

IN THE COURT OF QUEEN'S BENCH OF ALBERTA  
JUDICIAL DISTRICT OF EDMONTON

IN THE MATTER OF THE *BANKRUPTCY AND INSOLVENCY ACT*  
R.S.C. 1985, c. B-3, AS AMENDED

BETWEEN:

SERVUS CREDIT UNION LIMITED

Applicant

-AND-

TALSMA'S WELDING LTD.

Respondent

---

REPORT OF THE INTERIM RECEIVER  
IN SUPPORT OF AN APPLICATION TO THE COURT  
SEEKING AUTHORITY TO SELL ASSETS  
BY WAY OF PUBLIC AUCTION

---

**Purpose of the Report**

Meyers Norris Penny Limited (the "Interim Receiver") is seeking court authority to sell the equipment and chattels owned by Talsma's Welding Ltd ("Talsma's Welding") by way of public auction to be conducted by Montgomery Auction Services Ltd. (Montgomery Auctions") on or about June 26, 2009.

**Background**

1. The Interim Receiver took possession and control of Talsma's Welding assets located in Bentley, Alberta pursuant to the Interim Receivership Order granted on March 17, 2009.

2. The Interim Receiver recommends the equipment and chattels be sold by way of public auction.
3. We attach as Exhibit "A" the auction proposal obtained from Montgomery Auctions dated April 13, 2009.
4. The Interim Receiver provided a copy of Montgomery Auctions proposal referred to in Paragraph 3 above to the Applicant. The Applicant has confirmed they do not have any objection with the Interim Receiver retaining Montgomery Auctions to conduct the public auction based on the proposal submitted.
5. The Interim Receiver provided a copy of Montgomery Auctions proposal referred to in Paragraph 3 above to Albert and Shirley Talsma (guarantors of the Applicants loans to Talsma's Welding). Mr. And Mrs. Talsma have confirmed they do not have any objection with the Interim Receiver retaining Montgomery Auctions to conduct the public auction based on the proposal submitted.
6. The Interim Receiver provided a copy of Montgomery Auctions proposal referred to in Paragraph 3 to Vanden Brink Law Office ("Vanden Brink"). Vanden Brink has waived any formal notice required with respect to the details and timing of the proposed public auction.
7. The public auction, subject to approval of this Honorable Court, has been scheduled for Friday, June 26, 2009 at Bentley, Alberta.

### **Assets Excluded from the Auction Sale / Secured Claims in Dispute**

1. The auction will include the equipment and chattels secured by the Applicant pursuant to its General Security Agreement.
2. We attach as Exhibit "B" the Personal Property Registry searches conducted by the Interim Receiver on May 13, 2009.
3. We attach as Exhibit "C" a summary of other secured claims (other than the Applicant's) that appear to be properly registered. The assets claimed will be excluded from the public auction. Copies of these claims have been provided to the Applicants' legal counsel for review prior to the Interim Receiver releasing the assets to the claimants.
4. We attach as Exhibit "D" a summary list of secured claims which require further investigation. Our preliminary investigation would indicate that the claimants' security may not be valid for the reasons noted on Exhibit "D".

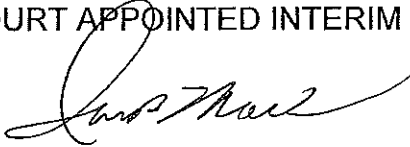
### **Deemed Trust Claim – Canada Revenue Agency ("CRA")**

CRA has advised they have a deemed trust claim of \$112,501.00 relating to unremitted Source Deductions for 2008. CRA recently conducted an audit of the 2009 payroll records and does not expect a further deemed trust claim for 2009.

**Court Order Being Sought**

The Interim Receiver is seeking court approval to sell the equipment and chattels by way of public auction using Montgomery Auctions on the basis of the proposal attached as Exhibit "A".

Respectively Submitted,  
MEYERS NORRIS PENNY LIMITED  
COURT APPOINTED INTERIM RECEIVER

A handwritten signature in black ink, appearing to read "Ian P. Mackin", written over the printed name.

Per:  
Ian P. Mackin, CA Trustee  
Senior Vice President

EXHIBITS

# MONTGOMERY

AUCTION SERVICES LTD.

EXHIBIT "A"

Don Montgomery  
Auctioneer

• AUCTIONEERS & SALES MANAGEMENT •

License No. 195917  
G.S.T. #12316 1374 RP

April 13, 2009

MNP  
Red Deer, Alberta

Attention: Janice Stuber

**RE: TALSMA WELDING, BENTLEY, ALBERTA**

Montgomery Auction Services Ltd is pleased to submit the following proposal for your careful consideration.

Montgomery Auction Services has a 20-year track record of very successful auctions throughout Alberta & British Columbia. We have conducted several auctions during this period involving machine, fabrication and welding businesses. We not only have the experience but can also draw on the expertise we need to conduct this auction successfully.

Thank you, again for your consideration of our proposal. Montgomery Auction Services Ltd. is looking forward to working with you to make this auction a great success for you once again.

Sincerely,



Don Montgomery, ICCA, CPPAG  
MONTGOMERY AUCTION SERVICES LTD.



# MONTGOMERY

AUCTION SERVICES LTD.

Don Montgomery  
Auctioneer

• AUCTIONEERS & SALES MANAGEMENT •

License No. 195917  
G.S.T. #12316 1374 RP

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### Proposal to Auction

#### TALSMA WELDING, BENTLEY, ALBERTA

1. Date of Proposal April 13, 2009
2. Proposed Date of Auction TBA
3. Estimated Gross Auction Value \$ UNKNOWN
4. Commissions 10% of Total Gross Proceeds \$200,000  
8% over \$200,000
5. Expenses & Auction Information
  - a. Advertising
  - b. Setup Expense
  - c. Viewing
  - d. Auction Day
  - e. Catering
  - f. Removal /Forklift Rental
  - g. POS (Point of Sale)
6. 10% Buyers Fee To be retained by the Auction Company
7. Staff & Equipment Provided by the Auction Company



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Don Montgomery  
Auctioneer

• AUCTIONEERS & SALES MANAGEMENT •

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G.S.T. #12316 1374 RP

**1. Date of Proposal     April 13, 2009**

**2. Proposed Date of Auction**

Montgomery Auction Services Ltd. are prepared to list, setup, advertise and execute an auction for Talsma Welding within 30 days of receiving instructions to do so from MNP.

It is assumed that it will be in May or June of 2009

\*\*Please note that the main assets in this auction can be sold live on the Internet if you so wish. This will add about \$1000.00 cost to the preparation side of the auction. There will be a 3% commission charged by the Internet host company on any items that do sell on the Internet.

**3. Estimated Gross Auction Value**

Montgomery Auction Services Ltd. have not estimated the gross auction value as it is unknown what is owned, leased or otherwise included in the auction. Equipment value research can be undertaken when this is known.

**4. Commissions**

Montgomery Auction Services Ltd. proposes to perform this auction for a very competitive rate of 10% of the gross proceeds up to \$200,000 dollars. After this amount our rate will drop to 8% of the balance.

**5. Expenses & Auction Information**

**a. Advertising**

Wheel & Deal	½ Pg	Covers all Rural Alberta	\$ 700.00
Red Deer Advocate	3x	Red Deer & Area	\$ 500.00
CA Life	2 x ¼ Pg	Central Alberta	\$ 400.00
Olds Regional	1 x ¼ Pg	Southern Central Ab.	\$ 290.00
Calgary Sun	1x	Calgary & Region	\$ 220.00
Edmonton Sun	1x	Edmonton & Region	\$ 300.00
Edmonton Journal	1x	Edmonton & Region	\$ 800.00
Western Producer	1x	Western Canada	\$ 150.00
Direct Mail, Fax, Email, Internet to Western Canada			<u>\$1500.00</u>
		<b>TOTAL</b>	<b>\$4860.00</b>

The advertising program will have an intense two to three week duration. It will use the newspaper media as its backbone. Internet, direct faxing and emailing and road signage will be used to support it. This will ensure that the auction is well advertised to



Box 939 • Blackfalds, Alberta • T0M 0J0 • Phone (403) 885-5149 • Fax (403) 885-2520

Email: [montgomery@montgomeryauctions.com](mailto:montgomery@montgomeryauctions.com)

Website: [www.montgomeryauctions.com](http://www.montgomeryauctions.com)



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potential buyers. All advertising will refer to the Internet website for more information and/or pictures. The website is linked to several other major websites. Our own site averages approximately 3000 hits per auction. This number can be multiplied many times over with the links.

## b. Setup & Cataloging

Montgomery Auction Services will prepare the equipment for the auction. This will be charged out at a rate of \$30 per hour. The preparation time is estimated to take 150-200 hours of labor. This will include cataloging time. Because it is an industrial type auction it will be catalogued and lot numbered.

1. This will facilitate a professionally run, fast pace auction.
2. It will provide a definite order of sale and a guide for the buyer during viewing and on auction day.
3. It will identify the correct item to security and the buyer after the auction.
4. It will identify any extra consignments into the auction.
5. It will provide the most accurate form of inventory and appraisal documentation for the trustee.

## c. Viewing

This auction will have a scheduled pre-viewing the day prior to the auction. This will allow potential buyers to view the items they are interested in. It also allows Montgomery Auction Services to pre-register the buyers and discuss any questions or concerns they may have prior to the auction.

All the necessary signage, computers and PA systems will be readied on this day as well.

The cost of viewing is included in the commission fees as stated.

## d. Auction Day

The actual auction of assets will start at 10 AM. Our staff will be on site by 8 AM, if not earlier.

The auction will commence with the small items and work towards the larger items and pieces of equipment. The major items will be sold at a specified time so as to take advantage of the peak attendance period of the day.

Once all the assets are sold, the purchases are to be paid for and removal begins. Our staff will supervise this removal to ensure all purchases go to the rightful buyers. Management and cashiers will be on site the following day to deal with any loose ends.



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**e. Catering**

A mobile catering unit will be arranged for to provide good food for the buyers. This will be at no charge to you.

**f. Removal**

Montgomery Auction Services security staff will facilitate the removal to ensure a secure and supervised removal. An advertised scheduled 3-day period allocated for removal.

A forklift will also be provided by Montgomery Auction Services to assist with removal. The forklift will be provided at no charge. Only the cost of trucking to and from the auction site will be charged to the file.

There will be approximately 48 man hours charged out to the file for removal.

**g. Payout, GST, & POS**

Montgomery Auction Services will collect the auction proceeds and deposit them directly to our trust account. The net proceeds will be paid out within seven business days complete with full accounting of the auction.

The auction company is required to remit the GST collected during the auction directly to CRA.

There is no GST charged to you for the commissions, or any expenses directly related to the auction.

Montgomery Auction Service will provide a POS system (Point of Sale) for the buyers benefit. A transaction fee of 2% will be charged to the file.

**6. 10% Buyers Fee (Retained by the Auction Company)**

The buyer's fee is a standard practice in the auction industry. This fee does several things.

- a. It allows Montgomery Auction Services to compete fairly for your auction.
- b. It allows us to reduce your commission rates
- c. It allows us to cover staffing on viewing day.
- d. It allows us to cover the security staffing costs.
- e. It allows us to reduce our labor rate for \$75 to \$30 per hour.
- f. It allows us to absorb small expenses that would normally get charged out.
- g. It allows use to provide a forklift for only the cost of trucking.



Box 939 • Blackfalds, Alberta • T0M 0J0 • Phone (403) 885-5149 • Fax (403) 885-2520  
Email: [montgomery@montgomeryauctions.com](mailto:montgomery@montgomeryauctions.com)

Website: [www.montgomeryauctions.com](http://www.montgomeryauctions.com)



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**7. Staffing & Equipment Provided by the Auction company**

Montgomery Auction Services staff is trained, courteous, and professional in their areas of expertise. We will provide cashiers, ring-men, security personal and knowledgeable, proficient auctioneers.

The auction company is modern and up-to-date. We have a mobile, fully computerized office. We can provide up to three sound trucks. PA systems for various site requirements are also available.

The Montgomery Auction sales team will make every effort to provide you and your buyers with a professionally run and successful auction.

It should be noted that Montgomery Auction Service are located only a half hour drive from the auction site. There will be no travel, meal or room charges.

**8. Conclusion**

I trust that this proposal has covered all the details that relate to your auction. As there are still many unknowns we are more than willing to adjust to your needs. Montgomery Auction Services is looking forward to working with you to make your auction a great success.

  
\_\_\_\_\_  
Don-Montgomery, ICCA  
MONTGOMERY AUCTION SERVICES LTD.

Date: \_\_\_\_\_

\_\_\_\_\_  
Janice Stuber, Trustee in Bankruptcy  
MEYERS NORRIS PENNY -RED DEER, ALBERTA

Date: \_\_\_\_\_



# MONTGOMERY

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Auctioneer

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License No. 195917  
G.S.T. #12316 1374 RP

## QUALIFICATIONS

Don Montgomery has been involved in the automotive, agriculture, light industrial and commercial industries for over 30 years.

He graduated from Southern Alberta Institute of Technology in 1979 as a Partsman Journeyman. More than 18 years has been spent in direct wholesale marketing in the automotive parts industry.

He also graduated from Western College of Auctioneering, Billings, Montana in 1988. He has owned and operated Montgomery Auction Services Ltd. since that time selling primarily agricultural machinery, light industrial and commercial equipment, autos, trucks, RVs and real estate.

Don has been a member in good standing with the Auctioneers Association of Alberta since 1988.

He is also a member in good standing with the Auctioneers Association of Canada and the National Auctioneers Association in the USA since 1988.

Don completed the Personal Property Appraiser Certification Program, "Certified Appraisers Guild of America" in March 1994.

In 1995 Don completed the "Canadian Personal Property Appraisers Group" training program.

Don has successfully completed the "Institute of Certified Canadian Auctioneers" study program in 2000.

Don Montgomery and Montgomery Auction Services Ltd. continually strives to keep abreast of the markets through trade publications, business associated, consultants, area sales and auctions.

---

**Don Montgomery, ICCA, CAGA, CPPA**  
**MONTGOMERY AUCTION SERVICES LTD.**



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Website: [www.montgomeryauctions.com](http://www.montgomeryauctions.com)





**Personal Property Registry  
Search Results Report**

EXHIBIT "B"

Page 1 of 24

Search ID#: Z01122808

**Transmitting Party**

MEYERS NORRIS PENNY LIMITED

102-4922 53 STREET  
RED DEER, AB T4N 2E9

Party Code: 60001234  
Phone #: 403 342 5380  
Reference #: TALSMA'S

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Both Exact and Inexact Result(s) Found

**NOTE:**

A complete Search may result in a Report of Exact and Inexact Matches.

Be sure to read the reports carefully.





# Personal Property Registry Search Results Report

Search ID#: Z01122808

### Business Debtor Search For:

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 04043036724

Registration Type: SECURITY AGREEMENT

Registration Date: 2004-Apr-30

Registration Status: Current

Expiry Date: 2014-Apr-30 23:59:59

Exact Match on: Debtor

No: 1

### Amendments to Registration

06061218951	Amendment	2006-Jun-12
06101608518	Amendment	2006-Oct-16
07072537439	Amendment	2007-Jul-25
08112660175	Amendment	2008-Nov-26
08112661029	Amendment	2008-Nov-26
09030915752	Renewal	2009-Mar-09

### Debtor(s)

#### Block

1 TALSMA'S WELDING LTD.  
P.O. BOX 113  
BENTLEY, AB T0C 0J0

#### Status

Current

### Secured Party / Parties

#### Block

1 COMMUNITY CREDIT UNION LTD.  
BOX 237 5020 50 AVENUE  
BENTLEY, AB T0C 0J0

#### Status

Deleted by  
08112660175

#### Block

2 SERVUS CREDIT UNION LTD.  
BOX 237 5020 50 AVENUE  
BENTLEY, AB T0C 0J0

#### Status

Deleted by  
08112661029

Phone #: 403 748 4202

Fax #: 403 342 4547



# Personal Property Registry Search Results Report

Search ID#: Z01122808

**Block**

3      SERVUS CREDIT UNION LTD.  
         BOX 237 5020 50 AVENUE  
         BENTLEY, AB T0C 0J0

Phone #: 403 748 4202      Fax #: 403 342 4547

**Status**

Current by  
08112661029

**Collateral: General**

**Block**

**Description**

**Status**

1      ALL PRESENT AND AFTER ACQUIRED PERSONAL PROPERTY

Current

2      HACO SYNC 36150 PRESS BRAKE S/N 82345

Deleted By  
06101608518

3      HACO SYNC 36150 PRESS BRAKE S/N 82562

Deleted By  
06101608518

4      HACO HSL-3010 SHEAR S/N 20630

Deleted By  
06101608518

5      2007 HACO KOMPAKT 3015 FULL CNC PLASMA CENTER, SERIAL NUMBER 40056

Current By  
07072537439

6      2005 HACO FULL CNC PRESSBRAKE SYNCHROMASTER 36150, S/N 823345

Current By  
07072537439

7      2006 HACO HSL-3010 FULL CNC HYDRAULIC GUILLOTINE SHEAR, S/N 078177

Current By  
07072537439



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

---

Registration Number: 07042723549

Registration Type: SECURITY AGREEMENT

Registration Date: 2007-Apr-27

Registration Status: Current

Expiry Date: 2012-Apr-27 23:59:59

---

Exact Match on: Debtor

No: 1

---

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD  
5143 48 AVE  
BENTLEY, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 GENERAL MOTORS ACCEPTANCE CORPORATION OF CANADA, L  
2400 - 10155 102 STREET  
EDMONTON, AB T5J 4G8

Current

**Collateral: Serial Number Goods**

<b><u>Block</u></b>	<b><u>Serial Number</u></b>	<b><u>Year</u></b>	<b><u>Make and Model</u></b>	<b><u>Category</u></b>	<b><u>Status</u></b>
1	1GCHK23D77F117170	2007	CHEVROLET SILVERADO	MV - Motor Vehicle	Current

**Collateral: General**

<b><u>Block</u></b>	<b><u>Description</u></b>	<b><u>Status</u></b>
1	AND ALL PROCEEDS THEREFROM	Current



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

---

Registration Number: 07062529800

Registration Type: SECURITY AGREEMENT

Registration Date: 2007-Jun-25

Registration Status: Current

Expiry Date: 2011-Jun-25 23:59:59

---

Exact Match on: Debtor

No: 1

---

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD.  
BOX 113  
BENTLEY, AB T0C0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 LACOMBE FORD SALES LTD.  
5610 HIGHWAY 2A  
LACOMBE, AB T4L 1A3

Current

**Collateral: Serial Number Goods**

<b><u>Block</u></b>	<b><u>Serial Number</u></b>	<b><u>Year</u></b>	<b><u>Make and Model</u></b>	<b><u>Category</u></b>	<b><u>Status</u></b>
1	1FDWF37P96ED66575	2006	FORD F350 CAB & CHASSIS	MV - Motor Vehicle	Current



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 08010828323

Registration Type: SECURITY AGREEMENT

Registration Date: 2008-Jan-08

Registration Status: Current

Expiry Date: 2012-Jan-08 23:59:59

Exact Match on: Debtor

No: 1

**Amendments to Registration**

08020718279

Amendment

2008-Feb-07

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD  
5002 51ST AVENUE  
BENTLEY, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 VALIANT FINANCIAL SERVICES INC  
9th Floor 1281 West Georgia  
Vancouver, BC V6E 3J7

Current

**Collateral: Serial Number Goods**

<b><u>Block</u></b>	<b><u>Serial Number</u></b>	<b><u>Year</u></b>	<b><u>Make and Model</u></b>	<b><u>Category</u></b>	<b><u>Status</u></b>
1	0200061235	1999	JLG / 33RTS	MV - Motor Vehicle	Deleted By 08020718279
2	0200061235	2000	JLG / 33RTS	MV - Motor Vehicle	Current By 08020718279

**Collateral: General**

**Block**

**Description**

**Status**



## Personal Property Registry Search Results Report

Page 7 of 24

Search ID#: Z01122808

- |   |  |                           |
|---|--|---------------------------|
| 1 | <p>(1) 1999 JLG 33RTS SCISSORLIFT S/N 0200061235 ALL FORKLIFTS AND SCISSOR LIFT EQUIPMENT INCLUDING BUT NOT LIMITED TO (1) 1999 JLG 33RTS SCISSORLIFT S/N 0200061235 TOGETHER WITH ALL ATTACHMENTS ACCESSORIES ACCESSIONS REPLACEMENTS SUBSTITUTIONS ADDITIONS AND IMPROVEMENTS THERETO AND ALL PROCEEDS IN ANY FORM DERIVED DIRECTLY OR INDIRECTLY FROM ANY SALE AND OR DEALINGS WITH THE COLLATERAL AND A RIGHT TO AN INSURANCE PAYMENT OR OTHER PAYMENT THAT INDEMNIFIES OR COMPENSATES FOR LOSS OR DAMAGE TO THE COLLATERAL OR PROCEEDS OF THE COLLATERAL.</p> | Deleted By<br>08020718279 |
| 2 | <p>(1) 2000 JLG 33RTS SCISSORLIFT S/N 0200061235 ALL FORKLIFTS AND SCISSOR LIFT EQUIPMENT INCLUDING BUT NOT LIMITED TO (1) 2000 JLG 33RTS SCISSORLIFT S/N 0200061235 TOGETHER WITH ALL ATTACHMENTS ACCESSORIES ACCESSIONS REPLACEMENTS SUBSTITUTIONS ADDITIONS AND IMPROVEMENTS THERETO AND ALL PROCEEDS IN ANY FORM DERIVED DIRECTLY OR INDIRECTLY FROM ANY SALE AND OR DEALINGS WITH THE COLLATERAL AND A RIGHT TO AN INSURANCE PAYMENT OR OTHER PAYMENT THAT INDEMNIFIES OR COMPENSATES FOR LOSS OR DAMAGE TO THE COLLATERAL OR PROCEEDS OF THE COLLATERAL.</p> | Current By<br>08020718279 |



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 08060904866

Registration Type: SECURITY AGREEMENT

Registration Date: 2008-Jun-09

Registration Status: Current

Expiry Date: 2013-Jun-09 23:59:59

Exact Match on: Debtor

No: 1

**Amendments to Registration**

08062147062

Amendment

2008-Jun-21

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD.  
5143 - 48 AVENUE  
BENTLEY, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 CATERPILLAR FINANCIAL SERVICES LIMITED  
6735 11 STREET N.E., SUITE 200  
CALGARY, AB T2E 7H9

Deleted by  
08062147062

Phone #: 403 275 7747 Fax #: 403 275 1157

**Block**

**Status**

2 CATERPILLAR FINANCIAL SERVICES LIMITED  
Suite 705 700 Dorval Drive  
Oakville, ON L6K 3V3

Current by  
08062147062

Phone #: 403 275 7747 Fax #: 403 275 1157

**Collateral: Serial Number Goods**

<u>Block</u>	<u>Serial Number</u>	<u>Year</u>	<u>Make and Model</u>	<u>Category</u>	<u>Status</u>
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**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

1            TBN00405                            2008    CATERPILLAR JLG TL1255    MV - Motor Vehicle                            Current

**Collateral: General**

<u>Block</u>	<u>Description</u>	<u>Status</u>
1	ONE 2008 CATERPILLAR JLG TL1255 FORKLIFT TELEHANDLER, SERIAL NUMBER TBN00405, TOGETHER WITH CATERPILLAR HYDRAULIC IT COUPLER, CATERPILLAR 72 INCH WIDE ROTATE CARRIAGE WITH PALLET FORKS, AND 2008 CATERPILLAR FORKLIFT LIFTING HOOK.	Current
2	"ALL ATTACHMENTS, ACCESSORIES, ACCESSIONS, REPLACEMENTS, SUBSTITUTIONS, ADDITIONS AND IMPROVEMENTS TO THE ABOVEMENTIONED COLLATERAL AND ALL PROCEEDS IN ANY FORM DERIVED DIRECTLY OR INDIRECTLY FROM ANY DEALING WITH SUCH COLLATERAL AND A RIGHT TO AN INSURANCE PAYMENT OR ANY PAYMENT THAT INDEMNIFIES OR COMPENSATES FOR LOSS OR DAMAGE TO SUCH COLLATERAL OR PROCEEDS OF SUCH COLLATERAL. PROCEEDS: GOODS, SECURITIES, DOCUMENTS OF TITLE, CHATTEL PAPER, INSTRUMENTS, MONEY AND INTANGIBLES.	Current



# Personal Property Registry Search Results Report

Search ID#: Z01122808

### Business Debtor Search For:

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 08071507253

Registration Type: SECURITY AGREEMENT

Registration Date: 2008-Jul-15

Registration Status: Current

Expiry Date: 2013-Jul-15 23:59:59

Exact Match on: Debtor	No: 1
Exact Match on: Debtor	No: 2

### Amendments to Registration

09031107396

Amendment

2009-Mar-11

### Debtor(s)

#### Block

1 TALSMA'S WELDING LTD.  
5143 48 AVENUE  
BENTLEY, AB T0C0J0

Status  
Current

#### Block

2 TALSMA'S WELDING LTD  
5143 48 AVENUE  
BENTLEY, AB T0C0J0

Status  
Current

#### Block

3 TALSMA, ALBERT  
5143 48 AVENUE  
BENTLEY, AB T0C0J0

Status  
Current

Birth Date:  
1952-Apr-11

#### Block

4 TALSMA, SHIRLEY  
5143 48 AVENUE  
BENTLEY, AB T0C0J0

Status  
Current



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

Birth Date:  
1957-Mar-08

**Secured Party / Parties**

<b><u>Block</u></b>		<b><u>Status</u></b>
1	INDCOM LEASING INC. 5061 URE STREET OLDCASTLE, ON N0R1L0	Current

**Collateral: General**

<b><u>Block</u></b>	<b><u>Description</u></b>	<b><u>Status</u></b>
1	(1) 180X150 TRUSS DIAMOND SHELTER 10' RAFTER SPACING WITH ALL ACCESSORIES AND ATTACHMENTS	Deleted By 09031107396
2	TRUSS DIAMOND SHELTER 10' RAFTER SPACKING WITH ALL ACCESSORIES AND ATTACHMENTS	Current By 09031107396



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 08072424405

Registration Type: SECURITY AGREEMENT

Registration Date: 2008-Jul-24

Registration Status: Current

Expiry Date: 2013-Jul-24 23:59:59

Exact Match on: Debtor

No: 1

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD.  
5143 - 48 AVENUE  
BENTLEY, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 CATERPILLAR FINANCIAL SERVICES LIMITED  
Suite 705 700 Dorval Drive  
Oakville, ON L6K 3V3

Current

Phone #: 403 275 7747

Fax #: 403 275 1157

**Collateral: Serial Number Goods**

<b><u>Block</u></b>	<b><u>Serial Number</u></b>	<b><u>Year</u></b>	<b><u>Make and Model</u></b>	<b><u>Category</u></b>	<b><u>Status</u></b>
1	TBN00441	2008	CAT JLG TL1255	MV - Motor Vehicle	Current

**Collateral: General**

<b><u>Block</u></b>	<b><u>Description</u></b>	<b><u>Status</u></b>
1	ONE 2008 CATERPILLAR JLG TL1255 FORKLIFT TELEHANDLER, SERIAL NUMBER TBN00441, TOGETHER WITH CATERPILLAR HYDRAULIC IT COUPLER, CATERPILLAR 72 INCH WIDE ROTATE CARRIAGE WITH PALLET FORKS, AND CATERPILLAR FORKLIFT LIFTING HOOK.	Current



**Personal Property Registry  
Search Results Report**

Page 13 of 24

Search ID#: Z01122808

2 "ALL ATTACHMENTS, ACCESSORIES, ACCESSIONS, REPLACEMENTS, SUBSTITUTIONS, ADDITIONS AND IMPROVEMENTS TO THE ABOVEMENTIONED COLLATERAL AND ALL PROCEEDS IN ANY FORM DERIVED DIRECTLY OR INDIRECTLY FROM ANY DEALING WITH SUCH COLLATERAL AND A RIGHT TO AN INSURANCE PAYMENT OR ANY PAYMENT THAT INDEMNIFIES OR COMPENSATES FOR LOSS OR DAMAGE TO SUCH COLLATERAL OR PROCEEDS OF SUCH COLLATERAL.  
PROCEEDS: GOODS, SECURITIES, DOCUMENTS OF TITLE, CHATTEL PAPER, INSTRUMENTS, MONEY AND INTANGIBLES.

Current



# Personal Property Registry Search Results Report

Search ID#: Z01122808

### Business Debtor Search For:

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 08073008580

Registration Type: SECURITY AGREEMENT

Registration Date: 2008-Jul-30

Registration Status: Current

Expiry Date: 2014-Jul-30 23:59:59

Exact Match on: Debtor

No: 1

### Debtor(s)

#### Block

1 TALSMA'S WELDING LTD  
5143 48 AVE  
BENTLEY, AB T0C0J0

#### Status

Current

#### Block

2 TALSMA, ALBERT  
5143 48 AVE  
BENTLEY, AB T0C 0J0

#### Status

Current

Birth Date:  
1952-Apr-11

#### Block

3 TALSMA, SHIRLEY  
5143 48 AVE  
BENTLEY, AB T0C0J0

#### Status

Current

Birth Date:  
1957-Mar-08

### Secured Party / Parties

#### Block

1 NATIONAL LEASING GROUP INC.  
1558 WILLSON PLACE  
WINNIPEG, MB R3T 0Y4

#### Status

Current

Phone #: 204 954 9000

Fax #: 204 954 9099



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

**Collateral: General**

<b><u>Block</u></b>	<b><u>Description</u></b>	<b><u>Status</u></b>
1	ALL PORTABLE SHELTERS OF EVERY NATURE OR KIND DESCRIBED IN LEASE NUMBER 2424831 BETWEEN THE SECURED PARTY, AS LESSOR AND THE DEBTOR AS LESSEE, AS AMENDED FROM TIME TO TIME, TOGETHER WITH ALL ATTACHMENTS, ACCESSORIES AND SUBSTITUTIONS.	Current

**Particulars**

<b><u>Block</u></b>	<b><u>Additional Information</u></b>	<b><u>Status</u></b>
1	PURCHASE MONEY SECURITY INTEREST	Current



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

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Registration Number: 09011503437

Registration Type: SECURITY AGREEMENT

Registration Date: 2009-Jan-15

Registration Status: Current

Expiry Date: 2014-Jan-15 23:59:59

---

Exact Match on: Debtor

No: 1

---

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD.  
5143 48 Avenue  
Bentley, AB T0C 0J0

Current

**Block**

**Status**

2 TALSMA, ALBERT, PETER  
5143 48 Avenue  
Bentley, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 VANDEN BRINK LAW OFFICE  
P.O Box 9163  
Sylvan Lake, AB T4S 1S8

Current

**Collateral: General**

**Block**

**Description**

**Status**

1 All present and after acquired real and personal property and any proceeds therefrom pursuant to a Retainer Agreement between the Debtors and Vanden Brink Law Office.

Current



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

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Registration Number: 09013018661

Registration Type: SECURITY AGREEMENT

Registration Date: 2009-Jan-30

Registration Status: Current

Expiry Date: 2010-Jan-30 23:59:59

---

Inexact Match on: Debtor

No: 1

---

**Debtor(s)**

<u>Block</u>		<u>Status</u>
1	TALSMAS WELDING 5143 - 48 Ave Bentley, AB T0C 0J0	Current

**Secured Party / Parties**

<u>Block</u>		<u>Status</u>
1	PRAXAIR DISTRIBUTION INC. #4, 7730, Edgar Industrial Court Red Deer, AB T4P 4E2	Current

**Collateral: General**

<u>Block</u>	<u>Description</u>	<u>Status</u>
1	U108107071 2008 LIN K2613-1 WIRE FEEDER LN-25	Current
2	LJ200529U 2008 MIL 193066 WIRE FEEDER 22A	Current
3	LJ370517U 2008 WIRE FEEDER 22A	Current
4	LJ370513U 2008 WIRE FEEDER 22A	Current
5	LJ370511U 2008 WIRE FEEDER 22A	Current
6	LJ400356A 2008 POWER SOURCE XMT	Current
7	LJ400358A 2008 POWER SOURCE XMT	Current
8	LJ400357A 2008 POWER SOURCE XMT	Current
9	LJ400347A 2008 POWER SOURCE XMT	Current
10	LJ110275B 2008 MIG WELDER 252	Current



## Personal Property Registry Search Results Report

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Search ID#: Z01122808

11	LJ140277B 2008 MIG WELDER 252	Current
12	LJ380074B 2008 MIG WELDER 252	Current
13	LJ100807U 2008 WIRE FEEDER 22A	Current
14	LJ160064A 2008 POWER SOURCE XMT	Current
15	U1080805787 2008 RANGER 305G	Current
16	U1080702126 2008 RANGER 305G	Current
17	LJ310135B 2008 MIG WELDER 252	Current
18	LJ300431B 2008 MIG WELDER 252	Current
19	LJ300432B 2008 MIG WELDER 252	Current
20	C1071100009 2008 DIESEL CLASSIC	Current
21	U1080413114 2008 RANGER 305G	Current
22	U1080502829 2008 RANGER 305G	Current
23	U1080506759 2008 RANGER 305G	Current
24	LH280034Q 2008 TRAILBLAZER	Current
25	LJ200534U 2008 WIRE FEEDER 22A	Current
26	LJ160055A 2008 XMT 350	Current
27	LJ200673B 2008 MIG WELDER 252	Current
28	LG090919N 2008 MILLERMATIC 135	Current
29	U1070202100 2007 RANGER 305G	Current
30	U1070102602 2007 RANGER 305G	Current
31	LJ230218E 2007 ENG DRIVE PRO 300	Current



**Personal Property Registry  
Search Results Report**

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

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Registration Number: 09031630437

Registration Type: SECURITY AGREEMENT

Registration Date: 2009-Mar-16

Registration Status: Current

Expiry Date: 2014-Mar-16 23:59:59

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Exact Match on: Debtor

No: 1

---

**Debtor(s)**

**Block**

**Status**

1 TALSMA'S WELDING LTD.  
Box 113, 5143 49 Ave  
Bentley, AB T0C 0J0

Current

**Secured Party / Parties**

**Block**

**Status**

1 VANDEN BRINK LAW OFFICE  
P.O. Box 9163  
Sylvan Lake, AB T4S 1S8  
  
Phone #: 403 885 2222

Current

**Collateral: General**

**Block**

**Description**

**Status**

1 All present and after acquired real and personal property and any proceeds therefrom pursuant to a Retainer Agreement between the Debtors and Vanden Brink Law Office dated Feb.11, 2009

Current



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 09032428036

Registration Type: WRIT OF ENFORCEMENT

Registration Date: 2009-Mar-24

Registration Status: Current

Expiry Date: 2011-Mar-24 23:59:59

Issued in Calgary Judicial District

Court File Number is 0901-02291

Judgment Date is 2009-Mar-16

This Writ was issued on 2009-Mar-20

Type of Judgment is Other

Original Judgment Amount: \$50,370.66

Costs Are: \$0.00

Post Judgment Interest: \$0.00

Current Amount Owing: \$50,370.66

Exact Match on: Debtor

No: 1

**Solicitor / Agent**

Parlee McLaws LLP  
3400, 150 - 6 Avenue SW  
Calgary, AB T2P 3Y7

Phone #: 403 294 7031

Fax #: 403 265 8263

Reference #: 54438-26

**Debtor(s)**

**Block**

1 TALSMA'S WELDING LTD.  
5025 - 51 Street  
Lacombe, AB T4L 2A3

**Status**

Current

**Creditor(s)**

**Block**

1

**Status**

Current



**Personal Property Registry  
Search Results Report**

Page 21 of 24

Search ID#: Z01122808

NWP INDUSTRIES INC.  
c/o Parlee McLaws LLP, 3400, 150-6 Ave SW  
Calgary, AB T2P 3Y7

Phone #: 403 294 7031      Fax #: 403 265 8263



Personal Property Registry  
Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 09041521164

Registration Type: WRIT OF ENFORCEMENT

Registration Date: 2009-Apr-15

Registration Status: Current

Expiry Date: 2011-Apr-15 23:59:59

Issued in Red Deer Judicial District

Court File Number is 0910000378

Judgment Date is 2009-Mar-27

This Writ was issued on 2009-Apr-15

Type of Judgment is Other

Original Judgment Amount: \$17,437.51

Costs Are: \$211.32

Post Judgment Interest: \$0.00

Current Amount Owing: \$17,648.83

Exact Match on: Debtor

No: 1

**Solicitor / Agent**

Pov's Welding Ltd.  
RR 1  
Condor, AB T0M 0P0

Phone #: 403 729 5699

**Debtor(s)**

**Block**

1 TALSMA'S WELDING LTD.  
Box 113  
Bentley, AB T0C 0J0

**Status**

Current

**Creditor(s)**

**Block**

1

**Status**

Current



**Personal Property Registry  
Search Results Report**

Page 23 of 24

Search ID#: Z01122808

BETTS WELDING LTD.  
Box 84  
Rimbey, AB T0C 2J0

**Block**

2      POV'S WELDING LTD.  
RR1  
Condor, AB T0M 0P0

**Status**

Current



# Personal Property Registry Search Results Report

Search ID#: Z01122808

**Business Debtor Search For:**

TALSMA'S WELDING LTD.

Search ID #: Z01122808

Date of Search: 2009-May-13

Time of Search: 16:47:38

Registration Number: 09041718573

Registration Type: SECURITY AGREEMENT

Registration Date: 2009-Apr-17

Registration Status: Current

Expiry Date: 2011-Apr-17 23:59:59

Exact Match on: Debtor

No: 1

**Debtor(s)**

**Block**

		<b><u>Status</u></b>
1	TALSMAS WELDING LTD BOX 113 BENTLEY, AB T0C 0J0	Current

**Secured Party / Parties**

**Block**

		<b><u>Status</u></b>
1	RAYDON RENTALS LTD O/A THE CAT RENTAL STORE 15810-114 AVE EDMONTON, AB T5M 2Z4  Phone #: 780 989 7733      Fax #: 780 989 7740	Current

**Collateral: Serial Number Goods**

<b><u>Block</u></b>	<b><u>Serial Number</u></b>	<b><u>Year</u></b>	<b><u>Make and Model</u></b>	<b><u>Category</u></b>	<b><u>Status</u></b>
1	PAT03656	2006	CAT1968 SKIDSTEER LOADER	MV - Motor Vehicle	Current
2	65SSFP025349	2006	CAT3040 SKIDSTEER FORK	MV - Motor Vehicle	Current
3	65SSGP081969	2006	CAT2700 TOOTH BUCKET 66"	MV - Motor Vehicle	Current

Result Complete

## Talsma's Welding Ltd. – In Receivership

### Exhibit "C"

#### Summary of Other Secured Claims

<u>Creditor</u>	<u>claiming an interest in</u>	<u>Registration #</u>
• GMAC	Lease – 2007 Chevrolet Silverado	07042723549
• Lacombe Ford	Lease - 2006 Ford F350 Cab & Chassis	07062529800
• Caterpillar Financial	Lease - 2008 CAT JLG/TL1255 SN TBN00405	08060904866
• Indcom Leasing Inc.	Lease of diamond shelter	08071507253
• Caterpillar Financial	Lease - 2008 CAT JLG/TL1255 SN TBN 00441	08072424405
• National Leasing	Lease of portable shelter	08073008580
• Praxair Distribution Inc.	Conditional Sales Contract - miscellaneous welders	09013018661

Action No.: 0903 03818

IN THE MATTER OF THE *BANKRUPTCY  
AND INSOLVENCY ACT* R.S.C. 1985, c. B-  
3, AS AMENDED

BETWEEN:

SERVUS CREDIT UNION LIMITED

Applicant

-AND-

TALSMA'S WELDING LTD.

Respondent

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**REPORT OF THE INTERIM  
RECEIVER IN SUPPORT OF  
AN APPLICATION TO THE  
COURT SEEKING  
AUTHORITY TO SELL  
ASSETS BY WAY OF  
PUBLIC AUCTION**

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**MEYERS NORRIS PENNY LIMITED**

Court Appointed Interim Receiver

#102, 4922 -53 Street

Red Deer, Alberta

T4N 2E9

Attention: Ian P. Mackin, CA Trustee

Telephone: 403-342-5380

Fax: 403-342-5388