

## MEDIA STATEMENT --

**JANUARY 23, 2015** – Today, Lutheran Church – Canada, the Alberta – British Columbia District (the “District”) and its related companies obtained an initial order from the Court of Queen’s Bench of Alberta under the *Companies’ Creditors Arrangement Act (Canada)* or CCAA.

The related companies include Lutheran Church – Canada, the Alberta – British Columbia District Investments Ltd. (“District Investments”), Encharis Community Housing Services and Encharis Management and Support Services. Collectively, they are known as the District Group.

While under CCAA, the District Group will continue operating under the supervision of a Court-appointed Monitor, Deloitte Restructuring Inc. The Monitor will be responsible for reviewing the District Group’s ongoing operations, assisting with the development of and filing of a Plan of Arrangement which will be established by the District Group, liaising with creditors and other stakeholders, and reporting to the Court. As part of their activities, the Monitor will review and report on the causes leading up to the District Group seeking protection pursuant to the CCAA.

The District Group is working diligently to formulate a plan for each entity which may involve any or all of the following:

- The liquidation of selected non-core assets;
- The restructuring of the operations at the Harbour and the Manor under the oversight of an outside professional management group;
- Selected further development of lands held within the development known as Prince of Peace in Calgary, which may increase the value of those assets; and
- The creation of a limited partnership structure, which could allow creditors of the District to benefit from any future increases in the value of their investments.

Pursuant to the Initial Order, there is a stay of proceedings in place. For those who hold investments in either the District’s Church Extension Fund or in District Investments Ltd., no redemptions will be available during this period.

The next Court application in this matter will be heard in approximately 30 days’ time, at which point a further update will be provided to interested parties on the restructuring and a process to submit claims will be established. In the meantime, further details will be available on a website established by the Monitor at [www.insolvencies.deloitte.ca](http://www.insolvencies.deloitte.ca). Questions may also be directed to the Monitor via telephone at (403) 267-1899 or via email at [calgaryrestructuring@deloitte.ca](mailto:calgaryrestructuring@deloitte.ca).