



Deloitte Restructuring Inc.
700, 850 – 2nd Street S.W.
Calgary AB T2P 0R8
Canada

Tel: 403-267-1899
Fax: 403-718-3681
www.deloitte.ca

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Notice to Depositors to the Lutheran Church – Canada, the Alberta – British District Investments Ltd. (“District Investments” or “DIL”) regarding the Creditors’ Committee Selection Process

As you are aware, District Investments commenced proceedings under the *Companies’ Creditors Arrangement Act* (the “CCAA”) on January 23, 2015. Deloitte Restructuring Inc. acts as the Monitor in the CCAA proceedings (the “Monitor”).

On February 20, 2015, an Order (the “Committee Order”) was approved, which provided a process (the “Committee Process”) for the establishment of two creditors’ committees, one for District and one for DIL (the “Committees”). A copy of the Committee Order is available for viewing on the Monitor’s website (the “Monitor’s Website”) at the following link:

http://www.insolvencies.deloitte.ca/en-ca/Pages/lutheran_church_canada_the_alberta_british_columbia_district_et_al.aspx

As set out in the Committee Order, on February 26, 2015, The Monitor sent, by regular mail, notice of the Committee Process to all known creditors of both the District and DIL.

Pursuant to the Committee Process, the Monitor was to fill three of the five positions on the creditors’ committee for District Investments with those depositors who had three of the ten largest known claims against the District Group (the “Reserved Positions”) and who were willing to serve on the creditors’ committee for DIL (the “DIL Committee”). The Monitor notes that the Reserved Positions on the DIL Committee were filled with two members from Alberta and one from British Columbia. Only two of the members were drawn from those depositors with the ten largest known claims in order to achieve geographic representation within the DIL Committee.

For DIL, the Reserved Positions have been filled by the following individuals:

1. Gary Clements;
2. Reid Glenn; and
3. Esther Borger

Subsequent to the Committee Order being granted, the Monitor became aware that many of those depositors who were eligible to serve in Reserved Positions had significant investments in both the District’s church extension fund and in DIL. Should any of those depositors serve on one of the Committees, they would have an inherent conflict of interest in deciding issues where the interests of the District and DIL were divergent. In order to avoid a situation where many of the members of the Committees may have to recuse themselves from voting on key issues, the Monitor determined that those depositors chosen to fill the Reserved Positions would be restricted to those who had individual deposits and deposits of family members living within the same household only in one of the two funds. The remaining two positions that will be voted on (the “Vacant Positions”) were left open to all applicants, subject to the restrictions set out in the Committee Order

As set out in the Committee Order, information on the Vacant Positions will be posted on the Monitor's website on or before March 31, 2015.

Should you have additional questions, please contact the undersigned at 403-298-5955.

Yours truly,

DELOITTE RESTRUCTURING INC.

In its capacity as the Court-appointed Monitor of Lutheran Church – Canada, the Alberta – British Columbia District, Encharis Community Housing and Services, Encharis Management and Support Services and Lutheran Church – Canada, the Alberta – British Columbia District Investments Ltd. and not in its personal or corporate capacity



Per: Vanessa Allen, B. Comm, CIRP
Vice-President