COURT FILE NUMBER

1501-00955

COURT

COURT OF QUEEN'S BENCH

OF ALBERTA

IN BANKRUPTCY AND INSOLVENCY

[Rules 6.3 and 10.52(1)]

CLERK OF THE COURT

CHECEPTAMP

APR 2 0 2016

CALGARY, ALBERTA

Form 27

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.

DOCUMENT

APPLICATION BY THE APPLICANTS

ADDRESS FOR SERVICE AND CONTACT INFORMATION OF PARTY FILING THIS DOCUMENT

Bishop & McKenzie LLP Barristers & Solicitors 1700-530-8th Avenue SW Calgary, Alberta T2P 3S8

Attention: Francis N.J. Taman /Ksena J. Court

Telephone: 403-237-5550

Fax: 403-263-3423

File: 103,007-003

NOTICE TO RESPONDENT(S)

This application is made against you. You are a respondent.

You have the right to state your side of this matter before the judge.

To do so, you must be in Court when the application is heard as shown below:

Date:

WEDNESDAY, APRIL 27, 2016 - Commercial List

Time:

11:00 a.m.

Where:

Calgary Courts Centre, 601 - 5th Street SW, Calgary, Alberta

Before Whom: The Honourable Justice B.E.C Romaine in Chambers

Go to the end of this document to see what else you can do and when you must do it.

Remedy claimed or sought:

- An Order substantially in the form attached as Schedule "A":
 - (a) declaring service of notice of this application and the supporting materials to be good and sufficient, and shortening the time for service, if necessary;
 - (b) granting an extension to the Stay Period in these proceedings under the provisions of the *Companies' Creditors Arrangement Act, R.S.C.* 1985, c. C-36, as amended ("CCAA") from the current expiry date of April 29, 2016 to June 30, 2016;
- 2. An Order substantially in the form attached as **Schedule "B"** amending the Order (POP Village Vesting Order) granted by Justice K.D. Yamauchi on January 20, 2016;
- 3. such further and other relief as this Honourable Court may allow.

Grounds for making this application:

- 4. The Initial Order granted, among other things, a stay of all proceedings against the Applicants during the Stay Period in order to permit the Applicants to take certain steps in furtherance of their restructuring. By subsequent Orders of the Court, the stay of proceedings was extended to April 29, 2016.
- 5. Since the Initial Order, the Applicants have moved as quickly as circumstances have permitted to stabilize their operations, communicate with their stakeholders, and develop plans of compromise and arrangement to enable the Applicants to emerge from these proceedings.
- 6. An extension of the Stay Period to June 30, 2016 is necessary to implement the relief sought above and allow the Applicants to continue to stabilize their operations, communicate with their stakeholders, and further advance viable plans of compromise and arrangement to enable the Applicants to emerge from these proceedings for the benefit of all stakeholders. It will also enable the District meeting of creditors to occur on May 14, 2016, and allow the Applicants time to continue the orderly liquidation of the assets contemplated in the restructuring.
- 7. On January 20, 2016, the Honourable Justice K.D. Yamauchi granted an Order (POP Village Vesting Order) which permitted the POP Village Units, as defined in that Order, to be transferred. Notwithstanding the terms of the Order, the Land Titles Office is refusing to transfer the POP Village Units as requested.

- 8. The Applicants continue to work closely with the Monitor and the Monitor approves of the proposed relief and supports this application.
- 9. The Applicants are working in good faith and with due diligence in these proceedings and believe it is within the best interest of the Applicants and all stakeholders to continue in these proceedings as outlined above.

Material or evidence to be relied on:

- 10. Affidavit of Cameron Sherban sworn April 20, 2016;
- 11. Monitor's Eighteenth Report;
- 12. Management's Report on Cash Flow filed March 17, 2016;
- 13. the pleadings and other materials filed herein; and
- 14. such other and further material as counsel may advise and this Honourable Court may permit.

Applicable rules:

Part 6 Division 1, Rule 13.5, Part 6 Division 4

Applicable Acts and regulations:

Companies' Creditors Arrangement Act, R.S.C. 1985, c. C-36, as amended

Any irregularity complained of or objection relied on:

None

How the application is proposed to be heard or considered:

In person

WARNING

If you do not come to Court either in person or by your lawyer, the Court may give the applicant(s) what they want in your absence. You will be bound by any order that the Court makes. If you want to take part in this application, you or your lawyer must attend in Court on the date and at the time shown at the beginning of the form. If you intend to give evidence in response to the application, you must reply by filing an affidavit or other evidence with the Court and serving a copy of that affidavit or other evidence on the applicant(s) a reasonable time before the application is to be heard or considered.

A person may make an application for an order restricting publication only if a judge has authority to make such an order under an enactment or at common law.

SCHEDULE "A"

COURT FILE NUMBER

1501-00955

Clerk's Stamp

COURT

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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.

DOCUMENT

ORDER

(Extend Stay)

ADDRESS FOR SERVICE AND CONTACT INFORMATION OF

PARTY FILING THIS DOCUMENT

Bishop & McKenzie LLP Barristers & Solicitors 1700, 530 - 8th Avenue SW Calgary, Alberta T2P 3S8

Attention: Francis N. J. Taman / Ksena J. Court

Telephone: 403-237-5550

Fax: 403-243-3623

File No.: 103,007-003

DATE ON WHICH ORDER WAS PRONOUNCED:

WEDNESDAY, APRIL 27, 2016

LOCATION WHERE ORDER WAS PRONOUNCED:

CALGARY, ALBERTA

NAME OF JUSTICE WHO MADE THIS ORDER:

JUSTICE B.E.C. ROMAINE

UPON THE APPLICATION of Lutheran Church — Canada, the Alberta — British Columbia District (the "District"), EnCharis Community Housing and Services ("ECHS"), EnCharis Management and Support Services ("EMSS"), and Lutheran Church — Canada, the Alberta — British Columbia District Investments Ltd. ("DIL") (collectively the "Applicants"); AND UPON HAVING READ the Application, the Affidavit of Cameron Sherban; AND UPON READING the Reports of the Monitor; AND UPON HEARING counsel for the Applicants, counsel for the Monitor, counsel for the District Creditors' Committee, counsel for the DIL Creditors' Committee, and other interested parties;

IT IS HEREBY ORDERED AND DECLARED THAT:

SERVICE

- 1. Service of notice of the application for this Order, and all supporting materials, as set out in the Affidavit of Charlene Everett respecting the Application filed April 20, 2016 is good and sufficient, and the time for notice hereof is shortened to the time actually given.
- 2. All capitalized terms not otherwise defined in this Order shall have the meaning ascribed to them in the Initial Order granted by the Honourable Justice K.D. Yamauchi in this Action dated January 23, 2015 (the "Initial Order").

EXTENSION OF STAY

3. The Stay Period as defined in the Initial Order is hereby extended up to and including June 30, 2016.

Justice of the Court of Queen's Bench of Alberta

SCHEDULE "B"

COURT FILE NUMBER

1501-00955

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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.

DOCUMENT

ORDER (Amending Order)

ADDRESS FOR SERVICE AND CONTACT INFORMATION OF

PARTY FILING THIS DOCUMENT

Bishop & McKenzie LLP Barristers & Solicitors 1700, 530 - 8th Avenue SW Calgary, Alberta T2P 3S8

Attention: Francis N. J. Taman / Ksena J. Court

Telephone: 403-237-5550

Fax: 403-243-3623

File No.: 103,007-003

DATE ON WHICH ORDER WAS PRONOUNCED:

WEDNESDAY, APRIL 27, 2016

LOCATION WHERE ORDER WAS PRONOUNCED:

CALGARY, ALBERTA

Clerk's Stamp

NAME OF JUSTICE WHO MADE THIS ORDER:

JUSTICE B.E.C. ROMAINE

UPON THE APPLICATION of Lutheran Church – Canada, the Alberta – British Columbia District (the "District"), EnCharis Community Housing and Services ("ECHS"), EnCharis Management and Support Services ("EMSS"), and Lutheran Church – Canada, the Alberta – British Columbia District Investments Ltd. ("DIL") (collectively the "Applicants"); **AND**

UPON NOTING that the Order (POP Village Vesting Order) granted by Justice K. D. Yamauchi (the "Yamauchi Order") on January 20, 2016 contains a typographical error; **AND UPON NOTING** that it is necessary or desirable to grant this order in order to facilitate the registration of the Yamauchi Order at Land Titles;

IT IS HEREBY ORDERED AND DECLARED THAT:

- 1. Schedule "A" of the Yamauchi Order is deleted in its entirety and is replaced with the Schedule "A" to this Order.
- 2. Notwithstanding the fact that the list of transferred units (as that term is defined in the Yamauchi Order) in the letter of Bishop & McKenzie LLP dated March 29, 2016 (the "Bishop Letter"), does not include all of the units listed in Schedule "A" to the Yamauchi Order, as amended, the Registrar of Land Titles shall transfer the transferred units listed in the Bishop Letter in accordance with the Yamauchi Order.
- 3. Except as herein explicitly set out the Yamauchi Order remains otherwise unamended.

Justice of the Court of Queen's Bench of Alberta

SCHEDULE "A" POP VILLAGE UNITS

Condominium Plan 9812469, Units 3, 5, 7, 9, 11, 12, 15, 17 - 21, 23, 28 - 30, and 35

Condominium Plan 0011410, Units 43, 47 – 52, 54 – 56 and 58 Condominium Plan 0013287, Units 64, 69, 70, 74, 78 – 80 Condominium Plan 0111629, Units 87-89, 92, 93, 99, 100, 102 - 104 Condominium Plan 01113520, Units 109, 121, 122, 126, 127, 135 and 148 Condominium Plan 0310076, Units 163 and 183