



March 28, 2016

**FUTHER INFORMATION FOR CREDITORS OF THE DISTRICT  
THE DISTRICT'S PLAN OF COMPROMISE AND ARRANGEMENT (THE "DISTRICT PLAN")**

**THE BASICS AND WHAT YOU NEED TO DO**

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The following provides a brief outline of the basics of the District Plan and what you need to do prior to the meeting that is scheduled for Eligible Affected Creditors (as defined in the District Plan) to vote on the District Plan (the "District Meeting"). This document provides high level information only and it is recommended that Eligible Affected Creditors review the detailed information included in the Monitor's First Report to the Creditors of the District, dated March 28, 2016 (the "Monitor's Report"). Capitalized terms not otherwise defined herein shall have the meanings given to them in the Monitor's Report.

Our records indicate that you have a proven claim against the District, which is less than or equal to \$5,000. If this is not the case, please contact our office and we will provide you with an additional hand-out related to the District Plan.

**The Basics of the District Plan**

The District Plan has been formulated by the District subject to input from the CRO, the creditors' committee established for the District (the "District Committee") and the Monitor. As further described below, the Monitor is supportive of the District Plan, which has also been approved by the District Committee. The Monitor is an officer of the Court, whose role includes providing Eligible Affected Creditors with sufficient information to consider the District Plan and reporting to Eligible Affected Creditors on the Monitor's view of the reasonableness and fairness of the District Plan. The following are the basics of the District Plan:

**Distributions to Eligible Affected Creditors**

As an Eligible Affected Creditor with a claim that is less than or equal to \$5,000, you will be paid in full upon the date that the District Plan takes effect. We note that such payment will be net of any amounts that have been paid to you pursuant to the emergency fund, which was approved by the Court as part of the Initial Order granted on January 23, 2015 (the "Emergency Fund").

## **The Representative Action**

Should the District Plan be approved by the Eligible Affected Creditors of the District and sanctioned by the Court of Queen's Bench of Alberta, your claim will be paid in full. As such, you will not have a claim in the Representative Action and those provisions of the District Plan are not applicable to you.

## **The Monitor's view of the District Plan**

The Monitor is supportive of the District Plan and is of the opinion that the District Plan is fair and reasonable and appears to be in the general best interest of all parties for the reasons outlined in the Monitor's Report.

As stated above, pursuant to the District Plan, those Eligible Affected Creditors with claims that are less than or equal to \$5,000 will be paid in full immediately after the District Plan takes effect with all payments being net of any amounts that were previously paid to you pursuant to the Emergency Fund.

## **What you need to do:**

### **Vote on the District Plan**

**To vote on the District Plan you must do one of the following:**

#### **Option 1**

**Attend the District Meeting, which will be held at the following time and place:**

**Time: Saturday, May 14, 2016 at 10:00 a.m.**

**Location: MacLeod Hall, Telus Convention Centre, 120 9<sup>th</sup> Avenue SE, Calgary, AB.**

#### **Option 2**

**Appoint someone as your proxy by filling out the attached Proxy so that they can attend the District Meeting and vote on your behalf.**

#### **Option 3**

**Vote on the District Plan by filling out the attached Election Letter so that your vote can be recorded even if you cannot attend the District Meeting and you do not wish to appoint a proxy.**

For clarity, if you do not vote on the District Plan using any of the options detailed above, your claim will not be counted in determining whether or not the District Plan has been approved by the required majority of Eligible Affected Creditors.

**If you are a minor**

Your legal guardian can vote on the District Plan on your behalf using Option 1, Option 2 or Option 3 above provided that they have filled out the attached Guardian's Acknowledgment of Responsibility. For clarity, if the legal guardian named in the Guardian's Acknowledgment of Responsibility is voting on behalf of a Minor, they are not required to complete a Proxy,

**PROXY**

COURT FILE NUMBER 1501-00955  
COURT COURT OF QUEEN'S BENCH OF ALBERTA  
JUDICIAL CENTRE CALGARY  
DOCUMENT PROXY FOR THE DISTRICT PLAN  
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.

I, \_\_\_\_\_ of \_\_\_\_\_, a creditor in the above matter, hereby appoint \_\_\_\_\_ of \_\_\_\_\_, (person you want to appoint) to be my proxyholder in the above matter, except as to the receipt of any distributions pursuant to the District Plan (with or without) power to appoint another proxyholder in his or her place.

The above named proxyholder shall attend on behalf of and act for me at the District Creditors' Meeting to be held in connection with the District Plan and at any and all adjournments, postponements or other rescheduling of the Creditors' Meeting, and vote the amount of my Claim(s) as follows:

1. (mark one only):

Vote **FOR** approval of the resolution to accept the District Plan; or

Vote **AGAINST** approval of the resolution to accept the District Plan.

**IF A BOX IS NOT MARKED AS A VOTE FOR OR AGAINST APPROVAL OF THE PLAN, THEN THE PROXYHOLDER SHALL VOTE AT HIS/HER DISCRETION.**

and

2. Vote at his/her discretion and otherwise act for and on behalf of me with respect to any amendments or variations to the matters identified in the notice of the District Creditors' Meeting and in the District Plan, and with respect to other matters that may properly come before the District Creditors' Meeting.

**THIS PROXY, ONCE DULY COMPLETED, DATED AND SIGNED, MUST BE SENT TO THE MONITOR BY EMAIL, MAIL, FACSIMILE TRANSMISSION OR COURIER, AND BE RECEIVED BY THE MONITOR BY NO LATER THAN 5:00 P.M. (CALGARY TIME) ON MAY 13, 2016 OR SUCH LATER DATE AS MAY BE THE LAST BUSINESS DAY PRIOR TO THE DATE THE DISTRICT CREDITORS' MEETING HAS BEEN ADJOURNED TO, OR DELIVERED BY HAND TO THE CHAIR OF THE DISTRICT CREDITORS' MEETING PRIOR THE COMMENCEMENT OF THE DISTRICT CREDITORS' MEETING. AFTER COMMENCEMENT OF THE DISTRICT CREDITORS' MEETING (OR ANY ADJOURNMENT THEREOF), NO PROXIES CAN BE ACCEPTED BY THE MONITOR.**

Dated at \_\_\_\_\_ this \_\_\_\_\_ day of \_\_\_\_\_,  
20\_\_\_\_.

\_\_\_\_\_  
Witness

\_\_\_\_\_  
Individual Creditor

\_\_\_\_\_  
Witness

\_\_\_\_\_  
Name of Corporate Creditor

\_\_\_\_\_  
Name and Title of Signing Officer

Return to:

Deloitte Restructuring Inc., Monitor  
700 Bankers Court, 850 – 2<sup>nd</sup> Street SW  
Calgary, Alberta T2P 0R8

Phone: (587) 293-3203 Fax: (403) 718-3681  
Email: CalgaryRestructuring@deloitte.ca

**ELECTION LETTER**

COURT FILE NUMBER 1501-00955

COURT COURT OF QUEEN'S BENCH OF ALBERTA

JUDICIAL CENTRE CALGARY

DOCUMENT ELECTION LETTER FOR DISTRICT PLAN

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.

**THIS ELECTION LETTER SHALL BE VOTED IN ACCORDANCE WITH THE INSTRUCTIONS STATED BELOW EVEN THOUGH THE PLAN PRESENTED BY THE DISTRICT MAY BE MODIFIED OR AMENDED IN ACCORDANCE WITH THE TERMS OF THE DISTRICT PLAN BEFORE OR AT THE DISTRICT CREDITORS' MEETING, OR AFTER THE CREDITORS' MEETING WITH THE APPROVAL OF THE COURT. SUCH AMENDMENT, MODIFICATION OR SUPPLEMENT WOULD BE LIMITED TO THOSE THAT ARE ADMINISTRATIVE IN NATURE, THAT ARE NOT ADVERSE TO THE FINANCIAL OR ECONOMIC INTERESTS OF ANY OF THE DISTRICT AFFECTED CREDITORS UNDER THE DISTRICT PLAN AND IS NECESSARY IN ORDER TO GIVE BETTER EFFECT TO THE SUBSTANCE OR IMPLEMENTATION OF THE DISTRICT PLAN OR THE SANCTION ORDER.**

**Voting**

I, \_\_\_\_\_ a creditor (or I \_\_\_\_\_, representative of \_\_\_\_\_, a creditor), in the above matter for the sum of \$\_\_\_\_\_ hereby request the Monitor to record my vote respecting the District Plan, originally dated February 12, 2016 and filed on February 16, 2016 with a third amended version being dated March 21, 2016 and filed on March 22, 2016, as may be further amended from time to time (references to the District Plan will include all subsequent amendments) as follows:

(mark one only):

- Vote **FOR** approval of the resolution to accept the District Plan; or
- Vote **AGAINST** approval of the resolution to accept the District Plan.

**IF A BOX IS NOT MARKED AS A VOTE FOR OR AGAINST APPROVAL OF THE DISTRICT PLAN, YOUR VOTE SHALL BE DEEMED TO BE A VOTE FOR APPROVAL OF THE PLAN.**

Dated at \_\_\_\_\_ this \_\_\_\_\_ day of \_\_\_\_\_, 201\_\_\_\_.

\_\_\_\_\_  
Witness

\_\_\_\_\_  
Individual Creditor

\_\_\_\_\_  
Witness

\_\_\_\_\_  
Name of Corporate Creditor OR Minor

\_\_\_\_\_  
Name and Title of Signing Officer OR Guardian

Return to:

Deloitte Restructuring Inc., Monitor  
700 Bankers Court, 850 – 2<sup>nd</sup> Street SW  
Calgary, AB T2P 0R8  
Phone: (587) 293-3203 Fax: (403) 718-3681  
Email: CalgaryRestructuring@deloitte.ca

## Guardian's Acknowledgment of Responsibility

This acknowledgment of responsibility is given by:

Name \_\_\_\_\_  
Address \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

1 This acknowledgment of responsibility relates to the minor,  
\_\_\_\_\_ (name of minor), who was born on  
\_\_\_\_\_ (day, month, year).

2 I am the minor's guardian because I am

- the minor's mother or father
- appointed guardian by the deed or will of the minor's parent,  
\_\_\_\_\_ (name of parent), who is now deceased
- appointed guardian by a court order dated  
\_\_\_\_\_ (date of guardianship order).

3 I have the power and responsibility to make day-to-day decisions affecting the minor.

Date \_\_\_\_\_

Guardian's Signature \_\_\_\_\_

Witness \_\_\_\_\_