

Form 87

In the matter of the Receivership of F.A. Millar Investments Ltd.
of the Town of Claresholm
In the Province of Alberta

Notice and Statement of the Receiver
(Subsections 245(1) and 246(1) of the Act)

The Receiver gives notice and declares that:

1. On the 26th day of January, 2010, G. Powroznik Group Inc. of G-Force Group, was appointed as the Receiver and Manager ("Receiver") by an Order of the Court of Queen's Bench of Alberta pursuant to sections 13(2) of the *Judicature Act*, R.S.A. 2000, c.J-2, 99(a) of the Business Corporations Act, R.S.A. 2000, c.B-9, and 65(7) of the Personal Property Security Act, R.S.A. 2000, c.P-7, of all the assets, undertakings and property of every nature and kind whatsoever, and wherever situate, including all proceeds thereof, of F.A. Millar Investments Ltd. ("the Company").

The known assets of the Company at January 26, 2010 were:

	<u>Value</u>	<u>Source</u>
Land and building (Bluebird Motel)	\$628,825	2009 assessed value
Land and building (Claresholm Inn)	\$725,260	2009 assessed value
Cash on hand	\$17,256	Estimated by Receiver
Accounts Receivable	\$606	Estimated by Receiver
Inventory	\$10,962	Estimated by Receiver

2. The Receiver took control of the property described above on the 26th day of January, 2010.

3. Copies of the Court Order and other receivership documents can be viewed on the Receiver's website at <http://www.g-forcegroup.ca/projects/f-a-millar-investments-ltd>.

4. The following information relates to the receivership:

(a) Address of the Company: Box 1509, Okotoks AB, T1A 1B4

(b) Principal line of business: Owning and Managing the Bluebird Motel and the Claresholm Inn which includes a Tavern and eight Video Lottery Terminals (VLTs).

(c) Location of businesses:

Bluebird Motel

4815 1st Street W, Claresholm, AB

Legal description: Plan 7810399, Block B, Lot 5

Claresholm Inn

5505 1st Street W, Claresholm, AB

Legal description: Plan 147N, Block 2, Lots 3-6 inclusive

(d) **Secured Creditors**

Amounts owing to secured creditors of the Company as at January 26, 2010 have been estimated through the Receiver's preliminary investigations of the Company's available books and records and is included below:

	\$
▪ Liberty Mortgage Services Ltd.	638,997
▪ Macleod Savings & Credit Union Ltd.	483,326
▪ Sainico Investments Inc.	179,974
▪ Canada Revenue Agency	161,558
▪ Town of Claresholm	21,679
▪ Minister of Finance, Alberta	5,979
▪ KK Leasing Inc.	4,500

(e) **Payroll Liabilities**

Amounts owing to employees of the Company as at January 26, 2010 have been estimated through the Receiver's preliminary investigations of the Company's available books and records. Unpaid wages and accrued vacation pay, listed below, were earned prior to the date of receivership:

	\$
Bluebird Motel	7,288
Claresholm Inn	3,616

The Receiver is currently in the process of finalizing its investigation of unpaid wages relating to the pre-receivership period.

(f) **Unsecured Creditors**

A list of known unsecured creditors of the Company is attached as Schedule "A". The amounts owing to unsecured creditors have been estimated through the Receiver's preliminary investigations of the Company's available books and records. The attached Schedule is likely

not an all-inclusive list as the Receiver expects additional creditor claims to surface in the normal course of business and as additional reviews are done.

(g) The initial plan of action of the Receiver includes:

- Secure control of the assets and operations of the Company.
- Notify all known service providers and transfer utilities, telephones, and other services that will be required to operate the Bluebird Motel and the Claresholm Inn under the Receiver's mandate.
- Continue to operate the Bluebird Motel and the Claresholm Inn, including the VLTs.
- Assess options to maximize the values and recoveries from the assets and operations.
- Determine the relative priorities of the claims against the Company.
- Report our findings and recommendations to the Court.

(h) Contact person for Receiver:

Chris Sinclair

Tel: 778.371.0013

Fax: 778.370.0043

Email: csinclair@g-forcegroup.ca

Mailing Address: #780-333 Seymour St, Vancouver, B.C., V6B 5A6

Dated at Vancouver, British Columbia, this 5th day of February, 2010.

G. Powroznik Group Inc.

Receiver-Manager of F.A. Millar Investments Ltd.



Per: Gary Powroznik

Managing Director

Schedule "A"
F.A. Millar Investments Ltd. (in Receivership)
List of Unsecured Creditors as at January 26, 2010

Creditor	\$
ABSA	71.00
Alberta Hotel & Lodging Association	1,134.00
Canadian Restaurant & Foodservices Assoc.	325.50
Canopco	81.22
Canpages	472.50
Chinook Country Tourist Association	1,518.30
Claresholm Glass '88 Ltd.	4,535.40
Claresholm Local Press	382.43
CLV Home Spring Water Ltd.	85.00
Community Employment Services	702.50
Dave Fraser	262.50
Direct Energy Regulated Services	8,032.55
Eagle Security Controls	820.05
Ecolab	668.71
EHospitality	1,410.75
Epcor	4,068.77
Fire Inspection Services Inc.	1,577.10
Home Hardware	164.79
HTS Ltd.	311.70
JuneWarren Publishing Ltd	415.80
Maxwell Paper Canada Inc.	126.00
Pinnacle Distribution Inc.	964.59
Pliska Vidal & Co.	19,909.90
Professional Power Wash	714.42
Canada Revenue Agency	33,889.65
Reliance Appraisal Consultants Ltd.	552.62
Telus	4,456.57
Town of Clarseholm	100.00
Warren Tettensor Amantea LLP	271.16
Westwinds Bobcat Services	220.00
TOTAL	<u>88,245.48</u>