

District of: Alberta
Division No. 02-Calgary
Court Action No. 0901-17420

NOTICE AND STATEMENT OF RECEIVER

(Subsections 245(1) and 246(1) of the Act)

**IN THE MATTER OF THE RECEIVERSHIP OF
HANNACO (2008) LTD.
O/A CANADA GREY MOTOR INN**

TAKE NOTICE THAT:

1. On the 18th day of June, 2010, the undersigned, Alger & Associates Inc., was appointed receiver and manager (“Receiver”) in respect to the property of Hannaco (2008) Ltd. O/A Canada Grey Motor Inn (the “Company”) legally described as:

Plan 4049GU
that portion of Lot F
lying to the West of the Easterly 271 feet
except thereout all mines and minerals

Plan 4049GU
that portion of Lot G
lying to the West of the Easterly 271 feet
except thereout all mines and minerals

The assets of the Company are as follows:

	Net Book Value From Company Records
Cash on Hand	\$ 15,000
Land	18,925
Building	451,378
Courtyard – Mini golf	13,801
Pavement	5,067
Equipment & Furnishings	228,622
Due from related parties	<u>2,373,606</u>
	\$ <u>3,106,399</u>

2. The undersigned became a receiver and manager in respect of the Property described above by virtue of being appointed by the Court of the Queen’s Bench of Alberta pursuant to the Order of the Court of Queen’s Bench Action No. 0901-17420 (the “Order”).

3. The undersigned took possession or control of the property described above the on 18th day of June, 2010.
4. The following information relates to the receivership:
 - a) Address: 616 – 2nd Avenue West, Hanna, AB T0J 1P0
 - b) Principal line of business: Hotel
 - c) Location of the business: Hanna, Alberta
 - d) The amount owe to each secured creditor, as obtained from Company records and Personal Property Registry Search, is as follows:


Royal Bank of Canada	\$	1,840,000
Minh T Chau		220,000
Agriculture Financial Services Corporation		<u>1,500,000</u>
	\$	<u>3,356,000</u>

- e) The list of the unsecured creditors including amount owed to each is listed of Exhibit “A” attached hereto. The total amount due to these creditors is \$ 246,294.
- f) The intended plan of action of the Receiver during the receivership, to the extend that such a plan has been determined, is to realize upon the assets of the Company subject to the approval by the Court of Queen’s Bench of Alberta as required under the Order. Based on the initial evaluation of the assets, there is unlikely any recovery for the unsecured creditors.
- g) Contact person for Receiver: David Lewis
 Telephone No.: 403-296-2974
 Fax No.: 403-296-2988
 Email: dlewis@alger.ca

Court documents will be posted on our website at
<http://www.alger.ca/hannaco/index.html>

DATED at Calgary, Alberta this 22nd day of June, 2010.

ALGER & ASSOCIATES INC.



Bruce Alger, CA•CIRP

**In the Matter of the Receivership of
Hannaco (2008) Ltd. O/A Canada Grey Motor Inn**

Unsecured Creditors	Amount
1 Air Liquide Canada Inc.	\$ 91.00
2 Alberta Hotel & Lodging Association - Dues	1,888.00
3 Alberta Hotel & Lodging Association - Utilities	83,641.00
4 Alberta Hotel Room Tax/Tourism Levy	16,472.00
5 Altagas Utilities Inc.	2,268.00
6 Baker, Phil	671.00
7 Brodie, Jill	526.00
8 Buck, Michael	787.00
9 CRA - GST	15,907.00
10 CRA - Source deductions	61,000.00
11 Frappier, Rhiannon	380.00
12 Greenslade's Disposal Ltd.	260.00
13 Hanna Curling Rink	300.00
14 Hanna Herald	84.00
15 HED	2,153.00
16 Ikon Capital	203.00
17 Kosowan, Merissa	224.00
18 Kost Fire & Safety	103.00
19 Mainman, Pat	1,485.00
20 Mason, Tracy	322.00
21 Ness, Tammy	312.00
22 Nucleus Information Service Inc.	346.00
23 Paquette, David	144.00
24 Paquette, Katie	274.00
25 PCO Services	413.00
26 Pepsi	420.00
27 Persona - Eastlink	3,144.00
28 Rodgers, Pat	477.00
29 Rogers Insurance Ltd.	154.00
30 Roughley, Zac	292.00
31 Sabin, Loretta	295.00
32 Safeguard	255.00
33 Security Bancorp Inc.	44.00
34 Sidwell, Brenda	584.00
35 Stallman, Janice	712.00
36 Sun Media	1.00
37 Telus Communications	5,247.00
38 Thurdo, Amanda	360.00

	Unsecured Creditors	Amount
39	Town of Hanna - Property taxes	41,692.00
40	Town of Hanna - Water	456.00
41	Warren, June	777.00
42	WCB	1,130.00
	Total	\$ 246,294.00