

Date: October 20, 2005

To: Limited Partners of Titan Investments Limited Partnership (“Titan”) listed in Schedule A to the September 7, 2005 Court Order and Unpaid Partners

From: Alger & Associates Inc. – Receiver and Manager (“Receiver”)

Subject: Status Update – Overpaid Partners Repayment Matters

As a result of the September 7, 2005 Court Order requiring payments to the Receiver from 42 partners pursuant to Schedule A of that Order, the Receiver received US\$233,307 from 8 partners and entered into Mutual Release and Repayment Plan agreements with 3 partners (including 1 partner included among the 8 partners providing cash payments above) for the payment of an additional US\$95,385. The payments of these obligations owing under the Order are scheduled to be received between November 6, 2005 and April 30, 2006.

The Receiver has undertaken or is in the process of undertaking the following protective measures with respect to the amounts owing by the remaining 32 partners, as earlier indicated in our memo of September 27, 2005:

1. Filed judgments in the Court of Queen’s Bench of Alberta against each partner for the CDN\$ amounts outlined in the attached schedule;
2. Filed Writs of Enforcement against each partner in the Personal Property Registry for the CDN\$ amounts outlined in the attached schedule;
3. Filed Application for Bankruptcy Orders against each partner; and
4. Served the Writ of Enforcement and Application for Bankruptcy Order on each partner along with a notice that, under the Alberta Rules of Court, they must provide the Receiver, to the extent not already provided, with a sworn statutory declaration form (a blank copy of which is contained at www.alger.ca/engagements under the “Other” section of the Titan documents) or they will be in contempt of court.

Subject to future investigations, the advice of legal counsel and representations by the Investors Committee, the Receiver will also be undertaking the following steps to realize upon these judgments for the benefit of partners who have not fully recovered their investments:

1. Filing garnishee orders against the partner’s bank accounts, employers and other sources of cash receipts subject to garnishee;
2. Registering an interest in any property and/or serial numbered goods owned by these partners and seizing these goods as permitted by law;
3. Investigating the potential sale of the registered judgments to collection agencies and other entities engaged in the business of purchasing these judgments;
4. Pursuing contempt of court applications against any partners not providing a statutory declaration to the Receiver as outlined above; and
5. Proceeding with a Court Application for a Bankruptcy Order against the partner and thereafter, amongst other powers available to the appointed trustee-in-bankruptcy to realize upon a partner’s assets, requesting that the trustee, where justified, review past

transactions made by these partners for the purpose of determining potential fraudulent preferences and, where justified, defeating these transactions and recovering the funds from the preferred party.

To the extent that partners are aware of the existence of the bank accounts, employers, properties, serial numbered goods and any other assets of the partners contained on the attached list, please notify us. Approximately 20% of the 42 Unpaid partners' recovery of their initial investment, as well as a portion of the potential recovery of the initial investment for the 10 Overpaid partners complying with the terms of the September 7, 2005 Order, is dependent upon the recovery of amounts from these remaining 32 Overpaid partners.

On related matters, on September 26, 2005, counsel for one investor, John McAra, filed a Notice of Appeal of the Court Order of September 7, 2005. On October 3, 2005, in connection with this Appeal, counsel for the Receiver and the Investors Committee filed a Notice of Intention to Vary the Order of September 7, 2005. No date for hearing of the Appeal has been set. There being no other appeals and no stay granted by the Court with respect to the decision of Justice Hawco, the Receiver is proceeding with the enforcement of the judgments against each of the 32 partners as outlined above.

Finally, with respect to the payments to be received from partners who entered into Mutual Release and Settlement Agreements prior to the ruling made by Justice Hawco on August 19, 2005, two corporate partners have defaulted under the terms of their agreements. The Receiver is in the process of entering consent judgments against these corporations in the Court of Queen's Bench of Alberta for US\$185,434 and US\$59,380; implementing the same protective measures as outlined above for the unpaid September 7, 2005 Court Order amounts and pursuing the personal guarantees granted by the principal of these two corporations. It is too early to determine what the effect on estimated realizations will be.

Updates on other matters, including taxation matters and a resolution regarding Janet Comte's assets will be contained in separate communications to partners.

If you have any questions on this communication, please contact Michael Costello at 403-296-3087 or at mcostello@alger.ca.

**TITAN INVESTMENTS LIMITED PARTNERSHIP
JUDGMENT AMOUNTS - OCTOBER, 2005**

		US\$ Amount per Sept. 7, 2005 Order	CDN\$ amount at rate of 1.1764	CDN\$ cost award per Sept. 9 2005 Order	Total CDN\$ Filed Judgment Amount
-	Partner				
1	1042725 Alberta Ltd.	11,160	13,128	1,238	14,366
2	1043930 Alberta Ltd.	11,010	12,952	1,238	14,190
3	924888 Alberta Ltd.	36,608	43,066	1,238	44,304
4	Andrews Furniture & Appliances Inc.	10,939	12,869	1,238	14,107
5	Barrett, Harvey	16,553	19,473	1,238	20,711
6	Caldwell, Danny	9,449	11,116	1,238	12,354
7	Chute, D.M. Ryan	10,939	12,869	1,238	14,107
8	Chute, David	32,353	38,060	1,238	39,299
9	Chute, Janet	14,561	17,129	1,238	18,367
10	Czarnecki, Edyta	87,083	102,444	1,238	103,683
11	Engineered Innovations Inc.	13,807	16,243	1,238	17,481
12	Etenrit Institute Inc.	147,170	173,131	1,238	174,369
13	Gowing, Dallas	14,462	17,013	1,238	18,251
14	Harvey, Darrin	10,485	12,335	1,238	13,573
15	Krog, Joanne	18,620	21,904	1,238	23,142
16	Laing, Bruce	127,131	149,556	1,238	150,794
17	Maher, Francis	14,791	17,400	1,238	18,638
18	Maher's Polypipe Ltd.	25,486	29,981	1,238	31,219
19	McAra, John	285,408	335,754	1,238	336,993
20	McHarg, Dianne	1,750	2,059	1,238	3,297
21	Moher Marketing & Sales Inc.	54,194	63,754	1,238	64,992
22	Moher, Sean	23,608	27,773	1,238	29,011
23	Moldowan, Marilyn	69,710	82,007	1,238	83,245
24	Murias, Tim & Betina	11,010	12,952	1,238	14,190
25	Parker, Derrick	51,790	60,925	1,238	62,164
26	Pearson, Thomas	421,767	496,166	1,238	497,404
27	Pizzolato, David	148,726	174,961	1,238	176,199
28	Stroud, Gail & Roger Jackson	1,750	2,059	1,238	3,297
29	Theriault, Lane	10,057	11,831	1,238	13,069
30	Tugwell, Michael	9,975	11,735	1,238	12,973
31	TW Cleaning Services (Teresa Skora)	15,676	18,442	1,238	19,680
32	Zankl, Karla	18,033	21,214	1,238	22,452
	Total	1,736,062	2,042,303	39,619	2,081,922