



Formerly Collins Barrow Limited

#400, 602 - 11 Avenue SW  
Calgary, Alberta T2R 1J8  
T 403 298 5800  
F 403 296 2988

September 26, 2007

To the Creditor's of Inveridge Development Corp. & 844712 Alberta Ltd. ("*Inveridge Et. Al.*" or the "*Companies*")

As you are aware, *Inveridge Et. Al.* filed a Proposal with the Official Receiver on December 21<sup>st</sup>, 2006 and Alger & Associates Inc. consented to act as Trustee under the Proposal. The Proposal was accepted by the creditors at the meeting of creditors held on January 8<sup>th</sup>, 2007 and was approved by the Court of Queen's Bench of Alberta on January 31<sup>st</sup>, 2007.

As outlined in our correspondence dated May 9<sup>th</sup>, 2007, the sale of the *Companies'* assets was completed, with the sale price being in excess of the appraised value. This sale was monitored by the Agent and approved by both the Inspectors and the Court of Queen's Bench of Alberta.

The first mortgage holders have now been paid in full. The net sale proceeds have been paid to the Administrator for Inveridge Mortgage II Ltd., Mr. Dennis Besler, who will be completing the distribution of funds to all second mortgage holders. For those parties, who have invested funds through Olympia Trust Company ("*Olympia*"), moneys will be paid directly to *Olympia*, together with a corresponding schedule outlining the appropriate division of said funds among the various mortgage holders.

The distribution to the second mortgage holders will be approximately 41% of the principal invested.

As the administration of the Proposal has been completed, we have forwarded a request for a Letter of Comment to the Office of the Superintendent of Bankruptcy. Once this has been received, the Final Statement of Receipts and Disbursements will be taxed and funds will be released to the unsecured creditors as well as to the second mortgage holders. We estimate that this process will take between 60 to 90 days.

Should you have any other questions, please contact the undersigned.

Yours very truly,

ALGER & ASSOCIATES INC.

Per: Vanessa A. Grant

Direct Line: (403) 296-2977

Email: [vgrant@alger.ca](mailto:vgrant@alger.ca)

Vg/vg