



**NOTICE OF STATEMENT OF RECEIVER**  
 (Subsections 245(1) and 246(1) of the Act)

**IN THE MATTER OF THE RECEIVERSHIP OF  
 ARRES CAPITAL INC.  
 (the “Company” or “Arres”)**

The receiver gives notice and declares that:

1. On Wednesday, July 26, 2017, pursuant to Part 9 of the *Civil Enforcement Act*, R.S.A. 2000, c. C-15 of Alberta, Alvarez & Marsal Canada Inc. became the Court-appointed receiver (the “**Receiver**”), without security, in respect of all the property of the Company, an insolvent person, including all Exigible Property that the Receiver has determined is not exempt from writ proceedings or distress proceedings (collectively, the “**Property**”), as including but not limited to the following property:

	Estimated Book Value
Accounts receivable	Unknown
Other	Unknown
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Total net book value of assets	\$ Unknown

2. Alvarez & Marsal Canada Inc. became the Receiver in respect of the Property described above by virtue of an Order of the Court of Queen’s Bench of Alberta (the “**Court**”) dated July 26, 2017 (the “**Receivership Order**”). The effective date of the Receivership Order (date of pronouncement) is February 13, 2015. For a copy of the Receivership Order, it may be found on the Receiver website at: [www.alvarezandmarsal.com/arrescapital](http://www.alvarezandmarsal.com/arrescapital).
3. Upon receiving the Receivership Order, the Receiver made arrangements with the Debtor and took possession and control of the Property described above between August 1 to 4, 2017. The books and records of the Debtor were located at the Debtor’s personal residence and the Receiver was unable to gain access by the Debtor to his personal residence until August 1, 2017.
4. The following information relates to the receivership:
  - a) Civic Address: 126 Spring Valley Way S.W.
  - b) Principal line of business: Mortgage Broker / Trustee
  - c) Location of business: Calgary, Alberta



d) Amounts owed by the Company to each creditor, according to books and records as at July 26, 2017 are shown below:

<u>Name</u>	<u>Claim Amount</u>
Secured creditors (see attached listing)	\$ 0
Unsecured creditors (see attached listing)	<u>\$ 1,028,879.99</u>
Total	<u>\$ 1,028,879.99</u>

e) The Receiver's contact is:

Alvarez & Marsal Canada Inc.  
Bow Valley Square 4  
Suite 1110, 250 6<sup>th</sup> Ave SW  
Calgary, AB T2P 3H7

Attention: Mr. Bryan Krol  
Telephone: (403) 538-7523  
Facsimile: (403) 538-7551

5. At the time of preparing this Notice of Statement of Receiver, the Company's books and records were incomplete and the Receiver did not have enough information to verify the book value of the Company's assets and liabilities. The Receiver continues to review the books and records of the Company pursuant to the Receivership Order.
6. On July 26, 2017, the Court also granted an Order (the "Bankruptcy Order") to adjudge Arres into Bankruptcy and A&M was appointed as trustee of the estate of the Arres, without security. On August 4, 2017, counsel to Arres filed a civil notice of appeal to the Court of Appeal of Alberta to have the Bankruptcy Order set aside and otherwise dismissed.

Dated at Calgary, Alberta this 4th day of August, 2017.

**Alvarez & Marsal Canada Inc., in its capacity as  
the Court Appointed Receiver of  
Arres Capital Inc., and not in its  
personal or corporate capacity**

A handwritten signature in blue ink, appearing to read 'Orest Konowalchuk'.

Orest Konowalchuk, CPA, CA, CIRP, LIT  
Vice President

**IN THE MATTER OF THE RECEIVERSHIP OF  
ARRES CAPITAL INC.**

*Preliminary List of Creditors as at July 16, 2017, as submitted by the Debtor without Admission as to any Liabilities or Privilege Herein Shown*

<b>Secured Creditors</b>	<b>Address</b>	<b>City</b>	<b>Province/State</b>	<b>Postal Code/Zip Code</b>	<b>Country</b>	<b>Amount Outstanding</b>
						\$ -
<b>Total Secured creditors</b>						<b>\$0.00</b>
<b>Unsecured Creditors</b>	<b>Address</b>	<b>City</b>	<b>Province/State</b>	<b>Postal Code/Zip Code</b>	<b>Country</b>	<b>Amount Outstanding</b>
Access Mortgage Corp.	Suite 230, 6125 11th Street S.E.	Calgary	AB	T2H 2L6	Canada	\$ 1,028,879.99
<b>Total Unsecured Creditors</b>						<b>\$ 1,028,879.99</b>
<b>Total Creditors</b>						<b>\$1,028,879.99</b>