



312, 9707 110 Street
Edmonton, Alberta Canada T5K 2L9
T 780 414-1133
F 780 413-9666
www.alger.ca

June 30, 2009

To the Creditors of:

CRATER ENTERPRISES LTD. - IN BANKRUPTCY

On June 25, 2009, Crater Enterprises Ltd. (the "Company") of Grande Cache, Alberta filed an assignment in bankruptcy and Alger & Associates Inc. was named as Trustee. We attach the following:

- Notice of Bankruptcy and First Meeting of Creditors;
- Cover page of the Preliminary Statement of Affairs;
- List of Secured and unsecured creditor claims; and,
- Proof of Claim and Proxy form.

Based on a preliminary review of the Company's assets and liabilities, it appears that a substantial dividend may be available to the unsecured creditors as indicated on the attached Preliminary Statement of Affairs. Additional information will be available at the First Meeting of Creditors scheduled for Wednesday, July 29th, 2009 at our offices. Also, we will be posting our Trustee's Preliminary Report to our website at www.alger.ca on July 29, 2009.

Yours very truly,

ALGER & ASSOCIATES INC.
in its capacity as Trustee of
Crater Enterprises Ltd.



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District of Alberta
Division No. 01 - Edmonton
Court No. 24 - 115186
Estate No. 24 - 115186

NOTICE OF BANKRUPTCY AND FIRST MEETING OF CREDITORS
(Subsection 102(1))

IN THE MATTER OF THE BANKRUPTCY OF
CRATER ENTERPRISES LTD.

Take notice that:

1. Crater Enterprises Ltd. of Grande Cache, Alberta filed an assignment on the 25th day of June 2009 and the undersigned, Alger & Associates Inc., was appointed as trustee of the estate of the bankrupt by the Official Receiver, subject to affirmation by the creditors of the trustee's appointment or substitution of another trustee by the creditors.
2. The first meeting of creditors of the bankrupt will be held on Wednesday the 29th day of July 2009, at 11:00 o'clock, at the office of the Trustee, 312 Capital Place, 9707 - 110 Street N.W., Edmonton, Alberta.
3. To be entitled to vote at the meeting, a creditor must lodge with the trustee, before the meeting, a proof of claim and, where necessary, a proxy.
4. Enclosed with this notice is a form of proof of claim, a form of proxy, and a list of creditors with claims amounting to twenty-five dollars or more, showing the amounts of their claims.
5. Creditors must prove their claims against the estate of the bankrupt in order to share in any distribution of the proceeds realized from the estate.

Dated at Edmonton, Alberta this 30th day of June 2009.

ALGER & ASSOCIATES INC.
Trustee

**STATEMENT OF AFFAIRS (Sec. 158)
IN THE MATTER OF THE BANKRUPTCY OF
CRATER ENTERPRISES LTD.**

To The Bankrupt:

You are required to complete carefully and accurately this sheet and such of the several sheets attached hereto as are applicable showing the state of your affairs on the date of your bankruptcy: the 24th day of June 2009. Such sheets when completed will constitute your Statement of Affairs and must be verified by oath or declaration.

LIABILITIES

(as stated and estimated by debtor)

1. Unsecured creditors, as per Schedule "A" and "D"	\$ <u>2,169,397</u>
2. Secured Creditors as per Schedule "B"	\$ <u>5,011,000</u>
3. Liabilities on bills or notes endorsed or given for accommodation, as per Schedule "C"	\$ _____
Of which it is expected will rank against the estate for dividend	\$ <u>0</u>
4. Preferred creditors as per Schedule "D"	\$ <u>85,000</u>
5. Contingent or other liabilities estimated to rank for dividend as per Schedule "E"	\$ <u>0</u>
 Total Liabilities	 \$ <u>7,265,397</u>
Surplus	\$ _____

ASSETS

(as stated and estimated by debtor)

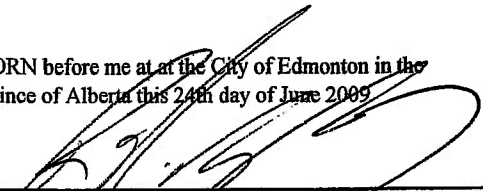
1. Stock-in-trade at cost price not exceeding fair market value	\$ <u>40,000</u>
2. Trade fixtures, etc.	\$ <u>0</u>
3. Book Debts, etc., as per Schedule "E"	\$ _____
Good	\$ <u>0</u>
Doubtful	\$ <u>0</u>
Bad	\$ <u>0</u>
Estimated to produce	\$ <u>400,000.00</u>
4. Bills of exchange, promissory notes, etc., as per Schedule "G"	\$ <u>0</u>
5. Deposits in Financial Institutions	\$ <u>0</u>
6. Cash Surrender value of insurance policies	\$ <u>0</u>
7. Livestock	\$ <u>0</u>
8. Machinery, equipment and plant	\$ _____
9. Real Property as per List "G"	\$ <u>4,942,000</u>
10. Furniture	\$ _____
11. RRSP's RRIF's, Life Insurance	\$ <u>0</u>
12. Securities (Shares, Bonds, Debentures, etc.)	\$ <u>0</u>
13. Interests under Wills	\$ <u>0</u>
14. Vehicles	\$ <u>0</u>
15. Other Property as per List "H":	\$ <u>1,100,000</u>

If Bankrupt is a Corporation, add:

Amount of capital subscribed	\$ <u>Unknown</u>
Amount paid thereon	\$ <u>0</u>
Balance subscribed and unpaid	\$ <u>0</u>
Estimated to produce	\$ _____
Total Assets	\$ <u>6,482,000</u>
Deficiency	\$ <u>783,397</u>

I, Terry Coray, Director of Crater Enterprises of the Town of Grande Cache in the Province of Alberta, make oath and say that the above statement and the several lists hereunto annexed and marked "A" to "H" inclusively are to the best of my knowledge and belief a full, true and complete statement of the company's affairs on the 24th day of June 2009, and fully disclose all property of every description in its possession and in reversion as defined by Section 67 of the Bankruptcy and Insolvency Act.

SWORN before me at the City of Edmonton in the Province of Alberta this 24th day of June 2009



Ron J. Nordstrom, Commissioner of Oaths
in and for the Province of Alberta.
Expires on May 18, 2012



SIGNATURE OF BANKRUPT

CRATER ENTERPRISES LTD. - IN BANKRUPTCY
SCHEDULE OF CREDITOR CLAIMS

Creditor Name	Address				Claim Amount
					\$
<u>Secured Claims</u>					
Canada Revenue Agency	9700 Jasper Avenue	Edmonton	AB	T5J 4C8	630,000
Chrysler Financial	PO Box 5925, Stn A	Calgary	AB	T2H 2N6	33,000
CIBC	1309 Shoppers Park Mall	Grande Cache	AB	T0E 0Y0	40,000
Del Lage Landen Financial Services	100, 1235 North Service Road West	Oakvill	ON	L6M 2W2	180,000
GE Capital Solutions	2500, 10235 - 101 Street	Edmonton	AB	T5P 4W2	230,000
Jim Peplinski Leasemaster	4167 - 97 Street	Edmonton	AB	T6E 6E9	17,000
John Deere Credit Inc.	401, 1001 Champlain Avenue	Burlington	ON	L7L 5Z4	190,000
Royal Bank of Canada	302, 10117 Jasper Ave	Edmonton	AB	T5J 1W8	3,300,000
Transportation Lease Systems	205, 10458 Mayfield Road	Edmonton	AB	T6E 6E9	300,000
Workers' Compensation Board	9925 - 107 Street, 8th Floor	Edmonton	AB	T5J 2S5	91,000
					<u>5,011,000</u>

Unsecured Claims

1138941 Alberta Ltd. o/a Hanson Petroleum	Box 6363	Hinton	AB	T7V 1X6	35,602.54
Alberta Finance - Fuel Taxes	Room 426, 9515 - 107 Street	Edmonton	AB	T5K 2C3	120,000.00
Albright Refrigeration	Mountview Business Park 7, Site 33, RR 2	Grande Prairie	AB	T8V 2Z9	44,560.32
Allways Transfer Corporation Ltd.	Box 22067	Grande Prairie	AB	T8V 6X1	3,953.25
Alpha Plumbing 2003	P.O. Box 1080	Grande Cache	AB	T0E 0Y0	4,876.99
Alta Gas Utilities	5509-45th Street	Leduc,	AB	T9E 6T6	2,874.96
Arrow Welding & Industrial	17811-107th Ave	Edmonton	AB	T5S 1R8	5,437.79
BDO Dunwoody	301, 4719 - 48 Avenue	Red Deer	AB	T4N 3T1	6,778.18
Belterra Corporation	9515 - 116th Street	Grande Prairie	AB	T8V 5W3	6,071.51
Big Rig Collision Repair	5834-103rd Street	Edmonton	AB	T6H 2H6	8,726.32
Big Rig G.P. Ltd.	9607 111 Street	Grande Prairie	AB	T8V 4E5	261.22
Bobcat of the Peace	11501B 97 Ave	Grande Prairie	AB	T8V 5R8	622.39
Brandt Tractor Ltd.	7301 - 102 Street	Clairmont	AB	T0H 0W0	48,144.41
Canada Revenue Agency	9700 Jasper Avenue	Edmonton	AB	T5J 4C8	100,000.00
Canadiana Glass Inc	Box 483 10016-98th Street	Grande Cache	AB	T0E 0Y0	126.00
Chieftain Recycling Equipment	6124 - 111 Avenue	Edmonton	AB	T5W 0L2	4,022.24
Chrysler Financial	PO Box 5925, Stn A	Calgary	AB	T2H 2N6	43,690
Clasik Hardware Inc.	P.O. Box 637	Grande Cache	AB	T0E 0Y0	9,425.91
Davco Solutions Inc.	Box 17, Site 1, RR#3	Grande Prairie	AB	T8V 5N3	5,257.56
Decca Industries	9301-102 Street	Clairmont	AB	T0H 0W0	14,093.81
Del Lage Landen Financial Services	100, 1235 North Service Road West	Oakvill	ON	L6M 2W2	92,279
DFI Corporation	3403 - 74 Avenue	Edmonton	AB	T6B 3B8	1,181.25
Diamond International Trucks Ltd.	17020 - 118 Ave.	Edmonton	AB	T5S 1S4	41,602.68
Direct Energy	PO Box 2427	Edmonton	AB	T5J 2R4	3,102.35
Eagle Alloys Ltd.	10077-166th Street	Edmonton	AB	T5P 4Y1	4,790.39
Early Bird Express Freight	Box 597	Grande Cache	AB	T0E 0Y0	4,189.68
Elite Controls Ltd.	P. O. Box 658	Stettler	AB	T0C 2L0	18,217.55
Fastenal	860 Trillium Drive Suite 117	Kitchener	ON	N2R 1K4	102.43
Finning International Inc.	P. O. Box 9179, Stn Main	Calgary	AB	T2P 5E1	59,978.49
Fort Garry Industries Ltd.	16230-118th Ave	Edmonton	AB	T5V 1C6	5,215.28
Fountain Tire	10205 -0156 Avenue	Grande Prairie	AB	T8V 0P1	72,656.00
GE Capital Solutions	2500, 10235 - 101 Street	Edmonton	AB	T5P 4W2	34,000
GPR Industries 1994 Ltd.	11115-100 Avenue	Grande Prairie	AB	T8V 3J9	999.53
Grande Cache Chamber of Commerce	Box 1342	Grande Cache	AB	T0E 0Y0	120.00
Grande Cache Mountaineer	Box 660	Grande Cache	AB	T0E 0Y0	821.92
Grande Cache Rentals 2007	10002 - 97th Street P. O. Box 1058	Grande Cache	AB	T0E 0Y0	105.00
Grande Cache Towing	P. O. Box 840	Grande Cache	AB	T0E 0Y0	157.50

CRATER ENTERPRISES LTD. - IN BANKRUPTCY
SCHEDULE OF CREDITOR CLAIMS

Creditor Name	Address				Claim Amount
					\$
Grande Central Station	P. O. Box 306	Grande Cache	AB	TOE 0Y0	3,151.28
Grande Prairie Chrysler	11448 Westgate Drive	Grande Prairie	AB	T8V 8L2	69.30
Grandevue Wash o/a 1176976 AB. Ltd.	Box 928	Grande Cache	AB	T0E 0Y0	1,583.61
Great West Kenworth	Box 5066, Stn A	Calgary	AB	T2H 1X1	831.21
Grimshaw Trucking	P. O. Box 960 11450 - 160 Street	Edmonton	AB	T5J 2L8	239.89
Hammer Equipment Sales Ltd.	828 - 46 Ave. S.E.	Calgary	AB	T2G 2A6	329.58
Helmig Fire Equipment Inc.	136 Chevoit Drive	Hinton	AB	T7V 1P2	476.70
Home Depot	P. O Box 675, Station D	Scarborough	ON	M1R 5T4	2,054.15
Ikon Office Solutions	16011 - 116 Avenue NW	Edmonton	AB	T5M 3Y1	1,790.98
IOS Financial Services	P.O. Box 7446 Station A	Toronto	ON	M5W 3C1	1,102.38
J. C. Automotive	PO Box 1333	Grande Cache	AB	T0E 0Y0	1,406.80
J. D. Nelson Radiator Co. Ltd	10021-97th Street	Grande Prairie	AB	T8V 0N3	1,677.90
JBC Hydraulics Inc.	7320 - 21 Avenue (Office)	Edmonton	AB	T6K 2C4	315.00
Jim Peplinski Leasemaster	4167 - 97 Street	Edmonton	AB	T6E 6E9	6,065
John Deere Credit Inc.	401, 1001 Champlain Avenue	Burlington	ON	L7L 5Z4	46,000
Johnson McClelland Murdoch	213 Pembina Ave.	Hinton	AB	T7V 2B3	503.21
Kaverit Steel & Crane	P. O. Box 2760, Station M	Calgary	AB	T2P 3C2	1,911.00
Ken-Co Equipment	14010-100th Street	Grande Prairie	AB	T8V 3A5	16,012.50
Learn Rite Courses Inc.	8702-110A Street,	Grande Prairie	AB	T8V 5L6	330.00
Leyman Distributors Ltd.	8910-108th Street	Grande Prairie	AB	T8V 4C8	1,286.49
Lonetrack Parts Inc.	17257 26A Avenue	Surrey	BC	V3S 0E6	1,934.19
Mark's Hauling Ltd.	9301-141st Ave	Grande Prairie	AB	T8V 8E1	3,936.50
MHK Insurance Inc.	12316 - 107 Ave.	Edmonton	AB	T5M 1Z1	17,210.41
Michels Super A Foods	Box 1319	Grande Cache	AB	T0E 0Y0	695.78
Midfield Supply ULC	Box 940	Brooks	AB	T1R 1B8	33,639.66
Newcap Radio Alberta	Box 7800 422 50th Street	Edson	AB	T7E 1T1	523.95
Northern Metallic Sales (GP) Ltd.	9708-108th Street	Grande Prairie	AB	T8V 4E2	4,551.75
Overhead Door Co. of Grande Prairie	8702-111A Street	Grande Prairie	AB	T8V 5L3	4,114.53
Persona-Eastlink	PO Box 8570	Halifax	NS	B3K 5M2	83.80
Petos Industries Inc.	Box 1139	Grande Cache	AB	T0E 0Y0	120,059.88
Pike Electric Ltd.	Box 1593	Grande Cache	AB	T0E 0Y0	1,963.04
Prairie Truck Ltd.	9916-108th Street	Grande Prairie	AB	T8V 4E2	9,053.89
Praxair Distribution	Box 400, Stn D	Scarborough	ON	M1R 5M1	568.17
Purolator Courier Ltd.	Box 1100 Stn A	Etobicoke	ON	M9C 5K2	697.67
Rentco Equipment Ltd.	11437-97th Ave	Grande Prairie	AB	T8V 5R8	30,013.79
SMS Equipment	9116-108 Street	Grande Prairie	AB	T8V 4C8	693.48
South Peace Distributors Ltd.	P. O. Box 388	Grande Cache	AB	T0E 0Y0	43,996.03
SR Electronics	Box 1170	Grande Cache	AB	T0E 0Y0	303.94
Strongco Equipment	2820-84th Ave	Edmonton,	AB	T6P 1P7	366,744.41
T.E.C. Industries Inc.	Box 1020	Grande Cache	AB	T0E 0Y0	502,416.40
Telus	P. O. Box 8950 Station Terminal	Vancouver	BC	V6B 3C3	1,127.73
Telus Mobility	Box 82030, Stn. N	Burnaby	BC	V5C 6E8	1,061.81
Tiggo Transport Ltd	RR # 1 Site 11 Box 2	Grande Prairie	AB	T8V 2Z8	609.00
Transportation Lease Systems	205, 10458 Mayfield Road	Edmonton	AB	T6E 6E9	80,785
UFA/Grande Prairie Farm Store	15602 - 101 Street	Grande Prairie	AB	T8V 0P2	494.29
Vector Communications	11213-97th Ave	Grande Prairie	AB	T8V 5N5	1,634.24
Wabash MFG. INC.	9312 - 110A Street	Westlock	AB	T7P 2M4	4,358.68
Western Star Trucks Ltd.	15205-112th Ave	Edmonton	AB	T5M 2V7	44,943.80
					<u>2,169,396.84</u>
					<u>7,180,396.84</u>

<p style="text-align: center;"><u>PROOF OF CLAIM</u></p> <p>In the matter of the bankruptcy of:</p> <p style="font-size: 1.2em;">CRATER ENTERPRISES LTD.</p>	<p><i>and the claim of</i></p> <p>Creditor Name: _____</p> <p>Mailing Address: _____</p> <p>Account #: _____</p>
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I CERTIFY:

1. I have knowledge of all the circumstances connected with the claim referred to in this form.
2. The debtor was on June 25, 2009, and still is indebted to the above-named creditor for the sum of \$ _____, as shown by the statement of account (or affidavit) attached as "Schedule A". Any counterclaims to which the debtor is entitled have been deducted. *(The attached statement of account or affidavit must specify the vouchers or other evidence supporting the claim.)*
3. **Check and complete appropriate category.**
 - A. **UNSECURED CLAIM**
 - i) I do not claim a right to a priority
 - ii) I claim a right to a priority under section 136 of the Act.
 - B. **CLAIM OF LANDLORD FOR DISCLAIMER OF A LEASE \$ _____**
I make a claim under subsection 65.2(4) of the Act, particulars of which are attached. (Give full particulars of the claim, including the calculations on which the claim is based.)
 - C. **SECURED CLAIM (mortgages, conditional sales, etc.)** *(Attach copies of registered documents and financing statements.)*
 Value of security held is \$ _____.
 - D. **CLAIM BY FARMER, FISHERMAN, OR AQUACULTURIST** I make a claim under subsection 81.2(1) of the Act.
(Attach a copy of sales agreement and delivery documents.)
 - E. **CLAIM AGAINST DIRECTOR \$ _____**
(To be filed when a proposal provides for the compromise of claims against directors.) I make a claim under subsection 50(13) of the Act, particulars of which are attached. *(Give full particulars of the claim, including the calculations on which the claim is based.)*
4. To the best of my knowledge and belief, the creditor and debtor are not (or are) related within the meaning of section 4 of the Act.
5. The following are the payments I received from and the credits I have allowed to the debtor within the three months (or, if the creditor and the debtor are related as defined in section 4 of the Act, within twelve months) immediately before the date of bankruptcy within the meaning of Section 2 of the Act. *(Details to be shown on statement attached as "Schedule B".)*
6. I request that I be advised of any material change in the financial situation of the bankrupt. Please check here
7. I request that I be advised of any amendment regarding the amount the bankrupt is required to pay. Please check here
8. I request a copy of the Trustee Report on the Bankrupt's Application for Discharge be sent to the above address. Please check here
9. **PROXY APPOINTED:** Yes No *(If yes, please complete the proxy)*
 I, (WE) APPOINT: _____ *(name of individual)* as my (our) proxy at the Meeting of Creditors.
10. Dated at _____ (City, Province) _____, 20__.

Print name and position of person signing _____

 Signature of Witness

 Signature of Individual Completing this Claim

Phone #: _____ Fax #: _____ Email address: _____

NOTE: If an affidavit or solemn declaration is attached, it must be properly sworn.
WARNING: Section 201(1) of the Act prescribes severe penalties for making a false claim, proof or declaration or statement of account. A Trustee may, pursuant to subsection 128(3) of the Act, redeem a security on payment to the secured creditor of the debt or the value of the security as assessed, in a proof of security, by the secured creditor.

INSTRUCTIONS TO CREDITORS RESPECTING PROOF OF CLAIM FORM

CLAIMS NOT COMPLETED CORRECTLY IN EVERY RESPECT WILL BE RETURNED.

- Any creditor who does not prove his claim is not entitled to share in any distribution.
- This checklist is provided to assist you in preparing the accompanying proof of claim form and, where required, proxy form in a complete and accurate manner. Please specifically check each requirement.

GENERAL

- Give the complete address where any notice or correspondence is to be forwarded.
- Complete the account number for both our use for future reference. Any future distribution will have this number on it.

POINT 2

- A detailed statement of account must be attached to the proof of claim and must show the date, number and amount of all invoices or charges, together with the date, number and amount of all credits or payments. A statement of account is not complete if it begins with an amount brought forward.
- The amount on the statement of account (Schedule A) must correspond to the amount indicted on the proof of claim.

POINT 3

- A secured creditor must attach a copy of the security agreement as registered, and must give full particulars of the security, including the date the security was given and the value assessed to the security by the creditor.
- Claim by Farmer, Fisherman or Aquaculturist must attach a copy of sales agreement and delivery documents.

POINT 4

- If you are related by blood or marriage to the debtor, then you should consider yourself to be a related person pursuant to Section 4. If the debtor is a corporation, you would be considered to be related to it if you were a shareholder or if your company was controlled by the same shareholders as the bankrupt corporation.

POINT 5

- All claimants must attach a detailed list of all payments or credits received or granted, as follows:
 - (a) Within the three (3) months preceding the bankruptcy or the proposal, in the case where the claimant and the debtor are not related.
 - (b) Within the twelve (12) months preceding the bankruptcy or the proposal, in the case where the claimant and the debtor are related.

POINT 6

- *The Bankruptcy and Insolvency Act* permits a proof of claim to be made by a duly authorized agent of the creditor but, in order for such a person to vote at the first meeting of creditors they must hold a properly completed proxy.
- A creditor may vote either in person or by proxy.
- A debtor may not be appointed a proxy to vote at any meeting of his creditors.
- The Trustee may be appointed as a proxy for any creditor.
- A corporation may vote by an authorized agent at a meeting of creditors.
- In order for a duly authorized person to have a right to vote, he must himself be a creditor or be the holder of a properly executed proxy. The name of the creditor must appear in the proxy.

POINT 7

- This document must be signed personally by the individual completing this declaration.
- The signature of a witness is required.
- Completing the phone and fax number and email address is essential.