



July 28, 2016

G. Powroznik Group Inc.
250 – 750 W. Pender Street
Vancouver, British Columbia
Canada V6C 2T7
Phone: 778.370.0003
Fax: 778.370.0043

To the creditors of Mount Baldy Ski Corporation

Dear Sirs:

Re: Bankruptcy of Mount Baldy Ski Corporation

In December 2014, Mount Baldy Ski Corporation (“**Baldy Ski Corp.**”) was placed into receivership by Order of the Supreme Court of B.C. (“**Court**”). G. Powroznik Group Inc. of G-Force Group was appointed as Receiver and Manager (“**Receiver**”) of Baldy Ski Corp. as well as its related entity, Mount Baldy Real Estate, ULC. (“**Baldy Real Estate**”).

After a lengthy receivership process, the Receiver’s sale of the assets of Baldy Ski Corp. and Baldy Real Estate to 1063205 B.C. Ltd. was approved by order of the Court on June 27, 2016 (“**June 27 Order**”). In paragraph 12 of the June 27 Order, the Receiver was authorized by the Court to assign Baldy Ski Corp. into bankruptcy. The June 27 Order is posted on the Receiver’s website: <http://www.g-forcegroup.ca/mount-baldy-ski-resort/>

We now confirm that Baldy Ski Corp. was assigned into bankruptcy on July 26, 2016. Baldy Ski Corp. was assigned into bankruptcy for the general benefit of creditors under s.49 of the *Bankruptcy and Insolvency Act*, and pursuant to the June 27 Order. G. Powroznik Group Inc. of G-Force Group has been appointed as the Trustee in bankruptcy (the “**Trustee**”) for the estate of Baldy Ski Corp.

With this letter, we enclose several documents relating to the administration of the estate and to your position as a creditor, or potential creditor, of Baldy Ski Corp.

- Notice of Bankruptcy and First Meeting of Creditors (Form 68);
- A list of all known creditors as at July 26, 2016;
- Proof of Claim form (Form 31);
- Checklist for Proof of Claims (included as “Appendix A” to Form 31); and
- Proxy (Form 36).

The First Meeting of Creditors will be held at the Trustee's office on Tuesday, August 16, 2016 at 10:00am. Additional information on the bankruptcy, including the Trustee's Report to the Creditors on Preliminary Administration, will be posted on the Trustee's website on or before August 12, 2016 at <http://www.g-forcegroup.ca/bankruptcy-of-mount-baldy-ski-corporation>.

We advise that all of the assets of Baldy Ski Corp. and Baldy Real Estate have been sold in the receivership and all assets were charged by various secured creditors. The secured creditors of each of Baldy Ski Corp. and Baldy Real Estate have all suffered significant shortfalls or total losses. As a result, there is no expected recovery for the unsecured creditors of Baldy Ski Corp. in the bankruptcy proceeding. However, as a formality, you are still welcome to submit your claim in this matter.

You may complete and submit your proof of claim (Form 31) to the Trustee's office using the following methods:

- electronically to mail@g-forcegroup.ca or pfoster@g-forcegroup.ca;
- by fax to 778-370-0043, or
- by regular mail to the address indicated in our letterhead above.

Also, you may be aware that a third party, Baldy Operating Corporation ("BOC") operated the Mount Baldy ski resort ("Resort") for an abbreviated ski season from January to March of 2015. We understand that BOC has unpaid creditors relating to its operation of the Resort. BOC is a separate legal entity to Baldy Ski Corp. and if you have a claim against BOC you should contact it directly. The most recent address we have on file for BOC is: #400 - 909 17th Ave SW, Calgary, AB, T2T 0A4. Claims against BOC will not be accepted in the Baldy Ski Corp. bankruptcy.

All other queries relating to administration of the estate and the process for submitting claims may be directed to Patricia Foster of the Trustee's office at 778.370.0003 (e-mail at pfoster@g-forcegroup.ca).

Yours truly,

G. Powroznik Group Inc.

In its capacity as Trustee for the bankrupt estate of Mount Baldy Ski Corporation

And not in its personal capacity



Per: Chris Sinclair CA, CPA CIRP
Senior Manager

Enclosures

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 68
Notice of Bankruptcy, First Meeting of Creditors
(Subsection 102(1) of the Act)

☒ Original ☐ Amended

Take notice that:

1. Mount Baldy Ski Corporation filed (or was deemed to have filed) an assignment on the 26th day of July 2016, and the undersigned, G. Powroznik Group Inc., was appointed as trustee of the estate of the bankrupt by the official receiver (or the Court), subject to affirmation by the creditors of the trustee's appointment or substitution of another trustee by the creditors.
2. The first meeting of creditors of the bankrupt will be held on the 16th day of August 2016, at 10:00 AM, at the office of Vancouver, at #250 - 750 Pender St W, Vancouver, BC, V6C 2T7.
3. To be entitled to vote at the meeting, a creditor must lodge with the trustee, before the meeting, a proof of claim and, where necessary, a proxy.
4. Enclosed with this notice is a proof of claim form, proxy form, and list of creditors with claims amounting to \$25 or more showing the amounts of their claims.
5. Creditors must prove their claims against the estate of the bankrupt in order to share in any distribution of the proceeds realized from the estate.

Dated at the city of Vancouver in the Province of British Columbia, this 28th day of July 2016.

G. Powroznik Group Inc.
Per:



Gary Powroznik - Licensed Insolvency Trustee
#250 - 750 Pender St W
Vancouver BC V6C 2T7
Phone: (778) 370-0003 Fax: (778) 370-0043

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 78 – Continued

List "A"
Unsecured Creditors

Mount Baldy Ski Corporation

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
1	Air Liquide Canada Inc.	1490 Boundary Road Burnaby BC V5K 4V3	112.80	0.00	112.80
2	Arctech Food Equipment	1341 Stevens Road Kelowna BC V1Z 2S9	5,167.25	0.00	5,167.25
3	B.C. Safety Authority	505 - 6th Street, Suite 200 New Westminster BC V3L 0E1	6,567.91	0.00	6,567.91
4	Baker Family Limited Partnership	c/o 76 Baker Road Athol ID 83801 USA	1.00	0.00	1.00
5	BC Opportunity Fund, LLC	Attention: Bev Kee 312 South First Avenue Sandpoint ID 83864 USA	0.00	807,000.00	807,000.00
6	Beanstream Internet Commerce Inc.	#200 - 1803 Douglas St Victoria BC V8T 5C3	65.40	0.00	65.40
7	Berry & Smith Trucking Ltd.	301 Warren Ave East Penticton BC V2A 3M1	10,577.82	0.00	10,577.82
8	Big White Ski Resort Ltd.	5315 Big White Road Kelowna BC V1P 1P3	302.40	0.00	302.40
9	Brent Baker	76 Baker Road Athol ID 83801 USA	1.00	0.00	1.00
10	Brett Sweezy	515 West Pine Street - Suite 1 Sandpoint ID 83864 USA	1.00	0.00	1.00
11	Canadian Restaurant & Foodservice	1155 Queen Street West Toronto ON M6J 1J4	330.75	0.00	330.75
12	Chan - Global BC	342 Leon Ave Kelowna BC V1Y 6J2	4,754.34	0.00	4,754.34
13	Chan Kelkam - Global BC	342 Leon Ave Kelowna BC V1Y 6J2	2,909.26	0.00	2,909.26
14	CHBC - a Div of Corus Entertainment	342 Leon Ave Kelowna BC V1Y 6J2	7,995.59	0.00	7,995.59
15	Connections Call Centre Ltd.	37710 2 Ave Squamish BC V8B 0R2	365.40	0.00	365.40
16	Elan - Delbello Sports Inc	519 Main St Andover NH 03216 USA	2,246.95	0.00	2,246.95
17	FortisBC Inc	Attn: Credit & Collections (Tracy Batch) 1290 Esplanade, Box 130 Trail BC V1R 4L4	9,234.68	0.00	9,234.68
18	Foster Pepper	1111 3rd Ave #3000 Seattle WA 98101 USA	9,301.85	0.00	9,301.85
19	Global Payments	3381 Steeles Avenue East, Suite 200 Toronto ON M2H 3S7	22.44	0.00	22.44
20	ICBC	151 West Esplanade North Vancouver BC V7M 3H9	672.66	0.00	672.66
21	Interior Health	#220 - 1815 Kirschner Road Kelowna BC V1Y 4N7	249.99	0.00	249.99
22	Interior Reforestation Co. Ltd	PO Box 874 Stn Main Cranbrook BC V1C 4J6	18,437.30	0.00	18,437.30
23	K2 Corporation of Canada	1 Westside Drive, Unit #7 Toronto ON M9C 1B2	733.94	0.00	733.94

26-Jul-2016

Date

G. Powroznik Group Inc. Receiver-Manager of
Mount Baldy Ski Corp.

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 78 -- Continued

List "A"
Unsecured Creditors

Mount Baldy Ski Corporation

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
24	Mastercard	address unknown ON	5,203.80	0.00	5,203.80
25	Minister of Agriculture and Lands	PO BOX 9120, STN PROV GOV Victoria BC V8W 9B4	1,050.00	0.00	1,050.00
26	Ministry of Finance - Property Tax	PO Box 9309 Stn Prov Govt Victoria BC V8W 9B4	18,902.81	0.00	18,902.81
27	Mounsey, Lee	address unknown Oliver BC	79.47	0.00	79.47
28	Mountain Investments Inc.	209 South Central Avenue Kent WA 98032 USA	0.00	1,242,000.00	1,242,000.00
29	Oakcreek Golf & Turf Inc.	18785 96 Ave Surrey BC V4N 3P5	24,908.90	0.00	24,908.90
30	Okanagan Valley Newspaper	550 Doyle Ave. Kelowna BC V1Y 7V1	1,600.72	0.00	1,600.72
31	Peak Emergency Response Training	1717 Beach Grove Rd Delta BC V4L 1P4	749.21	0.00	749.21
32	Prinoth Ltd.	285071 Frontier Road SE Rockyview AB T1X 0K3	6,887.52	0.00	6,887.52
33	Raymond Lanctot Ltee	5290 Boulevard Thimens Montreal QC H4R 2B2	2,707.35	0.00	2,707.35
34	Receiver General CRA (GST)	Attention: K. Crasto, Pacific Regional Collections/Compliance Centre PO Box 11575 Stn Main Surrey BC V3T 0E5	16,679.08	0.00	16,679.08
35	Receiver General CRA (Payroll)	Attention: K. Crasto, Pacific Regional Collections/Compliance Centre PO Box 11575 Stn Main Surrey BC V3T 0E5	59,120.77	0.00	59,120.77
36	Robert Boyle	120 E. Lake Street - Suite 202 Sandpoint ID 83864 USA	1.00	0.00	1.00
37	Sage	1715 N Brown Rd Lawrenceville GA 30043 USA	717.91	0.00	717.91
38	Scott Wills Contracting	3313 7th St S Cranbrook BC V1C 5G6	9,734.82	0.00	9,734.82
39	SE Group	1550 140th Ave NE # 204 Bellevue WA 98005 USA	5,142.95	0.00	5,142.95
40	Shadowfax Communications	219 Main St Penticton BC V2A 5B1	3,381.00	0.00	3,381.00
41	Stark BC Venture, LLC	Attention: Bonita Lewis-Hand, Lawson Lundell LLP 1600 - 925 West Georgia Street Vancouver BC	0.00	4,990,000.00	4,990,000.00
42	Strata KAS 1840	Attention: Richard Thompson, Gilchrist & Co. 101-123 Martin Street Penticton BC V2A 7X6	19,487.78	0.00	19,487.78
43	T&A Drilling and Blasting Corp	354 Totom Ave Kelowna BC V1X 5W6	25,179.03	0.00	25,179.03
44	Telus - TAKMTBALDY 1	PO Box 8950 Stn Terminal Vancouver BC V6B 3C3	2,068.79	0.00	2,068.79
45	Telus (Mobility)	PO Box 8950 Stn Terminal Vancouver BC V6B 3C3	651.86	0.00	651.86

26-Jul-2016

Date

G. Powroznik Group Inc. Receiver-Manager of
Mount Baldy Ski Corp.

District of: British Columbia
 Division No. 03 - Vancouver
 Court No.
 Estate No. 11-2149737

FORM 78 -- Continued

List "A"
 Unsecured Creditors

Mount Baldy Ski Corporation

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
46	Tesoro Technologies Inc,	1188 Martin Grove Rd Etobicoke ON M9W 5M9	1,050.00	0.00	1,050.00
47	The Summit Group (Sundog Eyewear)	96 Skyline Cres NE, Suite 203 Calgary AB T2K 5X7	551.25	0.00	551.25
48	Thompson Okanagan Tourism	2280 Leckie Rd Kelowna BC V1X 6G6	413.44	0.00	413.44
49	TNC Publications	#1 - 6923 Farrell Rd SE Calgary AB T2H 0T3	2,205.00	0.00	2,205.00
50	Torbram Electric Supply	10 Perdue Court, Unit 6 Caledon ON L7C 3M6	542.05	0.00	542.05
51	True Consulting Group	Attn: Steve Underwood #201-2079 Falcon Road Kamloops BC V2C 4J2	1,372.58	0.00	1,372.58
52	Vantage One Credit Union	3108 33 Ave Vernon BC V1T 2N7	0.00	247,328.00	247,328.00
53	VitalAire	888 West 8th Avenue Vancouver BC V5Z 1E3	102.38	0.00	102.38
54	Westkey Graphics Ltd.	8315 Riverbend Ct Burnaby BC V3N 5E7	1,280.16	0.00	1,280.16
55	White Kennedy Chartered Accountants	99 Padmore Ave E Penticton BC V2A 7H7	19,003.63	0.00	19,003.63
56	Whiteboard Law	Attn: James Mutter #2 - 683 Dease Road Kelowna BC V1X 4A4	6,187.88	0.00	6,187.88
57	Workers Compensation Board of BC	6951 Westminster Hwy Richmond BC V7C 1C6	7,494.88	0.00	7,494.88
Total:			324,509.75	7,286,328.00	7,610,837.75

26-Jul-2016

Date

G. Powroznik Group Inc. Receiver-Manager of
 Mount Baldy Ski Corp.

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 78 – Continued

List "B"
Secured Creditors

Mount Baldy Ski Corporation

No.	Name of creditor	Address	Amount of claim	Particulars of security	When given	Estimated value of security	Estimated surplus from security	Balance of claim
1	BC Opportunity Fund, LLC	Attention: Bev Kee 312 South First Avenue Sandpoint ID 83864 USA	807,000.00	Real Property or Immovable - Building - Oliver	20-Jun-2011	0.00		807,000.00
2	Minister of Finance - Land Lease	PO Box 9309 Stn Prov Govt Victoria BC V8W 9B4	12,328.00	Other - Deposit/security held by Resorts Branch	19-May-2007	12,328.00		
3	Mountain Investments Inc.	209 South Central Avenue Kent WA 98032 USA	1,242,000.00	Real Property or Immovable - Building - Oliver	20-Jun-2011	0.00		1,242,000.00
4	Stark BC Venture, LLC	Attention: Bonita Lewis-Hand, Lawson Lundell LLP 1600 - 925 West Georgia Street Vancouver BC	5,500,000.00	Real Property or Immovable - Building - Oliver	17-Jun-2011	500,000.00		4,990,000.00
				Other - Various chattels	17-Jun-2011	10,000.00		
5	Vantage One Credit Union	3108 33 Ave Vernon BC V1T 2N7	285,000.00	Other - Deposit/security held by Resorts Branch	30-Dec-2006	37,672.00		247,328.00
Total:			7,846,328.00			560,000.00	0.00	7,286,328.00

26-Jul-2016

Date

G. Powroznik Group Inc. Receiver-Manager of
Mount Baldy Ski Corp.

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 31
Proof of Claim

All notices or correspondence regarding this claim must be forwarded to the following address:

In the matter of the bankruptcy of Mount Baldy Ski Corporation of the of Vancouver in the Province of British Columbia and the claim of _____, creditor.

I, _____, of the city of _____, a creditor in the above matter, hereby appoint _____, of _____, to be my proxyholder in the above matter, except as to the receipt of dividends, _____ (with or without) power to appoint another proxyholder in his or her place.

I, _____ (name of creditor or representative of the creditor), of the city of _____ in the province of _____ do hereby certify:

1. That I am a creditor of the above named debtor (or I am _____ (position/title) of _____ creditor).
2. That I have knowledge of all the circumstances connected with the claim referred to below.
3. That the debtor was, at the date of bankruptcy, namely the 26th day of July 2016, and still is, indebted to the creditor in the sum of \$ _____, as specified in the statement of account (or affidavit or solemn declaration) attached and marked Schedule "A", after deducting any counterclaims to which the debtor is entitled. (The attached statement of account or affidavit must specify the vouchers or other evidence in support of the claim.)

4. (Check and complete appropriate category.)

☐ A. UNSECURED CLAIM OF \$ _____
(other than as a customer contemplated by Section 262 of the Act)

That in respect of this debt, I do not hold any assets of the debtor as security and
(Check appropriate description.)

- ☐ Regarding the amount of \$ _____, I claim a right to a priority under section 136 of the Act.
- ☐ Regarding the amount of \$ _____, I do not claim a right to a priority.
(Set out on an attached sheet details to support priority claim.)

☐ B. CLAIM OF LESSOR FOR DISCLAIMER OF A LEASE \$ _____

That I hereby make a claim under subsection 65.2(4) of the Act, particulars of which are as follows:
(Give full particulars of the claim, including the calculations upon which the claim is based.)

☐ C. SECURED CLAIM OF \$ _____

That in respect of this debt, I hold assets of the debtor valued at \$_____ as security, particulars of which are as follows:
(Give full particulars of the security, including the date on which the security was given and the value at which you assess the security, and attach a copy of the security documents.)

☐ D. CLAIM BY FARMER, FISHERMAN OR AQUACULTURIST OF \$_____

That I hereby make a claim under subsection 81.2(1) of the Act for the unpaid amount of \$_____
(Attach a copy of sales agreement and delivery receipts.)

☐ E. CLAIM BY WAGE EARNER OF \$_____

☐ That I hereby make a claim under subsection 81.3(8) of the Act in the amount of \$_____.

☐ That I hereby make a claim under subsection 81.4(8) of the Act in the amount of \$_____.

☐ F. CLAIM BY EMPLOYEE FOR UNPAID AMOUNT REGARDING PENSION PLAN OF \$_____

☐ That I hereby make a claim under subsection 81.5 of the Act in the amount of \$_____.

☐ That I hereby make a claim under subsection 81.6 of the Act in the amount of \$_____.

☐ G. CLAIM AGAINST DIRECTOR \$_____

(To be completed when a proposal provides for the compromise of claims against directors.)

That I hereby make a claim under subsection 50(13) of the Act, particulars of which are as follows:

(Give full particulars of the claim, including the calculations upon which the claim is based.)

☐ H. CLAIM OF A CUSTOMER OF A BANKRUPT SECURITIES FIRM \$_____

That I hereby make a claim as a customer for net equity as contemplated by section 262 of the Act, particulars of which are as follows:

(Give full particulars of the claim, including the calculations upon which the claim is based.)

5. That, to the best of my knowledge, I _____ (am/am not) (or the above-named creditor _____ (is/is not)) related to the debtor within the meaning of section 4 of the Act, and _____ (have/has/have not/has not) dealt with the debtor in a non-arm's-length manner.

6. That the following are the payments that I have received from, and the credits that I have allowed to, and the transfers at undervalue within the meaning of subsection 2(1) of the Act that I have been privy to or a party to with the debtor within the three months (or, if the creditor and the debtor are related within the meaning of section 4 of the Act or were not dealing with each other at arm's length, within the 12 months) immediately before the date of the initial bankruptcy event within the meaning of Section 2 of the Act: (Provide details of payments, credits and transfers at undervalue.)

7. *(Applicable only in the case of the bankruptcy of an individual.)*

☐ Whenever the trustee reviews the financial situation of a bankrupt to redetermine whether or not the bankrupt is required to make payments under section 68 of the Act, I request to be informed, pursuant to paragraph 68(4) of the Act, of the new fixed amount or of the fact that there is no longer surplus income.

☐ I request that a copy of the report filed by the trustee regarding the bankrupt's application for discharge pursuant to subsection 170(1) of the Act be sent to the above address.

Dated at _____, this _____ day of _____.

Witness

Individual Creditor

Witness

Name of Corporate Creditor

Per

Name and Title of Signing Officer

Phone Number:

Fax Number:

E-mail Address:

Return To:

G. Powroznik Group Inc.

#250 - 750 Pender St W
Vancouver BC V6C 2T7
Phone: (778) 370-0003 Fax: (778) 370-0043

NOTE If an affidavit is attached, it must have been made before a person qualified to take affidavits.

WARNINGS: A trustee may, pursuant to subsection 128(3) of the Act, redeem a security on payment to the secured creditor of the debt or the value of the security as assessed, in a proof of security, by the secured creditor.

Subsection 20(1) of the Act provides severe penalties for making any false claim, proof, declaration or statement of account.

Appendix A

Checklist for Proof of Claims

This checklist is provided to assist you in preparing the proof of claim form and, where required, the proxy form, in a complete and accurate manner. Please specifically check each requirement.

General

- The signature of a witness is required.
- This document must be signed personally by the individual completing this declaration.
- Give the complete address where all notices or correspondence is to be forwarded.
- The amount on the statement of account must correspond to the amount indicated on the proof of claim.

Paragraph 1

- Creditor must state full and complete legal name of company or firm.
- If the individual completing the proof of claim is not the creditor himself, he must state his position or title.

Paragraph 3

- The statement of account (to be marked Schedule "A") must be complete.
- A detailed statement of account of the last three months must be attached to the proof of claim and must show the date, the number and the amount of all the invoices or charges, together with the date, the number and the amount of all credits or payments.

Paragraph 4

- Select appropriate category of claim.
- Provide additional supporting documentation as outlined in form (reference 4.B to H.), if necessary.

Paragraph 5

- All claimants must indicate if he or she is related or not to the debtor, as defined in Section 4 of the Bankruptcy Act.

Paragraph 6

- All claimants must attach a detailed list of all payments or credits received or granted, as follows:
 - a. within the three (3) months preceding the bankruptcy or the proposal, in the case where the claimant and the debtor are not related.
 - b. within the twelve (12) months preceding the bankruptcy or proposal, in the case where the claimant and the debtor are related.

Proxy

The Bankruptcy Act permits a proof of claim to be made by a duly authorized agent of a creditor but this does not give such a person power to vote at the first meeting of creditors or to act as the proxy of the creditors.

General

- A creditor may vote either in person or by proxy.
- A debtor may not be appointed a proxy to vote at any meeting of his creditors.
- The trustee may be appointed as a proxy for any creditor.
- A corporation may vote by an authorized agent at meeting of creditors.
- In order for a duly authorized person to have a right to vote he must himself be a creditor or be the holder of a properly executed proxy. The name of the creditor must appear in the proxy.

District of: British Columbia
Division No. 03 - Vancouver
Court No.
Estate No. 11-2149737

FORM 36

Proxy

(Subsection 102(2) and paragraphs 51(1)(e) and 66.15(3)(b) of the Act)

I, _____ of _____, a creditor in the above matter, hereby
appoint _____ of _____, to be
my proxyholder in the above matter, except as to the receipt of dividends, _____ (with or without)
power to appoint another proxyholder in his or her place.

Dated at _____, this _____ day of _____.

Witness

Individual Creditor

Witness

Name of Corporate Creditor

Per _____
Name and Title of Signing Officer

Return To:

G. Powroznik Group Inc.
#250 - 750 Pender St W
Vancouver, BC V6C 2T7
Tel: (778) 370-0003 Fax: (778) 370-0043