

JOHN (JACK) KENNETH PURDY  
 Projected Cash Flow Statement\*  
 For the period of December 2, 2011 to February 3, 2012 (the "Forecast Period")  
 (in CDN dollars)

	Notes	Week 1 to Week 4 Dec.2/11 to Dec.31/11	Week 5 to Week 9 Jan. 1/12 to Feb.3/12	Total
<b>RECEIPTS</b>				
Advances / Management fees from Purdy Group of Companies	C	4,400	5,200	9,600
Retainer receipt from Purdy Group of Companies for NOI	D	50,000	-	50,000
<b>Total receipts</b>		<b>54,400</b>	<b>5,200</b>	<b>59,600</b>
<b>DISBURSEMENTS</b>				
Personal		1,200	1,500	2,700
Medical		400	500	900
Living		1,600	1,800	3,400
Transportation		570	570	1,140
Miscellaneous		600	750	1,350
<b>Total living expenses</b>	E	<b>4,370</b>	<b>5,120</b>	<b>9,490</b>
<b>NOI professional fee retainer</b>	D	<b>50,000</b>	<b>-</b>	<b>50,000</b>
<b>Total disbursements</b>		<b>54,370</b>	<b>5,120</b>	<b>59,490</b>
<b>NET CHANGE IN CASH</b>		<b>30</b>	<b>80</b>	<b>110</b>
<b>OPENING CASH</b>	F	<b>-</b>	<b>30</b>	<b>-</b>
Net change in cash		30	80	110
<b>ENDING CASH</b>		<b>30</b>	<b>110</b>	<b>110</b>

John (Jack) Kenneth Purdy

December 12, 2011  
 Date

This statement of projected cash flow of John (Jack) Kenneth Purdy has been prepared in accordance with s.50.4(2) of the *Bankruptcy and Insolvency Act* and should be read in conjunction with the Trustee's Report on Cash-Flow Statement dated the 12th day of December 2011.

Timothy Reid, Trustee  
 Alvarez & Marsal Inc.

December 12, 2011  
 Date

**JOHN (JACK) KENNETH PURDY**  
**Notes to Projected Cash Flow Statement**  
**For the period of December 2, 2011 to February 3, 2012**  
**(in CDN dollars)**

**Notes and Assumptions:**

- A** The cash-flow statement is to be read in conjunction with the attached Form 29 - Trustee's Report on Cash-Flow Statement and Form 30 - Report on Cash Flow Statement by the Person Making the Proposal.

The projection has been prepared solely for the purpose of determining the ability of John (Jack) Kenneth Purdy to fund his personal financial affairs as set out herein.

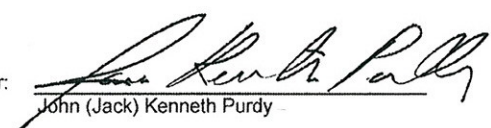
Readers are cautioned that it may not be appropriate for their purposes.

- B** The Cash-Flow Statement is presented on a monthly basis from December 2, 2011 to February 3, 2012 (the "Forecast Period") and represents John (Jack) Kenneth Purdy's best estimates of the results of his personal financial affairs during the Forecast Period.
- C** Advances/Management Fees are paid to Jack Purdy as compensation for services rendered as President and Chief Executive Officer of the Purdy Group of Companies. Given the current financial constraints within the Purdy Group of Companies, Mr. Purdy is only drawing a minimum amount of advances/management fees (while focusing on keeping his personal expenses low) to assist in the success of the corporate restructuring of the Purdy Group of Companies, which in turn, will directly impact the success of Mr. Purdy's personal proposal to his creditors. The appropriate taxation strategies are applied to these payments at each year-end.
- D** The retainer receipts of \$50,000 relate to funds received from the Purdy Group of Companies, pursuant to an Initial Order granted by this Honourable Court on December 1, 2011 through the CCAA proceedings of the Purdy Group of Companies, for the payment of professional fees of the Proposal Trustee under the Notice of Intention to Make a Proposal for John (Jack) Kenneth Purdy.
- E** Total living expenses primarily relate to certain living, personal and medical costs expected to be incurred by Mr. Purdy over the Forecast Period.
- F** Opening cash balance on December 2, 2011 (as per general ledger).


JOHN (JACK) KENNETH PURDY

Alvarez & Marsal Inc., the Trustee acting in re: the  
Proposal of John (Jack) Kenneth Purdy

Per:

  
John (Jack) Kenneth Purdy

Per:

  
Timothy Reid, CA-CIRP  
Senior Vice-President

Date: December 12, 2011

Date: December 12, 2011