	\$ 1,964,763	\$ 1,116,268	\$ 1,024,961	\$ 1,000,685

Approved by the board

Director _____

HALF MOON LAKE RESORT LTD.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2009
(unaudited - see notice to reader)

	2009	2008	2007	2006
REVENUE	\$ 496,977	\$ 525,856	\$ 609,750	\$ 450,342
EXPENSES				
Advertising and promotion	0	0	178	260
Amortization	3,726	0	6,213	7,646
Automotive	11,224	15,558	12,284	6,446
Insurance	13,961	13,296	3,145	2,600
Interest and bank charges	2,115	1,173	1,272	1,086
Interest on long term debt	60,183	0	0	56,864
Office	6,661	7,813	33,022	6,687
Professional fees	3,300	0	1,500	27,139
Repairs and maintenance	47,227	53,552	101,492	18,170
Supplies	68,389	62,172	122,287	111,918
Subcontract	9,525	12,535	27,659	0
Taxes and licenses	35,598	85,638	0	0
Telephone	6,115	7,257	10,506	8,152
Travel	665	50	0	0
Utilities	52,007	79,225	24,877	34,877
Wages and benefits	86,484	88,831	79,185	95,369
	407,200	425,100	423,620	377,214
NET INCOME (LOSS) FOR THE YEAR	-89,777	-100,756	-186,130	-73,128
DEFICIT, BEGINNING OF YEAR	(54,869)	(155,625)	(341,755)	(414,883)
DEFICIT, END OF YEAR	\$ 34,908	\$ (54,869)	\$ (155,625)	\$ (341,755)

HALF MOON LAKE RESORT LTD.

FINANCIAL STATEMENTS
(unaudited - see notice to reader)

YEAR ENDED DECEMBER 31, 2008

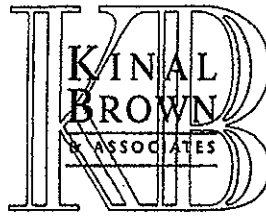
HALF MOON LAKE RESORT LTD.

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(unaudited - see notice to reader)

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CERTIFIED GENERAL ACCOUNTANTS

NOTICE TO READER

On the basis of information provided by management, we have compiled the balance sheet of Half Moon Lake Resort Ltd. as at December 31, 2008 and the statement of income and retained earnings for the year then ended.

We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon.

Readers are cautioned that these statements may not be appropriate for their purposes.

Edmonton, Alberta

May 27, 2009

Certified General Accountants

Suite 272, 8170 - 50th Street
Edmonton, Alberta
T6B 1E6 CANADA
Tel [780] 451-2700 Fax [780] 451-2748
Toll Free 1-866-533-1234

615B - 8600 Franklin Avenue
Fort McMurray, Alberta
T9H 4G8 CANADA
Tel [780] 791-1361 Fax [780] 790-0075
Toll Free 1-866-791-1361

HALF MOON LAKE RESORT LTD.

(Incorporated under the laws of Alberta)

BALANCE SHEET**AS AT DECEMBER 31, 2008**

(unaudited - see notice to reader)

	2008	2007	2006	2005
ASSETS				
CURRENT ASSETS				
Cash	\$ 18	\$ -	\$ 4	\$ 4,833
Accounts receivable	16,446	16,446	18,253	46,162
Inventory	137,281	116,300	84,000	-
Advances to shareholders	64,161	-	-	-
	217,906	132,746	102,257	50,995
PROPERTY, PLANT AND EQUIPMENT	898,362	892,215	898,428	906,074
	\$ 1,116,268	\$ 1,024,961	\$ 1,000,685	\$ 957,069
LIABILITIES				
CURRENT LIABILITIES				
Bank indebtedness	\$ -	\$ 118	\$ -	\$ -
Accounts payable and accrued liabilities	237,045	246,376	231,370	209,646
	237,045	246,494	231,370	209,646
ADVANCES FROM ARMAC INVESTMENTS LTD.	933,992	933,992	1,110,970	701,198
LONG-TERM DEBT	-	-	-	461,008
	1,171,037	1,180,486	1,342,340	1,371,852
SHARE CAPITAL AND DEFICIT				
SHARE CAPITAL	100	100	100	100
DEFICIT	(54,869)	(155,625)	(341,755)	(414,883)
	(54,769)	(155,525)	(341,655)	(414,783)
	\$ 1,116,268	\$ 1,024,961	\$ 1,000,685	\$ 957,069

Approved by the board

Director _____

HALF MOON LAKE RESORT LTD.
STATEMENT OF INCOME AND RETAINED EARNINGS
YEAR ENDED DECEMBER 31, 2008
(unaudited - see notice to reader)

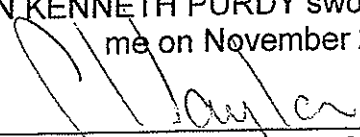
	2008	2007	2006	2005
REVENUE	\$ 525,856	\$ 609,750	\$ 450,342	\$ 310,944
EXPENSES				
Advertising and promotion	-	178	260	840
Amortization	-	6,213	7,646	7,194
Automotive	15,558	12,284	6,446	-
Insurance	13,296	3,145	2,600	6,993
Interest and bank charges	1,173	1,272	1,086	830
Interest on long term debt	-	-	56,864	32,503
Office	7,813	33,022	6,687	6,906
Professional fees	-	1,500	27,139	13,246
Repairs and maintenance	53,552	101,492	18,170	35,677
Supplies	62,172	122,287	111,918	270,981
Subcontract	12,535	27,659	-	2,338
Taxes and licenses	85,638	-	-	202,195
Telephone	7,257	10,506	8,152	4,094
Travel	50	-	-	-
Utilities	79,225	24,877	34,877	41,518
Wages and benefits	86,831	79,185	95,369	92,638
	425,100	423,620	377,214	717,953
NET INCOME (LOSS) FOR THE YEAR	100,756	186,130	73,128	(407,009)
DEFICIT, BEGINNING OF YEAR	(155,625)	(341,755)	(414,883)	(7,874)
DEFICIT, END OF YEAR	\$ (54,869)	\$ (155,625)	\$ (341,755)	\$ (414,883)

HALF MOON LAKE RESORT

Operating Budget for 2010

	<u>2010</u>
EXPENSES	
Automotive	12,000
Insurance	14,660
Interest & Bank charges	1,200
Office & Management	6,700
Professional fees	3,300
Repairs & Maintenance	90,000
Supplies	28,000
Subcontract	60,000
Taxes & Licenses	37,380
Telephone & internet	10,800
Utilities	35,000
Wages & Benefits	115,000
Management	<u>12,500</u>
	<u>426,540</u>
Number of Sites	216
Budgeted Annual Costs	426,540
Budgeted Annual Cost per Site	1,975
Budgeted Monthly Cost per Site	165

This is exhibit K referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011.



A Commissioner of Oaths for
the Province of Alberta

CONAN J. TAYLOR
Barrister and Solicitor

PRINT NAME AND EXPIRY/LAWYER

**PURDY GROUP OF COMPANIES
STRATHCONA COUNTY
ALBERTA**

November 25, 2011

Alvarez & Marsal Canada ULC
Bow Valley Square II
Suite 3300, 205 – 5th Avenue SW
Calgary, Alberta T2P 2V7

Attention: Tim Reid, CA-CIRP

Dear Sir:

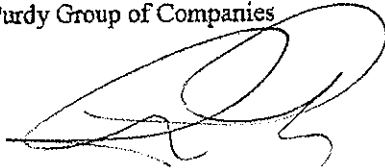
Re: Proceedings under the Companies' Creditors Arrangement Act ("CCAA")
Responsibilities/Obligations and Disclosure with Respect to Cash Flow Projections

In connection with the application by the Purdy Group of Companies ("Purdy"), as listed in Appendix A to this letter, for the commencement of proceedings under the CCAA in respect of Purdy, the management of Purdy (the "Management") has prepared the attached Cash-Flow Statement and the assumptions on which the Cash-Flow Statement is based.

Purdy confirms that:

1. The Cash-Flow Statement and the underlying assumptions are the responsibilities of Purdy;
2. All material information relevant to the Cash-Flow Statement and to the underlying assumptions has been made available to Alvarez & Marsal Canada ULC (the "Proposed Monitor"), in its capacity as Proposed Monitor; and
3. Management has taken all actions that it considers necessary to ensure:
 - a. That the individual assumptions underlying the Cash-Flow Statement are appropriate in the circumstances; and
 - b. That the individual assumptions underlying the Cash-Flow Statement, taken as a whole, are appropriate in the circumstances.

Yours truly,
Purdy Group of Companies



Jack Purdy
President & Chief Executive Officer

PURDY GROUP OF COMPANIES
STRATHCONA COUNTY
ALBERTA

APPENDIX A

LISTING OF PURDY GROUP OF COMPANIES

ARMAC INVESTMENTS LTD. (AB)

LAKE EDEN PROJECTS INC. (AB)

1204583 ALBERTA INC. (AB)

1317517 ALBERTA INC. (AB)

WESTRIDGE PARK LODGE DEVELOPMENT CORP (AB)

WESTRIDGE PARK LODGE AND GOLF RESORT LTD. (AB)

HALF MOON LAKE RESORT LTD. (AB)

NO. 50 CORPORATE VENTURES LTD. (BC)

FISHPATHS RESORTS CORPORATION (BC)

ARMAC INVESTMENT LTD. (BC)

OSTROM ESTATES LTD. (BC)

HAWKEYE MARINE GROUP LTD. (BC)

JUBILEE MOUNTAIN HOLDINGS LTD. (BC)

GIANT MOUNTAIN PROPERTIES LTD. (BC)

CHERRY BLOSSOM PARK DEVELOPMENT CORP (BC)



Purdy Group of Companies
Projected Cash Flow Statement*
For the period of November 30, 2011 to January 27, 2012 (the "Forecast Period")
(in CDN dollars)

Week ending	Week 1 2-Dec-11	Week 2 9-Dec-11	Week 3 16-Dec-11	Week 4 23-Dec-11	Week 5 30-Dec-11	Week 6 6-Jan-12	Week 7 13-Jan-12	Week 8 20-Jan-12	Week 9 27-Jan-12	Total
Notes 30-Nov-11 2-Dec-11 9-Dec-11 16-Dec-11 23-Dec-11 30-Dec-11 6-Jan-12 13-Jan-12 20-Jan-12 27-Jan-12										
*Management of Purdy has prepared this Projected Cash Flow Statement based on the probable and hypothetical assumptions detailed in										
RECEIPTS										
Fishpath trade sales and rental receipts	A	1,400,000	6,900	-	-	-	6,900	-	-	13,800
Collection of funds held in trust	B	1,400,000	-	-	-	-	-	-	-	1,400,000
Total receipts		1,400,000	6,900	-	-	-	6,900	-	-	1,413,800
DISBURSEMENTS										
Fishpath operating disbursements	C	100,000	100,000	-	5,500	75,000	75,000	5,500	11,000	100,000
Professional fees	D	-	-	-	-	5,000	15,000	-	-	250,000
Property tax arrears	E	5,000	100,000	-	-	75,000	5,000	-	-	250,000
Contingency	F	-	5,000	100,000	-	75,000	150,000	5,000	615,000	-
Preservation, repair and marketing costs	G	100,000	5,000	200,000	-	155,000	-	-	-	525,000
Total operating disbursements		100,000	5,000	200,000	-	155,000	-	-	-	525,000
Restructuring retainer fees	H	525,000	-	-	-	-	-	-	-	-
Total disbursements		625,000	5,000	200,000	-	155,000	-	150,000	5,000	1,140,000
NET CHANGE IN CASH		775,000	(5,000)	(193,100)	-	(155,000)	6,900	(150,000)	(5,000)	273,800
OPENING CASH	I	-	775,000	770,000	576,900	576,900	576,900	421,900	428,800	278,800
Net change in cash		775,000	(5,000)	(193,100)	-	(155,000)	6,900	(150,000)	(5,000)	273,800
ENDING CASH		775,000	770,000	576,900	576,900	576,900	421,900	428,800	273,800	273,800

Jack Purdy
President & Chief Executive Officer

Date November 25/2011

Purdy Group of Companies ("Purdy")
Projected Cash Flow Statement*
For the period of November 30, 2011 to January 27, 2012
(in CDN dollars)

Notes and Assumptions:

*Management of Purdy has prepared this Projected Cash Flow Statement based on the probable and hypothetical assumptions detailed in Notes A-1. Consequently, actual results will likely vary from the financial performance and such variations may be material. It is assumed that all costs incurred during the CCAA filing are forecast to be paid cash on demand ("COD"), as the forecast assumes that suppliers will no longer extend credit to Purdy.

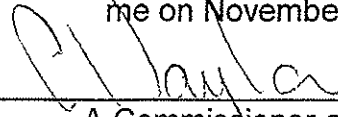
- A** Trade sales and rental receipts relate primarily to the estimated collection of approximately \$13,800 in sales and rentals receipts at the Fishpaths Resorts Corporation (dba Banfield Trails Motel) over the Forecast Period.
- B** Collection of funds held in trust of approximately \$1.4 million relate primarily to a deposit currently held by this Honourable Court representing the proceeds from the sale of certain lands previously owned by Lake Eden Projects Inc., pursuant to a consent order granted by this Honourable Court dated June 2, 2011. The release of these funds will be subject to further order of this Honourable Court.
- C** Fishpath operating disbursements of approximately \$11,000 relate primarily to various general and administrative expenses, wages and benefits and utility costs associated in operating Fishpaths Resorts Corporation (dba Banfield Trails Motel) over the Forecast Period.
- D** Professional fees of \$100,000 relate to the payment of pre-CCAA filing costs incurred by the Proposed Monitor, its counsel and Purdy's legal counsel in preparation for the CCAA and in providing certain advisory services to Purdy prior to these proceedings.
- E** Property tax arrears of approximately \$250,000 relate primarily to the payment of certain outstanding property taxes held by Purdy in the Province of British Columbia and Alberta.
- F** Contingency costs are forecast at \$15,000 over the Forecast Period to cover unforeseen costs that may arise that were not previously captured in the Projected Cash Flow Forecast.
- G** Preservation, repair and marketing costs of approximately \$250,000 have been identified as costs that are anticipated to be incurred by Purdy to ensure certain of its properties are in an appropriate selling state for the purposes of developing a successful plan of arrangement.
- H** Restructuring retainer fees of \$525,000 relate to the payment of certain retainers to the Monitor and its counsel and Purdy's legal counsel of \$325,000 and \$150,000, respectively, to cover professional fees and costs incurred over the course of the CCAA proceedings. In addition, a retainer for \$50,000 has been set aside for professional fees relating to Purdy's CEO, Mr. Jack Purdy, anticipated personal insolvency proposal.
- I** Opening cash balance on November 30, 2011 (as per general ledger).

Jack Purdy
President & Chief Executive Officer

Date

November 30, 2011

This is exhibit ✓ referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011.



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

PRINT NAME AND EXPIRY/LAWYER

COURT FILE NUMBER 1103 04022
COURT COURT OF QUEEN'S BENCH OF ALBERTA
JUDICIAL CENTRE Edmonton
PLAINTIFF(S) LAKE EDEN PROJECTS INC.
DEFENDANT(S) PARKLAND COUNTY and 1260582
ALBERTA LTD.
DOCUMENT CONSENT ORDER

Clerk's Stamp

ADDRESS FOR SERVICE AND
CONTACT INFORMATION OF
PARTY FILING THIS DOCUMENT

SIMONS AND STEPHENS
Attn: Norman W. Simons File No. 22,721
#750, 10665 Jasper Avenue
Edmonton, Alberta T6J 3S9
Telephone: (780) 482-1536
Facsimile: (780) 488-1914

I hereby certify this to be a
true copy of the original.
P. Jones
for Clerk of the Court

DATE ON WHICH ORDER WAS PRONOUNCED:

NAME OF MASTER WHO MADE THIS ORDER:

UPON THE APPLICATION of the Plaintiff LAKE EDEN PROJECTS INC. herein, AND UPON noting the consent of counsel for the Defendant PARKLAND COUNTY and consent of counsel for P.D.Y. MANAGEMENT SERVICES LTD. and OREST RUSNAK, AND UPON noting that on March 17, 2011 Registrar W. Breitzkreuz ordered in Bankruptcy Action No. BK 03115487 that any property controlled by JOHN KENNETH PURDY shall be dealt with only subject to this Court's approval; AND UPON noting that such Bankruptcy Action was initiated by P.D.Y. MANAGEMENT SERVICES LTD. and OREST RUSNAK, it is HEREBY ORDERED THAT:

1. The Defendant PARKLAND COUNTY shall deposit into Court funds currently held by them in the sum of \$1,399,382.32 representing the proceeds from the sale of the subject lands in this action;
2. The above-mentioned funds are to be held in Court to the credit of the Plaintiff LAKE EDEN PROJECTS INC. on a without prejudice basis and not to be paid out in any manner except by further order of this Honourable Court;
3. The Clerk of the Court is hereby directed to deposit the above-mentioned funds in an interest bearing account;

4. A faxed or PDF copy of respective counsels' consent to this Order and in counterpart is deemed good and sufficient.

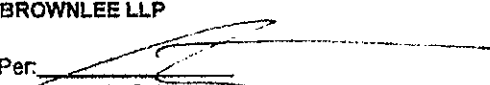
"R. Wackowich"

Master of the Court of Queen's Bench of Alberta

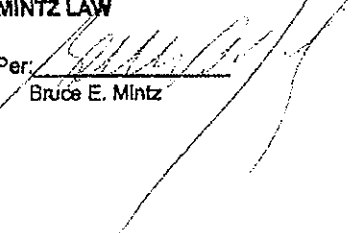
CONSENTED TO BY COUNSEL FOR LAKE EDEN PROJECTS INC:
SIMONS AND STEPHENS

Per: 
Norman W. Simons

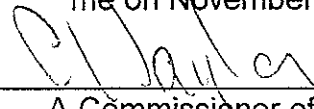
CONSENTED TO BY COUNSEL FOR PARKLAND COUNTY:
BROWNLEE LLP

Per: 
George F. Chivers

CONSENTED TO BY COUNSEL FOR P.D.Y. MANAGEMENT SERVICES LTD. and OREST RUSNAK:
MINTZ LAW

Per: 
Bruce E. Mintz

This is exhibit M referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011.

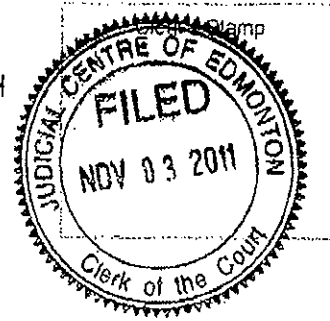


A Commissioner of Oaths for
the Province of Alberta

CONAN J. TAYLOR
Barrister and Solicitor

PRINT NAME AND EXPIRY/LAWYER

COURT FILE NUMBER 1103 07351
COURT COURT OF QUEEN'S BENCH
OF ALBERTA
JUDICIAL CENTRE EDMONTON
APPLICANT BYRON LOEWEN
DEBTOR ARMAC INVESTMENTS LTD.
GARNISHEE LAKE EDEN PROJECTS INC.
DOCUMENT ORDER FOR JUDGMENT
AGAINST GARNISHEE
ADDRESS FOR SERVICE AND
CONTACT INFORMATION OF
PARTY FILING THIS DOCUMENT
MINTZ LAW
400, THE DORCHESTER
10357-109 Street
Edmonton, Alberta T5J 1N3
Bruce Mintz
Telephone (780) 425 2041
Fax (780) 425 2195
File Number: 27349/BEM



DATE ON WHICH ORDER WAS PRONOUNCED: TUESDAY NOVEMBER 1, 2011
NAME OF MASTER/JUDGE WHO MADE THIS ORDER: Master W. S. SCHLOSSER
PLACE: MASTERS CHAMBERS LAW COURTS EDMONTON, ALBERTA

ORDER FOR JUDGMENT AGAINST GARNISHEE

UPON THE APPLICATION of the Applicant Byron Loewen; AND UPON HEARING READ the Application and Affidavit of Byron Loewen filed; AND UPON HEARING READ the Affidavit of John Kenneth Purdy filed September 7, 2011 wherein he swore that no monies are owed by Lake Eden Projects Inc. to the debtor Armac Investments Ltd.; AND HEARING READ the transcript of John Kenneth Purdy dated October 13, 2011 wherein he testified on oath that Lake Eden Projects Inc. owes Armac Investments Ltd. \$2,000,000

plus: UPON IT APPEARING THAT the Garnishee Lake Eden Projects Inc. was duly served with the Application and Affidavit in support of this application; AND UPON HEARING what was alleged by counsel for the Plaintiff and no one appearing on behalf of the Garnishee:

1. IT IS HEREBY ORDERED THAT the Plaintiff shall have judgment against the Garnishee Lake Eden Projects Inc. in the sum of \$316,034.13 together with costs of this application assessed in the sum of \$ 4,777.42.

WSS¹⁾ ✓
2. ~~AND IT IS HEREBY FINALLY ORDERED THAT the facsimile signature of~~
~~counsel is accepted.~~ ✓

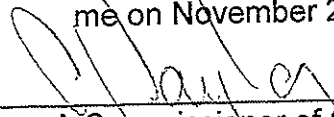
"W.S. Schlosser¹⁾"
MASTER, C.Q.B.A.

CONSENTED TO AND APPROVED BY:

TAYLOR LAW OFFICE

Per: _____
CONAN TAYLOR
Solicitor for the Garnishee

This is exhibit N referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011.



A Commissioner of Oaths for
the Province of Alberta

CONAN J. TAYLOR
Barrister and Solicitor

PRINT NAME AND EXPIRY/LAWYER

**CONSENT TO ACT AS MONITOR
IN THE MATTER THE OF THE COMPANIES' CREDITORS
ARRANGEMENT ACT
AND IN THE MATTER OF
ARMAC INVESTMENT LTD (BC) AND ITS SUBSIDIARIES;
NO. 50 CORPORATE VENTURES LTD AND ITS SUBSIDIRY;
AND HALF MOON LAKE RESORT LTD**

We, ALVAREZ & MARSAL CANADA INC., of Bow Valley Square II, Suite 3300, 205 5th Avenue S.W., Calgary, AB T2P 2V7, CONSENT to our acting as Monitor under the CCAA proceedings of the above referenced corporations more fully described in Exhibit A attached hereto.

Dated at Calgary this 21st day of November, 2011

Alvarez & Marsal Canada Inc.

Per:

Tim Reid

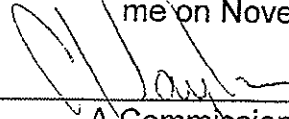
EXHIBIT A

**CONSENT TO ACT AS MONITOR
IN THE MATTER THE OF THE COMPANIES' CREDITORS
ARRANGEMENT ACT
AND IN THE MATTER OF
ARMAC INVESTMENT LTD (BC) AND ITS SUBSIDIARIES;
NO. 50 CORPORATE VENTURES LTD AND ITS SUBSIDIRY;
AND HALF MOON LAKE RESORT LTD**

1. Armac Investment Ltd (BC) and its subsidiaries:
 - a. Hawkeye Marine Group Ltd.
 - b. Ostrom Estates Ltd.
 - c. Jubilee Mountain Holdings Ltd.
 - d. Giant Mountain Properties Ltd.
 - e. Cherry Blossom Park Development Corp.
 - f. Armac Investments Ltd (AB)
 - i. Lake Eden Projects Inc.
 - ii. 1204583 Alberta Inc.
 - iii. 1317517 Alberta Inc.
 - iv. Westridge Park Lodge Development Corp.
 1. Westridge Park Lodge and Golf Resort Ltd.
 2. No. 50 Corporate Ventures Ltd and its subsidiary:
 - a. Fishpaths Resorts Corporation
 3. Half Moon Lake Resort Ltd.
-

1.

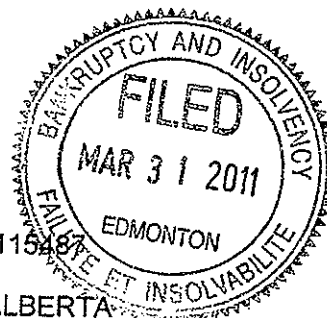
This is exhibit O referred to in the affidavit of JOHN KENNETH PURDY sworn before
me on November 25, 2011



A Commissioner of Oaths for
the Province of Alberta

CONAN J. TAYLOR
Barrister and Solicitor

PRINT NAME AND EXPIRY/LAWYER



Clerk's stamp:

COURT FILE NUMBER

BANKRUPTCY ACTION NO: BK 03115487

COURT OF QUEEN'S BENCH OF ALBERTA
IN BANKRUPTCY

JUDICIAL CENTRE

EDMONTON

IN THE MATTER OF THE
BANKRUPTCY AND INSOLVENCY ACT,
R.S.C. 1985, c. B-3, AS AMENDED

IN THE MATTER OF THE BANKRUPTCY OF JOHN
KENNETH PURDY OTHERWISE KNOWN AS JACK
PURDY

DOCUMENT

ORDER

ADDRESS FOR SERVICE AND
CONTACT INFORMATION OF
PARTY FILING THIS DOCUMENT

MINTZ LAW
400, THE DORCHESTER
10357-109 Street
Edmonton, Alberta T5J 1N3
Bruce Mintz
Telephone (780) 425 2041
Fax (780) 425 2195
File Number: 43,128001/BEM

DATE ON WHICH ORDER WAS PRONOUNCED: Thursday March 17, 2011

NAME OF REGISTRAR WHO MADE THIS ORDER: Registrar W. Breitkreuz

LOCATION: Law Courts Edmonton, Alberta

ORDER

UPON THE APPLICATION of P.D.Y. Management Ltd. Orest Rusnak, and Byron Loewen, creditors for a bankruptcy order; AND UPON THE APPLICATION of the solicitor representing Jack Purdy for an adjournment; AND UPON HEARING the submissions by counsel for P.D. Y. Management Ltd., Orest Rusnak and Byron Loewen;

1. IT IS HEREBY ORDERED that the application for a bankruptcy order is hereby adjourned to special chambers.
2. AND IT IS HEREBY FURTHER ORDERED that a term of the adjournment is, JOHN KENNETH PURDY OTHERWISE KNOWN AS JACK PURDY is hereby prevented from alienating any property which he either owns or controls until this matter is determined.
3. AND IT IS HEREBY FURTHER ORDERED that those deponents of affidavits who reside at the City of Edmonton shall present themselves for questioning at a date and time to be determined without the requirement for the payment of any conduct money.
4. AND IT IS HEREBY FURTHER ORDERED that in the event the Creditor Byron Loewen of Kelowna British Columbia is to be examined he shall be provided with suitable conduct monies by the party questioning him.
5. AND IT IS HEREBY FURTHER ORDERED that within two weeks of the receipt of any undertaking responses following the Byron Loewen questioning JOHN KENNETH PURDY, OTHERWISE KNOWN AS JACK PURDY shall file his affidavit, if any.
6. AND IT IS HEREBY FURTHER ORDERED that the parties are at liberty on five days notice to apply to Registrar W. Breitkreuz for an amendment or modification of paragraph 2 of this Order.
7. AND IT IS HEREBY FINALLY ORDERED that approval as to form and content of this Order by facsimile signature is accepted.


REGISTRAR

APPROVED AS TO FORM AND CONTENT:

SIMONS & STEPHENS

Per: 

NORMAN SIMONS

Solicitors for John Kenneth Purdy
Otherwise known as Jack Purdy