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Notice to depositors of the Lutheran Church – Canada, the Alberta – British Columbia District (the “District”) Church Extension Fund who are receiving payments pursuant to the Emergency Fund

As you are aware, Lutheran Church Canada, the Alberta – British Columbia District obtained an Initial order (the “**Initial Order**”) under the *Companies’ Creditors Arrangement Act*, R.S.C. 1985 c. C-36, as amended (the “**CCAA**”) on January 23, 2015. Deloitte Restructuring Inc. acts as the Monitor in the CCAA proceedings (the “**Monitor**”).

The purpose of this correspondence is to provide a general update to those depositors of the District (the “**District Depositors**”), who are currently receiving support pursuant to the District’s Emergency Fund, which was approved by the Court in the Initial Order.

As reported in the Monitor’s Seventh Report dated October 20, 2015, the plan of arrangement being prepared by the District (the “**District Plan**”) contemplates that District Depositors will now receive a portion of their distribution in cash and a portion of their distribution in shares in a new company (the “**Newco Shares**”) into which select properties within the Prince of Peace development will be transferred.

For District Depositors, the amount available to each applicant pursuant to the Emergency Fund is capped at 75% of the distribution that would be payable to that applicant using the estimated recoveries in a low liquidation scenario. This takes into account only the cash distributions available to District Depositors in that scenario and does not account for any distributions from the Newco Shares. This is in order to ensure that all District Depositors are treated equally under the District Plan.

The District’s records indicate that certain District Depositors have been paid or are close to reaching the maximum amount payable to them pursuant to the Emergency Fund. The District will be contacting those District Depositors who will no longer be eligible to receive payments pursuant to the Emergency Fund after November 2015 or are nearing the limit under the Emergency Fund to advise them that this is the case.

If you have inquiries specific to your account, we encourage you to contact Cam Sherban, the District's Chief Restructuring Officer, at 403-681-3608. If you have questions for the Monitor regarding the CCAA proceedings, please contact Joseph Sithole at 587-293-3203.

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



Vanessa Allen, B. Comm, CIRP
Vice-President