

**NOTICE AND STATEMENT OF RECEIVER
(SECTION 245(1) AND 246(1) OF THE ACT)**

**In the matter of the receivership over the assets and undertakings of
Rose of Sharon (Ontario) Retirement Community ("the Company")**

The receiver gives notice and declares that:

1. On the 27th day of September, 2011, the undersigned Deloitte & Touche Inc. was appointed Receiver and Manager of all assets, undertakings and properties of the Company (the "Receiver") that are described below:

Net Book Values (as at December 31, 2010 or September 27, 2011)	
Building	\$ 15,215,378
Accrued Interest	9,934,666
Accounts receivable	478,281
GST/HST Receivable	102,203
Other Assets	34,503
Furniture, fixtures, equipment	<u>5,398</u>
	<u>\$25,770,429</u>

The book values shown above may not be representative of the market or realizable value of the assets.

2. The undersigned became Receiver pursuant to an Order of the Superior Court of Justice (Commercial List) upon application to the Court made by Peoples Trust Company.
3. The undersigned commenced the exercise of its powers in respect of that appointment on the 27th day of September, 2011.
4. The following information relates to the receivership.

a) Address of insolvent company:

15 Maplewood Avenue, York, Ontario M6C 4B4
17 Maplewood Avenue, York, Ontario, M6C 4B3 and,
165 Vaughan Road, York, Ontario, M6C 2L9

b) Principal line of business: Long-term care home and life-lease units

c) Amounts owed by the Company to creditors who appear to hold a security interest on the property described above include:

Peoples Trust	15,184,949
Mikal Calladan Construction Inc.	4,166,659
Turfpro Investments Inc.	1,190,000
IWOK Corporation	700,000
790180 Ontario Limited	302,434

NOTICE AND STATEMENT OF RECEIVER
(SECTION 245(1) AND 246(1) OF THE ACT)

Page 2

Unimac Group Ltd.	150,000
Royal Windsor Mechanical Inc.	87,132
Tremonte Manufacturing Welding & Ironworks Limited	42,735
National Leasing Group Inc.	unknown
Indcom Leasing Inc.	unknown
Essex Capital Leasing Corp.	unknown

The accuracy of the above list of secured creditors has yet to be confirmed.

- d) The list of unsecured creditors of the Company and the amount owed to each creditor by the Company is attached. The total known amount owing to all unsecured creditors is \$4,415,306.
- e) The current intended plan of the Receiver is to continue operating the long-term care facility while developing a realization plan for both the long-term care home and the life lease facility.

Contact person for the Receiver:

Jim Cook
Deloitte & Touche Inc.
181 Bay Street, Suite 1400
Toronto, Ontario M5J 2V1
Telephone: (416) 775-7284
Facsimile: (416) 601- 6690

Dated at Toronto this 6th day of October, 2011.

DELOITTE & TOUCHE INC.

In its capacity as Receiver and Manager of the assets,
undertakings and properties Rose of Sharon (Ontario)
Retirement Community
and not in its personal capacity



Hartley Bricks, MBA, CA • CIRP, CIRP
Vice President

DELOITTE & TOUCHE INC.
 IN THE MATTER OF THE RECEIVERSHIP OF THE PROPERTY OF
 ROSE OF SHARON (ONTARIO) RETIREMENT COMMUNITY

CREDITOR LIST

SECURED

		\$
PEOPLES TRUST		15,184,949.00
MIKAL CALLADAN CONSTRUCTION INC.		4,166,659.00
TURFPRO INVESTMENTS INC.		1,190,000.00
IWOK CORPORATION		700,000.00
790180 ONTARIO LIMITED		302,434.00
UNIMAC GROUP LTD.		150,000.00
ROYAL WINDSOR MECHANICAL INC.		87,132.00
TREMONTE MANUFACTURING WELDING & IRONWORKS LIMITED		42,735.00
NATIONAL LEASING GROUP INC.		Unknown
INDCOM LEASING INC.		Unknown
ESSEX CAPITAL LEASING CORP.		Unknown
	\$	21,823,909.00

UNSECURED

		\$
24 HR PEST CONTROL		79.10
ARJOHUNTLEIGH CANADA INC.		1,300.00
ASSURED CARE CONSULTING		5,000.00
BDO CANADA LLP		5,000.00
BELL CANADA		925.13
BELL CANADA CUSTOMER PAYMENT CENTRE		9.89
BELL MOBILITY		493.73
BARID LOGISTICS INC.		5,864.22
BYUN		90.50
CANADA REVENUE AGENCY		Unknown
CAREWORX INC.		24,291.62
CARTSPUS HEALTHCARE PRODUCTS LTD.		16,444.61
CHANG'S DRAPERY HOUSE LTD.		26,590.00
COFFEY GEOTECHNICS INC.		700.60
COMFY COTTON DIAPER SERVICE INC.		2,916.26
CORFLEX PARTITIONS INC.		7,063.30
DAE WON GROUP INC.		847.50
EDWIN CLEANING		813.60
EN JAN AN		400.00
ENBRIDGE		11,406.14
EXCLUSIVE ALARMS		9,006.91
FIRE & ICE HVAC		22,870.67
FIRST PRODUCTS INCS.		2,932.97
GFS CANADA INC.		5,622.44
GRANT THORNTON		10,950.00
HGR		11,315.15
HJ PARK COMPANY		6,328.00
IGERCARE SOLUTION INC.		17,254.26
INDCOM LEASING INC.		14,817.40
IWOK CORP		21,000.00
JAIN & ASSOCIATES		6,571.56
JENNICA KIM		252.07
KIM'S LOCKSERVICES		335.00
KONICA MINOLTA BUSINESEE SOLUTIONS		3,359.45
KOREA CANADA CENTRAL DAILY		400.00
KOREAN CREDIT UNION		216,851.00
MEDICAL MART SUPPLIES LIMITED		34,625.84
MEDI-I-PANT INC.		15,516.27
MIKE YOON		488.16
MIRCOM/GARDIA		1,057.68
MOMO		2,300.00
NEXTSTEP		1,200.00

NOVA SERVICES GROUP INC.	45,640.23
OLYMPIC DUST CONTROL	79.68
P.A.T. CENTRAL MARKET	688.62
PPL	9,713.76
PRODEX	566.58
QUALITY ALLIED ELEVATOR	14,694.24
RAZ CONTRACTOR CO.	2,293.90
REACTION DISTRIBUTING INC.	11,237.85
RECEIVER GENERAL OF ONTARIO	Unknown
ROBERT GORE & ASSOCIATES	30,426.55
RYU ELECTRIC INC.	33,878.00
SDM DESIGN CONSULTING INC.	10,396.00
SG ELECTRONICS	1,213.62
SIGNTEL	23,624.82
SOLO MOBILE	139.45
SONG, SUNGHACK	400.00
STAPLES	3,290.85
SUNBRIGHT LINEN SERVICES INC.	296.35
TECHNICAL STANDARD AND SAFETY AUTHORITY	120.00
THE ECONOMIC INSURANCE COMPANY	21,512.62
THE KOREA TIMES DAILY	2,499.50
THE OFFICE SHOP	11,949.51
THERMOPATCH (CANADA) INC.	3,492.41
TORONTO HYDRO-ELECTRIC SYSTEM LIMITED	44,013.00
TREASURER, CITY OF TORONTO	32,624.00
UNIMAC	451,187.47
WASTECO	289.82
WESCOM SOLUTIONS INC.	637.66
WOODEN WOODWORKING LTD.	2,271.40
WORLD MEATS INC.	221.59
BILL CHAMPBELL	150,000.00
CHANG HUN SHIN	64,796.04
CHUL KWAN LEE	25,000.00
DANIEL YOON	45,050.00
HAN HYEONG LEE	25,000.00
HYANG SOON KIM	25,000.00
HYONG BAE PARK	25,000.00
HYUN SOOK HWANG	7,455.00
JANE KIM	100,000.00
JANG HOON LEE	12,293.47
JOHN BAI	48,386.79
JOHN YOON	75,112.61
JONG RAN KIM	150,150.00
JUNG LIM YOON	25,000.00
KIM MYUNG HEE	22,100.00
KWANG HO BYUN	230,864.00
KYUNG YURL LEE & JUNG HA	119,700.00
LAWRENCE KIM	555,018.23
MI HYUNG CHANG	50,000.00
MYUNG KYU KIM	25,000.00
OLIVIA YOON	36,825.35
RICHARD YOON	131,247.18
ROBERT GORE	194,345.88
SAN HYUN AN	22,719.96
SEUNG KILE PARK	50,000.00
SEUNG MIN YU	25,000.00
SOON SUP LEE	82,242.00
STEVE YU	165,650.55
SUN HWA LEE	346,384.05
SUNNY YOON	78,571.70
VIVIAN RHEE	25,000.00
WOO SAM PARK	41,300.00
YOUNG OK JEON	160,402.82

\$ 4,415,306.14