

**ONTARIO
SUPERIOR COURT OF JUSTICE**

**IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C.
1985, c C – 36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and
Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and
Landex Construction Inc. (collectively, the “Debtors”)**

MOTION RECORD OF THE APPLICANT ALBERTA TREASURY BRANCHES

McCarthy Tétrault LLP
P.O. Box 48, Suite 5300,
Toronto Dominion Bank Tower
Toronto, Ontario
M5K 1E6

Kevin P. McElcheran, LSUC# 22119H
Tel: (416)-601-7730
Fax: (416)-868-0673
Lawyers for the Applicant

**ONTARIO
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2.	Form of Order
3.	First Report of the Monitor, dated January 11, 2011
4.	Service List

TAB 1

ONTARIO
SUPERIOR COURT OF JUSTICE

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT,
R.S.C. 1985, c C – 36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and
Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and
Landex Construction Inc. (collectively, the "**Debtors**")

NOTICE OF MOTION

Alberta Treasure Branches ("**ATB**"), a secured creditor of the Debtors, will make a motion to the Honourable Justice Beaudoin at 2:00 p.m. on Wednesday, January 12, 2011 at 161 Elgin Street, Ottawa, Ontario.

PROPOSED METHOD OF HEARING: The motion is to be heard orally.

THE MOTION IS FOR:

1. An Order, substantially in the form as set out at Tab "**2**" of the Motion Record:
 - (a) Extending the Stay Period (as that term is defined in the Order issued in the within proceedings on December 14, 2010 (the "**Initial Order**")) in respect of the Debtors until February 1, 2011.
 - (b) Authorizing and empowering RSM Richter Inc., in its capacity as court-appointed monitor of the Debtors (the "**Monitor**"), to:
 - (i) take possession and control of the Debtors' books, records, data and other financial documents, including records in electronic form;
 - (ii) take any steps necessary to preserve or protect the Debtors' property, assets and undertakings including, without limitation, the changing of locks and security codes associated with the Debtors' property;
 - (iii) receive and collect all monies and accounts now owed or hereafter owing to any of the Debtors;
 - (iv) pay obligations incurred by any of the Debtors from monies or accounts paid to the Monitor on behalf of the Debtors, provided that such payments are compliant with the *Companies' Creditors Arrangement*

Act, R.S.C. 1985, c C – 36, as amended (the “CCAA”) and the Initial Order.

- (v) consent to the termination of the stay of proceedings imposed in favour of the Debtors in respect of bonded construction projects with the prior written consent of the Applicant and the applicable bonding company or surety, as the case may be;
 - (vi) terminate any of the Debtors’ employees without any liability or obligation for such termination; and
 - (vii) to take any steps reasonably incidental to the exercise of these powers.
- (c) Declaring that the powers granted to the Monitor pursuant to any Order issued on this Application are in addition to the powers, rights and obligations granted or imposed on the Monitor pursuant to the Initial Order and the CCAA.
- (d) Directing that the Debtors, all of the Debtors’ current and former directors, officers, employees, agents, accountants, legal counsel and shareholders, and all other persons acting on the Debtors’ instructions or behalf, and all other individuals, firms, corporations, governmental bodies or agencies, or other entities who are presented with a copy of any Order issued on the Application (all of the foregoing, collectively, being “**Persons**” and each being a “**Person**”), shall provide reasonable co-operation and assistance to the Monitor so that the Monitor may exercise the powers, rights and obligations granted or imposed on the Monitor pursuant to any order made on this Application, the Initial Order and the CCAA.
- (e) Amending paragraph 27 of the Initial Order so that the Administration Charge (as that term is defined in the Initial Order) will secure amounts owing to the Debtors’ employees for services rendered to the Debtors; and
- (f) Such further and other relief as counsel may request and this Honourable Court may permit.

THE GROUNDS FOR THE MOTION ARE:

- (a) The Initial Order was granted in respect of the Debtors on December 14, 2010. The Initial Order, *inter alia*:
- (i) Stayed proceedings and enforcement processes in any court or tribunal against any of the Debtors for a period until and including thirty days from the say of the Initial Order; and

- (ii) Appointed the Monitor as monitor of the Debtors and provided the Monitor with certain powers in respect of the Debtors.
- (b) The Debtors have advised the Monitor that they do not intend to apply to extend the Stay Period.
- (c) The Debtors have failed, refused or otherwise neglected to allow the Monitor to have access to their books, records, and data so as to allow the Monitor to fulfill its monitoring duties under the Initial Order.
- (d) The Applicant is the Debtors' operating lender and the primary stakeholder in the within proceedings. As of December 13, 2010, the Debtors were indebted to the Applicant in the amount of \$11,042,628, plus accrued interest, costs and legal fees.
- (e) Such further and other grounds as counsel may advise and this Honourable Court may permit.

THE FOLLOWING DOCUMENTARY EVIDENCE WILL BE USED AT THE HEARING OF THE MOTION:

- (a) The First Report of the Monitor, dated January 11, 2011; and
- (b) Such further and other evidence as counsel may advise and this Honourable Court may permit.

January 11, 2011

McCarthy Tétrault LLP
Suite 5300, Toronto Dominion Bank Tower
Toronto ON M5K 1E6

Kevin McElcheran LSUC# 22119H
Tel. (416) 601-7730
Fax: (416) 868-0673

Solicitors for Alberta Treasury Branches

TO: SERVICE LIST

Court File No. 10-50109

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c C – 36, AS AMENDED
AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and Landex Construction Inc. (collectively, the “**Debtors**”)

ONTARIO
SUPERIOR COURT OF JUSTICE

Proceeding Commenced at Ottawa

NOTICE OF MOTION
(Returnable January 12, 2011)

McCarthy Tétrault LLP
Suite 4700, Box 48
Toronto Dominion Bank Tower
Toronto-Dominion Centre
Toronto, ON M5K 1E6

Kevin McElcheran LSUC# 22119H
Tel: (416) 601-7730
Fax: (416) 868-0673

Solicitors for Alberta Treasury Branches

TAB 2

**ONTARIO
SUPERIOR COURT OF JUSTICE**

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c C – 36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and Landex Construction Inc. (collectively, the “**Debtors**”)

ORDER

THIS MOTION, made by Alberta Treasury Branches (“**ATB**”), in the proceedings commenced by the Debtors pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the “**CCAA**”) was heard this day at 161 Elgin Street, 2nd Floor, Ottawa, Ontario.

ON READING the first report of the Monitor, dated January 11, 2011 (the “**First Monitor's Report**”) and on hearing the submissions of counsel for ATB, the Debtors and the Monitor, [and no one else appearing although duly served as appears from the affidavit of service of • sworn •.]

DEFINED TERMS

1. **THIS COURT ORDERS** that, unless otherwise defined herein, all capitalized terms used in this Order shall have the meaning ascribed to them in the Order issued by the Honourable Justice Ray in these CCAA proceedings on December 14, 2010 (the “**Initial Order**”).

SERVICE

2. **THIS COURT ORDERS** that the time for service of the Notice of Motion, the First Monitor's Report and the Motion Record is hereby abridged so that this Motion is properly returnable today and hereby dispenses with further service thereof.

STAY PERIOD

3. **THIS COURT ORDERS** that the Stay Period in respect of the Debtors be and is hereby extended until February 1, 2011.

MONITOR'S POWERS

4. **THIS COURT ORDERS** that the Monitor is authorized and empowered to:
- (a) take possession and control of the Debtors' books, records, data and other financial documents, including records in electronic form;
 - (b) take any steps necessary to preserve or protect the Property including, without limitation, the changing of locks and security codes associated with the Property;
 - (c) receive and collect all monies and accounts now owed or hereafter owing to any of the Debtors;
 - (d) pay obligations incurred by any of the Debtors from monies or accounts paid to the Monitor on behalf of the Debtors, provided that such payments are compliant with the CCAA and the Initial Order.
 - (e) consent to the termination of the stay of proceedings imposed in favour of the Debtors in respect of bonded construction projects with the prior written consent of ATB and the applicable bonding company or surety, as the case may be;
 - (f) terminate any of the Debtors' employees without any liability or obligation for such termination; and
 - (g) take any steps reasonably incidental to the exercise of these powers.
5. **THIS COURT ORDERS** that the powers granted to the Monitor pursuant to this Order are in addition to the powers, rights and obligations granted or imposed on the Monitor pursuant to the Initial Order and the CCAA.

DUTY TO CO-OPERATE WITH AND PROVIDE ASSISTANCE TO THE MONITOR

6. **THIS COURT ORDERS** and directs the Debtors, all of the Debtors' current and former directors, officers, employees, agents, accountants, legal counsel and shareholders, and all other persons acting on the Debtors' instructions or behalf, and all other individuals, firms, corporations, governmental bodies or agencies, or other entities who are presented with a copy of any Order issued

on the Application (all of the foregoing, collectively, being “**Persons**” and each being a “**Person**”), to provide reasonable co-operation and assistance to the Monitor so that the Monitor may exercise the powers, rights and obligations granted or imposed on the Monitor pursuant to this Order, the Initial Order and the CCAA.

AMENDMENT TO PARAGRAPH 27 OF THE INITIAL ORDER

7. **THIS COURT ORDERS** that paragraph 27 of the Initial Order be and is hereby deleted in its entirety and replaced with the following:

THIS COURT ORDERS that the Monitor, counsel to the Monitor, the applicants counsel and employees of the applicants who continue in their employment at the request of the Monitor shall be entitled to the benefit of and are hereby granted a charge (the “Administration Charge”) on the Property, which charge shall not exceed an aggregate amount of \$500,000, as security for:

- (a) professional fees and disbursements incurred at the standard rates and charges of the Monitor, its counsel and the applicants’ counsel; and
 - (b) wages owing to the applicants’ employees.
-

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c C - 36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and Landex Construction Inc. (collectively, the "Debtors")

**ONTARIO
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ORDER

McCarthy Tétrault LLP
P.O. Box 48, Suite 5300,
Toronto Dominion Bank Tower
Toronto, Ontario
M5K 1E6

Kevin P. McElcheran, LSUC# 22119H
Tel: (416)-601-7730
Fax: (416)-868-0673

Lawyers for Alberta Treasury Branches

TAB 3



RSM Richter

**First Report of RSM Richter Inc.
Court-appointed Monitor of
Envision Engineering & Contracting
Inc., Iona Contractors Ltd., Western
Construction and Combustion Services
Inc., Bow Valley Electrical Services Ltd.
Inter Project Systems Inc. and Landex
Construction Inc.**

RSM Richter Inc.
Calgary, January 11, 2011

RSM Richter is an independent member firm of RSM International,
an affiliation of independent accounting and consulting firms.

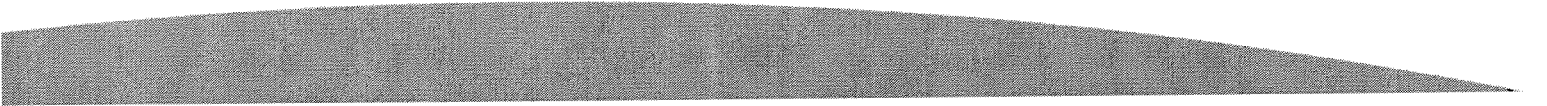


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**ONTARIO
SUPERIOR COURT OF JUSTICE
- COMMERCIAL LIST -**

**IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT,
R.S.C. 1985, C.C-36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
ENVISION ENGINEERING & CONTRACTING INC., IONA CONTRACTORS LTD.,
WESTERN CONSTRUCTION AND COMBUSTION SERVICES INC., BOW
VALLEY ELECTRICAL SERVICES LTD., INTER PROJECT SYSTEMS INC., AND
LANDEX CONSTRUCTION INC. ("THE ENVISION GROUP")**

**FIRST REPORT OF RSM RICHTER INC.
AS PROPOSED CCAA MONITOR OF
THE ENVISION GROUP**

January 11, 2011

INTRODUCTION

1. On December 14, 2010, the *Ontario* Superior Court of Justice, Judicial District of Ottawa-Carleton ("Court") issued an order ("Initial Order") granting the Envision Group (sometimes referred to herein as the "Company") protection pursuant to the *Companies' Creditors Arrangement Act* ("CCAA") (the "CCAA Proceedings"). RSM Richter Inc. ("Richter") was appointed monitor ("Monitor") under the Initial Order.
2. As indicated in the affidavit of Lynn Zienka sworn on December 7, 2010, Vice President of Finance for the Envision Group (the "Zienka Affidavit"), the primary purpose of the CCAA Proceedings is to allow the Envision Group the opportunity to review each contract in detail with a view to developing a strategy to preserve and maximize value under a court-supervised process.

3. On December 23, 2010, The Guarantee Company of North America (“GCNA”), one of companies providing bonding services to the Envision Group, obtained an order (the “Amending Order”) allowing GCNA to attend on or investigate any bonded projects including discussing such bonded projects with any obligee or claimant, and that any obligee or claimant under any bond is entitled to provide notice to any bonding company of any claim it is advancing.

Purpose of this Report

4. The purpose of this report (“Report”) is to:
 - a) Provide background information regarding the Envision Group;
 - b) Provide an update on the Envision Group’s restructuring efforts; and
 - c) Recommend that the Court issue an order providing for an extension of the stay under the CCAA to February 1, 2011 with expanded Monitor powers to allow for a detailed assessment of the financial affairs of the Envision Group by the Monitor for the benefit of the various stakeholders.

Terms of Reference

5. In developing this Report, the Monitor has relied upon unaudited financial information prepared by the Company’s management, the Company’s books and records and discussions with its management. The Monitor has not performed an audit or other verification of such information. An examination of the Company’s financial forecasts as outlined in the Canadian Institute of Chartered Accountants Handbook has not been performed. Future-oriented financial information relied upon in this Report is based on management’s assumptions regarding future events. Actual results achieved may vary from this information and these variations may be material, and as such the Monitor expresses no opinion or other form of assurance with respect to the accuracy of any financial information presented in this Report, or relied upon by the Monitor in preparing this Report.

Currency

6. Unless otherwise noted, all currency references in this Report are to Canadian dollars.

BACKGROUND

7. The Envision Group's principal business is to acquire and centrally manage companies in the construction, electrical and environmental services sectors. It also engages in environmental consulting.
8. In total there are eight subsidiaries of Envision Engineering & Contracting Inc. as follows:
- Avid Enterprises Inc. ("Avid");
 - Bow Valley Electrical Services Ltd. ("Bow Valley");
 - Iona Contractors Ltd. ("Iona");
 - Inter Project Systems Inc. ("IPS");
 - Landex Construction Inc. ("Landex");
 - RBT Electric Ltd. ("RBT"); and
 - Western Construction and Combustion Services Inc. ("Western").
9. Avid and RBT are not part of the CCAA proceedings.
10. The Envision Group, when able, seeks out construction projects where several companies in the Envision Group can act as subcontractors to the same project.
11. The Envision Group provides construction and remediation services to both private and governmental organizations in Ontario and Western Canada. The Envision Group employed approximately 200 people prior to the CCAA proceedings.

12. The principal lender to the Envision Group is Alberta Treasury Branches (“ATB”). ATB is owed approximately \$11.2 million. ATB holds a general security agreement over all of the assets of the Envision Group with the exception of Avid.
13. Additional background information on the Envision Group is included in the Zienka Affidavit.

CASH FLOW AND OPERATIONS

Cash Flow

14. The Envision Group filed a cash flow statement in support of its application for the Initial Order. Management estimated that the Envision Group would have a positive net cash flow of approximately \$3.4 million for the 6 week period ended January 14, 2011. The actual cash flow of the Envision Group since the commencement of the CCAA Proceedings has been significantly lower than was projected. The reasons for this significant deviation from the projections appear to be as follows:
 - Management was overly optimistic in its ability to collect accounts receivable. Essentially all of the Envision Group’s customers suspended payments upon learning of the CCAA Proceedings; and
 - Management did not fully comprehend the impact the CCAA Proceedings would have on its operations. Previous business practices employed by the Envision Group could no longer be used to resolve numerous issues with its customers and suppliers.
15. The Envision Group has been unable to fund ongoing operating expenses, with the exception of payroll, during the CCAA Proceedings.

Operations

16. The Envision Group has been unable to continue with its construction projects other than the Landex projects. Since the CCAA Proceedings commenced, there have been several employee resignations, several construction sites have been abandoned because of an inability to complete the work, numerous liens have been filed by the sub trades on certain projects, several trades have filed claims with the bonding companies and customers are unwilling to make progress payments.

17. As a result of the holiday season, the lack of availability of certain Envision Group employees and the limited information provided to the Monitor, the Monitor has been unable to conduct a detailed review of the projects of the Envision Group (the Monitor was only provided with a summary of the various construction projects on January 5, 2011.) A summary of the various construction projects, based on the Monitor's review to date, is provided below.

Envision/Landex

There are four projects that are in various stages of completion. The most significant project is the Montfort Hospital with a remaining project value of approximately \$1.5 million. Landex estimates that this project will generate approximately \$880,000 in positive cash flow. The other three projects are much smaller than the Montfort Hospital project and are estimated to generate approximately \$200,000 in net cash flow.

There are Landex employees that are available to direct the completion of the four contracts.

Attached as Appendix "A" is a summary of the Envision/Landex projects.

Iona

Iona had 13 major projects valued at approximately \$72 million including the City of Saskatoon project (\$21 million). Iona was unable to complete this project and was noted in default of this project by the obligee/owner on November 4, 2010. Two of the 13 major projects had not commenced and the obligee/owners have advised they wish to re-tender the projects.

The other ten major projects are in various stages of completion. Based on the information provided to the Monitor by the Envision Group, it appears the net cash flow on these projects is negative with the exception of the North Henday project. This project suggests substantial net cash flow; however, additional investigation is required by the Monitor to assess the profitability of this project.

The Monitor understands that Iona has no remaining employees which would be capable of completing the North Henday project. Management advises that this is a seasonal project and that certain employees would return in the spring to complete the project.

In addition to the major projects, we are advised that Iona has additional accounts receivable of approximately \$2.0 million on several smaller projects. The Monitor has not been provided with sufficient information to assess the collectability of same.

Attached as Appendix "B" is a summary of the Iona projects.

Western

Western has 15 projects valued at \$44 million that are at various stages of completion. Based on our review to date it appears that some of the projects may generate net cash flow of approximately \$2.8 million.

Western has retained employees who the Monitor understands have the familiarity with the projects and the expertise to direct their completion. On a weekly basis, Western does not have sufficient cash flow to meet its payroll obligations. Funds will be required if employees are to be retained to complete these projects.

In addition to the major projects, we are advised that Western has additional accounts receivable of approximately \$760,000 on several smaller projects. The Monitor has not been provided with sufficient information to assess the collectability of same.

Attached as Appendix "C" is a summary of the Western projects.

Bow Valley

Bow Valley has seven projects valued at \$2.5 million. The Monitor understands that the projects have either been abandoned or the obligee/owner on these respective projects has removed Bow Valley from the sites and has engaged other contractors to complete the projects.

Bow Valley's books and records reflect additional accounts receivable of approximately \$484,000. The Monitor has not been provided with sufficient information to assess the collectability of same.

Attached as Appendix "D" is a summary of the Bow Valley projects.

IPS

Management advised the Monitor that the operations of IPS were terminated prior to the CCAA Proceedings. IPS has vacated its premises in British Columbia. The IPS books and records reflect accounts receivable of approximately \$217,000. Approximately \$32,500 was collected during the CCAA Proceedings.

Procedures need to be established to address collection of the remaining accounts receivable.

MONITOR'S ASSESSMENT

18. As noted earlier in this Report, the Monitor has experienced difficulty in obtaining information regarding the Envision Group's financial affairs and the status of each of the various construction projects.
19. Management has been unable to assemble the required information in a timely manner due to certain employees leaving and it appears that the accounting systems may be inadequate. Moreover, it appears management is no longer committed to the process and they have not been responsive to the Monitor's requests for information regarding the Envision Group's affairs.
20. Based on the information that the Monitor has been able to review to date, we are of the view that the Envision Group will be unable to advance a plan of arrangement or compromise for the benefit of its creditors. Management has advised the Monitor that they do not plan to seek an extension of the CCAA Proceedings.

CONCLUSION AND RECOMMENDATION

21. There are many stakeholders affected by the Envision Group's insolvency including project obligee/owners, ATB, trade payables, bonding companies, employees and shareholders. For several reasons noted above, the Monitor has not been provided

with all necessary information and documentation to fully report to the Court in respect of the Envision Group's business and financial affairs including the specific projects.

22. In order to establish an appropriate course of action for the Envision Group, additional information and analysis is required. To obtain the necessary information and to report to the Court and the various stakeholders on a more fulsome basis, the Monitor proposes that the Court grant a short extension of the stay of proceedings to February 1, 2011.
23. The Monitor is of the view that its requisite powers under the Initial Order should be expanded to ensure Management's cooperation, access to all of the Envision Group's books and records, preserve and protect assets as appropriate, collect all accounts and control all disbursements and determine the appropriate and necessary employee complement. The suggested expanded powers are outlined in Appendix "E".

Based on the foregoing, the Monitor respectfully recommends that the Court make an order granting the relief detailed in this Report.

* * *

All of which is respectfully submitted this 11th day of January 2011.

RSM Richter Inc.

**RSM RICHTER INC.
IN ITS CAPACITY AS CCAA MONITOR OF
THE ENVISION GROUP
AND NOT IN ITS PERSONAL CAPACITY**

Landex Construction Inc.
Contract Status Report
for the Period ended

December 29, 2010

P/I No.	Project Description	Project Manager	Bonded (Yes/No)	Bonding Company (GC/A or AXA)	Total Contract Amount	Total Invoiced to Date	Costs Incurred to Date	Costs to Complete	Current Estimated Profit	Expected Completion Date	Outstanding AR	Outstanding AP	Post Dec. 2010 forecast		Estimated cash flow		
													Inty / Rev	Costs	Remaining Cash Receipts	Remaining Cash Disbursements	Net Cash Flow
10-0014	NCC - Hogg Back Park	Dan Beneteau	Yes	AXA	478,506	316,251	145,870	124,964	207,672	May/June 2011	165,411	73,374	224,461	141,214	389,872	214,588	175,284
10-0013	Carleton Heights	Dan Beneteau	Yes	AXA	204,955	204,955	144,874	500	59,581	Complete	26,873	7,763	-	500	26,873	8,263	18,610
10-0015	Montfort Hospital	Dan Beneteau	Yes	AXA	1,475,000	760,000	564,938	138,000	782,062	January-11	758,800	541,661	807,950	144,640	1,566,750	686,301	880,449
10-0018	Lehman Fire Station	Dan Beneteau	Yes	AXA	23,000	20,000	13,539	2,000	7,461	May/June 2011	22,600	14,374	3,390	2,860	25,990	16,634	9,356
Total					2,181,461	1,301,206	869,221	255,464	1,056,776		979,684	637,172	1,035,801	286,614	2,009,485	925,786	1,083,699

Contract is actually Envisions.
Montfort paid \$839,000
including taxes on Dec 31/10.

Note: The above does not consider the potential HST obligation that will flow from the completion of the projects.

Iona Contractors Ltd.
Contract Status Report
for the Period ended

December 30, 2010

Prj No.	Project Description	Project Manager	Bonded (Yes/No)	Total Contract Amount	Total Invoiced to Date	Additional Invoice Amt to Bill	Costs Incurred to Date	Costs to Complete	Current Estimated Profit	Expected Completion Date	Post Dec 2010 forecast		
											Inv / Rev	Costs	
8037 & 8057	North Henday	William Diaz	No	25,090,868	23,791,896	166,027	20,945,615	883,525	3,264,826	Summer 2011	1,299,070	883,525	
1020	Circle Drive	Darrin Diaz	No	21,284,368	5,357,011	7,115,107	12,036,824	2,128,437	2,128,437	Fin Dec 15	15,927,357	12,036,824	
8031	Edmonton Airport	William Diaz	No	15,000,000	14,709,120	178,956	13,254,336	1,745,664	0	Weather factor	290,880	1,745,664	
1001	Waste Water Lagoon	William Diaz	Yes	2,825,597	2,708,937	110,167	2,847,441	-	(21,844)		6,493	2,847,441	
1060	Bridge Culvert - Sundance Creek	William Diaz	No	2,819,935	-	-	31,016	2,863,324	235,595		2,819,935	2,863,324	
1003	YYC Gates 1-10/Proform	Cesar Ortiz	Yes	2,377,925	2,154,074	21,921	1,460,846	798,183	118,896	Fin Dec 3	2,377,925	798,183	
1019	Westlock County	William Diaz	Yes	704,000	564,524	366,072	302,728	302,728	35,000	Spring 2011	223,851	302,728	
1009	Federal Building Demo	William Diaz	Yes	561,113	482,233	7,399	576,862	-	(54,749)	3 Weeks	117,555	576,862	
1043	Bonnybrook	Cesar Ortiz	No	556,726	267,986	122,396	99,874	429,016	27,636	Feb 15 2011	166,344	429,016	
1004	Burnaby School	Geoff	No	500,000	494,298	739,389	371,775	78,927	(239,839)	Spring 2011	5,702	78,927	
1047	Cameron Heights	Cesar Ortiz	No	117,990	32,085	15,075	46,484	71,496	-	1 Week	70,658	71,496	
1051	5625 101 Ave Demo City of Edm	William Diaz	Yes	116,102	97,607	24,953	78,927	90,340	47,500		950,000	90,340	
1057	Calahoo Road Site Remediation	Murray	Yes	950,000	-	-	160	-	-		950,000	90,340	
Total				72,904,722	50,659,771	646,894	47,523,387	19,812,027	5,569,308		21,543,040	19,812,027	

9025 YYC 2009 North Airfield Improv.

Other A/R and A/P

Total

Estimated cash flow

Outstanding Receivables	Outstanding Payables	Remaining Cash Receipts	Remaining Cash Disbursements	Adjustments	Remaining Net Cash Flow
1,053,849.76	611,030.97	2,517,946.76	1,494,555.97		1,023,390.79
2,307,216.46	3,413,061.53	18,734,573.46	15,449,885.53		(661,836.38)
905,189.40	789,697.74	1,373,025.36	2,034,861.74	(2,784,687.93)	(300,185.80)
315,617.56	732,463.36	432,277.56	732,463.36		225,595.00
2,099,941.45	31,016.00	2,819,935.00	2,594,340.00		255,291.67
191,413.08	1,270,417.78	2,323,792.45	2,068,500.78		(144,982.14)
227,402.11	173,443.22	306,889.08	475,871.22		93,107.64
381,385.78	213,174.47	570,125.78	498,628.19		71,497.59
68,888.86	332,572.47	74,390.86	332,572.47		(258,181.61)
30,320.33	48,536.11	116,225.33	119,932.11		(3,706.78)
71,664.08	98,889.10	90,159.08	177,516.10		(87,357.02)
		950,000.00	902,340.00		47,660.00
2,549,888.87	7,282,614.94	30,139,622.83	27,094,641.94	(2,784,687.93)	260,292.96
927,105.00	1,242,000.00	927,105.00	1,242,000.00		(314,895.00)
1,061,176.23	1,434,610.51	1,061,176.23	1,434,610.51		(373,434.28)
9,532,970.10	9,359,225.45	32,127,904.06	29,771,252.45	(2,784,687.93)	(428,036.37)

Dufferin is major substrate

Dufferin is major substrate

Western Construction & Combustion Services Inc.
 Contract Status Report
 for the Period ended **November 30, 2010**

Estimated cash flow

Post Nov 2010 forecast

Proj No.	Project Description	Project Manager	Bonded (Yes/No)	Bonding Company (GCNA or AXA)	Total Contract Amount	Total Invoiced to Date	Costs Incurred to Date	Costs to Complete	Current Estimated Profit	Expected Completion Date	Holdback Receivable Per-GL	Post Nov 2010 forecast			Remaining Net Cash Flow
												Outstanding Receivables	Outstanding Payables	Remaining Cash Receipts	
10101	Rainbow Lake (Fort Vermillion School)	Frank H.	Yes	GCNA	\$4,074,001.18	\$2,662,522.56	\$2,184,806.90	1,393,574	529,620	5/1/2011	-	1,411,479	1,359,574	-	(280,198.64)
10102	Buffalo Lake Meets	Frank H.	Yes	GCNA	\$2,600,000.00	\$1,952,290.67	\$1,872,930.61	415,069	312,000	2/1/2011	-	647,709	415,069	2,274,118.70	(44,155.46)
5584	City of Lethbridge-Stanford Centre	Gary G.	Yes	GCNA	\$2,381,000.00	\$1,563,418.87	\$2,674,768.45	97,561	208,670	1/1/2011	226,610.79	417,581	97,561	547,971.06	34,985.07
5587	Sandy McInabbi Campground Modernization	Winston L.	Yes	GCNA	\$2,385,000.00	\$1,266,107.89	\$1,980,000.04	2,040	405,960	3/1/2011	2,040	121,892	2,040	792,860.29	(88,053.96)
5568	Picture Butte High School Modernization	Chris O.	Yes	GCNA	\$7,800,000.00	\$3,582,656.01	\$2,975,175.93	3,498,824	1,326,000	8/1/2011	358,285.60	4,217,144	3,498,824	4,785,745.29	1,035,116.53
5571	Fleet Repair & Vehicle Storage	Yvonne H.	Yes	GCNA	\$15,000,000.00	\$1,981,493.82	\$1,469,864.99	11,580,135	1,950,000	9/1/2011	198,149.38	13,018,506	11,580,135	12,739,216.39	1,341,621.52
5574	Bonnybrook WWTP	Wilson B.	Yes	Aon	\$1,290,000.00	\$354,666.85	\$196,246.35	913,155	180,600	2/1/2011	35,466.69	895,333	913,155	1,084,081.17	31,870.67
5413	Ducitess School Modernization	Murray	Yes	GCNA	\$6,406,625.50	\$6,406,625.50	\$6,216,498.69	-	(533,715)	11/1/2010	-	247,384	236,957.21	408,435.64	171,882.43
5552	Sylvan lake Washroom	Wilson B.	Yes	GCNA	\$1,857,944.59	\$1,640,361.06	\$2,393,659.33	153,839	134,899	1/1/2011	161,056.11	34,517	153,839	359,491.37	31,987.91
5564	TELLUS -COIC Expansion	Winston L.	Yes	GCNA	\$1,246,999.10	\$1,214,476.44	\$970,235.06	516,800	91,200	4/1/2011	121,447.64	608,000	516,800	526,503.46	91,200.00
5578	Black Diamond Renovation	Winston L.	Yes	Aon	\$608,000.00	\$0.00	\$0.00	516,800	91,200	3/1/2011	2,501.79	419,250	376,901	445,393.72	68,492.72
5581	Southern Alberta Jubilee Auditorium	Gary G.	Yes	Aon	\$444,267.91	\$25,017.91	\$727.00	376,901	66,640	2/1/2011	9,354.50	585,255	563,404	678,800.00	115,996.00
5580	Sandy McInabbi Horse Corrals	Winston L.	Yes	Aon	\$678,800.00	\$93,545.00	\$0.00	583,404	42,806	3/1/2011	16,930.00	83,500	71,292	231,800.00	180,508.00
5585	City Center Parade - Parking Deck, Maitren	Winston L.	Yes	Aon	\$737,726.33	\$0.00	\$0.00	582,804	154,922	12/1/2011	-	737,726	582,804	737,726.33	154,922.33
Total					44,293,157	22,220,360	20,895,828	18,771,824	4,625,505		1,129,802	22,072,797	18,771,824	28,802,352.78	2,799,332.22

Other A/R and A/P	759,488.53	1,395,956.30	759,488.53	1,395,956.30	(636,467.77)
Total A/R and A/P	4,947,762.78	7,267,577.86	29,561,841.31	27,398,975.86	2,162,865.45

Bow Valley
Contract Status Report
for the Period ended December 30, 2010

Prj No.	Project Description	Project Manager	Bonded (Yes/No)	Bonding Company (GCNA or AXA)	Total Contract Amount	Total Invoiced to Date	Costs Incurred to Date	Costs to Complete	Current Estimated Profit	Expected Completion Date	Post Nov 2010 forecast	
											Holdback Receivable Per GL	Outstanding AR
C219	Dashmesh	Jeff Stanford	No		170,000	162,362	121,333	(633)	49,300	-	7,638	(633)
C227	Buffalo Lake	Jason Madsen	No		340,000	275,000	252,911	2,089	85,000	-	65,000	2,089
C230	Kings Heights Fire Hall	Jeff Stanford	Yes		427,000	194,390	178,957	213,883	34,160	-	232,610	213,883
C232	Skyview Ranch - Commercial	Jason Madsen	No		320,650	115,000	77,480	195,073	48,097	-	205,650	195,073
C233	Victoria Gardens	Jason Madsen	No		190,000	190,000	1,467	169,533	19,000	-	190,000	169,533
C234	Glenway Gate	Jason Madsen	Yes		427,600	427,600	8,035	398,185	21,380	-	427,600	398,185
R115-50	Marquis of Skyview	John Franz	No		607,500	57,100	46,614	439,386	121,500	-	550,400	439,386
Total					2,482,750	803,852	686,797	1,417,516	378,437		1,678,898	1,417,516

Western is the General

483,944.64
 1,054,134.13 522,391.00

Note: Management advised that Company has abandoned or has been removed from all sites by the Owner/General

In addition to those powers granted to the Monitor under the Companies’ Creditors Arrangement Act pursuant to the Initial Order, the Monitor is empowered and authorized, as a Court officer, as may be necessary and appropriate:

1. To take any steps to preserve and protect the Envision Group’s property and assets including changing the locks at the various Envision Group’s premises;
2. To take possession and control of all books and records of each company of the Envision Group including records in electronic form;
3. To collect all monies and accounts and pay all obligations incurred by the Envision Group, consistent with the Initial Order;
4. To determine the appropriate and necessary employee complement of the Envision Group and retain or terminate employees (without any liability or obligation for such termination) as necessary; and
5. To consent to the termination of the stay of proceedings in favour of the Envision Group in respect of bonded construction projects with prior written consent of Alberta Treasury Branches and the applicable bonding company.

TAB 4

**ONTARIO
SUPERIOR COURT OF JUSTICE**

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c C – 36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF Envision Engineering & Contracting Inc., Iona Contractors Ltd., Western Construction and Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems Inc. and Landex Construction Inc. (collectively, the “**Debtors**”).

SERVICE LIST

COUNSEL	PHONE	FAX	PARTY
Cavanagh Williams Conway Baxter, LLP 1111 Prince of Wales Drive Suite 40, Ottawa, ON K2C 3T2 Attention: Tom Conway tconway@cwcb-law.com Attention: Colin Baxter cbaxter@cwcb-law.com	613.780.2011 613.780.2012	613.569.8668 613.569.8668	Debtors
McCarthy Tétrault LLP Suite 3300, 421 - 7 Avenue S.W. Calgary, AB T2P 4K9 Attention: Sean F. Collins scollins@mccarthy.ca Attention: Kevin P. McElcheran kmcelcheran@mccarthy.ca Attention: Walker W. MacLeod wmacleod@mccarthy.ca	403-260-3531 416-601-7730 403-260-3710	403-260-3501 416-868-0673 403-260-3501	Alberta Treasury Branches
RSM Richter Inc. Bow Valley Square 2 3810, 205 - 5 Avenue SW Calgary, AB T2P 2V7 Attention: Robert Taylor BTaylor@RSMRichter.com	403.233.8462	403.233.8688	Monitor

COUNSEL	PHONE	FAX	PARTY
<p>Macleod Dixon LLP 3700 Canterra Tower 400 Third Avenue SW Calgary, Alberta T2P 4H2</p> <p>Attention: Howard Gorman howard.gorman@macleoddixon.com</p> <p>Kevin Barr Kevin,barr@macleoddixon.com</p>	<p>403-267-8144</p> <p>403-267-8142</p>	<p>403-264-5973</p> <p>403-264-5973</p>	<p>Monitor's Counsel</p>
<p>Duncan Craig LLP 2800 - 10060 Jasper Avenue N.W. Edmonton, AB T5J 3V9 Attention: Darren Bieganeck dbieganeck@dcllp.com</p>	<p>780-441-4386</p>	<p>780-969-6381</p>	<p>Fort Vermilion School Division No. 52</p>
<p>Borden Ladner Gervais LLP Scotia Plaza 40 King Street West Toronto, Ontario, M5H 3Y4</p> <p>Attention: Kevin P. Nearing knearing@blg.com</p> <p>Attention: Craig Hill chill@blg.com</p> <p>Attention : Richard Shaban rshaban@blg.com</p>	<p>613.787.3520</p> <p>416.367.6156</p> <p>416.367.6262</p>	<p>613.230.8842</p> <p>416.361.7301</p> <p>613.230.8842</p>	<p>Guarantee Company of North America</p>
<p>Rasmussen Starr Ruddy, LLP Barristers & Solicitors 660 - 1600 Carling Avenue Ottawa, Ontario Canada K1Z 1G3</p> <p>Attention Ronald Price rprice@rsrlaw.ca</p>	<p>(613) 232-1830</p>	<p>(613) 232-2499</p>	<p>AXA Insurance</p>
<p>Whitelaw Twining Law Corporation 2400 - 200 Granville St. Vancouver, British Columbia V6C 1S4</p> <p>Attention: David Plunkett dplunkett@wt.ca</p>	<p>(604) 891-7201</p>	<p>(604) 682-5217</p>	<p>AXA Insurance</p>
<p>Blake, Cassels & Graydon LLP 855 - 2nd Street S.W. Suite 3500, Bankers Hall East Tower Calgary AB T2P 4J8</p> <p>Attention: Matthew Simpson Matthew.Simpson@blakes.com</p>	<p>403-260-9749</p>	<p>403-260-9700</p>	<p>Caterpillar Financial</p>

COUNSEL	PHONE	FAX	PARTY
Bishop & McKenzie LLP Suite 2500, 10104 - 103 Avenue Edmonton, Alberta T5J 1V3 Attention: Jerritt R Pawlyk j.pawlyk@bishopmckenzie.com	(780) 421-2477	780.426.1305	
Perley-Robertson, Hill & McDougall LLP/s.r.l. 1400 - 340 rue Albert Street Ottawa, ON K1R 0A5 Attention: Keith McLaren kmaclaren@perlaw.ca	613.566.2271	613.238.8775	Frank D'Addario

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c C - 36, AS AMENDED
AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF Envision Engineering & Contracting Inc.,
Iona Contractors Ltd., Western Construction and Combustion Services Inc., Bow Valley Electrical Services Ltd., Inter Project Systems
Inc. and Landex Construction Inc. (collectively, the "Debtors")

ONTARIO
SUPERIOR COURT OF JUSTICE

Proceeding commenced at Ottawa

MOTION RECORD OF THE APPLICANT ALBERTA TREASURY
BRANCHES

McCarthy Tétrault LLP
P.O. Box 48, Suite 5300,
Toronto Dominion Bank Tower
Toronto, Ontario
M5K 1E6

Kevin P. McElcheran, LSUC# 22119H
Tel: (416)-601-7730
Fax: (416)-868-0673

Lawyers for the Applicant