



COURT FILE NUMBER 1501-00955

COURT COURT OF QUEEN'S BENCH OF ALBERTA IN  
BANKRUPTCY AND INSOLVENCY

JUDICIAL CENTRE CALGARY

IN THE MATTER OF THE *COMPANIES'*  
*CREDITORS ARRANGEMENT ACT*, R.S.C. 1985,  
c. C-36, as amended

APPLICANTS 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.

**MANAGEMENT'S REPORT ON CASH FLOW STATEMENT**  
**PURSUANT TO PARAGRAPH 10(2)(B) OF THE *COMPANIES' CREDITORS***  
***ARRANGEMENT ACT, R.S.C. 1985, c. C-36, as amended***

1. The Management of the Applicants has developed the assumptions and prepared the attached statements of projected cash flow for each of the Applicants as of the 13 day of February 2015 for the fifteen week period (the "Forecast Period") ending May 23, 2015 (the "Forecasts").
2. The Forecasts have been prepared for the purpose of determining the liquidity requirements of the Applicants during the Forecast Period.
3. The hypothetical assumptions are reasonable and consistent with the purpose of the projections described in the notes to the Forecast, and the probable assumptions are suitably supported and consistent with the plans of the Applicants and provide a reasonable basis for the Forecasts.
4. Since the Forecasts are based on assumptions regarding future events, actual results will vary from the information presented and variations may be material.
5. The Forecasts have been prepared solely for the purposes described in the notes to the Forecasts. Consequently, readers are cautioned that the Forecasts may not be appropriate for other purposes.

6. The Applicants confirm that the Forecasts and the underlying assumptions are the responsibility of the Applicants, and that all material information relevant to the Forecasts and to the underlying assumptions has been made available to Deloitte Restructuring Inc., in its capacity as the Monitor for the Applicants.

Dated at Calgary, Alberta this 13<sup>th</sup> day of February 2015

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.

Per: \_\_\_\_\_

Kurtis Robinson

**THE CHURCH OF CHRIST, Canada, The Alberta Section, Columbia District, St. Paul's, including the Church Extension Fund, CEF**  
**Statement of Proposed Cash Flow**  
**For the Fiscal Year Ending May 31, 2015**

	14-Feb-15	15-Feb-15	16-Feb-15	17-Feb-15	18-Feb-15	19-Feb-15	20-Feb-15	21-Feb-15	22-Feb-15	23-Feb-15	24-Feb-15	25-Feb-15	26-Feb-15	27-Feb-15	28-Feb-15	29-Feb-15	30-Feb-15	31-Feb-15	Total
<b>Cash flow from CEF operations</b>																			
Receipts																			
Lease payments		17,000																	
Management Fees from PUL	8,817	18,327	245	1,000	17,000	16,737	245	1,000	17,000	16,737	245	1,000	17,000	16,737	245	1,000	17,000		
Loan interest and principal payments																			
Total Receipts	8,817	35,327	245	30,017	33,920	33,474	245	30,017	33,920	33,474	245	30,017	33,920	33,474	245	30,017	33,920		
Disbursements																			
Operating expenses	(13,000)	(8,000)	(45,000)	(2,100)	(13,000)	(8,000)	(45,000)	(2,100)	(13,000)	(8,000)	(45,000)	(2,100)	(13,000)	(8,000)	(45,000)	(2,100)	(13,000)		
Operating expenses	(2,200)	(1,000)	(700)	(13,229)	(2,100)	(1,000)	(700)	(13,229)	(2,100)	(1,000)	(700)	(13,229)	(2,100)	(1,000)	(700)	(13,229)	(2,100)		
Emergency Fund	(38,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)	(80,000)		
Reserve/contingency fees																			
Communication fees																			
Total Disbursements	(110,000)	(97,550)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)	(182,330)	(232,700)		
Net cash flow from CEF operations	101,183	37,777	(132,455)	(152,313)	(98,780)	(48,856)	(152,713)	(152,313)	(98,780)	(48,856)	(152,713)	(152,313)	(98,780)	(48,856)	(152,713)	(152,313)	(98,780)		

	14-Feb-15	15-Feb-15	16-Feb-15	17-Feb-15	18-Feb-15	19-Feb-15	20-Feb-15	21-Feb-15	22-Feb-15	23-Feb-15	24-Feb-15	25-Feb-15	26-Feb-15	27-Feb-15	28-Feb-15	29-Feb-15	30-Feb-15	31-Feb-15	Total
<b>Cash flow from other District operations</b>																			
Receipts																			
Wage recovery (Eberhart Group)	10,000	11,500	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000		
Interest income																			
Total Receipts	10,000	11,500	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000		
Disbursements																			
Salaries and benefits	(42,640)	(1,858)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)	(1,895)		
Administrative expenses, travel and others	(1,800)	(5,000)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)		
Plant and school notices operating expenses	(2,500)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)		
Department of Stewardship and Financial																			
Minister's operating expenses	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)		
Pastor's expenses	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)		
Plant fund expenses	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)	(180)		
Total Disbursements	(48,380)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)	(10,388)		
Net cash flow from other District operations	10,000	11,500	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)	(1,388)		
Total net cash flow	111,183	49,277	(133,843)	(153,691)	(100,168)	(50,244)	(134,091)	(134,091)	(100,168)	(50,244)	(134,091)	(134,091)	(100,168)	(50,244)	(134,091)	(134,091)	(100,168)		

	14-Feb-15	15-Feb-15	16-Feb-15	17-Feb-15	18-Feb-15	19-Feb-15	20-Feb-15	21-Feb-15	22-Feb-15	23-Feb-15	24-Feb-15	25-Feb-15	26-Feb-15	27-Feb-15	28-Feb-15	29-Feb-15	30-Feb-15	31-Feb-15	Total
<b>Cash and marketable securities on hand</b>																			
Beginning balance	\$ 6,333,643	\$ 6,181,442	\$ 6,129,332	\$ 6,087,207	\$ 6,045,081	\$ 5,982,816	\$ 5,888,533	\$ 5,846,257	\$ 5,873,212	\$ 5,742,219	\$ 5,741,584	\$ 5,721,584	\$ 5,714,713	\$ 5,588,958	\$ 5,714,713	\$ 5,588,958	\$ 5,714,713	\$ 5,588,958	
Total net cash flow	(42,100)	7,832	(77,152)	(59,229)	(41,285)	(82,221)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	(41,285)	
Ending balance	\$ 6,291,543	\$ 6,189,274	\$ 6,052,180	\$ 6,027,978	\$ 6,003,796	\$ 5,900,595	\$ 5,846,972	\$ 5,804,972	\$ 5,831,927	\$ 5,700,934	\$ 5,697,299	\$ 5,680,299	\$ 5,670,428	\$ 5,547,673	\$ 5,670,428	\$ 5,547,673	\$ 5,670,428	\$ 5,547,673	

Prepared as at the 15 day of February 2015

**Progress:** This statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 10(2)(b) of the Companies (Creditors Arrangement Act), R.S.B.C. 1996, Chapter 15.1. It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and possible assumptions described in the general and specific notes. It is intended for use by the creditors and does not constitute a forecast of future cash flows. The actual results may vary from the estimates presented herein and these variances may be material.

The Lutheran Church - Canada  
British Columbia District

  
\_\_\_\_\_  
Director of Stewardship and Finance

**Notes & Assumptions - General:**  
1. Unless otherwise stated, amounts are based on historical data and management estimates.  
2. All amounts are in Canadian dollars.  
3. CEF filed a motion on depositors' redemption, effective January 2, 2015.

**Notes & Assumptions - Specific:**  
1. Monthly lease payments made from Robert Ellis Scott Division for lease of a portion of a property located in Grimshaw, Alberta. The term of the lease agreement is 10 years and the lease payments are \$1,500 per month. The lease agreement is dated January 1, 2015.  
2. Management fees payable for administrative support provided to the Lutheran Church - Canada, The Alberta - British Columbia District Investment Ltd. ("LIC") by the Lutheran Church - Canada, The Alberta - British Columbia District Investment Ltd. ("LIC").  
3. Loan payments made from various sources in the District average \$1,500 per week. The size of mortgages and lines of credit are in the CEF pay on inconsistent basis and are not always kept current.  
4. Represents the cost of the program to the District. The program is a monthly basis during the CCAA proceedings.  
5. Represents the amount of the program to the District. The program is a monthly basis during the CCAA proceedings.  
6. Represents anticipated amounts payable to District's legal counsel, the CCAA Monitor and other restructuring professionals providing assistance during the CCAA proceedings.  
7. Includes amounts payable to the Knowledge Strategist to assist in communications throughout the restructuring.  
8. Includes Management and Support Services makes monthly payments to the District for the use of several management employees.  
9. Represents the anticipated weekly amount of mission commitments received from the churches throughout the District.  
10. Represents \$1,500 per month for use on a home support. The District is WCD exempt.  
11. Includes information technology related costs and travel.  
12. Program funding given to churches within the District. Churches have accessed this program by applying for specific funding with all amounts being reviewed by the District Department and approved by the District's board of directors.  
13. Program funding given to churches within the District. Churches have accessed this program by applying for specific funding with all amounts being reviewed by the District Department and approved by the District's board of directors.  
14. Monthly amount sent to the Lutheran Church Canada for use of the CEF pay on inconsistent basis and are not always kept current.  
15. Represents the amount of the program to the District. The program is a monthly basis during the CCAA proceedings.  
16. Regular operating expenses such as general keeping and maintenance of District property.  
17. Includes non-redeemable securities that will be liquidated with the District's assets on approximately \$5,500,000 on February 9, 2015.

Week ending	14-Feb-15	21-Feb-15	28-Feb-15	7-Mar-15	14-Mar-15	21-Mar-15	28-Mar-15	4-Apr-15	11-Apr-15	18-Apr-15	25-Apr-15	2-May-15	9-May-15	16-May-15	23-May-15	Total	Notes
<b>Receipts</b>																	
Loan payments	5,000	3,400	12,500	48,518	5,000	3,400	12,200	48,518	5,000	3,400	12,500	45,518	5,000	3,400	48,518	282,172	1
Total receipts	5,000	3,400	12,500	48,518	5,000	3,400	12,200	48,518	5,000	3,400	12,500	45,518	5,000	3,400	48,518	282,172	
<b>Disbursements</b>																	
Management fee		(26,600)														(17,600)	2
Manufacturing lease		(28,500)														(90,750)	3
Communication fees																(8,000)	4
Emergency fund		(1,100)														(9,270)	5
Bank charges		(1,400)														(18,400)	6
Total disbursements		(58,000)														(24,470)	
<b>Net cash flow</b>	5,000	(54,600)	12,500	48,518	5,000	3,400	12,200	48,518	5,000	3,400	12,500	45,518	5,000	3,400	48,518	(35,950)	
<b>Cash and marketable securities on hand</b>																	
Beginning balance	\$ 16,227,731	\$ 14,228,731	\$ 18,075,528	\$ 17,060,471	\$ 16,028,888	\$ 16,013,288	\$ 17,249,788	\$ 17,021,168	\$ 17,975,586	\$ 17,970,595	\$ 17,967,483	\$ 17,786,282	\$ 17,244,780	\$ 17,467,780	\$ 17,558,577	\$ 18,423,721	7
Net cash flow	5,000	(54,600)	12,500	48,518	5,000	3,400	12,200	48,518	5,000	3,400	12,500	45,518	5,000	3,400	48,518	(35,950)	
Ending balance	\$ 16,178,731	\$ 13,878,228	\$ 17,980,471	\$ 16,008,988	\$ 16,013,288	\$ 17,249,788	\$ 17,021,168	\$ 17,975,586	\$ 17,970,595	\$ 17,967,483	\$ 17,892,282	\$ 17,841,160	\$ 17,804,780	\$ 17,808,577	\$ 17,914,624	\$ 17,914,624	

Prepared as at the 13 day of February 2015  
 Prepared by: \_\_\_\_\_

This Statement of Financial Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 102(2)(a) of the Companies' Creditors Arrangement Act. It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the historical and probable assumptions described in the general and specific notes. In addition, the Cash Flow has been prepared based on assumptions regarding future events, therefore actual results may vary from the estimates presented herein and these variances may be material.

The Liberator Church Canada, The Africa Bible Centre Canada  
 Brian O. Williams, President  
 Stewart J. Steward, Executive Director of  
 Africa Bible Centre and Finance

- Notes & Assumptions - General:**
1. Unless otherwise stated, amounts are based on historical data and management estimates.
  2. All amounts include applicable GST.
  3. D/L has not processed any depositors redemptions since January 2, 2015.
- Notes & Assumptions - Specific:**
1. Represents the portion of the loan proceeds from the Africa Bible Centre Canada (ABC) for the purpose of providing assistance during the CCAA proceedings.
  2. Monthly/quarterly payments are payable to ABC and quarterly portion fees paid to D/L. Investment income at ABC.
  3. Represents anticipated amounts payable to ABC's legal counsel, the CCAA Monitor and other assisting professionals providing assistance during the CCAA proceedings.
  4. Includes amounts payable to ABC & known strategies to assist in communications throughout the restructuring.
  5. Represents interim payments pursuant to an emergency fund whereby high need individuals would still be able to access funds on a monthly basis during the CCAA proceedings.
  6. Represents interim payments required to be paid out to depositors pursuant to their RRF's.
  7. D/L held marketable securities with a fair market value of approximately \$17,689,508 with FI Capital as at February 6, 2015.

**Proprietor, Community Residents and Services (CRS)**  
**Statement of Projected Cash Flow**  
 For the Period Ending February 28, 2015

Week ending	14-Feb-15	21-Feb-15	28-Feb-15	7-Mar-15	14-Mar-15	21-Mar-15	28-Mar-15	4-Apr-15	11-Apr-15	18-Apr-15	25-Apr-15	2-May-15	9-May-15	16-May-15	23-May-15	Total
<b>Receipts</b>																
Lease revenue		19,000		\$ 86,500	6,175			\$ 86,500	6,175			\$ 86,500	6,175			\$ 258,500
Water and sewage revenue				36,500				36,500				36,500				\$ 145,500
RV (61 units)				1,000				1,000				1,000				\$ 3,000
<b>Total receipts</b>		19,000		124,500	6,175			124,500	6,175			124,500	6,175			408,000
<b>Disbursements</b>																
Operating expenses	(35,450)	(12,831)	(2,000)	(2,000)	(4,150)	(56,000)	(3,000)	(3,000)	(6,000)	(23,350)	(26,500)	(3,000)	(3,000)	(25,500)	(2,000)	254,191
Resurfacing fees	(63,250)	(45,000)	(3,000)	(10,000)	(22,500)	(2,000)	(3,000)	(3,000)	(3,000)	(10,000)	(10,000)	(3,000)	(3,000)	(10,000)	(3,000)	(182,750)
Contingency	(10,000)	(3,000)	(10,000)	(10,000)	(4,150)	(3,000)	(3,000)	(3,000)	(3,000)	(10,000)	(10,000)	(3,000)	(3,000)	(10,000)	(3,000)	(79,000)
Construction fees	(10,000)	(10,000)	(10,000)	(10,000)	(4,150)	(3,000)	(3,000)	(3,000)	(3,000)	(10,000)	(10,000)	(3,000)	(3,000)	(10,000)	(3,000)	(82,000)
<b>Total disbursements</b>	(118,700)	(70,831)	(15,000)	(16,000)	(41,500)	(92,500)	(13,000)	(13,000)	(26,000)	(56,350)	(62,500)	(19,000)	(19,000)	(58,500)	(18,000)	(462,881)
<b>Net cash flow</b>	(99,700)	(51,831)	(15,000)	108,500	2,675	(67,500)	(3,000)	(10,500)	3,175	(33,350)	(26,500)	(12,500)	(12,825)	(42,500)	(18,000)	(154,881)
<b>Cash on hand</b>																
Beginning balance	\$ 293,104	\$ 257,744	\$ 220,857	\$ 169,857	\$ 263,197	\$ 232,182	\$ 188,882	\$ 185,692	\$ 234,182	\$ 299,147	\$ 264,077	\$ 212,077	\$ 322,607	\$ 325,682	\$ 290,332	\$ 384,194
Net cash flow	(99,700)	(51,831)	(15,000)	110,500	2,675	(67,500)	(3,000)	(10,500)	3,175	(33,350)	(26,500)	(12,500)	(12,825)	(42,500)	(18,000)	(154,881)
Ending balance	\$ 293,104	\$ 205,913	\$ 205,857	\$ 280,357	\$ 265,872	\$ 164,682	\$ 182,882	\$ 175,192	\$ 237,357	\$ 260,847	\$ 237,577	\$ 324,577	\$ 312,782	\$ 282,882	\$ 272,332	\$ 229,313

Prepared as at the 13 day of February, 2015

**Purpose:**

The Statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 10(2)(g) of the Companies' Creditors Arrangements Act. It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and probable assumptions described in the general and specific notes. In addition the Cash Flow has been prepared based on assumptions regarding future events; therefore actual results may vary from the estimates presented herein and these variances may be material.

Enclaves Housing and Services

Per:  Executive Director of  
 Stewardship and Finance

**Notes & Assumptions - General:**  
 1. All amounts are in Canadian dollars.  
 2. All amounts include applicable GST.

**Notes & Assumptions - Specific:**

1. ECHS leases land and buildings that they own within the development known as Prince of Peace to Enclaves Management and Support Services ("EMSS"), a related entity. EMSS operates as the Prince of Peace Manor and Harbour, providing integrated support services using various to services based on their assessed care needs. Monthly lease payments of \$85,500 are due on the 1st of each month from EMSS to ECHS with respect to this lease.
2. ECHS provides water and sewer services to EMSS, to the elementary school located in the POP development and to residents of a condominium complex known as the "POP Village". All POP Village residents have their water payments paid by ECHS on the first of the month. EMSS transfers the funds to ECHS during the last week of each month. The elementary school makes payments each month as funds are available.
3. The RV lot rentals are for POP Village residents only and are paid by ECHS on the first of each month.
4. Monthly account payable storage approximately \$50,000 per month. Cash Manager and other restructuring professionals providing assistance during the CCAA proceedings.
5. Resurfacing anticipated on the Prince of Peace Harbour. Strategic assistance in negotiations throughout the restructuring process.
6. Includes payments related to the repair of walkways and the major site plan approval process.

