



MEYERS NORRIS PENNY LIMITED

**IN THE MATTER OF THE RECEIVERSHIP OF
TALSMA'S WELDING LTD.**

#24-115176

THIRD INTERIM REPORT OF RECEIVER
(Subsection 246(2) of the Bankruptcy and Insolvency Act)

BACKGROUND

Meyers Norris Penny Limited was appointed as Interim Receiver (the "Interim Receiver") of Talsma's Welding Ltd. ("Talsma's" or the "Company") pursuant to an Order granted by the Court on March 17, 2009 (the "Interim Receivership Order").

The Interim Receiver's appointment was expanded by an Order of the Court granted May 27, 2009 (the "Receivership Order") such that Meyers Norris Penny Limited was appointed as Receiver (the "Receiver") of Talsma's property as defined in paragraph 2 of the Interim Receivership Order.

Subsequently, the Company made an assignment in bankruptcy effective May 29, 2009 and Meyers Norris Penny Limited was appointed as Trustee of the Estate (the "Trustee").

STATEMENT OF RECEIPTS AND DISBURSEMENTS

The Receiver's Interim Statement of Receipts and Disbursements for the period March 17, 2009 to November 16, 2010 is attached hereto as Schedule 1.

STATEMENT OF PROPERTY

The Receiver has determined that there is no realizable value attributable to the Company's prepaids and deposit account.

The Receiver has not yet realized on the following property:

- Certain accounts receivable (approximately \$885,000);
- Real property located in Bentley, Alberta;

Collection action with respect to certain of the remaining accounts receivable (approximately \$765,000) will be handled by the Trustee in conjunction with the various investigative powers afforded to the Trustee under the *Bankruptcy and Insolvency Act*.



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Third Interim Report of Receiver
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Dated at Calgary, Alberta, this 26th day of November, 2010.

MEYERS NORRIS PENNY LIMITED
In its capacity as Receiver of
Talsma's Welding Ltd.
And not in its personal or corporate capacity



Ian Mackin, CA • CIRP
Senior Vice President



Talsma's Welding Ltd. - Receivership
Interim Statement of Receipts and Disbursements
For the Period March 17, 2009 to November 16, 2010

	Mar. 17/09 to Nov. 16/10
Receipts	
Sale of Assets	\$ 613,558.50
Accounts Receivable	130,206.63
Insurance Proceeds	15,590.00
GST Collected	100.00
GST Refund	12,569.08
Miscellaneous Refund	1,793.18
Receiver's Certificate	100,000.00
Total Receipts	<u>873,817.39</u>
Disbursements	
General and Administrative	321.27
Stocktaking, Inventory, Possession and Security	16,369.74
Repairs and Maintenance	965.90
Insurance	34,806.00
Consulting Services	3,790.00
GST Paid	10,778.14
Utilities	25,601.97
Auctioneer Expenses	
Commission	53,518.23
Auctioneer Expenses	26,622.21
Auction Expenses	8,492.81
Property Taxes	32,092.08
Legal Fees and Disbursements	16,279.48
Professional Fees and Disbursements (Note 1)	
Interim Receiver's Fees and Disbursements	64,975.09
Receiver's Fees and Disbursements	85,953.94
Transfer to Bankrupt Estate	11,230.00
Total Disbursements	<u>391,796.86</u>
	<u>\$ 482,020.53</u>
Represented by:	
Payment of Deemed Trust Claim - Canada Revenue Agency	157,196.09
Payment to Secured Creditor - Servus Credit Union Limited	260,000.00
Retained by Receiver (Note 2)	64,824.44
Total	<u>\$ 482,020.53</u>

Notes:

1. A schedule of these amounts is attached as Appendix 1.

2. Includes an amount of \$9,290.63 held in trust to satisfy payment of the deemed trust portion of the claims filed under the *Wage Earners' Protection Program Act*.

Talsma's Welding Ltd. - In Receivership
 Interim Statement of Receipts and Disbursements
 For the Period March 17, 2009 to November 16, 2010

Schedule of Professional Fees and Disbursements

	Fees	Disbursements	Sub Total	GST	Total
Interim Receivership					
March 2, 2009 to May 25, 2009	\$ 60,638.00	\$ 4,337.09	\$ 64,975.09	\$ 3,248.75	\$ 68,223.84
Receivership					
May 26, 2009 to June 30, 2009	16,209.30	810.47	17,019.77	850.99	17,870.76
July 1, 2009 to September 23, 2009	31,715.30	1,780.75	33,496.05	1,674.80	35,170.85
September 24, 2009 to December 16, 2009	16,791.70	839.59	17,631.29	881.56	18,512.85
December 17, 2009 to August 31, 2010	16,759.50	1,047.33	17,806.83	890.34	18,697.17
Total	\$ 142,113.80	\$ 8,815.23	\$ 150,929.03	\$ 7,546.44	\$ 158,475.47