

In the Matter of the Receivership of

**WEDGEMOUNT POWER LIMITED PARTNERSHIP
WEDGEMOUNT POWER (GP) INC.
WEDGEMOUNT POWER INC.**

**(hereinafter referred to as "the Companies")
of the Province of British Columbia**

**Third Interim Report of the Receiver and Manager
(Subsection 246(2) of the *Bankruptcy and Insolvency Act*)**

INTRODUCTION

1. Pursuant to an Order of the Supreme Court of British Columbia dated May 12, 2017 (the "**Receivership Order**"), Deloitte Restructuring Inc. was appointed as receiver and manager ("**Receiver**") of all of the Companies' assets, undertakings and properties. The Court proceedings in which the Receiver was appointed are referred to herein as the "**Receivership Proceedings**".
2. A copy of the Receivership Order and other documents relating to the Receivership Proceedings can be accessed on the Receiver's website at:

<http://www.insolvencies.deloitte.ca/en-ca/Pages/wedgemount.aspx>
3. This is the third interim report pertaining to the Receivership Proceedings, issued pursuant to subsection 246(2) of the *Bankruptcy and Insolvency Act*.

STATEMENT OF RECEIPTS AND DISBURSEMENTS

4. The Receiver's interim statement of receipts and disbursements for the period from May 12, 2017 to May 31, 2020 is attached hereto as Appendix 1.
5. On February 28, 2020, the Receiver closed the sale of the Companies' right, title and interest in and to the partly-constructed run-of-river hydro power facility located on Wedgemount Creek, British Columbia (the "**Project**").
6. As at May 31, 2020, the Receiver's gross receipts amounted to \$16,658,804, primarily relating to the cash on hand at the commencement of the Receivership Proceedings of \$2,543,670, the balances in certain holdback accounts of \$578,215, the Project sale proceeds of \$12,750,000, and additional funding provided by Industrial Alliance and Financial Services Inc. in the amount of \$500,000.
7. During the same period, the Receiver has made disbursements totalling \$4,368,752 including, among other items, engineering and environmental consulting fees, interconnection design and planning costs, a contribution towards the costs for the relocation of certain fibre optic lines, the cost of the intake construction works, road remediation, powerhouse winterization, legal fees and the Receiver's fees.
8. Further details regarding the Receiver's activities and administration of the Receivership Proceedings are detailed in the Receiver's Third Report to Court dated July 30, 2020, which is available for viewing on the Receiver's website noted in paragraph 2 above.

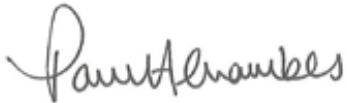
STATEMENT OF UNREALIZED PROPERTY

9. As at the date of this report, the following property remains to be realized by the Receiver:
- a. Security deposits owing by the Ministry of Forests, Lands and Natural Resource Operations in the amount of \$20,000; and
 - b. Certain goods and services tax refunds related to input tax credits due to the Companies.
10. The Receiver anticipates that its discharge application will be made in or around October 2020, depending on the Receiver's progress in relation to the remaining matters to be completed in the Receivership Proceedings.
11. Any queries in relation to this report may be directed to Paul Chambers on 604-640-3368.

Dated at Vancouver, British Columbia this 31st day of July, 2020.

DELOITTE RESTRUCTURING INC.

In its capacity as Court-appointed Receiver and Manager of Wedgemount Power Limited Partnership, Wedgemount Power (GP) Inc., and Wedgemount Power Inc., and not in its personal capacity



Per: Paul Chambers, CIRP, LIT
Senior Vice President

APPENDIX 1

RECEIVER'S INTERIM STATEMENT OF RECIEPTS AND DISBURSEMENTS

In the Matter of the Receivership of
**Wedgemount Power Limited Partnership, Wedgemount Power Inc., and
 Wedgemount Power (GP) Inc.**

**Receiver's Interim Statement of Receipts and Disbursements
 For the Period of May 12, 2017 to May 31, 2020**

Description	Wedgemount Power Limited Partnership	Wedgemount Power (GP) Inc.	Wedgemount Power Inc.	Total
Receipts				
Cash in bank	\$ 2,543,670	\$ -	\$ -	\$ 2,543,670
Advance from secured creditor	500,000	-	-	500,000
Trust funds (holdback accounts)	578,215	-	-	578,215
Recoverable expenses	-	70	70	140
Sale proceeds	12,749,900	-	-	12,749,900
Bank account transfers	12,434	-	-	12,434
Land and buildings	100	-	-	100
Contribution to project holding costs	24,157	-	-	24,157
GST/Tax refunds	165,726	-	-	165,726
Interest	84,602	-	-	84,602
Total receipts	16,658,804	70	70	16,658,944
Disbursements				
Filing fees to Receiver General	70	70	70	210
Bank charges	378	-	-	378
Contractor services:				
Forestry and crown tenure consulting	80,115	-	-	80,115
Engineering consulting	902,458	-	-	902,458
Environmental consulting	18,721	-	-	18,721
Construction works and site remediation/winterization	285,620	-	-	285,620
BC Hydro interconnection costs	297,358	-	-	297,358
TELUS line relocation cost contribution	172,750	-	-	172,750
MFLNRO licence fees and security deposit	12,423	-	-	12,423
Payment of trust funds (holdback accounts)	542,636	-	-	542,636
GST/ PST paid	152,572	-	-	152,572
Insurance	107,581	-	-	107,581
Receiver's fees	835,704	-	-	835,704
GST on Receiver's fees	40,072	-	-	40,072
Legal fees	552,992	-	-	552,992
Federal and Provincial taxes	334,367	-	-	334,367
Bank account transfers	12,986	-	-	12,986
Misc. disbursements	19,948	-	-	19,948
Total disbursements	4,368,752	70	70	4,368,892
Excess of receipts over disbursements	\$ 12,290,052	\$ -	\$ -	\$ 12,290,052
Represented by:				
Cash in bank	12,239,024	-	-	12,239,024
Trust funds (holdback accounts)	51,028	-	-	51,028
Cash in bank	\$ 12,290,052	\$ -	\$ -	\$ 12,290,052