

Estate No: 51-1963560
Court No: 38848
District No: 02
Division No: 01-Halifax

Tour Tech. East Limited
Notes to Statement of Projected Cash Flow

Note A: The statement of projected cash flow is being filed pursuant to the Proposal of Tour Tech. East Limited filed on July 14, 2015.

Note B: The following assumptions were used by management in the preparation of the statement of projected cash flow of the Insolvent Person:

- (i) Opening balance sheet reflects management's estimated financial position of the Company emerging from protection on September 30, 2015 pursuant to terms presented in the Proposal.
- (ii) Revenue and Cost of Goods Sold are based on historical operating results of the business.
- (iii) Indirect expenses are based on historical operating results normalized pursuant to terms contained within the Proposal.
- (iv) Investing activities are based on management's estimates of the required capital investment in the Company.
- (v) Financing activities are based on scheduled repayments to Secured Creditors pursuant to terms contained within the Proposal.



Peter Hendrickson
President
Tour Tech. East Limited, an Insolvent Person

Estate #: 51-1963560
Court #: 38848
District #: 02
Division #: 01 - Halifax

The attached statement of projected cash flow of Tour Tech. East Limited (the “Insolvent Person”) consisting of annual projections covering a five year period, has been prepared by the management of the Insolvent Person for the purpose described in Note A, using the probable and hypothetical assumptions set out in Note B.

Our review consisted of inquiries, analytical procedures and discussions related to information supplied to us by management and employees of the Insolvent Person. Since hypothetical assumptions need not be supported, our procedures with respect to them were limited to evaluating whether they were consistent with the purpose of the projection. We have also reviewed the support provided by management for the probable assumptions and preparation and presentation of the projection.

Based on our review, nothing has come to our attention that causes us to believe that, in all material respects,

- (a) the hypothetical assumptions are not consistent with the purpose of the projection;
- (b) as at the date of this report, the probable assumptions developed are not suitably supported and consistent with the plans of the insolvent person or do not provide a reasonable basis for the projection, given the hypothetical assumptions; or
- (c) the projection does not reflect the probable and hypothetical assumptions.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

The projection has been prepared solely for the purpose described in Note A, and readers are cautioned that it may not be appropriate for other purposes.

Dated at Halifax, Nova Scotia, this 14th day of July, 2015.

DELOITTE RESTRUCTURING INC.

Acting in its capacity as
Trustee under the Proposal of Tour Tech. East Limited
and not in its personal capacity

Per:

A handwritten signature in black ink, appearing to be 'J. Foran', written in a cursive style.

James Foran, CPA, CA, CIRP
Trustee under the Proposal of
Tour Tech. East Limited
and not in its personal capacity

Tour Tech East Limited
 Projected Balance Sheet
 As at

Opening Balance Sheet

Assets						
Current						
Cash	\$	235,000	64,354	235,894	458,587	740,882
Accounts Receivable	\$	300,000	817,085	635,667	884,885	874,305
Inventory	\$	175,000	175,000	175,000	175,000	175,000
Prepaid Expenses	\$	20,180	20,180	20,594	21,008	21,428
Total Current Assets	\$	730,180	806,629	1,067,155	1,309,258	1,811,713
Long-Term Assets						
Equipment	\$	7,800,000	7,700,000	7,800,000	7,800,000	8,000,000
Accumulated Amortization	\$	-	(450,877)	(936,888)	(1,488,258)	(2,048,553)
Deferred Lease Deposits	\$	6,000	6,000	6,000	6,000	6,000
Total Long-Term Assets	\$	7,806,000	7,255,023	6,869,112	6,438,792	5,957,447
Total Assets	\$	8,536,180	8,161,652	7,936,318	7,748,049	7,769,160
Liabilities						
Current						
Trade Accounts Payable	\$	40,000	27,740	28,581	28,407	30,278
Current Portion LTD (BDC)	\$	44,873	48,708	82,749	87,128	81,888
Current Portion LTD - Investor	\$	102,024	121,882	145,843	174,373	208,484
Current Capital Lease Obligation	\$	95,410	83,134	63,142	65,811	60,048
Total Current Liabilities	\$	282,407	281,561	290,285	326,519	380,676
Long-Term						
Long-Term Debt (BDC)	\$	1,205,027	1,166,321	1,103,573	1,048,448	884,578
Long-Term Debt - Investor	\$	1,197,978	1,076,965	930,151	755,778	547,295
Capital Lease Obligation	\$	271,833	188,600	125,658	60,048	-
Total Long-Term Liabilities	\$	2,674,837	2,421,115	2,159,381	1,864,271	1,631,873
Total Liabilities	\$	2,957,343	2,702,676	2,449,676	2,189,789	1,892,648
Equity						
Opening Retained Earnings	\$	5,578,836	5,578,836	5,458,868	5,488,831	5,557,251
Net Income	\$	-	(118,871)	27,868	70,820	118,350
Closing Retained Earnings	\$	5,578,836	5,459,965	5,486,736	5,559,651	5,675,601
Common Stock	\$	10	10	10	10	10
Total Equity	\$	5,578,846	5,459,976	5,486,641	5,567,281	5,676,612
Total Liabilities and Equity	\$	8,536,190	8,181,652	7,936,318	7,748,049	7,415,119

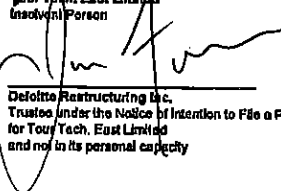
Tour Tech, East Limited
 Insolvency Person

Dolomite Restructuring Inc.
 Trustee under the Notice of Intention to File a Proposal
 for Tour Tech, East Limited
 and not in its personal capacity

Tour Tech East Limited
Projected Income Statement
For the period October 1 - September 30

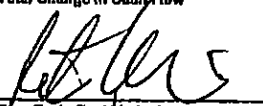
Revenue						
Production / Rental	\$ 3,956,544	4,075,240	4,197,488	4,323,422	4,453,125	21,005,829
Gelos / Installis	\$ 609,373	624,854	640,364	656,806	673,304	2,704,330
Studio / Space Leases	\$ 32,240	33,207	34,203	35,230	36,286	171,167
Total Revenue	\$ 4,488,157	4,633,102	4,772,095	4,915,258	5,062,715	23,881,326
Direct Expenses						
Cost of Goods Sold	\$ 2,132,486	2,199,470	2,282,364	2,330,236	2,400,142	11,321,705
Wages	\$ 712,692	726,844	741,301	756,208	771,332	3,708,367
Total Direct Expenses	\$ 2,845,087	2,923,314	3,003,745	3,086,443	3,171,474	15,030,063
Gross Margin	\$ 1,653,070	1,709,788	1,768,350	1,828,814	1,891,241	8,851,264
Indirect Expenses						
Advertising and Donations	\$ 7,068	7,148	7,291	7,437	7,586	38,470
Amortization	\$ 63,879	70,879	89,879	129,879	154,879	605,394
Bad Debts	\$ 2,800	2,040	2,081	2,122	2,166	10,408
Insurance	\$ 40,380	41,187	42,011	42,851	43,708	210,137
Interest and Bank Charges	\$ 8,000	8,000	8,000	8,000	8,000	40,000
Interest on Long Term Debt	\$ 324,228	300,539	272,634	239,727	200,875	1,338,003
Office	\$ 18,480	18,728	17,093	17,404	17,752	85,346
Rent - Office / Warehouse Lease	\$ 200,000	200,000	200,000	200,000	200,000	1,000,000
Professional Fees	\$ 11,000	11,220	11,444	11,673	11,907	57,244
Repairs and Maintenance	\$ 2,000	2,040	2,081	2,122	2,166	10,408
Telephones and Internet	\$ 24,815	25,108	25,810	26,122	26,448	128,100
Travel	\$ 40,000	40,800	41,616	42,448	43,297	208,162
Utilities	\$ 82,000	83,840	85,313	87,019	88,759	428,731
Wages and Benefits	\$ 696,852	814,789	831,085	847,707	864,661	4,266,085
Group Benefits	\$ 37,749	38,604	39,274	40,089	40,880	198,446
Interest on Capital Lease Obligations	\$ 26,628	19,601	13,349	7,693	2,623	70,095
Total Indirect Expenses	\$ 1,772,841	1,682,122	1,697,730	1,709,484	1,715,701	8,579,039
Net Income (Net Loss) before Taxes	\$ (119,871)	27,666	70,620	119,350	175,450	273,226

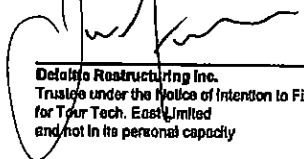

 Tour Tech, East Limited
 Insolvency Person


 Deloitte Restructuring Inc.
 Trustee under the Notice of Intention to File a Proposal
 for Tour Tech, East Limited
 and not in its personal capacity

Tour Tech East Limited
Projected Cash Flow
For the period October 1 - September 30

	2008	2009	2010	2011	2012
Operating Activities					
Net Income/(Net Loss)	\$ (119,871)	27,606	70,020	119,350	175,460
Amortization	\$ 650,977	685,890	732,341	779,344	826,018
Change in Working Capital	\$ (329,345)	(18,085)	(19,634)	(19,189)	(19,761)
Total Cash Flow from Operations	\$ 201,761	695,411	782,727	879,505	881,717
Investing Activities					
Purchase of Property, Plant and Equipment	\$ (150,000)	(350,000)	(350,000)	(350,000)	(350,000)
Proceeds on Disposal of Property, Plant and Equipment	\$ 50,000	50,000	50,000	50,000	50,000
Total Cash Flow from Investing	\$ (100,000)	(300,000)	(300,000)	(300,000)	(300,000)
Financing Activities					
Repayment of Long-Term Debt - BDC	\$ (44,873)	(48,708)	(62,748)	(57,128)	(61,869)
Repayment of Investor Debt	\$ (102,024)	(121,982)	(145,843)	(174,373)	(208,484)
Repayment of Capital Lease obligations	\$ (65,410)	(83,134)	(83,142)	(85,611)	(86,046)
Total Cash Flow from Financing	\$ (212,307)	(253,824)	(291,733)	(297,112)	(356,399)
Total Change in Cash Flow	\$ (110,546)	141,640	222,583	282,385	352,219


 Tour Tech East Limited
 Insolvent Person


 Deloitte Restructuring Inc.
 Trustee under the Notice of Intention to File a Proposal
 for Tour Tech East Limited
 and not in its personal capacity