



MEYERS NORRIS PENNY LIMITED

**IN THE MATTER OF THE RECEIVERSHIP OF
TALSMAS WELDING LTD.
#24-115176**

**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 December 4, 2009 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 \$ 920,000);
- 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*.

Dated at Calgary, Alberta, this 16th day of December, 2009.

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 December 4, 2009**

	Mar. 17/09 to Dec. 4/09
Receipts	
Sale of Assets	\$ 590,058.50
Accounts Receivable	107,206.63
Insurance Proceeds	15,590.00
GST Refund	12,569.08
Miscellaneous Refund	1,311.81
Total Receipts	726,736.02
Disbursements	
Stocktaking, Inventory, Possession and Security	9,864.54
Insurance	19,806.00
Consulting Services	3,150.00
GST Paid	7,292.06
Utilities	15,226.98
Auctioneer Expenses	
Commission	51,368.23
Auctioneer Expenses	25,969.96
Auction Expenses	8,492.81
Property Taxes	16,612.59
Legal Fees and Disbursements	5,790.30
Professional Fees and Disbursements (Note 1)	
Interim Receiver's Fees and Disbursements	64,975.09
Receiver's Fees and Disbursements	50,515.82
Transfer to Bankruptcy Estate	11,230.00
Total Disbursements	290,294.38
Excess of Receipts Over Disbursements	\$ 436,441.64
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	19,245.55
Total	\$ 436,441.64

Notes:

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

Talsma's Welding Ltd. - In Receivership
Interim Statement of Receipts and Disbursements
For the Period March 17, 2009 to December 4, 2009

Schedule of Professional Fees and Disbursements

Appendix 1

	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
	47,924.60	2,591.22	50,515.82	2,525.79	53,041.61
Total	\$ 108,562.60	\$ 6,928.31	\$ 115,490.91	\$ 5,774.54	\$ 121,265.45