

March 19, 2015

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Notice to Depositors of the Lutheran Church – Canada, the Alberta – British Columbia District (“District”), including the Church Extension Fund (“CEF”) regarding the Creditors’ Committee Selection Process

As you are aware, the District commenced proceedings under the *Companies’ Creditors Arrangement Act* (the “CCAA”) on January 23, 2015. Deloitte Restructuring Inc. acts as the Monitor in the CCAA proceedings (the “Monitor”).

On February 20, 2015, an Order (the “Committee Order”) was approved which provided a process (the “Committee Process”) for the establishment of two creditors’ committees, one for District and one for Lutheran Church – Canada, the Alberta – British Columbia Investments Ltd. (“DIL”, the “Committees”). A copy of the Committee Order is available for viewing on the Monitor’s website at the following link:

http://www.insolvencies.deloitte.ca/en-ca/Pages/lutheran_church_canada_the_alberta_british_columbia_district_et_al.aspx

Pursuant to the Committee Process, the Monitor was to fill three of the five positions on each of the Committees. The remaining two positions (the “Vacant Positions”) were to be voted on by depositors. For the District, the individuals on the attached list have put forward their names to fill the Vacant Positions (for the purpose of the enclosed information “immediate family members” refers to those family members living in the same household).

As described in the attached list, certain individuals who have expressed an interest in participating on the Committees may be precluded from voting on certain matters where the District and District Investments have divergent interests. Where this is the case it has been noted. This would not preclude these individuals from participating in or voting on other matters to be considered by the Committees.

Individuals may only participate on one of the Committees.

Those wishing to vote must complete the attached voting letter (the “Voting Letter”) indicating their top two choices to fill the Vacant Positions. The Voting Letter must be received by the Monitor by no later than April 14, 2015 at 4:00 p.m. Mountain Time.

Should you have additional questions, please contact the undersigned at 403-298-5955 or via email at vanallen@deloitte.ca.

Yours truly,

DELOITTE RESTRUCTURING INC.

In its capacity as the Court-appointed Monitor of 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. and not in its personal or corporate capacity



Per: Vanessa Allen, B. Comm, CIRP
Vice-President

Applicant	Depositor in	Additional information for consideration	Known potential conflicts/ other information
Georg Beinert	Personal investments in CEF & DIL	Mr. Beinert provided the following information: “I have investments in both CEF and DIL. I believe that it is important for the investors from both funds to not contend with each other, but instead, to raise a unified voice for full recovery of their investment.”	Conflicted from voting on matters where the interests of CEF and DIL are divergent due to being a depositor in both funds.
Holly Drinkle	Personal & immediate family investments in CEF & DIL	Ms. Drinkle provided the following information: “I am a CPA (Chartered Professional Accountant) and feel that my background in accounting and finance would be an asset to the Committee. My initial involvement in CEF dates back to 1970.”	Conflicted from voting on matters where the interests of CEF and DIL are divergent due to being a depositor in both funds. Family member holds one of the reserved positions on the Committee for DIL.
Terry Goerz	Personal investments in DIL; pastor or elected representative of a congregation who is a depositor in CEF	Mr. Goerz listed the following experience: <ol style="list-style-type: none"> 1. 18 years on the District’s Lutheran Laymen’s League board, including as President; 2. 12 years on Synod’s Board of Directors; 3. 13 years on Concordia Lutheran Mission Society’s board, including as President; 4. 20 years as Chairman of Redeemer Lutheran Church High Prairie; 5. Retired from High Prairie School Division; and 6. Presently enrolled in Pastors with Alternative Training program. 	Conflicted from voting on matters where the interests of CEF and DIL are divergent due to being a depositor in DIL.
Don Kulyk	Neither; other authorized representative	No further information provided.	None.
Tom Lademann	Personal and family member investments in CEF; Immediate family member investments in DIL	Mr. Lademan provided the following information: “Tom has been a member of Bethel Lutheran Church in Sherwood Park, AB for over 22 years, and has served there as council chairperson for 6 years and currently as Sunday School teacher. He is a conscientious person and is concerned that the CEF/DIL situation gets resolved in a timely and fair manner.”	Conflicted from voting on matters where the interests of CEF and DIL are divergent due to immediate family members being depositors in both funds.
Clinton Ziegler	Personal investments in CEF	Mr. Ziegler listed the following board/ volunteer experience: <ol style="list-style-type: none"> 1. St. John’s Lutheran Church (Vegreville, AB) – 20 years of board/ volunteer experience and 12 years as Chairman; 2. 4H Alberta Council – 6 years of board/ volunteer experience and 2 years as Treasurer; 3. 4-H Alberta Foundations Director – 6 years of board/ volunteer experience and 2 years as Treasurer; 4. Park Grove Community Centre – 40 years of board/ volunteer experience and 35 years as President/ VP/ Director; and 5. Vegreville Rural Fire Association – 20 years of board/ volunteer experience and 5 years as Chairman. Mr. Ziegler provided the following additional information: <ol style="list-style-type: none"> 1. We have built our farm into a successful multi-million dollar farming business over the past 45 years. 2. Involved in 4-H for the last 30 years and inducted into the 4H Alberta Hall of Fame in November 2013. 	None.

DISTRICT CREDITORS' COMMITTEE VOTING LETTER

Voter's name: _____

Home Address: _____

City: _____ Province: _____

Postal Code: _____

Phone numbers: Day _____ Evening _____

Cell _____

E-mail address: _____

I am:

- an individual who is a CEF Depositor;
- a pastor or elected representative of a congregation who is a CEF Depositor and who has been specifically authorized by that congregation to vote on behalf of the congregation with respect to the District Creditors Committee

Congregation Name: _____;

- an officer or director of a corporation which is a CEF Depositor and who has been specifically authorized by that corporation to vote on behalf of the corporation with respect to the District Creditors Committee

Corporation Name: _____;

- other authorized representative (please specify): _____
_____.

I _____ hereby vote in favour of the following District Creditors (as my first and second choices, respectively) to sit as members of the District Creditors Committee as described in the Order dated February 20, 2015 in Court of Queen's Bench Action No. 1501-00955:

1. _____

2. _____

Printed Name

Signature