

COURT FILE NUMBER 1501-00955

COURT COURT OF QUEEN'S BENCH OF ALBERTA IN
BANKRUPTCY AND INSOLVENCY

JUDICIAL CENTRE CALGARY

IN THE MATTER OF THE *COMPANIES'*
CREDITORS ARRANGEMENT ACT, R.S.C. 1985,
c. C-36, as amended

APPLICANTS 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.

MANAGEMENT'S REPORT ON CASH FLOW STATEMENT
PURSUANT TO PARAGRAPH 10(2)(B) OF THE *COMPANIES' CREDITORS*
ARRANGEMENT ACT, R.S.C. 1985, c. C-36, as amended

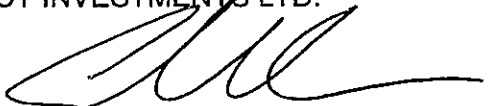
1. The Management of the Applicants has developed the assumptions and prepared the attached statements of projected cash flow for each of the Applicants as of the 19th day of August, 2016 for the thirteen week period (the "Forecast Period") ending November 12, 2016 (the "Forecasts").
2. The Forecasts have been prepared for the purpose of determining the liquidity requirements of the Applicants during the Forecast Period.
3. The hypothetical assumptions are reasonable and consistent with the purpose of the projections described in the notes to the Forecast, and the probable assumptions are suitably supported and consistent with the plans of the Applicants and provide a reasonable basis for the Forecasts.
4. Since the Forecasts are based on assumptions regarding future events, actual results will vary from the information presented and variations may be material.
5. The Forecasts have been prepared solely for the purposes described in the notes to the Forecasts. Consequently, readers are cautioned that the Forecasts may not be appropriate for other purposes.

6. The Applicants confirm that the Forecasts and the underlying assumptions are the responsibility of the Applicants, and that all material information relevant to the Forecasts and to the underlying assumptions has been made available to Deloitte Restructuring Inc., in its capacity as the Monitor for the Applicants.

Dated at Calgary, Alberta this 2nd day of September 2016

KLUANE FINANCIAL SERVICES INC., IN ITS
CAPACITY AS CHIEF RESTRUCTURING
OFFICER 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.

Per: _____


Cameron Sherban

The Lutheran Church - Canada, The Alberta - British Columbia District (the "District") including the Church Extension Fund ("CEF")
Statement of Projected Cash Flow
For the Thirteen Week Period Ending November 12, 2016

Week ending	20-Aug-16	27-Aug-16	3-Sep-16	10-Sep-16	17-Sep-16	24-Sep-16	1-Oct-16	8-Oct-16	15-Oct-16	22-Oct-16	29-Oct-16	5-Nov-16	12-Nov-16	Total	Specific Notes
Cash flow from CEF operations															
Receipts				750			250					250		1,250	1
Bank interest income														14,807,441	2
Transfer from Bishop & McKenzie LLP ("Bibkop")		14,807,441			7,460			7,220					7,460	33,320	3
Management fees		11,180			64			64						14,910	
Loan interest and principal payments															
Total Receipts	14,782	14,818,621		750	7,524		250	7,284				250	7,460	14,856,021	
Disbursements	(15,000)	(4,200)	(4,200)	(4,200)	(15,000)	(4,200)	(4,200)	(15,000)	(4,200)	(4,200)	(4,200)	(4,200)	(4,200)	(57,600)	4
CEF salaries and benefits														(16,673,855)	
Distributions pursuant to the District Plan	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(950)	(12,500)	5
Operating expenses	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(100,000)	(900,000)	6
Restructuring fees	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(10,250)	(90,870)	
CEO	(15,850)	(16,674,806)	(115,440)	(950)	(15,950)	(950)	(115,440)	(950)	(15,950)	(950)	(950)	(115,440)	(950)	(17,074,675)	
Total disbursements	(1,181)	(1,856,194)	(114,890)	(850)	(8,426)	(950)	(115,190)	(850)	(8,646)	(950)	(950)	(115,190)	(950)	(2,217,755)	
Net cash flow from CEF operations	6,500	6,500	6,500	6,500	8,000	8,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	106,500	7
Cash flow from other District operations															
Receipts	6,500	6,500	6,500	6,500	8,000	8,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	106,500	
Mission remittances	6,500	6,500	6,500	6,500	8,000	8,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	106,500	
Total receipts	6,500	6,500	6,500	6,500	8,000	8,000	9,000	9,000	9,000	9,000	9,000	9,000	9,000	106,500	
Disbursements	(7,895)	(1,000)	(4,000)	(4,000)	(1,000)	(1,000)	(4,000)	(1,000)	(7,895)	(1,000)	(1,000)	(4,000)	(1,000)	(23,685)	8
Salaries and benefits	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(2,000)	9
Administrative expenses, travel and utilities	(6,833)	(250)	(250)	(250)	(6,833)	(250)	(250)	(250)	(6,833)	(250)	(250)	(250)	(250)	(22,999)	10
Outreach operating expenses	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(3,000)	11
Ministries operating expenses	(900)	(1,500)	(1,500)	(1,500)	(900)	(900)	(900)	(900)	(900)	(900)	(900)	(900)	(900)	(13,700)	
President's expenses	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(4,807)	(19,207)	7
Mission Payments to LCC														(1,500)	
Contingency														(106,091)	
Total disbursements	(21,435)	(3,100)	(6,650)	(6,650)	(8,723)	(8,723)	(2,150)	(15,845)	(8,723)	(2,150)	(6,650)	(6,650)	(7,950)	(106,091)	
Net cash flow from other District operations	(14,935)	3,350	(150)	(150)	(6,845)	(753)	3,350	6,850	(8,845)	207	6,850	3,350	1,050	409	
Total net cash flow	(18,435)	9,850	6,350	6,350	1,155	1,155	1,155	1,155	1,155	1,155	1,155	1,155	1,155	(2,217,346)	
Cash and marketable securities on hand															
Beginning balance	\$ 4,306,896	\$ 4,290,793	\$ 2,437,959	\$ 2,323,719	\$ 2,327,019	\$ 2,311,747	\$ 2,310,064	\$ 2,198,224	\$ 2,094,124	\$ 2,186,613	\$ 2,187,930	\$ 2,183,630	\$ 2,081,930	\$ 4,206,896	
Total net cash flow	(16,103)	(1,852,834)	(114,640)	3,900	(15,271)	(1,683)	(111,840)	5,900	(15,511)	(683)	5,900	(11,840)	7,560	(2,217,346)	
Ending balance	\$ 4,290,793	\$ 2,437,959	\$ 2,323,719	\$ 2,327,019	\$ 2,311,747	\$ 2,310,064	\$ 2,198,224	\$ 2,204,124	\$ 2,186,613	\$ 2,187,930	\$ 2,183,630	\$ 2,081,930	\$ 4,206,896		

Prepared as at the 15th day of August, 2016.

The Lutheran Church - Canada, The Alberta - British Columbia District (the "District") including the Church Extension Fund ("CEF")
Statement of Projected Cash Flow
For the Thirteen Month Period Ending November 30, 2016

Purpose: This Statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 30(2)(a) of the Companies' Creditors' Arrangement Act ("CCAA"). It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and probable assumptions described in the general and specific notes. In addition the Cash Flow has been prepared based on assumptions regarding future events; therefore actual results may vary from the estimates presented herein and these variances may be material.

The Lutheran Church - Canada - The Alberta
 British Columbia District



Per: Cameron Shestam, Chief Restructuring
 Officer

Notes & Assumptions - General:

1. Unless otherwise stated, amounts are based on historical data and management estimates.
2. All amounts include applicable GST.
3. CEF placed a moratorium on depositors' redemptions effective January 2, 2015.
4. The sale of a property in Strathmore, Alberta is anticipated to close in September 2016 with net sale proceeds (the "Strathmore Proceeds") being divided between the District and Lutheran Church - Canada, the Alberta British Columbia District Investments Ltd. The Strathmore Proceeds have not been included herein as information surrounding the corresponding transaction (the "Strathmore Transaction") will remain confidential until such time as the Strathmore Transaction is completed.
5. The District filed a plan of compromise and arrangement (the "District Plan") in the CCAA proceedings, which was approved by the Court pursuant to an Order granted on August 2, 2016 (the "District Sanction Order"), subject to a 21 day appeal period.

Notes & Assumptions - Specific:

1. Represents the transfer of amounts held in trust by Bishop, legal counsel to the District, related to the sale of various assets including vacant school lands in Edmonton, Alberta, a condominium in Richmond, British Columbia, a property in Revelstoke, British Columbia, a property in St. Albert, Alberta, the District's former head office in Edmonton, Alberta, a settlement with Concordia Lutheran Church in Edmonton, Alberta and funds payable from ECHS pursuant to their plan of compromise and arrangement.
2. Represents a monthly management fee payable from DIL to the District, which is based on 1% of the assets under management.
3. Includes payments on mortgages and fees of credit, which are sometimes paid on inconsistent dates and not always in the same month.
4. Represents initial distributions to the District's creditors pursuant to the District Plan. The amount of the distributions is not known at this time as the Strathmore Transaction is not yet completed.
5. Represents amounts payable to the District's Chief Restructuring Officer, the CCAA Monitor, the CCAA Monitor's legal counsel and representative counsel for the creditors' committee that was established for the District.
6. Includes amounts payable to Khamee Patheer as the Chief Restructuring Officer.
7. Represents the anticipated weekly amount of pension commitments received from the churches throughout the District a portion of which is payable to Lutheran Church-Canada as set out in the Order granted by the Court of Queen's Bench of Alberta on June 26, 2015.
8. Includes monthly salary, benefits and pension amounts. The District is WCB exempt.
9. Includes information technology, general office expenses and travel.
10. Program funding given to churches within the District. Churches can access this program by applying for specific funding with all amounts being reviewed by the Outreach Department and approved by the District's board of directors.
11. Monthly amount sent to the Lutheran Church Canada for use of the services of the LCC pit planner, who is assigned to the District.
12. This amount includes cash held by the District in various accounts with Bank of Montreal, including approximately \$2,662 held in a U.S. dollar account, which has been converted at an exchange rate of \$100 US: 1.296 CDN. This amount also includes marketable securities held with FJ Capital and Richardson GMP with a fair market value of approximately \$750,344 as at June 30, 2016.

Lutheran Church - Canada, The Alberta - British Columbia District Investments Ltd. ("DL")
Statement of Projected Cash Flow
 For the Thirteen Week Period Ending November 25, 2015

Week ending	28-Aug-16	27-Aug-15	3-Sep-15	18-Sep-15	17-Sep-15	24-Sep-15	1-Oct-15	15-Oct-15	22-Oct-15	29-Oct-15	5-Nov-15	12-Nov-15	Total	Specific Note
Receipts			\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 3,000	
Bank interest														
Total receipts			\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 3,000	
Disbursements														
Management fee		(11,180)			(7,460)	(60,000)	(7,220)	(60,000)	(7,220)	(60,000)	(7,460)	(7,460)	(33,330)	1
Restructuring fees						(10,290)		(10,290)					(100,000)	2
CRD	(642,140)												(24,590)	3
DIL Distribution	(642,140)	(11,180)			(7,460)	(60,290)	(7,220)	(60,290)	(7,220)	(60,290)	(7,460)	(7,460)	(642,140)	4
Total disbursements	\$ (642,140)	\$ (11,180)	\$ (7,460)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,460)	\$ (7,460)	\$ (786,040)	
Net cash flow	\$ (642,140)	\$ (11,180)	\$ (7,460)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,460)	\$ (7,460)	\$ (783,040)	
Cash and marketable securities on hand	\$ 1,385,918	\$ 733,776	\$ 742,596	\$ 742,596	\$ 743,596	\$ 736,136	\$ 675,846	\$ 675,846	\$ 675,846	\$ 669,626	\$ 609,336	\$ 610,336	\$ 1,385,918	
Beginning balance	\$ (642,140)	\$ (11,180)	\$ (7,460)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,220)	\$ (60,290)	\$ (7,460)	\$ (7,460)	\$ (293,040)	
Net cash flow	\$ 743,778	\$ 754,956	\$ 750,056	\$ 702,886	\$ 750,816	\$ 675,846	\$ 675,846	\$ 675,846	\$ 675,846	\$ 669,336	\$ 601,876	\$ 617,796	\$ 1,098,878	
Ending balance	\$ 1,385,918	\$ 733,776	\$ 742,596	\$ 742,596	\$ 743,596	\$ 736,136	\$ 675,846	\$ 675,846	\$ 675,846	\$ 669,626	\$ 609,336	\$ 610,336	\$ 1,385,918	5 6 6

Prepared as at the 16th day of August, 2015.

Purpose: This Statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 10(2)(a) of the Companies' Creditors' Arrangement Act ("CCAA"). It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and probable assumptions described in the general and specific notes. In addition, the Cash Flow has been prepared based on assumptions regarding future events; therefore actual results may vary from the estimates presented herein and these variances may be material.

Per: Cameron Sherburn, Chief Restructuring Officer

Notes & Assumptions - General:

- Unless otherwise stated, amounts are based on historical data and management estimates.
- All amounts include applicable GST.
- DIL has not processed any deposit redemption since January 2, 2015.
- The sale of a property in Swiftmore, Alberta is anticipated to close in September 2015 with net sale proceeds (the "Swiftmore Proceeds") being divided between the DL's Creditors and DIL. The Swiftmore Proceeds have not been included herein as information surrounding the corresponding transaction (the "Swiftmore Transaction") has not yet been finalized and the amount of the proceeds is not yet known.
- DIL filed a plan of compromise and arrangement (the "DL Plan") in the CCAA proceedings, which was approved by the Court pursuant to an Order granted on August 2, 2015.

Notes & Assumptions - Specific:

- Represents a monthly management fee payable to the District, which is based on 1% of the assets under management.
- Represents anticipated amounts payable to DIL's legal counsel, the CCAA Monitor, the CCAA Monitor's legal counsel and representative counsel for the creditors' committee that was established for DIL.
- Includes amounts payable to Louise Parsons as the Chief Restructuring Officer.
- Pursuant to an Order granted on August 23, 2015 and amended on November 5, 2015 and an Order granted on April 27, 2015, (which distributions totaling \$22.0 million have been released to DIL's creditors (the "Interim Distributions"), Not all RQIF and LIF holders have requested the transfer of funds and \$642,140 remains to be released from the DL's accounts with Bank of Montreal.
- Includes amounts held by DIL in accounts with Bank of Montreal.
- Bishop & McKenzie LLP, legal counsel to DIL, is holding approximately \$454,000 in trust generated by net realizations from the sale of DIL's assets and funds payable from ECHS pursuant to their plan of compromise and arrangement which is not reflected herein.

Enchirich Community Housing and Services ("ECHS")
Statement of Projected Cash Flow
 For the Thirteen Week Period Ending November 12, 2016

Week ending	26-Aug-16	27-Aug-16	3-Sep-16	10-Sep-16	17-Sep-16	24-Sep-16	1-Oct-16	8-Oct-16	15-Oct-16	22-Oct-16	5-Nov-16	12-Nov-16	Total	Specific Notes
Receipts														
Lease revenue			\$ 120,000										\$ 120,000	1
Water and sewage revenue			39,500										63,844	2
RV lot rental			1,000		25,344								1,000	
Total receipts			160,500		25,344								184,844	
Disbursements														
Operating expenses	(2,316)	(59,700)	(2,316)	(47,000)	(17,630)	(5,000)	(2,316)	(47,724)					(184,002)	3
Employee related expenses		(15,350)	(40,000)			(40,000)		(19,000)					(113,000)	4
Contingency		(4,410)							(4,410)				(17,640)	5
Transfer to NewCo			(10,000)										(10,000)	6
Contingency	(2,316)	(79,460)	(52,316)	(51,410)	(17,630)	(45,000)	(60,724)	(749,997)					(1,083,967)	7
Total disbursements	(2,316)	(146,520)	(104,632)	(104,410)	(144,260)	(85,000)	(108,444)	(1,517,721)					(1,908,363)	
Net cash flow			\$ 55,868	\$ 15,934	\$ 18,714	\$ 15,000	\$ 19,356	\$ 19,123	\$ 19,356	\$ 19,356	\$ 19,356	\$ 19,356	\$ 93,481	
Cash on hand														
Beginning balance	\$ 1,164,988	\$ 1,162,372	\$ 1,092,912	\$ 1,100,055	\$ 1,118,888	\$ 1,148,400	\$ 1,101,400	\$ 349,087	\$ 288,364	\$ 243,954	\$ 243,954	\$ 243,954	\$ 1,164,608	
Net cash flow	(2,316)	(15,350)	(40,000)			(40,000)	(19,000)	(47,724)					(113,000)	
Ending balance	\$ 1,162,672	\$ 1,092,912	\$ 1,052,912	\$ 1,118,888	\$ 1,138,588	\$ 1,101,400	\$ 349,087	\$ 288,364	\$ 243,954	\$ 243,954	\$ 243,954	\$ 243,954	\$ 1,051,608	

Prepared as at the 18th day of August, 2016.

Purpose:
 This Statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 100(2)(a) of the Companies' Creditors Arrangement Act ("CCAA"). It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and probable assumptions described in the general and specific notes. In addition the Cash Flow has been prepared based on assumptions regarding future events; therefore actual results may vary from the estimates presented herein and these variances may be material.

Enchirich Community Housing and Services
 Per: Cameron Starchan, Chief Restructuring Officer

Notes & Assumptions - General:
 1. Unless otherwise stated, amounts are based on historical data and management estimates.
 2. All amounts include applicable GST.
 3. ECHS' plan of compromise and arrangement (the "ECHR Plan") was approved by the Court of Queen's Bench of Alberta on January 20, 2016.
 4. The Lutheran Church - Canada, the Alberta - British Columbia Districts (the "Districts") plan of compromise and arrangement (the "District Plan") was approved by the Court of Queen's Bench of Alberta on August 2, 2016, subject to a 21 day appeal period. Upon the District Plan becoming effective, a new company will be formed into which ECHS operations and assets will be transferred. The cash flow forecast assumes that no party will seek leave to appeal the District Plan, in which case, the transaction of ECHS' operations and assets is anticipated to occur effective September 30, 2016 (the "NewCo Transition").

Notes & Assumptions - Specific:
 1. ECHS leases land and buildings within the development known as the Prince of Peace in Peace River, Alberta. ECHS operates as the Prince of Peace Manor and Harbour, providing integrated supportive living services to seniors based on their assessed care needs. Monthly lease payments are \$120,000. Monthly payments are due on the 1st of each month from ECHS to ECHS with respect to this lease, which will only be collectible up to the effective date of the NewCo Transition.
 2. ECHS provides water and sewer services to EMS, the elementary school located in the Prince of Peace development and to residents of a condominium complex known as the Prince of Peace Village (the "Residents"). All Residents have their payments processed by EFT on the first of the month. EMS makes their payment to ECHS during the first week of each month. The elementary school makes payments each month as funds are available. Water and sewerage revenue will only be collectible until the effective date of the NewCo Transition.
 3. Roberts accounts payable up to the effective date of the NewCo Transition.
 4. Includes amounts payable to the NewCo Transition obligations up to the effective date of the NewCo Transition.
 5. Cash held by ECHS, net of the estimated Restructuring Holdback (as defined in the ECHR Plan) will be payable to NewCo pursuant to the NewCo Transition.
 6. Includes amounts related to the sale of the property in Peace River, Alberta (the "Peace River Property") to ECHS (the "Peace River Proceeds"). The Peace River Proceeds are payable to the District's creditors pursuant to the District Plan. Bishop are also holding approximately \$17,500 in trust from the transfer of life leases to fee simple interests on properties within the Prince of Peace Village, which funds are payable to the creditors of Lutheran Church - Canada, the Alberta - British Columbia District Investments Ltd. ("DLI") pursuant to DLI's plan of compromise and arrangement.

Enchirits Management and Support Services ("EMSS")
Financial Statement - Cash Flow
For the Fiscal Year Ending November 30, 2016

Week ending	28-Aug-16	27-Aug-16	3-Sep-16	10-Sep-16	17-Sep-16	24-Sep-16	1-Oct-16	8-Oct-16	15-Oct-16	22-Oct-16	29-Oct-16	5-Nov-16	D-Nov-16	Total	Specific Notes
Receipts															
Alberta Health Services (AHS) funding	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000	1
Miscellaneous revenue	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	12,000	2
Total receipts	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000	3
Disbursements															
Payroll	(185,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(195,000)	(2,280,000)	4
RRSP's	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(2,750)	(33,000)	5
Employee related expenses	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(5,000)	(60,000)	6
Administrative expenses	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(10,000)	(120,000)	7
Food services expenses	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(750)	(9,000)	8
Housekeeping expenses	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(1,750)	(21,000)	9
Healthcare expenses	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(48,000)	10
Utilities expenses	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(48,000)	11
Overseas	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(22,000)	(264,000)	12
Lease payments	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(4,410)	(52,920)	
Transfer to NewCo	(248,310)	(51,750)	(452,900)	(100,750)	(228,310)	(53,750)	(302,900)	(485,162)	(4,410)	(6,410)	(6,410)	(6,410)	(6,410)	(1,151,494)	
Contingency														(15,000)	
CRD														(85,000)	
Total disbursements	(248,310)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(242,250)	(2,852,410)	
Net cash flow	(246,310)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(240,250)	(2,828,410)	

Cash on hand															
Beginning balance	\$ 1,452,845	\$ 1,178,595	\$ 1,105,735	\$ 1,514,105	\$ 1,414,355	\$ 1,189,045	\$ 1,185,238	\$ 833,396	\$ 348,224	\$ 343,824	\$ 343,824	\$ 343,824	\$ 278,824	\$ 1,425,818	
Ending balance	\$ 1,206,535	\$ 938,345	\$ 865,485	\$ 1,274,305	\$ 1,034,105	\$ 793,855	\$ 553,605	\$ 313,396	\$ 6,814	\$ 6,814	\$ 6,814	\$ 6,814	\$ 6,814	\$ 297,404	13

Prepared as at the 18th day of August, 2016.

Purpose:
 This Statement of Projected Cash Flow (the "Cash Flow") has been prepared by management pursuant to section 102(1) of the Companies' Creditors' Arrangement Act ("CCAA"). It is being filed specifically for the purposes contemplated in that section and readers are cautioned that it may not be appropriate for other purposes. The Cash Flow has been prepared based on the hypothetical and probable assumptions described in the general and specific notes. In addition, the Cash Flow has been prepared based on assumptions regarding future events; therefore actual results may vary from the estimates presented herein and these variances may be material.

Enchirits Management and Support Services

 Per Carron Shazran, Chief Restructuring Officer

Notes & Assumptions - General:

- Unless otherwise stated, amounts are based on historical data and management estimates.
- All amounts include applicable GST.
- EMSS holds security deposits for PAL and independent suppliers in a separate trust account, which is not reflected herein.
- The transition of EMSS operations to the NewCo is expected to occur on August 2, 2016, subject to a 21 day appeal period. Upon the District Plan becoming effective, a new company ("NewCo") will be formed into which EMSS' operations and assets will be transferred. The cash flow forecast assumes that no party will seek leave to appeal the District Plan, in which case, the transition of EMSS' operations and assets is anticipated to occur effective September 30, 2016 (the "NewCo Transition").

**Enbridge Management and Support Services ("EMSS")
Statement of Projected Cash Flow
For the Thirteen Week Period Ending December 31, 2015**

- Notes & Assumptions - Specific:**
1. Amounts are in millions of dollars.
 2. Actual funding revenue from the funding advice received from AHS on July 23, 2015, which is collectible up to the effective date of the NewCo Transition.
 3. Includes food services revenue, damage repair revenue and miscellaneous revenue (laundry, photocopying, etc.), which is collectible up to the effective date of the NewCo Transition.
 4. Payroll is withdrawn every second Friday and includes Canada Revenue Agency payroll source deductions up to the effective date of the NewCo Transition.
 5. Includes amounts payable for employee vacation obligations up to the effective date of the NewCo Transition.
 6. Includes all other amounts payable for employee services up to the effective date of the NewCo Transition.
 7. A contract is in place with Verve, formerly known as Diversicare Canada Management Services Co., Inc. related to the operations of the harbour and the Manor seniors' care facilities, which is anticipated to be assigned to NewCo pursuant to the NewCo Transition.
 8. ECHS, a related entity owns land and buildings within the development known as Prince of Peace, which they lease to EMSS. EMSS operates as the Prince of Peace Manor and Harbour, providing integrated supportive living services to seniors based on their assessed care needs. Monthly lease payments are \$30,000. Monthly payments are due on the 1st of each month from EMSS to ECHS with respect to this lease, which will only be payable for the period up to the effective date of the NewCo Transition.
 9. Cash held by EMSS, net of the estimated amount of EMSS' legal counsel, has been transferred to the NewCo Transition.
 10. Cash held by EMSS, net of the estimated amount of EMSS' legal counsel, has been transferred to the NewCo Transition.
 11. Contingency for additional support related to the NewCo Transition.
 12. Contingency for additional support related to the NewCo Transition.
 13. Includes amounts held by EMSS in their operating account with Bank of Montreal.