

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

BETWEEN:

**GENERAL ELECTRIC CANADA REAL ESTATE FINANCE INC.
and G.E. EQUIPMENT FINANCING G.P.**

Applicant

- AND -

1733073 ONTARIO INC.

Respondent

**APPLICATION UNDER SECTION 243 OF THE BANKRUPTCY AND INSOLVENCY
ACT, R.S.C. 1985, c. B-3, AS AMENDED AND SECTION 101 OF THE COURTS OF
JUSTICE ACT, R.S.O. 1990, c. C.43, AS AMENDED**

**FOURTH REPORT OF RECEIVER OF
1733073 ONTARIO INC.**

February 23, 2012

INTRODUCTION

1. Pursuant to an application by General Electric Real Estate Finance Inc. and G.E. Capital Equipment Financing G.P. (together “**GE**” or the “**Lender**”) under section 243(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3, as amended, (the “**BIA**”) and section 101 of the *Courts of Justice Act* R.S.O. 1990 c. C.43, as amended, and an order (the “**Appointment Order**”) of the Ontario Superior Court of Justice (Commercial List) (the “**Court**”), dated May 27, 2011 (the “**Date of Appointment**”), these proceedings were commenced (the “**Receivership Proceedings**”) and PricewaterhouseCoopers Inc. was appointed as Receiver (“**PwC**” or the “**Receiver**”) without security over all the assets, undertakings and properties (the “**Property**” or “**Assets**”) of 1733073 Ontario Inc. (“**173**” or the “**Company**”).
2. 173 owned and operated a 46 room hotel located on real property owned by the Company at 211 Pinnacle Street, Belleville, Ontario. The hotel operated under the trade name “**Hotel Quinte**”.
3. On July 14, 2011 the Receiver filed its first report to the Court (the “**First Report**”) in respect of GE’s motion seeking, among other things:
 - (a) a declaration that certain purported leases in respect of restaurants and certain rooms located at Hotel Quinte were void as against GE and not binding on GE and the Receiver; and
 - (b) the termination of the occupation of the former occupants of restaurants located at Hotel Quinte and a declaration that GE was entitled to vacant possession of such restaurants.
4. In its First Report, the Receiver also reported on its activities from the Date of Appointment to the date of the First Report.
5. The Receiver’s second report to the Court dated July 27, 2011 (the “**Second Report**”) provided the Court with information in respect of:

- (a) a proposed sales and marketing process in respect of the Hotel Quinte (the **“Sales Process”**);
 - (b) the Receiver’s activities from the date of the First Report to the date of the Second Report;
 - (c) the overall condition of the Hotel Quinte including, without limitation, the estimated cost of immediate repairs required to be made at the Hotel Quinte; and
 - (d) the Receiver’s First R&D (as defined in the Second Report).
6. In addition, the Second Report was filed in connection with the Receiver’s request to amend the Appointment Order in order to increase the Receiver’s borrowing ability from \$100,000 to \$500,000 and to approve the Sales Process.
7. The Receiver’s supplement to the First Report dated August 23, 2011 (the **“Supplemental Report”**) provided the Court with updated information in respect of health and safety concerns noted by the Receiver in its First Report and the Sales Process.
8. The Receiver’s third report to the Court dated December 28, 2011 (the **“Third Report”**) provided the Court with information in respect of:
- (a) the Sales Process conducted by the Receiver;
 - (b) an amended and restated asset purchase agreement dated December 22, 2011 (the **“Amended APA”**), entered into by the Receiver and 2310561 Ontario Inc. (the **“Purchaser”**), with respect to the sale of the Hotel Quinte;
 - (c) certain of the Receiver’s non-Sales Process activities from the date of the Supplemental Report to the date of the Third Report; and
 - (d) the Receiver’s Second R&D (as defined in the Third Report).

In addition the Receiver’s Third Report was filed in respect of the Receiver’s motion seeking an order of the Court:

- (a) vesting the Company's right, title and interest, if any, in the Purchased Assets (as defined in the Third Report) in and to the Purchaser;
- (b) authorizing and directing the Receiver, *nunc pro tunc*, to redact from the Third Report, the commercially sensitive terms of the Amended APA, the Original APA (as defined in the Third Report) and the Offer Summary (as defined in the Third Report); and
- (c) sealing the unredacted version of the Third Report filed with the Court from the public record until after the closing of the Sale Transaction (as defined in the Amended APA), or further order of the Court.

9. The Receiver has now completed the sale of the Property. This is the Receiver's fourth report to the Court (the "**Fourth Report**"), which has been prepared to:

- (a) provide this Court with information in respect of:
 - (i) the Receiver's activities that are not directly related to the Sales Process since the date of the Supplemental Report to the date of this Fourth Report including, without limitation, the activities in respect of various repairs and maintenance issues in and around the Hotel Quinte;
 - (ii) the sale of the Hotel Quinte;
 - (iii) the Receiver's statement of cash receipts and disbursements for the period May 27, 2011 to February 22, 2012 (the "**Receiver's Third R&D**"), including the Receiver's estimate of accrued and unpaid obligations (collectively the "**Accrued Obligations**") and its estimate of Receiver fees and disbursements (including legal fees), to complete the administration of the Receivership Proceedings (collectively the "**Remaining Fees and Disbursements**"); and
 - (iv) the review by the Receiver's independent legal counsel, Heenan Blaikie LLP ("**Heenan**") with respect to the validity, enforceability and priority of the security held by GE in respect of the Property;

(b) seek an order of this Court:

- (i) approving this Fourth Report and the activities of the Receiver described herein;
- (ii) ratifying the Receiver's execution of the Amending Agreement (as defined herein);
- (iii) approving the Receiver's Third R&D, including the Accrued Obligations and Remaining Fees and Disbursements;
- (iv) approving the accounts of PwC as set forth in the Weaver Affidavit (as defined herein), for the period up to and including February 12, 2012;
- (v) approving the accounts of Heenan as set forth in the Kraft Affidavit (as defined herein), for the period up to and including January 31, 2012;
- (vi) authorizing and directing the Receiver to pay all such unpaid fees and disbursements of the Receiver and its legal counsel;
- (vii) authorizing and directing the Receiver to, subject to maintaining sufficient reserves to satisfy the Accrued Obligations and Remaining Fees and Disbursements required to complete the administration of the Receivership Proceedings, (i) distribute the funds currently held by the Receiver to GE and, (ii) without need for further order of this Honourable Court, distribute to GE any and all future (including, without limitation, subsequent to the filing of the Discharge Certificate (defined herein)) net recoveries realized by the Receiver (including, without limitation, the amount payable as evidenced by the Promissory Note (defined herein)), until such time as GE is paid in full of all amounts owed to GE by the Debtor;
- (viii) discharging the Receiver, subject to the Receiver completing its administration of the Receivership Proceedings and filing a certificate with the Court confirming that the Receiver has completed all of the steps

necessary to culminate the Receivership Proceedings (the “**Discharge Certificate**”);

- (ix) declaring that upon the filing by the Receiver of the Discharge Certificate, PwC is released and discharged from any and all liability that PwC now has or may hereafter have by reason of, or in any way arising out of, the acts or omissions of PwC while acting in its capacity as Receiver, save and except for any gross negligence or wilful misconduct on the part of PwC.

10. In preparing this Fourth Report, the Receiver has relied upon internal information of the Company provided to it by the Company. The Receiver has not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the information provided to it and expresses no opinion, or other form of assurance, in respect of the information contained in this report.

11. Unless otherwise noted, all currency amounts contained in this report are expressed in Canadian dollars.

REPAIRS AND MAINTENANCE TO THE HOTEL SINCE THE SUPPLEMENTAL REPORT

12. In its Third Report, the Receiver reported on certain repairs that it had conducted since the date of the Supplemental Report but indicated that it would provide a more fulsome report in respect thereof, as well as the Receiver’s other activities in respect of the Hotel Quinte in this, the Fourth Report.

13. Pursuant to an order of the Court issued on August 5, 2011 (the “**August Order**”), the Receiver was authorized to borrow a maximum of \$500,000 in Receiver’s Certificates, which was used to fund various repairs and/or remediation activities in respect of the Hotel Quinte.

14. As of the date of this Fourth Report, the Receiver has incurred expenses in the amount of approximately \$569,000 (net of HST) in respect of:

- (a) asbestos and mould remediation;

- (b) boiler repair and upgrading;
- (c) electrical deficiencies;
- (d) the laundry room structure and roof repairs;
- (e) plumbing repairs;
- (f) fire alarm system upgrading; and
- (g) various other repairs and maintenance in and around the Hotel Quinte.

15. The Receiver has also incurred costs in respect of various assessments such as the Property Condition Report, Building Audit and Structural Engineer Assessment (all defined herein).

ASBESTOS AND MOULD REMOVAL

16. As described in First Report, the Second Report, the Supplemental Report and the Third Report (together the **“Prior Reports”**), the Receiver contracted Pinchin Environmental Limited (**“Pinchin”**) to conduct mould and asbestos assessments with respect to the Hotel Quinte. Pinchin identified the existence of mould and certain areas of exposed asbestos in and around the Hotel Quinte, which needed to be removed. The Receiver engaged Caliber Environmental Constructions Service Inc. (**“Caliber”**) to remove the exposed asbestos and mould from the Hotel Quinte and to rebuild certain areas of the Hotel Quinte as required. Caliber commenced work on August 15, 2011.

17. On October 10, 2011 Caliber advised the Receiver that, other than the asbestos remaining in an area next to the laundry room, the asbestos and mould identified in Pinchin’s initial assessment had been removed from the Hotel Quinte. As further discussed in this Fourth Report, Caliber advised the Receiver that the asbestos near the laundry room in the basement would be removed at the same time as repairs were being made to the laundry room.

18. Notwithstanding the removal of exposed asbestos described above, Pinchin reported that asbestos was still present, although the asbestos materials noted by Pinchin were not believed to be exposed and/or a danger to guests and hotel staff. Under the Occupational Health and Safety Act Ontario Regulation 278/05, an Asbestos Management Program (“AMP”) is required where an owner knows or ought reasonably to know of the presence of friable and non-friable asbestos containing materials (“ACM”).
19. An AMP involves preparing and maintaining a record of the location and condition of the ACM and other materials that may be ACM. The Receiver engaged Pinchin to design an AMP for the Hotel Quinte, copies of which were provided to hotel staff.
20. On December 3, 2011, the Receiver was advised by Hotel Quinte staff that mould had been found on the walls and ceilings of three unoccupied guest rooms. This was not a recurrence of previous mould growth as these guest rooms had not previously exhibited mould.
21. The Receiver sought quotes from Malcolm Brothers Ltd. and Caliber in respect of the mould removal and remediation in such guest rooms. The quotes were comparable. Based on its knowledge of the building and previous experience with mould abatement at the Hotel Quinte, the Receiver engaged Caliber to remove the mould, which was completed in or around December, 2011.

STATUS OF DEFICIENCIES IN THE JULY FIRE MARSHAL REPORT

22. As detailed in the First Report, on July 8, 2011 the Office of the Fire Marshal (the “**Fire Marshal**”) issued a fire safety inspection (the “**July Fire Marshal Report**”) which identified various deficiencies under the Fire Code Ontario Regulation 213/07 (“**Fire Code**”) that required remediation on or before August 8, 2011. The deficiencies included, among other things, improper ventilation ductwork and the positioning of the exterior exhaust flow (“**Ventilation Deficiencies**”) in the Silk Route Restaurant (“**Silk Route**”), a tenant at the Hotel Quinte at the Date of Appointment.

23. The Receiver notified Jennine De Luca ("**De Luca**"), the manager and owner of the Silk Route, of the violations under the Fire Code and the need to immediately rectify the deficiencies.
24. As described in its Third Report, pursuant to a decision by Justice Marrocco dated September 8, 2011, the leases in respect of the Silk Route and the Cafe Quinte Restaurant (together, the "**Restaurants**") were terminated. The Restaurants ceased operations and the occupants vacated the Hotel Quinte on September 12, 2011. The Ventilation Deficiencies in the Silk Route were not completed prior to the occupants vacating the Hotel Quinte.
25. The Receiver did not re-lease the premises previously occupied by the Restaurants nor did it operate restaurants in the premises during the remainder of the Receivership Proceedings. As reported in the First Report, the Fire Marshal had advised the Receiver that remediation of the Ventilation Deficiencies in the Silk Route would not be necessary if the Silk Route was not operating. Moreover, the August Order authorized the Receiver to market and sell the Hotel Quinte on an 'as is where is' basis. Accordingly it was the Receiver's opinion that under the circumstances, it was neither cost effective nor necessary to remedy the Ventilation Deficiencies after the termination of the occupation of Silk Route.

BUILDING AUDIT

26. As described in the Second Report and the Supplemental Report, the Receiver engaged Randal Brown & Associates Ltd. ("**Randal**") in order to conduct a building audit of the Hotel Quinte. Randall issued its final building audit report (the "**Building Audit Report**") on July 25, 2011.
27. The Receiver provided a copy of the Building Audit Report to the Fire Marshal. The Building Audit Report identified certain previously unidentified violations in respect of the Fire Code ("**Fire Code Violations**") in respect of the kitchen system in the Silk Route and a missing pull station at the Hotel Quinte reception desk that required immediate attention.

28. The Receiver contracted with Trinity Fire & Security ("**Trinity**") and the abovementioned Fire Code violations were immediately addressed.
29. In addition to the Fire Code Violations described above, the Building Audit Report also identified various other Fire Code Violations at the Hotel Quinte. Although the Fire Marshal did not issue a fire safety inspection report, in respect of such additional Fire Code Violations, the Receiver took steps to rectify certain of the Fire Code violations, such as the installation of 35 smoke detectors within the hotel's public corridors.
30. With respect to the remaining Fire Code Violations identified in the Building Audit Report, pursuant to the Amended APA, the sale of the Hotel Quinte was on an 'as is where is' basis, accordingly the Purchaser assumed responsibility for remediating the outstanding Fire Code Violations after the closing of the Sale Transaction (as such term is defined in the Amended APA). The Receiver understands that prior to the closing of the Sale Transaction, the Purchaser engaged the Belleville Fire Department to conduct an inspection of the Hotel Quinte and the Purchaser and the Fire Marshal have agreed on the manner and timing in respect of rectifying such outstanding Fire Code Violations.

ELECTRICAL SAFETY AUTHORITY ORDER DEFECT NOTICE

31. On September 7, 2011, pursuant to the authority of subsection 21(3) of the *Fire Protection and Prevention Act, 1997* (Ontario) an inspector ("**ESA Inspector**") from the Electrical Safety Authority (the "**ESA**") conducted an inspection of the electrical installations at the Hotel Quinte. The Receiver understands that the inspection was in response to a guest complaint.
32. On September 15, 2011, the Receiver received an Electrical Safety Authority Order Defect Notice dated September 2, 2011, (the "**September ESA Notice**") which identified 13 defects in respect of electrical installations ("**Electrical Defects**") at the Hotel Quinte. The Receiver later determined that the September ESA Notice had the incorrect date as the inspection had taken place on September 7, 2011. A copy of the September ESA Notice is attached as Appendix "**A**".

33. The September ESA Notice established a deadline of September 16, 2011 in order to remedy the repairs. The ESA Inspector subsequently advised the Receiver that notwithstanding the deadline established in the September ESA Notice, the Receiver had 75 days from the date of the report, or November 21, 2011 (“**November Deadline**”), to correct the Electrical Defects, prior to the ESA taking any further action.
34. On September 19, 2011, the Receiver, the ESA Inspector and Pierre Lauer, a representative of Trinity (which is also an electrical contractor), met at the Hotel Quinte to review and discuss the Electrical Defects identified in the September ESA Notice.
35. Subsequent to such meeting the Receiver engaged Trinity to address and remedy the Electrical Defects and on October 20, 2011, Trinity advised the Receiver that it had completed the required remedial work in respect to the Electrical Defects.
36. On November 9, 2011, the ESA Inspector performed an inspection of the electrical work performed by Trinity. The ESA Inspector advised Trinity that it was satisfied that the Electrical Defects identified in the September ESA Notice had been remedied. However, during such inspection, the ESA Inspector identified additional Electrical Defects at the Hotel Quinte, which would require repair and/or replacement.
37. On November 17, 2011, the ESA issued to the Receiver an Electrical Safety Authority Order Defect Notice dated November 9, 2011 (the “**November ESA Notice**”), which identified 24 Electrical Defects, 13 of which had already been included in the September ESA Notice. A copy of the November ESA Notice is attached as Appendix “**B**”.
38. As the ESA Inspector had not issued a certificate of compliance in respect of the inspection performed on November 9, 2011, the Electrical Defects identified in the September ESA Report were considered outstanding, although the repairs had been completed and inspected by ESA. Later that same day the Receiver engaged Trinity to address the additional Electrical Defects.

39. On December 12, 2011, an ESA Inspector attended the Hotel Quinte to perform its final inspection of the electrical installations. The ESA Inspector advised that all remedial work completed was in compliance with Fire Code. On December 16, 2011, the ESA issued to the Receiver an Electrical Safety Authority Order Status Report confirming its approval of the completion of the remedial work.

BOILER REPAIRS

40. At the Date of Appointment, the Receiver determined that Hotel Quinte did not have an operable heating system. The Receiver was advised by management of the Hotel Quinte that one of the boilers, which had operated only intermittently over the previous winter, had stopped operating in March 2011. The Receiver was advised that management purchased and installed portable electric heaters in the individual guest rooms in 2010 to support the intermittent heating system.
41. On July 18, 2011, the Receiver engaged Carmichael Engineering Ltd (“**Carmichael**”) to inspect and evaluate the boiler system at the Hotel Quinte. Carmichael’s inspection report confirmed that the Hotel Quinte had two boilers on the premises, only one of which could be repaired. However, the boiler did not meet the requirements of the *Operating Engineers Act* (Ontario) (“**Engineer’s Act**”) and in addition to repairs, the boiler would require upgrading.
42. Carmichael advised the Receiver that the repairs and improvements required to make the boiler operable and in compliance with the Engineer’s Act would take approximately six weeks.
43. Carmichael estimated the cost of repairing and upgrading the boiler to be approximately \$87,500 plus applicable taxes. However, Carmichael advised the Receiver that the cost of repairing and upgrading the boiler could exceed this estimate depending on the condition of the interior of the boiler, which Carmichael could only determine when it disassembled the boiler.

44. On July 20, 2011, the Receiver engaged Carmichael to repair and upgrade the existing boiler. The interior of the boiler was insulated with asbestos, which required removal prior to Carmichael commencing its repairs.
45. Caliber was engaged to remove the asbestos from the interior shell of the boiler and Carmichael commenced repair work on the boiler on October 4, 2011. During the course of repairing the boiler, Carmichael identified additional components/parts of the boiler that needed to be replaced. The cost of these additional parts and services were not included in the initial quotation and increased the cost of the boiler repair.
46. Carmichael completed the repair of the boiler on October 28, 2011 and the boiler was put into service. Under CSA B51-09, Boiler, Pressure Vessel and Pressure Piping Code ("**CSA B51**") the boiler was subject to inspection by the Boiler Inspection & Insurance Company of Canada ("**BI&I**"), ESA and the Technical Standards and Safety Authority ("**TSSA**"), which is responsible for the regulation of all pressure-retaining components manufactured or used in Ontario prior to use.
47. BI&I completed its inspection on October 21, 2012. However, due to a backlog at both ESA and TSSA, these inspections were delayed and compliance certificates were issued on December 6, 2011 and January 19, 2012 respectively.

LAUNDRY ROOM AND ROOF REPAIRS

48. Shortly after the Date of Appointment, the Receiver was advised by the Hotel Quinte staff that there was a leak in the basement laundry room and as a result the ceiling was collapsing. As a short term solution, the Hotel Quinte maintenance staff erected a temporary retaining wall to support the ceiling.
49. Jerol Technologies Inc. ("**Jerol**" or the "**Structural Engineer**") was engaged to assess the structural support in the laundry room and the extent of the damage caused by the leak ("**Assessment**").
50. The Structural Engineer surmised that a long-standing leak in the laundry room had caused irreparable damage to the studs, ceiling joists and some of the walls of the laundry room. Jerol attributed the water damage to a leak in the roof membrane of the

laundry room, which was directly under a courtyard that was used as a patio area for the Silk Route.

51. The Structural Engineer advised the Receiver that the laundry room was unsafe and recommended that the laundry room ceiling be properly supported immediately. Jerol also recommended that the laundry room roof, supporting ceiling structure and walls on the interior of the laundry room be removed and replaced. Subsequent to its Assessment, the Structural Engineer provided drawings of the structural support necessary to rebuild the laundry room.
52. The Receiver immediately restricted access to the courtyard and the laundry room from the Hotel Quinte. Laundry services were outsourced during the period the laundry room was under repair.
53. The Receiver requested quotes from a number of roofing contractors to repair and/or replace the laundry room roof. The Receiver determined that French Brothers Roofing Inc. ("**French Brothers**") provided the most economic solution within the required time frame. Caliber was also engaged to rebuild the interior of the laundry roof and submitted the drawings from Jerol with the building permit application ("**Application**"), to the City of Belleville Building Division ("**Building Division**").
54. The Building Division initially denied the Application on the basis that the drawings provided by the Structural Engineer were not sufficient for the extent of the repairs being contemplated in the Application. The Building Division considered the repairs to the laundry room to be a rebuild, which under the *Building Code Act, 1992* (Ontario) ("**Building Code**") required certain architectural, plumbing and electrical drawings, in addition to structural drawings to be submitted with the Application, detailing the scope of the work.
55. On October 5, 2011, the Receiver engaged Pinchin as project manager to source the necessary drawings required by the Building Division and to work with Caliber and Allen & Chui Architects Inc. (the "**Architect**") to prepare the architectural drawings requested by the Building Division and in order to secure the building permit necessary to commence the repair work on the Hotel Quinte laundry room.

. The Application, the architectural drawings and structural drawings were submitted to the Building Division on October 24, 2011.

56. The Application and revised drawings were resubmitted three more times on October 28, 2011, November 3, 2011 and November 8, 2011 in response to additional questions and requests from the Building Division.

57. Concerned with the delays in obtaining the building permit and the impending cold weather, on November 16, 2011 the Receiver organized a meeting with an inspector from the Building Division ("**Building Inspector**"), Pinchin, Caliber and the Architect to clarify and address any remaining questions or information requests from the Building Division. Based on these discussions with the Building Inspector, Pinchin resubmitted the Application and another set of revised drawings to the Building Division on November 17, 2011. The Building Division issued the building permit on November 18, 2011.

58. On November 22, 2011, Caliber commenced the remedial work to the interior of the laundry room and removed the old roof materials. French Brothers replaced the roof immediately thereafter and the work on the laundry room was completed on December 16, 2011.

59. The Building Division conducted an inspection on December 21, 2011. On December 22, 2011, the Building Division advised the Receiver that the remedial work related to the structure, framing and roof of the laundry room complied with the Building Code and the Application; however the building permit would remain open subject to final inspections by an architect and a structural engineer ("**Final Inspections**") and resolution of certain plumbing and ventilation issues the Building Inspector had identified in the laundry room.

60. The Receiver made arrangement for the Final Inspections and the proper certificates were provided to the Building Division. The Receiver did not remediate the plumbing and ventilation issues identified by the Building Inspector as these issues did not impact the health or safety of hotel guests or staff and were not deemed to require immediate attention.

61. As summarized in the Third Report, this time, the Receiver had conducted the Sales Process, and executed an Amended APA in contemplation of the sale of the Hotel Quinte, which was scheduled to close on January 17, 2012. As the sale was to be on an 'as is where is' basis, any outstanding repair and maintenance work, including the plumbing and ventilation issues, would become the responsibility of the Purchaser after the closing of the Sale Transaction (as such term is defined in the Amended APA).

CLOSING OF THE SALE TRANSACTION

62. On January 13, 2012, the Honourable Justice Newbould approved the Amended APA, and granted a vesting order conditionally vesting title in and to the Property in and to the Purchaser.
63. The Sale Transaction did not close on January 17, 2012 as originally contemplated in the Amended APA as the Purchaser did not have sufficient funds to complete the sale at such time.
64. The Purchaser offered to fund the cash shortfall of the Purchase Price (as defined in the Amended APA) with a promissory note in the amount of \$295,000 (the "**Promissory Note**"), secured by a mortgage on real property.
65. The Purchase Price was significantly higher such that the Receiver determined that even in the event the Promissory Notes was not realized on, the Sale Transaction was still the most favourable alternative available to the Receiver.
66. On January 24, 2012, the Receiver entered into an amending agreement with the Purchaser (the "**Amending Agreement**") which amended the Amended APA in respect of payment of the balance of the Purchase Price. A copy of the Amending Agreement is attached as Appendix "C". Pursuant to the Amending Agreement, the Purchaser agreed to pay and/or deliver to the Receiver on closing:
- (a) the sum of \$1,758,275.82 by certified cheque, bank draft or wire transfer, subject to certain adjustments;
 - (b) a Promissory Note in the principal amount of \$295,000 executed by the Purchaser in favour of the Receiver;

- (c) personal guarantees (the “**Guarantees**”) of the Purchaser’s obligations pursuant to the Promissory Note executed by each of Suthagini Ramesh and Ramesh Vinoharan (together, the “**Guarantors**”);
- (d) certificates of independent legal advice executed by each of the Guarantors, or confirmation by the Guarantors of the waiver of the requirement of independent legal advice; and
- (e) a mortgage/charge in favour of the Receiver of the real property municipally known as 1 Forestbrook Drive, Markham, Ontario, L4B 0E4, (“**Forestbrook**”) in the principal amount of \$295,000 (the “**Mortgage**”). The Mortgage secured the obligations of the Guarantors pursuant to the Guarantees.

67. The sale of the Property closed on January 25, 2012. After adjustments, the total cash proceeds realized by the Receiver in respect of the Sale Transaction were \$1,914,359.38, which included the initial deposit in the amount of \$150,000. The variance from the cash proceeds set out in the Amending Agreement was due to additional adjustments in the amount of \$6,084.56 to the benefit of the Receiver due to the delay in closing the Sale Transaction.

68. The Receiver expects to realize on the balance of the proceeds from the Sale Transaction on/or before the Mortgage matures on April 25, 2012. The Receiver understands that Suthagini Ramesh is currently seeking to sell Forestbrook via private sale.

69. The Receiver will not file the Discharge Certificate in the event that it is required to enforce the Mortgage. In such scenario, the Receiver will return to Court seeking a further order for its discharge.

REPAYMENT OF RECEIVER’S BORROWINGS

70. Subsequent to the closing of the Sale Transaction, the Receiver repaid the Receiver’s borrowings which totalled \$507,478, together with interest and charges thereon. Pursuant to the Appointment Order, the Receiver’s borrowings were in priority to all security interests, trusts, liens, charges and encumbrances statutory or

otherwise, in favour of any person, but subordinate to the Receiver's Charge (as defined in the Appointment Order).

ASSIGNMENT IN BANKRUPTCY

71. At a court hearing on January 12, 2012, pursuant to an application for a bankruptcy order by GE, 173 was adjudged bankrupt and PwC was appointed Trustee in Bankruptcy. A copy of the Bankruptcy Order is attached as Appendix "D".

RECEIVERS STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

72. The Receiver's Third R&D for the period from the date of Appointment to February 22, 2012 is summarized as follows:

1733073 Ontario Ltd. Receiver's Statement of Cash Receipts and Disbursements for the period May 27, 2011 to February 22, 2012	
Receipts:	\$(000s)
Sale of Assets	2,072
Post-Receiver'ship Income	391
Pre-Receiver'ship Income	16
Rental Income	9
Total Receipts	2,488
Disbursements	
Receiver Fees and Disbursements	453
Repairs, Maintenance & Improvements	569
Payroll (Including Ceridian Fees)	173
Property & Realty Taxes	157
Net Harmonized Sales Tax	154
Operating Expenses (supplies, equipment rentals, leases, fees, etc.)	35
Real Estate Commission	82
Utilities	55
Insurance	11
Interest paid on Receiver's Borrowings	7
Total Disbursements	1,696
Section 81.4 Claims	(5)
Receiver's Borrowings	500
Repayment of Receiver's Borrowings	(500)
Accrued Obligations	(54)
Estimated Remaining Fees and Disbursements	(59)
Funds available for distribution as at February 22, 2012	674

73. As at February 22, 2012, the Receiver estimates that there is approximately \$54,000 in Accrued Obligations related to legal fees, repairs, maintenance, utilities and 81.4 Claims (as defined herein) and other unexpected disbursements or fees associated with the enforcement of the Mortgage. In addition, the Receiver has estimated Remaining Fees and Disbursements in the amount of \$52,000, exclusive of HST.
74. As at February 22, 2012, the Receiver estimates that it is eligible to claim input tax credits in respect of harmonized sales tax ("**HST**") in the amount of approximately \$130,000. An HST refund for the period October 1 to December 31, 2011 is being held by Canada Revenue Agency pending the filing of outstanding pre-receivership HST and corporate income tax returns. These returns have now been filed and the Receiver expects to receive outstanding HST refunds in the first quarter of 2012.

REQUEST FOR FEE APPROVAL

75. The Receiver and its counsel, Heenan, have maintained detailed records of their professional time and costs since the Receiver's appointment.
76. Pursuant to paragraphs 18, 19 and 20 of the Appointment Order, any expenditure or liability properly made or incurred by the Receiver, including the fees of the Receiver and the fees and disbursements of its legal counsel, are authorized to be paid on a periodic basis subject to the approval of this Court.
77. The total fees of the Receiver during the period from May 27, 2011 to February 12, 2012 (the "**Receiver's Fee Period**") amount to \$670,278.45, together with expenses and disbursements (including legal fees paid to Heenan) in the amount of \$186,040.92, both excluding HST, (collectively, the "**Receiver's Fees and Disbursements**"). The time spent by the Receiver's personnel during the Receiver's Fee Period is more particularly described in the Affidavit of Tracey Weaver of the Receiver (the "**Weaver Affidavit**"), sworn in support hereof and attached hereto as Appendix "**E**". Exhibit "**C**" to the Weaver Affidavit is a summary of the personnel, hours, and hourly rates charged by the Receiver in respect of the Receivership proceedings, for the Receiver's Fee Period.

78. The total fees for services provided by Heenan during the period May 27, 2011 to January 31, 2011 (the **“Heenan Blaikie Fee Period”**), amount to \$163,737.60, together with expenses and disbursements in the amount of \$5,553.35 (both excluding HST) (collectively, the **“Heenan Blaikie Fees and Disbursements”**). The time spent by Heenan personnel during the Heenan Blaikie Fee Period is more particularly described in the Affidavit of Kenneth Kraft, a Heenan partner (the **“Kraft Affidavit”**), sworn in support hereof and attached hereto as Appendix **“F”**. Exhibit **“B”** and Exhibit **“C”** to the Kraft Affidavit provide a summary of the personnel, hours, and hourly rates charged by Heenan respectively in respect of the Receivership Proceedings, for the Heenan Blaikie Fee Period.
79. As reported previously, at the Date of Appointment there was no cash or other liquid assets available to fund Receiver’s Fees and Disbursements or necessary repairs to the Hotel Quinte. The Receiver borrowed \$500,000 under Borrowing Certificates to fund repairs, however Receiver’s Fees and Disbursements, including the fees of the Receiver’s legal counsel, for the period May 27 to September 9, 2011, in the amount of approximately \$402,917 (excluding HST), were paid directly by GE.
80. The Receiver respectfully submits that the Receiver’s Fees and Disbursements and the Heenan Blaikie Fees and Disbursements are reasonable in the circumstances and have been validly incurred in accordance with the provisions of the Appointment Order. Accordingly, the Receiver seeks the approval of the Receiver’s Fees and Disbursements and of the Heenan Blaikie Fees and Disbursements.

REVIEW OF GE’S SECURITY

81. GE has registered over the Property, (a) a General Security Agreement dated June 4, 2007 executed and delivered by the Company, and (b) a Charge/Mortgage of Land in the principal amount of \$7,962,500.00, (together, the **“GE Security”**).
82. The Receiver has obtained an independent legal opinion of the validity and enforceability of the GE Security in the jurisdiction of Ontario.
83. Heenan has provided the Receiver with its opinion on the validity, enforceability and priority of the GE Security in Ontario. Subject to the customary qualifications and

limitations, it is Heenan's opinion that GE has a valid and enforceable security interest in the Company's assets, undertakings and property situated in the province Ontario and, subject to certain court-ordered and statutory priority charges, ranks in priority to all other claims in respect of the Property.

REQUEST FOR APPROVAL OF DISTRIBUTION TO GE

OBLIGATIONS OWING TO GE

84. Details of the Company's obligations to GE are set out in the Affidavit of Marc Lapointe sworn April 20, 2011 and filed in support of GE's application under section 243(1) of the BIA to appoint a Receiver.
85. GE advised the Receiver that, as of February 14, 2012 the amount of the principal and accrued interest owing by the Company under the credit facilities provided it by GE was \$2,633,387.57 plus professional fees and expenses.

PRIORITY CLAIMS

86. The GE Security is subject to prior charges and security interests or claims against the Property, which include:
- (a) the Receiver's Charge;
 - (b) the Receiver's Borrowing Charge; and
 - (c) claims pursuant to section 81.4 of the BIA (the "**81.4 Claims**").
87. As discussed earlier in the Fourth Report, the Receiver has made a reserve for Accrued Obligations in its Third R&D, which includes Heenan's legal fees for the month of January 2012. The Receiver has also made a reserve for the Remaining Fees and Disbursements. In addition, the Receiver's Borrowings have been repaid, as described above.
88. The Receiver has reviewed the books and records of the Company with a view to determining the quantum of 81.4 Claims. Based on its review, the Receiver determined that 81.4 Claims were limited to approximately \$7,500. As of the date of this Fourth Report, the Receiver has paid 81.4 claims in the amount of approximately \$5,100

directly to the Company's employees. The unpaid 81.4 Claims in the amount of approximately \$2,400 relate to former employees, who had been terminated prior to the Date of Appointment. In January 2012, the Receiver sent a letter to these employees reminding them of their 81.4 Claims. The Receiver has included a reserve for the unpaid 81.4 Claims in the Accrued Obligations.

DISTRIBUTION TO GE

89. Other than the claims described above, the Receiver is not aware of any security interests, liens, charges, encumbrances or other rights of third parties that would have been priority over the GE Security with respect to the Property. As set out in its Third R&D, the Receiver has determined that after payment of its Accrued Obligations and Remaining Fees and Disbursement there is \$674,000 available to be distributed to GE.
90. The Receiver is of the view that, in order to maximize efficiency and avoid the need to seek the approval of this Court to make a subsequent distribution to GE, it is appropriate, in addition to seeking approval for the GE Distribution, to seek this Court's approval to make such subsequent distributions to GE as the Receiver determines are appropriate, subject to the Receiver maintaining sufficient reserves to complete the administration of the Receivership Proceedings. The Receiver respectfully requests that this Court authorize the GE Distribution in the amount of \$674,000, and such subsequent distributions to GE as the Receiver determines are appropriate, subject to maintaining sufficient reserves in order to satisfy the Accrued Obligations, Remaining Fees and Disbursements and any unforeseen events such as the enforcement of the Mortgage.

CONCLUSION

91. To the best the Receiver's knowledge and belief, all duties of the Receiver, as set out in the Appointment Order, will be completed upon payment of the Accrued Obligations and Remaining Fees and Disbursements, the satisfaction of the Purchaser's obligations to the Receiver in respect of the amounts owing pursuant to the Promissory Note, and the completion of its statutory duties pursuant to the BIA. Accordingly, the Receiver respectfully requests that this Court grant an order:

- (a) approving the Fourth Report and the activities of the Receiver as set out herein;
- (b) ratifying the Receiver's execution of the Amending Agreement;
- (c) approving the Receiver's Third R&D, including the Accrued Obligations and Remaining Fees and Disbursements;
- (d) approving the accounts of PwC as set forth in the Weaver Affidavit, for the period May 27, 2011 to February 12, 2012;
- (e) approving the accounts of Heenan as set forth in the Kraft Affidavit for the period May 27, 2011 to January 31, 2012;
- (f) authorizing and directing the Receiver to pay all such unpaid fees and disbursements of the Receiver and its legal counsel;
- (g) authorizing and directing the Receiver to, subject to maintaining sufficient reserves to satisfy the Accrued Obligations and Remaining Fees and Disbursements required to complete the administration of the Receivership Proceedings, (i) distribute the funds currently held by the Receiver to GE and, (ii) without need for further order of this Honourable Court, distribute to GE any and all future (including, without limitation, subsequent to the filing of the Discharge Certificate) net recoveries realized by the Receiver (including, without limitation, the amount payable as evidenced by the Promissory Note), until such time as GE is paid in full of all amounts owed to GE by the Debtor;
- (h) discharging the Receiver, subject to the Receiver completing its administration of the Receivership Proceedings and filing the Discharge Certificate;
- (i) declaring that, upon filing the Discharge Certificate, PwC is released and discharged from any and all liability that PwC now has or may hereafter have by reason of, or in any way arising out of, the acts or omissions of PwC while acting in its capacity as Receiver, save and except for the Receiver's gross negligence or wilful misconduct.

All of which is respectfully submitted on this 23rd day of February, 2012.

PRICEWATERHOUSECOOPERS INC.
in its capacity as Receiver of 1733073 Ontario Inc.
and not in its personal capacity



Michelle Pickett
Vice President

HBdocs - 12000145v2

Appendix A



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-867-4278

No Access Please Arrange

(Pursuant to Subsection 21(3) of the Fire Protection and Prevention Act, 1997 as amended)

Belleville City Fire Department
Rheamume M Chaput
72 Moira St., West
Belleville ON K8P 1S5

NOTICE DATE: September 02, 2011
NOTIFICATION #: 50009100
PRINT DATE: September 02, 2011
CUSTOMER ID: HAZNONCON

RECEIVED

SEP 12 2011

BELLEVILLE FIRE

Applicant:

PRICEWATERHOUSE COOPERS INC
ROYAL TRUST TOWER TD CENTRE
STE3000 PO BOX 82
TORONTO ON M5K 1G8

Applicant Business #: 613-941-8383-13507

Subject property:

PRICEWATERHOUSE COOPERS INC
HOTEL QUINTE
211 PINNACLE ST
BELLEVILLE ON K8N 3A7
BELLEVILLE

ACTION REQUIRED:

- a) Phone ESA by September 16, 2011 to arrange a convenient inspection time.
- b) Please inform ESA that your call is in response to this notice.

DEFECT DETAILS:

Recently we attempted to inspect the electrical work at the above address. Our attempts to gain access were unsuccessful. We would appreciate it if you would arrange access as soon as possible. In order for you to be assured that the installation meets the Code requirements and that no potential hazards exist, your co-operation in this matter would be greatly appreciated.

ESA09 Rule 02-004(4) Please arrange to meet at jobsite with keys/tools/ladders. Call defect inspector to arrange appointment.

Pour obtenir une version française du rapport, veuillez appeler 1-877-372-7233.



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON, N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

Electrical Safety Authority Order Defect Notice

(Pursuant to Subsection 21(3) of the Fire Protection and Prevention Act, 1997 as amended)

Belleville City Fire Department
Rheamume M Chaput
72 Moira St., West
Belleville ON K8P 1S5

NOTICE DATE: September 07, 2011
NOTIFICATION #: 50009100
PRINT DATE: September 07, 2011
CUSTOMER ID: HAZNONCON

Applicant:

PRICewaterhouse COOPERS INC
ROYAL TRUST TOWER TD CENTRE
STE3000 PO BOX 82
TORONTO ON M5K 1G8

Applicant Business #: 613-941-8383-13507

Subject property:

PRICewaterhouse COOPERS INC
HOTEL QUINTE
211 PINNACLE ST
BELLEVILLE ON K8N 3A7
BELLEVILLE

At the direction of an inspector under the authority of Subsection 21(3) of the *Fire Protection and Prevention Act, 1997 as amended*, an inspection was conducted of the electrical installations at the location described above. The defects listed below pose serious life and/or fire hazards, and must be corrected by September 16, 2011. Please correct the defects by following the Instructions for Correcting Defects listed below.

INSTRUCTIONS FOR CORRECTING DEFECTS:

- Engage a Licensed Electrical Contractor IMMEDIATELY to perform the remedial work unless otherwise specified under law.
- Submit an Application for Inspection with the appropriate fee to the Electrical Safety Authority Customer Service Centre through the person performing the remedial work.
- Correct the defects listed below no later than September 16, 2011.
- Advise the Electrical Safety Authority Customer Service Centre following correction of defects.
- A person named in an Order issued by the Authority may, WITHIN 15 days of the issuance of the Order, apply to the Director in writing for a review of the Order. Information regarding the right to appeal is available on the Electrical Safety Authority website at www.esasafe.com under Government & Regulations, Appeals Regulation.

DEFECT DETAILS:

* Staff	Date	Hours	Memo
	6/27/2011	9.0	Cash Flow review with N. Labbe Correspondence with A. Cartwright. Review of Nightly Audit Report and tutorial with A. Cartwright on how to maintain it. Examination of expenses from July 1, 2010 - April 30, 2011.
	6/28/2011	11.0	Attend at Hotel Quinte. Review of Nightly Audit Report and making changes to improve format and information received in the Nightly Audit Report and instruction to night auditor on changes. Email and telephone correspondence with N. Labbe about cash flow Email and telephone correspondence with M. Pickett about Fire Marshal's report Draft to J. Deluca with respect to Fire Marshal's report Calculation of rent, HST and interest due to hotel from two restaurants during the period of occupation. Review of the Receiver's First report and addition of comments. Compiling appendices for Receiver's First Report Review of financial statements and deposits for search of sale of kitchen assets from 1733073 Ontario Inc. to Silk Route Meeting with M. Pickett re: status of repairs Updating Cash flow.
	6/29/2011	7.0	Discussion with N. Labbe about repairs and cash flow. Investigation of Global Payments deposits and payments. Discussion with A. Cartwright about employment contract. Hotel update with A. Cartwright Review of Nightly Audit Report in detail.
	6/30/2011	3.0	
PITTMAN WENDY (CA022477)	6/13/2011	0.2	Picked up message from hotline and returned call from creditor.
	6/14/2011	0.5	Updated creditors listing.
	6/15/2011	0.7	Updated creditors list and sent creditors notice to all new creditors.
	6/16/2011	0.3	Put together materials and sent fax to Union Gas, creditor, regarding issue with gas being shut off.
	6/17/2011	0.1	Spoke with J. Davidson re: updates to creditors list.
	6/22/2011	0.2	Emailled creditor Notice and Statement of Receiver, spoke with J. Davidson re: updated creditors listing.
	6/29/2011	0.1	Sent fax to creditor requesting copy of Notice and Statement of Receiver.
PICKETT MICHELLE (CA023662)	6/13/2011	1.5	Instructions to N. Labbe to prepare a non-operating cashflow to assess cost benefits of operating the hotel given the required repairs. Follow up email to J. Salinas re: discussions with counsel for the tenant. Receipt, review and respond to emails from J. Salinas re: correspondence from tenant's counsel re: quantum of rent. Email copy of Draft Property Condition Assessment to M. Pisani and D. Nowak. Discussion with N. Labbe re: status of mould assessment. Follow up on status of internet quote for wireless routers. Instructions to N. Labbe re: arranging quotes for immediate repair of chimney, assessment and repairs of electrical issues, assessment and repairs to plumbing, industrial hygienist assessment, etc. Discussion with G. Prince re: findings in the Property Assessment Report and next steps to assess cost of repairs. Preliminary discussion with D. Nowak re: Draft Condition Property Assessment. Follow up with J. Davidson re: whether restaurants had paid rent to 1733073 in 2010 or 2011.

* Staff	Date	Hours	Memo
	6/14/2011	2.2	Forward Draft Property Condition Assessment (Draft) to M. Pisani and D. Nowak. Follow up discussion with D. Nowak re: Condition Property Assessment highlighting necessary repairs and receiver's plan to address same, and call with J. Peshka of TRC. Emails to N. Labbe re: tracking repairs and quotes. Discussion with N. Labbe re: status of quotes for repair work. Discussion with J. Davidson re: status of financials for 2011 and chimney repairs, update of cash flow monitoring at hotel, internet repair quotes, etc. Respond to email from counsel to J. DeLuca re: collection of post receivership A/P in respect of hotel customers from receiver. Respond to email from M. Pisani re: Receiver's Certificate and request for \$25K. Emails from J. Davidson with updates on clearing staff levels given occupancy, work schedules and opportunities to scale staff hours to demand - rooms occupied and require cleaning. Review fax from Tepitsky Cohen, counsel to 1733073 Ontario Inc. Dealing with issues on repairs to building and rebuilding financial statements. Email from GE and follow up with G. Prince on request for fee quote. Dealing with issues related to the shutoff of gas at the Belleville hotel. Various discussions with J. Davidson re: deficiencies and violations of Fire Code at Silk Route restaurant, feedback from gas contractor, Silk Route carbon monoxide leak and required replacement of kitchen hood vent. Follow up with S. Wilson re: discussion with tenant's counsel in respect of compensation for gas shut off and closure of Silk Route and Cafe Quinte. Follow up with S. Wilson re discussion with counsel to tenants re: proposed occupation rent. Status update meeting with J. Davidson and N. Labbe re: repair quote, financials, Union Gas, etc. Discussion with G. Prince re: option of terminating leases. Conference call with D. Nowak, N. Abbott, J. Salmas and S. Wilson re: gas shut off, inspections by Union Gas and code violations and warnings at Silk Route, carbon monoxide leak, Fire Marshall's inspection and work order to replace kitchen hood vent, threat from tenants to file damage claim, occupation rent and recommendation to seek court order to terminate leases. Follow up conference call with M. Pisani and D. Nowak to bring M. Pisani up to speed on the issues surrounding the gas shut off, Fire Marshall's inspection, occupation rate offered by tenants and recommendation to seek court approval to terminate leases. Instructions to J. Salmas and S. Wilson to book court time for motion to terminate lease. Receivership billing. Drafting lengthy email to M. Pisani re: gas shutdown and recommendation to terminate leases. Various emails to/from G. Prince re: same. Forward draft email to J. Salmas for review and comment. Email copy of final Property Condition Assessment to GE. Email and follow up discussion with C. Gallagher re: whether termination of leases will adversely impact value of hotel.
	6/15/2011	2.0	
	6/17/2011	6.0	
	6/18/2011	3.0	
	6/19/2011	0.5	Email from terminated employee following up on ROE. Emails to/from S. Wilson forwarding correspondence form counsel to tenants. Email from J. Salmas commenting on draft summary email to GE. Forward email to M. Pisani, D. Nowak and J. Guernard. Discussion with J. Salmas re: first report of the receiver. Drafting the First Report of the receiver.
	6/20/2011	3.0	

Time Details

Client	GE Capital Equipment Financing G.P.		
Job	RECEIVER 1733073 Ontario Inc.		
Show to date	6/30/2011		
* Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	6/22/2011	0.1	Approving payroll and instructions to A.Boulding.
	6/24/2011	0.2	Checking WEPPA and authorizing filing. Instructions to D.Smith.
BOULDRING ADELAIDE (CA002759)	6/21/2011	0.2	Post disbursement Newviews, prepare cheque requisition & cheque scribe batch, run cheque.
	6/22/2011	1.1	Phone call Royal Bank re GE wire transfer. Post deposit & GE wire transfer Newviews, attach backup, prepare vouchers for filing. Count cash, prepare & take deposit to bank.
	6/23/2011	0.2	Post Ceridian wire transfer Newviews, attach backup, prepare voucher for filing.
SMITH DONALDA (CA007437)	6/17/2011	0.3	Prepare cheque req. and cheque and post in Newviews.
	6/20/2011	2.2	Prepare WEPPA/S.81 schedule. Follow up on missing information. Discussion with Veridian on electricity billings and e-billing set up.
	6/21/2011	0.1	May 2011 bank reconciliation.
	6/22/2011	1.2	Finalize schedule for WEPPA and s81 for all employees.
	6/24/2011	0.1	Discussions with Bank of Montreal in Belleville regarding our request for copies of statements c/w copies of cheques and deposit slips.
	6/27/2011	0.2	Information from RBC on transactions from May 27 to June 24, 2011. Forward same to N. Labbe and J. Davidson.
LABBE NATHALY (CA016657)	6/13/2011	3.0	Prepare cash flow assuming hotel isn't operating and send to M. Pickett. Call A. Cartwright to make sure that someone will repair the chimney. Follow up with J. Davidson. Get final report re: condition property assessment and do a quick reading of changes. Call M. Wilson from Pinchin and required information for mould assessment Call Global Payment re: change of the bank account for deposit.
	6/14/2011	3.0	Reading Property Condition Report and highlight concerns raised in the report. Confirmed with two firms that we will receive their quotes today or tomorrow. Discussions with Global payment in order to confirm the change of the bank account. Received quote for chimney repair. Various discussions with A. Cartwright, C. Chamberlain and J. Davidson re: chimney, daily report and repairs.
	6/15/2011	3.0	Document management in BRS. Prepared schedule of all issues identified in the Property Condition Assessment. Numerous calls with A. Cartwright or suppliers re: requested quotes. Meeting with M. Pickett and J. Davidson re: status of outstanding tasks.
	6/16/2011	0.8	Follow up with A. Cartwright and some suppliers re: quote re: issues/concerns with building.
	6/17/2011	7.5	Completion of the schedule of the issues with the hotel. Numerous discussions with suppliers for quote or follow up (mould expert, boiler company, plumbing company, electrical company, wireless company, etc.). Meeting with M. Pickett and J. Davidson re: status of the outstanding points. New issue with the Silk Route. Some discussions with A. Cartwright re: follow up of quote and visit next week, closing of the Silk Route until further notice due to gas shut off.

• Staff	Date	Hours	Memo
	6/20/2011	1.8	Get the information for D. Smith re: WEPPA. Exchange of emails with Global Payment re: breakdown of the deposit and mailing address for statements. Discussion with Oscar and Javier from Global Payment re: second merchant number under this name.
	6/21/2011	1.7	Weekly conference call with M. Pickett and GE (D. Novak, M. Pisani and J. Guerard). Changes to the cashflows. Request access to the RBC bank account in order to track cashflow on a weekly basis.
	6/22/2011	4.0	Discussions with A. Cartwright re: payroll transfer to Ceridian, mould assessment in the restaurants, marketing, etc. Discussion with companies that submitted a quote on Chimney. Discussion with Carmichael re: quote for the Boiler and understanding of chimney needed. Draft an email for Real Estate contacts to advertise the hotel.
	6/23/2011	3.0	Discussion with contractors re: chimney and boiler. Email to confirm the contract to Quinte Masonry re: chimney. Discussion with J. Davidson and M. Pickett re: fire marshall report. Discussion and email to A. Cartwright re: expense report.
	6/24/2011	1.7	Discussion with M. Pickett. Call two contractors and leave voicemail re: fan and vent at the Silk Route. Discussion with A. Cartwright re: work from C. Chamberlain and quote from contractor for fan and vent.
	6/27/2011	2.0	Numerous calls to follow on the quote and work on the building. Discussion with Eric Rockarts from Carmichael re:Boilers and received an email detailing the problems. Discussion with Pinchin re: required access from the contractors.
	6/28/2011	3.0	Obtain R&D from Donna and the bank statement. Review the cashflow and send it to M. Pickett. Conference call with GE and Gowlings re: updates. Send the updated cash flow to GE with some comments. Email to J. Davidson re: work on site with A. Davidson. Letter to Mr. Jinah re: lease of prayer hall and room and previously Silk Route.
	6/29/2011	1.5	Meeting with J. Davidson to get updated the cash flow and the R&D with CMT on a weekly basis based on weekly/daily report. Calls to source company to conduct the Building Audit. Send an email to Randal Brown & Associates (RBA).
	6/30/2011	2.0	Update of the schedule of issues with the building. Classify quotes and emails regarding issues. Discussion with RBA re: quote for a Building Audit per requirement of the Fire Marshal. Discussion with president of Leighton re: quote regarding the electrical system. Review of the credit/debit cards outstanding from Global Payment.
DAVIDSON JULIA (CA018409)	6/13/2011	8.0	Preparing a set of comparative financial statements, including searching online accounting records and Scotiabank bank statements for the period 2009 to 2011.
	6/14/2011	9.0	Communication with A. Hirji, former external accountant for 1733073 Ontario Inc. Attend at Hotel Quinte in Belleville. Working through various hotel issues with A. Cartwright, such as setting up new accounts with suppliers, discussing repair plans. Status update and email correspondence with N Labbe & M Pickett Email correspondence with various repair contractors Working with hotel staff to review and adjust of Nightly Audit Reports
	6/15/2011	7.5	Preparing a set of comparative financial statements, including searching online accounting records and Scotiabank bank statements for the period 2009 to 2011. Hotel update with A. Cartwright. Review of invoices received to determine pre or post receivership and liability of the Receiver.

* Staff	Date	Hours	Memo
	6/16/2011	9.0	Dealing with accidental gas shut off by Union Gas. Multiple calls to Union Gas Customer Service, A Cartwright, M Pickett, N Labbe to supply updates re: same. Sourcing a number of local Gas Contractors, calling the Fire Marshal, speaking to the Union Gas dispatcher and the Union Gas Inspector. Preparing a set of comparative financial statements, including searching online accounting records and Scotiabank bank statements for the period 2009 to 2011.
	6/17/2011	7.5	Various discussions with R. Bentley (Gas Contractor) re: attending at the hotel to provide a quote to relocate the gas valve. Multiple calls with the Union Gas bankruptcy group. Organizing a Union Gas Inspector to attend the hotel to turn the gas back on. Communication with A. Cartwright about the gas. Updating M Pickett and N Labbe Review of 1733073 Ontario Inc. Insurance policy.
	6/18/2011	1.0	Review of variance analysis - actual cash flow to forecast.
	6/20/2011	3.0	Communication with M Pickett with respect to Union Gas Draft Letter to J Deluca with respect to Silk Route operations Update call with A. Cartwright about hotel activities.
	6/21/2011	9.0	Attend at Hotel Quinte. Organizing with R. Bentley of Bentley Heating Systems (Gas Contractor) the relocation of the gas shut off valve and fire suppression valve in the Silk Route restaurant. Correspondence with various contractors for other repairs (plumbing, electrical). Telephone call with the G. Ellis (Fire Marshal) re: status of the Silk Route kitchen and his June 9, 2011 report. Update meeting with A. Cartwright. Telephone call with N Labbe and M Pickett re: comments made by the fire marshal and updating them on activities at the hotel by various contractors. Review and approval of biweekly payroll. Review of night audit reports. Review of online accounting records and Scotiabank statements for rental payments. Telephone call with Union Gas re: the reason for shutting off the gas initially. Telephone call with A. Hirji re: questions about how the 2009 financial statements were compiled in order to determine how to create the 2010 statements.
	6/22/2011	9.0	Examination of Bank Statements from January 2010 - April 2011 to classify deposits and search for rental payments. Telephone call and various emails to/from G. Ellis (Fire Marshal) re: how to ensure the hotel meets the fire code. Telephone call with Union Gas re: what the fines are for not meeting the gas code and verify how infractions should be corrected. Telephone call with A. Cartwright with respect to Silk Route operations. Review of nightly audit report. Telephone call with M Pickett and J Salmas (Heenan Blakie) with respect to discussion with Fire Marshal.
	6/23/2011	8.0	Review of Nightly Audit report Finalization of comparative financial statements. Analyzing online accounting information and Scotiabank bank statements for payments for July 1, 2010 - April 30, 2011. Correspondence with N Labbe and M Pickett Hotel update call with A. Cartwright. Communication with A. Hirji (1733073 Accountant) with respect to 2009 financial statements.
	6/24/2011	2.0	Correspondence with M. Pickett and N. Labbe Review of expenses paid by the hotel.



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| 2 | September 07, 2011
ESA09 Rules 12-114, 2-300 and 2-108 - Incomplete or unused wiring is required to be disconnected, removed or to made safe by terminating in approved enclosures. See Bulletin 12-25-*. |
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| 3 | September 07, 2011
ESA09 Rule 12-3024 - Fill all unused openings in cabinets, boxes, panelboards and fittings. |
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| 4 | September 07, 2011
ESA09 Rule 12-3024 - Panel fillers are required in the unused openings in the breaker panelboard. |
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| 5 | September 07, 2011
ESA09 Rule 04-010(3)(a) - Flexible cords used as permanent wiring shall be disconnected, removed and replaced with approved permanent wiring methods. |
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| 6 | September 07, 2011
ESA09 Rule 12-3000(4) - Covers shall be installed on all electrical boxes. |
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| 7 | September 07, 2011
ESA09 Rule 12-506(1) - All joints are to be made in approved electrical boxes. |
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| 8 | September 07, 2011
ESA09 Rule 12-510(1) - Where non-metallic sheathed cable is run between boxes and fittings, it shall be supported by approved straps, or other approved means located within 300 mm (12) of every box or fitting and at intervals of not more than 1.5 m (5 ft) throughout the run. |
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| 9 | September 07, 2011
ESA09 Rule 12-3010 - All electrical boxes shall be properly supported and secured to the building structure. |
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| 10 | September 07, 2011
ESA09 Rule 02-300 - The deteriorated and/or damaged luminaires shall be repaired or replaced. |
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| 11 | September 07, 2011
ESA09 Rule 02-300 - Please repair damaged wiring. |
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www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

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TOLL FREE FAX: 1-800-667-4278

-
- 12 September 07, 2011
ESA09 Rule 12-3014 - All junction boxes in walls or ceilings shall remain readily accessible.
-
- 13 September 07, 2011
ESA09 Rule 04-022(1) - Multi-wire branch circuits using a common neutral conductor shall be fed from different phases to prevent overloading the neutral conductor.
-

NOTIFICATION #: 50009100

We have received this Defect Notice and have read the Instructions for Correcting Defects. We have carried out such instructions and corrected all defects in accordance with the requirements of the Ontario Electrical Safety Code.

Signature

Pour obtenir une version française du rapport, veuillez appeler 1-877-372-7233.

Appendix B



**Electrical
Safety
Authority**

www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For Inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

Electrical Safety Authority Order Defect Notice

(Pursuant to Subsection 21(3) of the Fire Protection and Prevention Act, 1997 as amended)

PRICEWATERHOUSE COOPERS INC PRICEWATERHOUSE COOPERS
STE3000 PO BOX 82
TORONTO ON M5K 1G8

NOTICE DATE: November 09, 2011
NOTIFICATION #: 50009100
PRINT DATE: November 09, 2011
FILE CUSTOMER ID: HAZNONCON

ESTATE	
DATE REC'D	NOV 16 2011
ATTN. OF	
ATTN. TO	DATE

Subject property:

PRICEWATERHOUSE COOPERS INC
HOTEL QUINTE
211 PINNACLE ST
BELLEVILLE ON K8N 3A7
BELLEVILLE

At the direction of an inspector under the authority of Subsection 21(3) of the *Fire Protection and Prevention Act, 1997 as amended*, an inspection was conducted of the electrical installations at the location described above. **The defects listed below pose serious life and/or fire hazards, and must be corrected by November 10, 2011 . Please correct the defects by following the Instructions for Correcting Defects listed below.**

INSTRUCTIONS FOR CORRECTING DEFECTS:

- Engage a Licensed Electrical Contractor IMMEDIATELY to perform the remedial work unless otherwise specified under law.
- Submit an Application for Inspection with the appropriate fee to the Electrical Safety Authority Customer Service Centre through the person performing the remedial work.
- Correct the defects listed below no later than November 10, 2011.
- Advise the Electrical Safety Authority Customer Service Centre following correction of defects.
- A person named in an Order issued by the Authority may, WITHIN 15 days of the issuance of the Order, apply to the Director in writing for a review of the Order. Information regarding the right to appeal is available on the Electrical Safety Authority website at www.esasafe.com under Government & Regulations, Appeals Regulation.

DEFECT DETAILS:

- 2 September 07, 2011
ESA09 Rules 12-114, 2-300 and 2-108 - Incomplete or unused wiring is required to be disconnected, removed or to made safe by terminating in approved enclosures. See Bulletin 12-25-*,



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

-
- 3 September 07, 2011
ESA09 Rule 12-3024 - Fill all unused openings in cabinets, boxes, panelboards and fittings.
-
- 4 September 07, 2011
ESA09 Rule 12-3024 - Panel fillers are required in the unused openings in the breaker panelboard.
-
- 5 September 07, 2011
ESA09 Rule 04-010(3)(a) - Flexible cords used as permanent wiring shall be disconnected, removed and replaced with approved permanent wiring methods.
-
- 6 September 07, 2011
ESA09 Rule 12-3000(4) - Covers shall be installed on all electrical boxes.
-
- 7 September 07, 2011
ESA09 Rule 12-506(1) - All joints are to be made in approved electrical boxes.
-
- 8 September 07, 2011
ESA09 Rule 12-510(1) - Where non-metallic sheathed cable is run between boxes and fittings, it shall be supported by approved straps, or other approved means located within 300 mm (12) of every box or fitting and at intervals of not more than 1.5 m (5 ft) throughout the run.
-
- 9 September 07, 2011
ESA09 Rule 12-3010 - All electrical boxes shall be properly supported and secured to the building structure.
-
- 10 September 07, 2011
ESA09 Rule 02-300 - The deteriorated and/or damaged luminaires shall be repaired or replaced.
-
- 11 September 07, 2011
ESA09 Rule 02-300 - Please repair damaged wiring.
-
- 12 September 07, 2011
ESA09 Rule 12-3014 - All junction boxes in walls or ceilings shall remain readily accessible.



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

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TOLL FREE FAX: 1-800-667-4278

13 September 07, 2011
ESA09 Rule 04-022(1) - Multi-wire branch circuits using a common neutral conductor shall be fed from different phases to prevent overloading the neutral conductor.

14 November 09, 2011
ESA09 Rule 22-200 - Cables in wet location shall meet the requirements of Table 19.

- * The NMD cable on the north side of the building supplying the outside
- * lights is not approved for this location.

15 November 09, 2011
ESA09 Rule 12-3022(3) - Cables entering boxes or enclosures shall be secured by approved box connectors or cable clamps.

- * For the cables entering the outside lights on the north side of the
- * building.

16 November 09, 2011

- * 32-104 Equipment bonding

*

- * (1) Exposed non-current-carrying metal parts of electrical
- * equipment including outlet boxes, conductor enclosures, raceway, and
- * cabinets shall be bonded to ground in accordance with Section 10.

*

- * (2) Where a non-metallic wiring system is used, a bonding conductor
- * shall be incorporated in each cable and shall be sized in accordance
- * with Rule 10-814(1).

*

- * Some of the bonding conductors are not connected.



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

17 November 09, 2011

* 32-102 Wiring method

*

* (1) All conductors of a fire alarm system shall be

*

* (a) installed in metal raceway of the totally enclosed type;

*

* (b) incorporated in a cable having a metal armour or sheath;

*

* (c) installed in rigid non-metallic conduit, where embedded in at

* least 50 mm of masonry or poured concrete or installed underground; or

*

* (d) installed in electrical non-metallic tubing, where embedded in

* at least 50 mm of masonry or poured concrete.

*

* (2) Notwithstanding Subrule (1), conductors installed in buildings

* of combustible construction in accordance with the Rules of Section 12

* shall be permitted to be

*

* All the joints shall be made in electrical boxes.

18 November 09, 2011

ESA09 Rule 04-010(3)(a) - Flexible cords used as permanent wiring shall be disconnected, removed and replaced with approved permanent wiring methods.

* In the basement some lights are connected to lamp cord.

19 November 09, 2011

ESA09 Rule 12-506(1) - All joints are to be made in approved electrical boxes.

* At some of the panels opens joints have been made over the panels in

* the hallways.

20 November 09, 2011

Please arrange to meet at jobsite with keys/tools/ladders. Call defect inspector to arrange appointment

* Please remove some of the bathroom light fixtures and ceiling fans for

* inspection in order that the installation of junction boxes and proper

* bonding to the system ground can be verified.



www.esasafe.com

400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

17 November 09, 2011

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*

* (d) installed in electrical non-metallic tubing, where embedded in

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*

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400 Sheldon Dr, Unit 1, Cambridge, ON , N1T 2H9

For inquiries:

TOLL FREE TEL: 1-877-372-7233

TOLL FREE FAX: 1-800-667-4278

-
- 21 November 09, 2011
ESA09 Rule 26-700(8) - A grounding type receptacle used on the ungrounded circuit shall be effectively grounded or protected by a ground fault circuit interrupter of the Class A Type.

* Throughout the Hotel.

-
- 22 November 09, 2011
ESA09 Rule 68-302 - Hydromassage bathtubs shall be protected by a ground fault circuit interrupter of the Class A type.

* In the guest rooms.

-
- 23 November 09, 2011
ESA09 Rule 14-104 - Number 14 AWG copper conductors shall be protected by a fuse or breaker sized not larger than 15 amperes.

* Some circuits are protected by 20 amp breakers.

-
- 24 November 09, 2011
ESA09 Rule 14-104 - Number 12 AWG copper conductors shall be protected by a fuse or breaker sized not larger than 20 amperes.

* In the basement one circuit is protected by 100 amp fuses.

NOTIFICATION #: 50009100

We have received this Defect Notice and have read the Instructions for Correcting Defects. We have carried out such instructions and corrected all defects in accordance with the requirements of the Ontario Electrical Safety Code.

Signature

Pour obtenir une version française du rapport, veuillez appeler 1-877-372-7233.

Appendix C

AMENDING AGREEMENT

THIS AGREEMENT is dated as of the 24th day of January, 2012

BETWEEN:

PRICEWATERHOUSECOOPERS INC., solely in its capacity as court-appointed receiver of all of the assets, undertakings and properties of 1733073 Ontario Inc., and not in any other capacity and with no personal or corporate liability

(hereinafter called the "Vendor")

OF THE FIRST PART

- and -

2310561 ONTARIO INC., a corporation incorporated pursuant to the laws of the Province of Ontario

(hereinafter called the "Purchaser")

OF THE SECOND PART

RECITALS:

Whereas:

1. The Vendor and Purchaser entered into the Amended and Restated Asset Purchase Agreement dated December 22, 2011 (the "APA").
2. The Vendor and Purchaser have agreed to certain amendments to the APA, which are set out in this Amending Agreement.

NOW THEREFORE IN CONSIDERATION of the premises and the mutual agreements in this Amending Agreement, and for other consideration (the receipt and sufficiency of which are acknowledged by each Party), the Parties agree as follows.

Definitions:

1. Capitalized terms used and not defined herein have the meanings ascribed to such terms in APA.

Amendments:

2. Section 2.3(b) of the APA is hereby deleted in its entirety and replaced by the following:

- (b) the balance of the Purchase Price (subject to the adjustments provided in Section 2.8 and Schedule "H") shall be paid to the Vendor as follows:
 - (i) the sum of CDN \$1,758,275.82 shall be paid to the Vendor at Closing by certified cheque, bank draft or by wire transfer; and
 - (ii) the Purchaser shall deliver to the Vendor at Closing, a promissory note in the principal amount of \$295,000 executed by the Purchaser in favour of the Vendor (the "Promissory Note"), in form and content satisfactory to the Vendor in its sole discretion.

3. The following items are added as additional deliveries at Closing under the heading "Purchaser's Deliveries" in Section 2.9 of the APA:

- (e) the Promissory Note;
- (f) personal guarantees of the Purchaser's obligations pursuant to the Promissory Note (the "Guarantees") executed by Suthagini Ramesh and Ramesh Vinokaram (together, the "Guarantors"), in form and content satisfactory to the Vendor, in its sole discretion;
- (g) certificates of independent legal advice executed by each of the Guarantors, or confirmation by the Guarantors of the waiver of the requirement of independent legal advice;
- (h) a mortgage/charge in favour of the Vendor of the real property municipally known as 1 Forestbrook Drive, Markham, Ontario, L4B 0E4, in the principal amount of \$295,000 (the "Mortgage") in form and content satisfactory to the Vendor in its sole discretion. The Mortgage shall secure the obligations of the Guarantors pursuant to the Guarantees; and
- (i) such other additional documents and instruments that the Vendor may request for the purposes of evidencing or registering the Mortgage.

General:

4. The APA, as amended hereby, is hereby ratified and confirmed and remains in full force and effect, binding upon the parties in accordance with its terms.

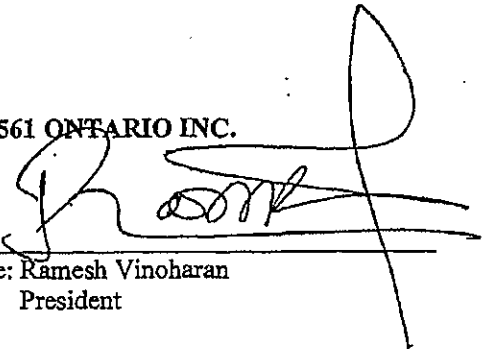
5. This Amending Agreement shall be construed in accordance with and governed by the laws of the Province of Ontario and the federal laws of Canada applicable therein

and each party hereby irrevocably attorns to the jurisdiction of the courts of the Province of Ontario.

6. This Amending Agreement may be executed and delivered in counterparts, each of which when executed and delivered is an original, but both of which together constitute one and the same agreement.

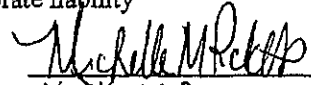
IN WITNESS WHEREOF this Agreement has been executed by the parties on the date first above written.

2310561 ONTARIO INC.

Per: 
Name: Ramesh Vinoharan
Title: President

I have authority to bind the Corporation

PRICEWATERHOUSECOOPERS INC.,
solely in its capacity as the Court-appointed
receiver of the assets, undertakings and
properties of 1733073 Ontario Inc. and not in
any other capacity and with no personal or
corporate liability

Per: 
Name: MICHELLE PICKETT
Title: VICE PRESIDENT

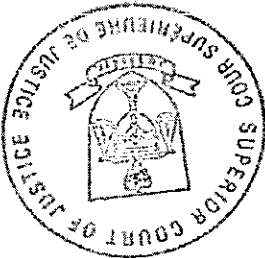
Appendix D

**ONTARIO
SUPERIOR COURT OF JUSTICE
(IN BANKRUPTCY AND INSOLVENCY)**

REGISTRAR MILLS

)
)
)

THURSDAY, THE 12th DAY
OF JANUARY, 2012



**IN THE MATTER OF THE BANKRUPTCY OF
1733073 ONTARIO INC.**

BANKRUPTCY ORDER

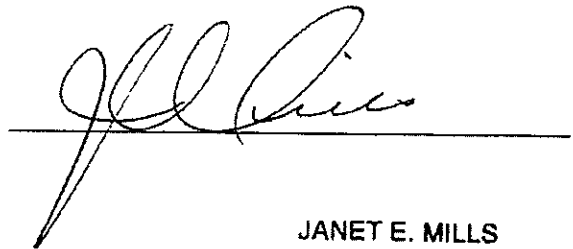
UPON READING the Application for Bankruptcy Order of **GENERAL ELECTRIC CANADA REAL ESTATE FINANCE INC. AND GE CANADA EQUIPMENT FINANCING G.P.** (the "Applicant Creditors"), the Applicant Creditors, of the City of Mississauga, filed,

AND UPON reading the Affidavit of Verification of Danny Nowak, filed, and the Affidavit of Service of Frank Temprile and Chad Maher, filed, and upon hearing counsel for the Applicant Creditors, and it appearing to the Court that the following acts of bankruptcy have been committed by 1733073 Ontario Inc.:

- (a) 1733073 Ontario Inc. has, within the six (6) months next preceding the date of the filing of the application, ceased to meet its liabilities generally as they become due.

1. **THIS COURT ORDERS** that 1733073 Ontario Inc., of the City of Toronto, in the Province of Ontario, is hereby adjudged bankrupt and a bankruptcy order is hereby made against 1733073 Ontario Inc. on this date.

2. **THIS COURT ORDERS** that PricewaterhouseCoopers Inc. of the City of Toronto, in the Province of Ontario, be and is hereby appointed as Trustee of the estate of the Bankrupt, 1733073 Ontario Inc.
3. **THIS COURT ORDERS** that the Trustee shall forthwith give security in cash or by bond or suretyship without delay in accordance with subsection 16(1) of the *Bankruptcy and Insolvency Act*.
4. **THIS COURT ORDERS** that costs of the Applicant Creditors shall be paid out of the estate of the Bankrupt on taxation of the estate.

A handwritten signature in black ink, appearing to read 'J. E. Mills', is written over a horizontal line.

JANET E. MILLS

Registrar in Bankruptcy
Superior Court of Justice

Greffier des faillites
Cour supérieure de justice

File No. 31-207869T

IN THE MATTER OF THE BANKRUPTCY OF 1733073 ONTARIO INC.

**ONTARIO COURT (GENERAL DIVISION)
IN BANKRUPTCY
(Proceedings Commenced at London)**

BANKRUPTCY ORDER

GOWLING LAFLEUR HENDERSON LLP

Barristers and Solicitors
1 First Canadian Place, Suite 1600
100 King Street West
Toronto, Ontario
M5X 1G5

Neil S. Abbott(LSUC #32715Q)

Tel: (416) 862-4376

Fax: (416) 863-3476

Lawyers for the Applicant
T978629

Appendix E

**ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)**

BETWEEN:

GENERAL ELECTRIC CANADA REAL ESTATE FINANCE INC.
AND GE CANADA EQUIPMENT FINANCING G.P.

Company

- and -

1733073 ONTARIO INC.

Respondent

AFFIDAVIT OF TRACEY WEAVER

I, **TRACEY WEAVER**, of the Town of Whitby, in the Province of Ontario, **MAKE OATH AND SAY** that:

1. I am a Vice President of PricewaterhouseCoopers Inc. ("**PwC**") and, as such, I have knowledge of the matters hereinafter deposed to except where stated to be on information and belief, and whereso stated I verily believe it to be true.
2. On May 27, 2011, pursuant to an order of the Court (the "**Appointment Order**"), PwC was appointed as receiver (the "**Receiver**"), without security, of all of the assets, undertakings and properties (collectively, the "**Property**") of 1733073 Ontario Inc. ("**1733073**"). The Appointment Order was granted pursuant to an application made by General Electric Canada Real Estate Finance Inc. and GE Canada Equipment Financing G.P. pursuant to section 243(1) of the *Bankruptcy and Insolvency Act*, as amended, and section 101 of the *Courts of Justice Act*, as amended.
3. Pursuant to the Appointment Order, the Receiver has provided services and incurred disbursement, in the amount of \$670,278.45, and \$186,040.92 respectively (excluding harmonized sales tax "**HST**") in the period from May 27, 2011 to February 12, 2012 (the "**Period**"). The Receiver's disbursements include legal fees and disbursements paid to Heenan Blaikie LLP ("**Heenan**"), the Receiver's independent legal counsel, in the amount of \$144,263.62 (excluding

HST). Attached hereto and marked as Exhibit "A" to this my Affidavit is a summary of all invoices rendered by the Receiver on a periodic basis during the Period (the "**Accounts**").

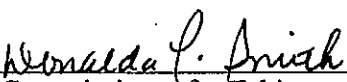
4. True copies of the Accounts, which include a fair and accurate description of the services provided along with the hours and applicable rates claimed by the Receiver, are attached as Exhibit "B" to this my Affidavit.
5. The Receiver has previously filed three reports with the Court with respect to its conduct and the receivership proceedings (the "**Previous Reports**"). In addition, and contemporaneously with the filing of this Affidavit the Receiver is filing its fourth report to the Court (the "**Fourth Report**"). Details of the activities undertaken and services provided by the Receiver in connection with the administration of the receivership proceedings are described in the Previous Reports and the Fourth Report.
6. In the course of performing its duties pursuant to the Appointment Order, the Receiver's staff have expended a total of 2,447.8 hours during the Period. Attached as Exhibit "C" to this my Affidavit is a schedule setting out a summary of the individual staff involved in the administration of the receivership and the hours and applicable rates claimed by the Receiver for the Period. The average hourly rate billed by the Receiver during the Period is \$273.83.
7. The total amount of professional fees and disbursements being claimed for work performed by the Receiver during the Period is \$712,055.75, excluding the legal fees paid to Heenan, in the amount of \$144,263.62 (excluding HST).
8. The Receiver requests that this Honourable Court approve its Accounts for the Period, in the total amount of \$712,055.75 (excluding HST) for services rendered and recorded during the Period.
9. The Receiver's fees and disbursements for the period from February 13, 2012 to completion of all work relating to the receivership proceedings will be calculated and billed at the standard rates currently in effect. Barring unforeseen circumstances, I estimate that those fees and disbursements will not exceed \$40,000.00, excluding the fees and disbursements of legal counsel.
10. Heenan, as independent legal counsel to the Receiver, rendered services throughout these proceedings in a manner consistent with the instructions of the Receiver and have prepared an

affidavit with respect to the services rendered during the Period. The Receiver has reviewed the invoices rendered by Heenan during the Period.

11. To the best of my knowledge, the rates charged by the Receiver and Heenan are comparable to the rates charged for the provision of similar services by other large accounting and legal firms in the area.
12. I verily believe that the fees and disbursements incurred by the Receiver and Heenan are fair and reasonable in the circumstances.
13. This Affidavit is sworn in connection with a motion for an Order of this Honourable Court to, among other things, approve the fees and disbursements of the Receiver and those of its legal counsel and for no improper purpose.

SWORN BEFORE ME at the City
of Toronto, in the Province of
Ontario, this 22nd day of February,
2012.

)
)
)
)
)
)



Commissioner for Taking

Affidavits, etc.

Donalda Pauline Smith, a
Commissioner, etc., Province of Ontario,
for PricewaterhouseCoopers Inc.,
Expires April 28, 2014.



TRACEY WEAVER

PRICEWATERHOUSECOOPERS INC.
RECEIVER OF
1733073 ONTARIO INC.

Statement of Fees Summary
For the Period from May 27, 2011 to February 12 2012

Invoice	Period	Fees	Disbursements	Legal Fees	Sub-Total	GST/HST	Total
TR131701450	For the period to June 10, 2011	86,355.00	5,586.68	2,409.60	94,351.28	12,265.67	106,616.95
TR131701596	June 11, 2011 to June 30, 2011	58,989.15	2,949.46	-	61,938.61	8,052.02	69,990.63
TR131701654	July 1, 2011 to July 22, 2011	61,572.80	3,543.84	-	65,116.64	8,465.16	73,581.80
TR131701942	July 23, 2011 to September 9, 2011	147,820.50	8,657.35	25,032.40	181,510.25	23,596.34	205,106.59
TR131702146	September 10, 2011 to October 21, 2011	84,382.50	4,787.69	24,105.84	113,276.03	14,725.89	128,001.92
TR131702250	October 22, 2011 to November 11, 2011	38,281.60	2,456.79	28,822.06	69,560.45	9,042.86	78,603.31
TR131702315	November 12, 2011 to November 25, 2011	34,384.40	2,094.95	13,213.61	49,692.96	6,460.08	56,153.04
TR132700108	November 26, 2011 to December 31, 2011	91,488.90	6,652.63	12,601.90	110,743.43	14,396.85	125,140.08
TR132700227	January 1, 2012 to January 27, 2012	57,751.20	4,585.29	16,168.61	78,505.10	10,205.67	88,710.77
TR132700246	January 28, 2012 to February 12, 2012	9,252.40	462.62	21,909.60	31,624.62	4,111.20	35,735.82
Total		670,278.45	41,777.30	144,263.62	856,319.37	111,321.54	967,640.91
PwC Disbursements				41,777.30			
Legal Fees				144,263.62			
Total Disbursements				186,040.92			

This is Exhibit "A" referred to in the Affidavit of
Tracey Weaver, sworn before me this
22nd day of February, 2012.

Donalda P. Smith
A commissioner, etc.
Donalda Pauline Smith, a
Commissioner, etc., Province of Ontario,
for PricewaterhouseCoopers Inc.,
Expires April 28, 2014.

Exhibit "B"

Court File No. CV-10-9861-00CL

ONTARIO
SUPERIOR COURT OF JUSTICE - COMMERCIAL LIST

BETWEEN:

GENERAL ELECTRIC CANADA REAL ESTATE FINANCE INC.
AND GE CANADA EQUIPMENT FINANCING G.P.

Company

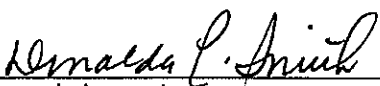
- and -

1733073 ONTARIO INC.

Respondent

APPLICATION UNDER SECTION 243(1) OF THE BANKRUPTCY AND INSOLVENCY
ACT, R.S.C. 1985, c. B-3, AS AMENDED AND SECTION 101 OF THE COURTS OF
JUSTICE ACT, R.S.O. 1990, c. C.43, AS AMENDED

This is Exhibit "B" referred to in the Affidavit of
Tracey Weaver, sworn before me this
22nd day of February, 2012.


A commissioner, etc.

Donalda Pauline Smith, a
Commissioner, etc., Province of Ontario,
for PricewaterhouseCoopers Inc.,
Expires April 28, 2014.

REMITTANCE COPY

Mr. Michael Prisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PO Box 82
Royal Trust Tower, Suite 3000
Toronto Dominion Centre
Toronto, ON M5K 1G8
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

To avoid delays in receipt of funds, please ensure you are remitting to: PwC Central Accounting
145 King Street West
Toronto ON M5H 1V8
Canada

Bill Date: June 29, 2011
Payment requested by: July 14, 2011
Invoice No.: TR131701450

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period to June 10, 2011.

FEES

\$86,355.00

DISBURSEMENTS

\$7,996.28

TOTAL FEES AND DISBURSEMENTS

\$94,351.28

HST

\$12,265.67

TOTAL DUE

\$106,616.95

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.

Time and Disbursements Summary
For the period to June 10, 2011

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	9.3	600	5,580.00
VICE PRESIDENT			
M PICKETT	97.2	425	41,310.00
T WEAVER	2.6	425	1,105.00
MANAGER			
N LABBE	79.8	350	27,930.00
J REIMCHE	2.5	350	875.00
L WILKS	4.8	350	1,680.00
SR ASSOCIATE			
J DAVIDSON	68.5	250	17,125.00
D SMITH	6.7	250	1,675.00
ASSOCIATE			
W, YAO	3.5	175	612.50
A BOULDING	3.9	175	682.50
W PITTMAN	3.5	155	542.50
A CHIANG	10.0	155	1,550.00
SUPPORT STAFF			
S MOORE	5.5	115	632.50
L CRITTEDEN	0.4	115	46.00
	298.2		101,346.00
FEES			101,346.00
Less: Courtesy discount			(14,991.00)
NET FEES			86,355.00
DISBURSEMENTS			
Administration fee			4,317.75
Other disbursements (Includes Heenan Blaikie legal fees to May 31, 2011)			3,678.53
			7,996.28
FEES AND DISBURSEMENTS:			94,351.28
HST			12,265.67
TOTAL AMOUNT DUE:			106,616.95

Time Details

Client	GE Capital Equipment Financing G.P.			
Job	RECEIVER 1733073 Ontario Inc.			
Show to date	6/10/2011			
* Staff	Date	Hours	Memo	
WEAVER TRACEY (CA002224)	5/12/2011	0.2	Discussion with D.Smith regarding website update. E-mails with M.Pickett.	
	5/27/2011	0.6	Various e-mails regarding appointment. Arranging for bank accounts to be frozen and Receiver's accounts to be opened, website set up etc., Reviewing letters and website set up.	
	5/30/2011	0.6	Edits to draft S245/S246 report and mailing list. E-mails to N. Labbe and M. Pickett. Instructions to A. Boulding regarding post-appointment GST and payroll and further letters to sweep accounts.	
	6/3/2011	1.0	Completing mailing of S245/S246 report. Edits to lists and brief edits to report.	
	6/6/2011	0.2	Various e-mails and additional mailing to 6 creditors.	
BOULDING ADELAIDE (CA002759)	5/31/2011	0.7	Review emails, prepare letters of direction Bank of Nova Scotia, CIBC and Bank of Montreal re sweeping of funds and copies of bank statements.	
	6/1/2011	1.1	Review & print email from N. Labbe re Global Payment. Setup Newviews & Cheque Scribe profiles, update with current bank information. Print void cheque, photocopy appointment order. Phone call Global Payment to confirm faxed information acceptable. Prepare fax coversheet, scan, save as PDF file & send via rightfax. Send confirmation to N. Labbe.	
			Phone call Royal Bank re account activity. Post deposit Newviews, attach backup, prepare voucher for filing.	
	6/2/2011	0.8	Post deposit Newviews, attach backup, prepare voucher for filing. Record cheque and cash daily cheque register, prepare and take deposit to bank. Post deposit Newviews, attach backup, prepare voucher for filing.	
	6/6/2011	0.2	Review deposit and post Newviews, attach backup, prepare voucher for filing.	
SMITH DONALDA (CA007437)	6/8/2011	0.9	Phone calls with A. Cartwright and Royal Bank re issues with trustee account in Belleville. Discussions with N. Labbe and A. Cartwright re Ceridian payroll. Phone call Ceridian, confirm bank account information. Prepare letter of direction Royal Bank re transfer of funds, secure signature, scan and email to RBC to action.	
	6/9/2011	0.2	Post Ceridian transfer Newviews, attach bank confirmation, prepare voucher for filing.	
	5/27/2011	4.8	Prepare pdfs for posting to website. Draft info to be posted on site. Set up new bank account at Royal Bank of Canada. Prepare letters to the three banks to close the company's accounts. Put message on hotline setup.	
	6/1/2011	0.5	Draft letter, merge with addresses and account numbers and have mailed to creditors per list provided by N. Labbe.	
	6/3/2011	0.7	Have Receiver's Notice copied for mailing to creditors. Update website. Follow up with ScotiaBank and Bank of Montreal on company's accounts and activities.	
	6/6/2011	0.3	Return calls from creditors. Discussions with Veridian re electricity at both locations. Pass information on to N. Labbe and M. Pickett.	
	6/8/2011	0.1	Return calls from hotline.	

* Staff	Date	Hours	Memo
REIMCHE JONATHAN (CA012196)	5/9/2011	0.3	Return calls from creditors. Follow up on names on two different accounts with Cogeco.
	5/27/2011	2.5	Attend at 250 Consumers Rd for taking possession of books and records. Various calls and discussions with N. Labbe and W. Yao.
LABBE NATHALY (CA018857)	5/6/2011	0.1	Request information from Danny Nowak re: receivership and taking possession expected next week.
	5/9/2011	0.2	Conference all with GE, Gowings and PwC re: strategy at the Court this Thursday. Discussion with Michelle Pickett.
	5/11/2011	0.5	Conference call with M. Pickett, J. Davidson and J. Wong.
	5/16/2011	8.5	Meeting with M. Pickett and J. Davidson re: required information. Brief call with A. Cartwright. Send an email to J. Davidson with required information to ask. Analysis of bank transactions and GL. Conference call with J. Davidson and S. Suthakaran, then with the accountant - J. Hirji. Import the GL from pdf to Excel. Prepare list of transactions that we need more information. Analysis of revenue compared to deposits.
	5/17/2011	6.5	Request and receive of the Corporate profile and PPSA of some companies. Review list of transactions for BMO 2010 and Scotiabank 2010 and 2011. Draft an email to S. Suthakaran regarding our questions/requests and send it to J. Davidson. Reconciliation of the revenues with deposits.
	5/18/2011	0.5	Finalize the reconciliation of revenue/deposits of 2010. Request Corporate Profile Report of 1733073 Ont Inc.
	5/19/2011	1.0	Send comments to M. Pickett regarding financial analysis done, for the Court report.
	5/20/2011	3.5	Examine hard copy that we have been provided by J. De Luca. Write an email with bullet points for the Court report. Read the draft Court report, add information.
	5/26/2011	1.0	Planning sessions for taking possession tomorrow if appointed by Court. Coordinate with J. Reimche to attend at 250 Consumers Rd. Email to L. Wilkes re: imaging the computers.
	5/27/2011	6.0	Email to L. Wilkes to be stand by for imaging computers. Call locksmith in Belleville to be available. Email to Tracey for bank accounts to be frozen. Following the Court Order appointing PwC as Receiver: Meeting with A. Cartwright, call Dominion for the insurance, call the locksmith, get the payroll info, receivables, examine the daily report, the excel reservation system, etc. Call the AGSO regarding the liquor licence. Discussion with J. Reimche re: 250 Consumers Road, tries to reach S. Suthakaran as there is no one there. Discussion with S. Suthakaran regarding access to the books and records at 250 Consumers Road. Discussion and tour with maintenance at Belleville hotel re: meter for Hydro and gas.
	5/30/2011	7.5	Work on cash proceedings and creditors list with A. Cartwright. Discussion with Union Gas to cancel the planned gas shut down. review documents left at hotel Look S. Suthakaran last week. Visit the storage with Christina. Tour of the rooms with C. Chamberlain (maintenance). Get leases from A. Cartwright which don't match with what we have, discussion with A. Cartwright, conference call with A. Cartwright and M. Pickett. Discussion with CBRE in order to get a copy of the appraisal they prepared at the beginning of 2011. Get some information re: monthly report to Choice Hotel of 2009 and 2010.

* Staff	Date	Hours	Memo
	5/31/2011	4.0	Voicemail to Brian from CBRE re: to obtain copy of the appraisal and response to his request regarding outstanding fees. Discussions with A. Cartwright re: boilers, cashflow, payroll, leases, required cash, fire Marshall, receivables, daily report, etc. Work on creditor list received by A. Cartwright. Call Global Payments to change the bank account for deposit. Draft of request for temporary liquor licence.
	6/1/2011	7.5	Work on Daily report with Melanie (Night Auditor). Discussion with Global Payments to get information and to change the bank account for deposit. Work with A. Cartwright on various concerns. Meeting with Curtis Gallagher re: visit of the building. Discussion with C. Chamberlain and A. Cartwright re: ceiling falling and cost of repair. Visit room with mould again. Finalize cashflow forecast. Review documents for transfer of the liquor licence and ask A. Cartwright to sign as Manager and give me copy of her certification. Call Silk Route to obtain contact information for J. De Luca - discussion with Nick (manager of Silk Route).
	6/2/2011	7.5	Conference call with the AGCO and M. Pickett re: reference to the Liquor Licence Act. Review of the cashflows and post it in BRS. Ask S. Moore to scan documents. Meeting with J. Davidson and M. Pickett re: update on the file. Review creditors list and complete report S245/246 (BIA). Calls for quotes on Phase 1 (Environmental) and for Condition Property Assessment. Discussion with A. Cartwright to get the payroll split for the four days prior to the receivership and get an approximate amount. Call Ontario Laundry for contract and amount due. Attend at AGCO to request and pay the temporary liquor licence for the Receiver.
	6/3/2011	7.0	Send report 245/246 to T. Weaver. Discussion and payment for Home Hardware (repairs of ceiling in the basement). Deliver letter from Henna Blakie to Cafe Quinte advising restaurants to stop sale of alcohol. Discussion with S. Suthakaran. Try to reach J. De Luca. Send email to J. De Luca re: stop sale of alcohol. Letter and expenses report with A. Cartwright for cash in hand. Assist A. Cartwright to review and complete the Daily Sales/Revenue Report. Discussion with Scotia Bank and Global Payment re: balance. Examine of Ceridian website for payroll. Excel for the next payroll to be completed by Angela. Discussion regarding the Condition Property Assessment. Letter to the employees. Pictures of the room Ecolab with mould. Collecting report since May 22 to be reviewed.
	6/6/2011	5.0	Discussion with D. Kendall re: Condition Property Assessment. Discussion with Environmental firm re: phase 1. Conference call with A. Boulding and Global Payment re: funds held. Meeting with M. Pickett re: status of various receivership activities. Receive and approve quote for Condition Property Assessment. Various discussion with A. Cartwright re: Cash on hand, Stacey's address, National Leasing, payroll, cashflow, inspection, etc.
	6/7/2011	5.5	Process the payroll with A. Cartwright. Discussion with Ceridian re: funding the payroll and process the payment. Discussion with A. Cartwright regarding the receivables of Cruickshank. Discussion with Global Payment re: transfer of the deposits. Review revenue forecast from A. Cartwright and update the cashflow forecast. Discussion with AGCO re: name on the liquor licence. Meeting with J. Davidson re: daily report and work at the hotel. Discussion with Andrea re: quote for phase 1 and 2. Discussion with Adam re: mould in the building and experts to get a quote.
	6/8/2011	4.0	Payroll in Ceridian with A. Cartwright, then discussion with A. Boulding re: the wire transfer. Discussion with A. Cartwright and J. Davidson. Discussion with Global Payment. Meeting with M. Pickett re: outstanding points and cashflows. Research on Mould experts. Conference call with A. Cartwright, J. Davidson and M. Pickett. Changes in the cashflow.
	6/9/2011	2.0	Discussions with J. Davidson for the review of the daily report, and all requests from A. Cartwright Add the actual results for the first two weeks of the receivership to the cash flow forecast. Meeting with M. Pickett, J. Davidson and A. Cartwright re: outstanding matters/activities.

* Staff	Date	Hours	Memo
	6/10/2011	2.0	Update cash flows forecast Voicemail for Mould Assessment. Various discussions with M. Pickett and J. Davidson. Request staff schedule from A. Cartwright. Discussion with Global Payment. Discussion with D. Kendall re: Condition Property Assessment Report. Print and send report to M. Pickett.
DAVIDSON JULIA (CA018409)	5/11/2011	2.0	Receivership planning meeting with J. Wong, M. Pickett, N. Labbe, review of BRS file & Motion Record.
	5/16/2011	4.5	Meeting with M. Pickett & N. Labbe, attempting to contact S. Suthakaran, creating a list of questions in addition to the outstanding list for S. Suthakaran, Discussion with S. Suthakaran and Accountant - J. Hirji. Composing email updating GE and composing email for S. Suthakaran.
	5/17/2011	3.0	Drafting emails to S. Suthakaran. Meeting with M. Pickett & N. Labbe, Attempting to contact S. Suthakaran, attempting to contact the accountant - J. Hirji.
	5/18/2011	1.0	Drafting emails to S. Suthakaran and attempting to contact him. Discussion with M. Pickett, updating BRS Power (File Documentation).
	5/30/2011	5.5	Update on activities at Hotel Quinte, Creating a list of outstanding document. Attempting to contact the accountant. Discussions with S. Suthakaran re: attending at 250 Consumers on Tuesday. Arranging for Forensic IT to join us on site to image computers. Multiple communications with Forensic IT. Discussion with D. Smith/T. Weaver re: creditor listing.
	5/31/2011	9.0	Analysing documents for companies/persons who should be added to initial creditor list On site at 250 Consumers road to take possession of books and records and to image computers. Review of documents and creating an inventory of the documents provided by S. Suthakaran. Coaching M. Hudson on how to review documents and inventory documents. Multiple discussions with M. Pickett re: same. Communication with S. Suthakaran. Multiple discussions with L. Wilks (PwC Forensic IT)
	6/2/2011	6.0	Examining documents that we had received and creating a listing based on information gathered from a variety of PwC document reviewers. Discussing the imaged material with PwC Forensic IT
	6/3/2011	4.0	Drafting letters to banks, drafting letters to tenants re: status of insurance, analyzing documents received from S. Suthakaran, creating a list of outstanding documents. Email correspondence with M. Pickett & N. Labbe.
	6/5/2011	1.0	Responding to email from counsel to 1733073 Ontario Inc. re: PwC's performance.
	6/6/2011	3.0	Discussion with M. Pickett & N. Labbe re: issues, updating outstanding list for S. Suthakaran, Assisting S. Moore as to the documents to scan into BRS - document management.
	6/7/2011	3.0	Updating letters, meeting with M. Pickett, document management.
	6/8/2011	10.5	Travel to and from Belleville. Multiple meetings with A. Cartwright. Tour of Hotel. Call with N. Labbe and M. Pickett. Drafting update emails to M. Pickett and N. Labbe. Working on Night Audit Report.
	6/9/2011	8.5	Discussions with A. Cartwright re: hotel issues, Meeting with M. Pickett, Analysing the night audit report, dealing with various issues at the hotel i.e.: garbage, chimney, Calculation of interest due on leases. Editing insurance letters to lessees.
	6/10/2011	7.5	Dealing with A. Cartwright concerns, creating a model to record a set of financial statements for 1733073 Ontario Inc.
YAO WAYNE (CA021046)	5/27/2011	3.5	Imaging preparation work, Travel to client for imaging, waited at office, client did not show up, travelled back to office.

Staff	Date	Hours	Memo
PITTMAN WENDY (CA022477)	5/27/2011	1.5	Sent email to CANHelp for the set up of the hot line for the receivership. Contacted specific branches of Scotiabank, BMO and CIBC for manager information and fax number to issue letters to freeze the bank accounts of 1733073 Ontario Inc. Faxed the letters to each bank manager and mailed originals. Scanned documentation for to be posted on the website.
	5/30/2011	1.5	Drafted s.245-246 report and supplementary mailing list.
	5/31/2011	0.2	Updated supplementary mailing list.
	6/1/2011	0.3	Attended at RBC to deposit funds.
PICKETT MICHELLE (CA023662)	5/6/2011	2.7	Review and comment on offer to purchaser 1733073 Ontario Inc. Receipt and review motion record re: Receivership. Document management.
	5/9/2011	0.5	Email to/from D. Nowak re: status of file - GE's response to third party's offer to purchase 1733073 Ontario Inc. Discussion with G. Prince re: same. Conference call (M. Pisani, D. Nowak, S. Spence, N. Abbot, L. vanSoelen, N. Labbe) to discuss status of receivership and plans for hearing on Thursday, May 12, 2011. Follow up discussion with G. Prince re: same.
	5/10/2011	1.7	Planning and preparation for Receivership. Discussion with J. Salmas re: status of receivership hearing and potential issues. Discussion with G. Prince re: planning for receivership of 1733073 Ontario Inc. Emails to/from D. Nowak re: bank account information for 1733073 Ontario Inc. Co-ordinate staffing for Hotel receivership. Discussion with J. Wong and J. Davidson re: same and meet to attend at two locations on day 1. Receipt and respond to T. Weaver and D. Smith re: planning for 1733073 Ontario receivership from an administrative standpoint.
	5/11/2011	2.5	Meeting with J. Davidson, J. Wong and N. Labbe to prepare for the Receivership - taking possession at two locations, discuss potential issues with respect to taking possession of book and records and computers at 250 Consumers given multiple locations, mail direction at 250 Consumers for the same reason. Email to/from D. Nowak and B. Plaskett requesting copy of insurance policy and sub-leases. Emails to/from G. Prince and L. van Soelen re: Consent to Act (as receiver). Arrange for delivery of same. Document management.
	5/12/2011	2.6	Prepare and attend at court for receivership hearing.
	5/16/2011	3.0	Meeting with J. Davidson and N. Labbe to discuss outstanding books and records, findings to date and next steps. Follow up discussion after J. Davidson's discussion with S. Suthakaran. Conference call with accountant J. Hirji. Various discussions with G. Prince re: same. Various emails to/from J. Gerrard and N. Abbott. Lengthy email to N. Abbot and J. Gerrard re: status and strategy. Review and edit email to S. Suthakaran re: questions and outstanding documents.

* Staff	Date	Hours	Memo
	5/17/2011	7.5	Review of financial data from 1733073's books and records. Discussions with N. Labbe re: same. Review of corporations reports for 1733073 Ontario Inc. and various other numbered companies related to 1733073 Ontario Inc. and its owner to which payments were made in 2010 and/or 2011. Review and edit various correspondence to/from S. Suthakaran. Review Motion Records for appointment of receivership to match names to payments from 1733073. Discussions with G. Prince re: same. Discussion with D. Nowak re: S. Suthakaran's assertion that GE agreed to wait for information. Plan and attend conference call with GE, which was subsequently cancelled. Discussion and email to/from N. Labbe re: 1733073 Ontario Inc. revenue for 2010. Email to P. Gupta re: leases between 1733073 and Carnival National Leasing. Document management. Draft email to N. Abbott re: Pre-receiver's report.
	5/18/2011	2.0	Finalize email to N. Abbott re: Pre-receiver's report. Discuss draft with G. Prince prior to sending. VM from N. Abbott re: Pre-receiver's report. Discussion with G. Prince re: same. Review and edit correspondence to S. Suthakaran. Various discussions with J. Davidson and N. Labbe re: next steps. Follow up email to P. Gupta re: auto lease (1733073/S. Suthakaran) with Carnival.
	5/19/2011	5.0	Draft report of the proposed receiver. Review book and records and financial document of the Company. Follow up on leases with Carnival. Various discussions with J. Davidson and N. Labbe.
	5/20/2011	4.5	Drafting Report of the Proposed Receiver..
	5/22/2011	4.0	Draft and edit the Report of the Proposed Receiver.
	5/24/2011	4.0	Email draft Report of the Proposed Receiver to N. Abbott, L. Van Soelen, J. Guerard, M. Pisani, D. Nowak, G. Prince and J. Salmas. Review and discuss comments on draft report from G. Prince, L. Van Soelen and John Salmas. Edit report accordingly.
	5/25/2011	3.0	Discussion with N. Labbe re: discussion with AGCO on right to sublet liquor license. Various revisions to the Report of the Proposed Receiver. Discussion and final review with G. Prince re: same. Prepare appendices for report. Finalize report. Forward report to N. Abbott for service list. Organizing and coordinating resources to prepare to take possession on Friday, May 27, 2011.
	5/26/2011	1.2	Organizing resources to take possession in receivership - speak to N. Labbe and M. Arlette re: same. Organizing and delegating activities in respect to taking possession - security, locks, imaging computer, on site presence, etc. Document management. Discussion with G. Prince re: hearing on May 27, 2011 and taking possession if the receivership order is granted.
	5/27/2011	0.5	Various discussions with N. Labbe re: status of taking possession, access to documents etc. Various emails to/from G. Prince and N. Labbe re: receivership, documents, sales process etc.
	5/30/2011	7.0	Various discussions with G. Prince re: receivership. Conference call with C. Gallagher of Colliers re: proposal to market property. Follow up emails to/from C. Gallagher. Draft email to S. Suthakaran re: list of outstanding documents. Various discussions with N. Labbe. Discussion with A. Cartwright re: condition of hotel and outstanding work permits. Conference call with A. Cartwright re: new leases. Discussion with J. Salmas re: change in lessees and efforts to access all books and records of the company.

* Staff	Date	Hours	Memo
	5/31/2011	7.5	Draft and edit email update to GE. Dealing with access to electronic and hard copy books and records of 1733073 Ontario Inc. Various discussions with J. Salmas and J. Davidson re: S. Suthakaran's refusal to provide access to the personal computer owned by S. Suthakaran and J. De Luca and the computer housing the accounting records. Emails to/from S. Suthakaran re: leases and access to documents.
	6/1/2011	4.3	Various discussions with N. Labbe re: cash flow, cash balances, status of bank accounts, employee issues (notification, payroll, wages, vacation pay, etc.) repairs required at hotel (water damaged ceiling and mould issues), access to CBRE appraisal and next steps. Forward template for employee letters to N. Labbe. Discussion with N. Labbe re: meeting with C. Gallagher of Cushman Wakefield and visit/tour of hotel. Email to/from N. Labbe re: status of liquor licence. Discussion with A. Cartwright re: operation and management of restaurants, changes in leases and timing, and impact on operation of hotel. Emails to/from G. Prince and N. Abbott re: being denied access to computers (S. Suthakaran, J. De Luca and accounting). Scheduling call to discuss same. Email to S. Suthakaran requesting background information for the change in the restaurant leases. Follow up email to S. Suthakaran re: same.
	6/2/2011	5.2	Email to N. Labbe to contact AGCO to obtain specific references to the Liquor Licence Act. Conference call with N. Edwards of Alcohol and Gaming Commission of Ontario (AGCO) re: terms of liquor licence issued to 1733073 Ontario Inc. and provisions under Liquor Licence Act that govern the use of the licence by the Silk Route and Cafe Quinte restaurants. Meeting with N. Labbe and J. Davidson to discuss status of receivership activities, outstanding items, next steps, priorities etc. Discussion of repair work to be completed on the premises - ceiling, walls etc. Receipt and review emails from G. Prince and A. Pisani re: proposal process and information required. Discussion with J. Salmas providing background on the liquor licence situation, my discussion with AGCO and requesting that he draft a letter to the restaurants to immediately cease and desist selling alcohol. Email copy of licences and leases to J. Salmas. Receipt and review of email from N. Edwards of AGCO re: subsections of Liquor Licence Act governing use of liquor licence. Forward copy of same to J. Salmas. Follow up discussion re: proposed letter. Review and comment on letter to restaurant tenant forwarded by SA Wilson. Review Mortgage and Assignment of Rents agreement re: requirement to advise and obtain GE's permission for any change in tenancy. Review and comment on creditor list. Receipt, review and comment on pre-receivership payroll. Draft email to GE re: same. Draft list of agenda items for discussion with GE. Receipt and review of registration of receivership order on title to Hotel property. Review and comment on draft letter to accountant.
	6/3/2011	2.0	Review and comment on draft letter to tenants requesting confirmation of insurance. Review and comment on letter to bank requesting confirmation of accounts. Receipt and responding to various emails from G. Prince re: operating issues and input from GE. Receipt and respond to emails from M. Pisani re: conference call and Phase I Environmental Assessment. Email to and conference call with D. Nowak re: payment of pre-receivership wages to hotel employees.
	6/5/2011	3.0	Schedule and send notice of conference call on Monday. Document management. Emails to T. Weaver and N. Labbe re: creditor list -outstanding names and addresses. Review of fax from counsel to 1733073 Ontario Inc. re: books and records. Follow up email to J. Davidson to respond to same. Receipt and review email from J. Davidson responding to same. Review and comment on revised cashflow. Email to N. Labbe to update. Email to/from J. Davidson on bank letter.

* Staff	Date	Hours	Memo
	6/6/2011	7.5	Discussion with J. Salmas re: correspondence from counsel for 1733073 Ontario Inc. re: PwC efforts to access books & records, changes in the leases and liquor licence. Review correspondence from Tepitsky Colson (counsel to 1733073 Ontario Inc.) re: receiver's notice to restaurant to cease and desist the sale and serving of alcohol. Review and discuss revised cash flow, current and required payment terms for accounts receivable, lease agreement with Quine Executive Apartments etc. with N. Labbe. Follow up discussion with G. Prince re: cash flow and AR payment terms. Discussion with former employee re: vacation pay and ROE. Conference call with GE (D. Novak, M. Pisani and S. Spence) re: status and issues. Review and comment on Non-Disclosure Agreement in respect of sale of property. Receipt, review and respond to emails from Realtors re: deadline of Proposal to sell the property. Discussion with D. Novak re: referrals for third parties interested in the Belleville Hotel and 2007 Environmental Assessment. Document management. Prepare and execute Receiver's Certificate. Email to D. Nowak enclosing same. Follow up discussion with D. Nowak re: same. Email and discussion with A. Sherman re: referrals for companies that provide mould repair services. Forward copy Phase III Environmental Assessment - June 2007 to D. Nowak. Review liquor licence. Email to N. Labbe re: change in name. Conference call with N. Abbot and D. Nowak to provide update on receivership to date - accessing books & records, condition of hotel property (mould & general repairs), sales process, strategies for dealing with changes in the restaurant leases, options if the restaurant owners terminate the leases, the possibility of PwC operating the restaurants, property condition assessment etc. Follow up discussion with G. Prince re: option of terminating leases of restaurant owners and PwC operating the restaurants. Instructions to J. Salmas to send letters to tenants advising receiver does not consider the March 2011 leases to be valid and demanding occupation rent for the period March 1 to June 1, 2011. Emails to/from D. Nowak re: contacts and referrals for mould and boiler assessment.
	6/8/2011	4.0	Review and comment on cash flow forecast. Discussion with N. Labbe re: same. Update notes to cash flow statement and forward to N. Labbe. Review of email from J. Davidson re: operating issues at hotel - AC, internet etc. Conference call with J. Davidson and A. Cartwright (GM of hotel) re: problems with AC and internet. Instructions re: assessing cost/benefits of purchasing and installing wireless routers, assessing costs of repairing AC units. Discussion with N. Labbe re: status of outstanding file issues - Phase 1, Mould inspection, etc. Forward contact info. to N. Labbe re: mould inspectors. Review and comment on letters to four leases re: changes in lease and demand for outstanding rent. Emails to/from S. Wilson and J. Salmas re: same. Arrange for interest calculation on outstanding rent. Instructions to J. Davidson to rebuild financial statements for the period January to May 26, 2011.
	6/9/2011	3.0	Telephone discussion with J. Salmas and S. Wilson re: letters to restaurant tenants and response to letter from counsel to 1733073. Follow up discussion with J. Davidson re: calculation of interest on outstanding occupation rent. Instructions to J. Davidson to work with hotel general manager to rebuild the financial statements of 1733073 for the period January to June 2011. Review, comment on and approve final letters to tenants. Review and comment on letter to counsel of 1733073 re: books and records. Emails to/from J. Peshka and D. Nowak to set up call to discuss mould issue. Conference call with J. Peshka re: inspection of building for mould, asbestos, condition of boiler etc. Discussion with J. Davidson re: potential chimney damage from the storm. Review and comment on cash flow forecast with N. Labbe. Calls to/from and discussion with S. Borolsik of CBRE re: status of request for information to prepare a proposal and the timing of same.

Staff	Date	Hours	Memo
	6/10/2011	4.0	Receipt, review and comment on responding letter to counsel to Company re: Receiver's attempts to access company's books & records. Discuss with J. Davidson for accuracy. Review and comment on revised cash flow. Discussion with G. Prince and N. Labbe re: same. Edit notes on cash flow and email to N. Labbe re: final changes and finalize. Forward copy of Cash flow forecast to GE for review. Forward Draft Property Condition Assessment to GE (2X). Emails bounced back due to size. Draft and send email to GE re: discussion with J. Peschka on mould and asbestos assessment.
CHIANG ALAN (CA025034)	6/1/2011	8.0	Attend at 250 Consumers Rd to image computers.
	6/2/2011	2.0	Attend at 250 Consumers Rd to image documents
WILKS LLOYD (CA026642)	5/29/2011	1.0	Re: imaging computers and documents.
	5/30/2011	2.5	Re: imaging computers and documents.
	5/31/2011	1.0	Re: imaging computers and documents.
	6/1/2011	0.2	Re: imaging computers and documents.
	6/2/2011	0.1	Re: imaging computers and documents.
MOORE SHAWNA (CA026991)	6/2/2011	1.0	Filing documents in BRS-Power.
	6/7/2011	1.0	Extrading files from CD and filing in BRS-Power
	6/9/2011	3.0	Scanning and filing hard copy documents in BRS-Power
	6/10/2011	0.5	Continue with scanning and filing hard copy documents in BRS-Power
CRITTENDEN LEONORA (CA062724)	6/1/2011	0.2	Photocopying and registering cheques. Banking.
	6/6/2011	0.2	Photocopying and registering cheques. Banking.
PRINCE GREG (CA065586)	5/3/2011	0.3	Discussions M. Pickett. Emails to and from GE.
	5/5/2011	0.3	Review offer on hotel. Discuss same via email with GE and its counsel. Discuss offer with Pickett.
	5/12/2011	0.5	Attend at Court re: receiver application.
	5/20/2011	0.1	Discussions with Pickett re: Court report and status of review of records.
	5/22/2011	1.5	Review, revise and edit report of Proposed Receiver. Emails to and from M. Pickett. Telephone discussion with Pickett.
	5/24/2011	1.0	Review, revise and edit Report to Court.
	5/25/2011	1.7	Review, revise, edit and finalize report to Court of Proposed Receiver. Discussions with N. Abbott. Meetings with M. Pickett re: findings of Proposed Receiver and review of information made available by debtor company.
	5/26/2011	0.4	Telephone discussions with M. Pickett.
	5/27/2011	1.5	Attend at Court on receiver application. Numerous emails to and from GE, Gowlings, M. Pickett and N. Labbe.

* Staff	Date	Hours	Memo
	6/1/2011	0.5	Review update email from M. Pickett. Revise and edit update email. Emails to GE's counsel re: update on status of Receivership. Review info. requirements of realtors. Emails to and from GE and Gowlings. Emails to and from N. Labbe.
	6/2/2011	0.2	Discussions with M. Pickett. Emails with Colliers.
	6/3/2011	0.4	Emails to and from M. Pickett. Review liquor license application. Review payroll memo. Discussion with M. Pickett. Emails to and from N. Labbe.
	6/7/2011	0.2	Discussion with M. Pickett re: Receiver borrowings. Meet with M. Pickett re: need to assess property condition and obtain report thereon.
	6/8/2011	0.2	Discussions with M. Pickett.
	6/10/2011	0.3	Meet with M. Pickett to discuss status of file.
TOTAL		298.2	

Expenses

Client	GE Capital Equipment Financing G.P.				60125775
Job	RECEIVER 1733073 Ontario Inc.				C002
Show to date	6/10/2011				

* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description
DAVIDSON JULIA	CA018409	5/30/2011	8.93	Working Late at office. Cab home No Receipt	Taxi Fares
LABBE NATHALY	CA018857	5/27/2011	149.10	Rountrip to Hotel Quinte in Belleville.	Mileage Reimbursement
		5/30/2011	149.10	Rountrip to Hotel Quinte in Belleville.	Mileage Reimbursement
		6/1/2011	149.10	Rountrip to Hotel Quinte in Belleville.	Mileage Reimbursement
		6/3/2011	149.10	Rountrip to Hotel Quinte in Belleville.	Mileage Reimbursement
UNPROCESSED EXPENSES - TO ACCRUED AND INCLUDE IN JUNE 10TH INV:					
* DAVIDSON JULIA	CA018409	5/31/2011	59.37	Transportation for Julia Davidson and Alan Chiang to 250 Consumers Rd.	Taxi Fares
*		6/2/2011	42.41	Transportation for Julia Davidson and Alan Chiang from 250 Consumers Rd.	Taxi Fares
*		6/8/2011	7.14	Parking when had rental car over night	Car Parking
*		6/9/2011	172.99	Car Rental for going to Belleville week of June 8th.	Car Rentals
*		6/14/2011	38.92	Gas for car Rental to fill up before returning rental	Car Rentals
*		6/14/2011	4.00	Parking Rental Car	Car Parking
*		6/15/2011	62.30	Rental to go to belleville and back	Car Rentals
*		6/21/2011	185.87	Driving my car from home to belleville and back. KMs per google maps - 187 kms each way, so round trip is 374	Mileage Reimbursement
* REIMCHE JONATHAN	CA012196	5/27/2011	90.60	Avis Car Rental:	Car Rentals
				Car Rental for period May 26 - May 27, 2011	
System Administrator			2,409.60	HEENAN BLAIKIE Legal Fees to May 31, 2011 - Inv. # 23010532 dated June 22, 2011	Legal Fees
TOTAL			3,678.53		

REMITTANCE COPY

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PO Box 82
Royal Trust Tower, Suite 3000
Toronto Dominion Centre
Toronto, ON M5K 1G8
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

To avoid delays in receipt of funds, please ensure you are remitting to: PwC Central Accounting
145 King Street West
Toronto ON M5H 1V8
Canada

Bill Date: July 28, 2011
Payment requested by:
August 12, 2011
Invoice No.: TR131701596

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period June 11 to June 30, 2011.

	CAD
FEES	\$58,989.15
DISBURSEMENTS	<u>\$2,949.46</u>
TOTAL FEES AND DISBURSEMENTS	\$61,938.61
HST	<u>\$8,052.02</u>
TOTAL DUE	<u>\$69,990.63</u>

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002:016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period to June 11 to June 30, 2011**

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	1.7	600	1,020.00
VICE PRESIDENT			
M PICKETT	55.3	425	23,502.50
T WEAVER	0.3	425	127.50
MANAGER			
N LABBE	38.0	350	13,300.00
SR ASSOCIATE			
J DAVIDSON	103.0	250	25,750.00
D SMITH	4.1	250	1,025.00
ASSOCIATE			
A BOULDING	1.5	175	262.50
W PITTMAN	2.1	155	325.50
J. CECHI	0.3	155	46.50
SUPPORT STAFF			
S MOORE	0.5	115	57.50
L CRITTEDEN	1.1	115	126.50
	<u>207.9</u>		<u>65,543.50</u>
FEES			65,543.50
Less: Courtesy discount			<u>(6,554.35)</u>
NET FEES			58,989.15
DISBURSEMENTS			
Administration fee			2,949.46
FEES AND DISBURSEMENTS:			61,938.61
HST			<u>8,052.02</u>
TOTAL AMOUNT DUE:			<u><u>69,990.63</u></u>

* Staff

Date	Hours	Memo
6/21/2011	7.0	Draft Receiver's First Report to Court re: Motion to Terminate leases. Prepare and attend weekly conference call with GE (D. Nowak, M. Pisani and J. Guernard). Follow up on GE wire transfer - \$25K borrowings.. Review and comment on status and format of cash flow and variance analysis. Follow up with N. Labbe on the status and timing of repairs and/or quotes for repairs. Various discussions with J. Salmas re: timing of court date and options if motion is opposed by tenant. Discussion with counsel and update of gas valve relocation. Draft email to J. De Luca re: update on relocation of gas shut off valve and to advise that further repairs are necessary prior to opening. Various discussions with J. Davidson to discuss and address various gas and fire code violations at Silk Route and status of remediation. Receipt and review copy of Fire Marshall's report dated June 9, 2011.
6/22/2011	6.0	Drafting Monitor's First Report re: motion to terminate lease. Various discussion with J. Davidson re: status update on Silk Route restaurants remediation work, need to reposition sprinklers and her follow up discussions with Fire Marshall and Union Gas. Email to/from J. Salmas re: same. Various emails to/from J. De Luca re: requirement to reposition sprinklers prior to opening restaurant and request for copy of certification that sprinklers meet the Ontario Fire Code. Follow up email to J. De Luca advising Fire Marshall's opinion that repositioning of appliances under the vent hood would not bring the restaurant up to code, the vent hood needed to be replaced. Review and edit N. Labbe's email to realtors. Update email to CBRE, Colliers and Cushman & Wakefield. Discussion with J. Salmas re: urgency of motion to terminate leases and potential for adjournment if proceed with hearing on Friday given short service and lack of urgency now that many of the fire and gas code violations have been remediated by the tenant. Discuss strategy and next steps. Draft email to GE re: same. Email to M. Pisani forwarding copy of conference call agenda and confirming receipt of \$25K wire transfer. Status update with N. Labbe re: quotes and repairs. Discussion with J. Salmas re: latest offer from tenants and communicate same to D. Nowak. Various discussions with and emails to/from J. Davidson re: request to Fire Marshall's to conduct a follow up inspection of property, and results of inspection. Discussion with J. Salmas re: cost and responsibility of remediation work per Fire Marshall's report and resulting cost/benefit of leasing the restaurants and impact on Receiver's motion to terminate the lease. Discussion with J. Salmas re: scheduling motion to terminate leases and strategy. Emails to/from J. De Luca re: Fire Marshall's inspection. Edit and finalize Non-Disclosure Agreement template. Prepare and forward NDA to Colliers, CBRE and Cushman & Wakefield. Various emails from J. Davidson re: rent payments and financials. Email and discussion with J. Davidson re: notice of termination form tenants for room included in Quinte Executive Apartment lease.
6/23/2011	2.0	

* Staff

	Date	Hours	Memo
	6/24/2011	3.0	Emails to/from Colliers, Cushman and Wakefield and CBRE re: NDAs. Discussion with C. Gallagher re: Property Condition Assessment and Proposal. Follow up with N. Labbe and J. Davidson re: coats to repair duct work and complete building audit and the status of cash flow and variance analysis. Arranging for court time on July 6, 2011. Drafting First Report of the Receiver. Emails to/from D. Nowak re: restaurant leases that were in place in 2007, when GE advanced the loan to 1733073 Ontario Inc. Emails to/from J. De Luca re: status of Fire Marshal's report. Emails to J. Salmas re: same. Drafting First Report of the receiver. Document activities. Continuing to draft First Report of the Receiver. Review and edit letter to tenant. Emails to/from D. Borotsik re: NDA. Follow up discussions with D. Borotsik (CBRE) and A. Pirani (Colliers) re: Property Condition Assessment and request for proposal. Review email from C. Gallagher re: comments on Condition Property Assessment. Discuss with G. Prince. Prepare agenda for weekly conference call with GE. Discussion with J. Salmas re: response from tenant's counsel re: July 6th court date. Prepare for and attend conference call with GE. Email various report on repairs. Discussion with N. Labbe re: cash flow variance analysis. Review of email from S. Wilson re: case law on Receiver's right to terminate lease. Discussion with G. Prince re: same. Lengthy follow up discussion with J. Salmas re: same and strategy and theme of Receiver's Report. Continue to draft receiver's report. Forward draft to G. Prince and J. Salmas for review. Brief followup discussion with J. Salmas. Update report to reflect J. Salmas' comments and edits. Discussion with N. Labbe re: request from Quinte Executive Apartments to reduce rent.
	6/28/2011	3.0	
	6/27/2011	5.0	
	6/28/2011	6.0	
	6/29/2011	2.0	Various discussions with J. Salmas re: motion to terminate lease, relevant case law, whether the motion would have greater chance of success if the mortgagee made the motion and J. Salmas' discussions with N. Abbott. Discussion re: redrafts to Receiver's First Report. Conference call with N. Abbott, J. Salmas, D. Nowak, S. Wilson re: issue and recommendations of J. Salmas and N. Abbott. Email to G. Prince to advise of change of plans and later court date in July 2011. Instructions to J. Davidson re: appendices to attach to First Report and missing code related information. Review of emails and corporate documents from former tenant of Silk Route restaurant. Discussion with N. Labbe and J. Salmas re: same. Various emails to/from J. Salmas, N. Abbott and L. van Soelen re: court dates. Edit draft First Report of the Receiver. Review proposals from realtors, discuss same with G. Prince.
MOORE SHAWNA (CA026991)	6/28/2011	0.5	Scan and send documents to J. Davidson and file in BRS
CECCHI JODI (CA060861)	6/21/2011	0.3	Research on 1759143 Ontario Inc. for N. Labbe/M. Pickett.
CRITTENDEN LEONORA (CA062724)	6/13/2011	0.2	Photocopying and registering cheques. Banking.
	6/14/2011	0.1	Filing bookkeeping documents.
	6/14/2011	0.1	Filing bookkeeping documents.
	6/20/2011	0.1	Printing Receipts and Disbursements to May 31, 2011 and account activity for the month of May 2011.
	6/21/2011	0.2	Filing bookkeeping documents. Banking.

Staff	Date	Hours	Memo
PRINCE GREG (CA065586)	6/27/2011	0.1	Filing bookkeeping documents.
	6/29/2011	0.3	Photocopying cheques and registering same. Banking.
	6/11/2011	0.4	Review numerous emails to and from GE and M.Pickett. Review executive summary of property condition assessment.
	6/19/2011	0.3	Discussions with M. Pickett re: safety issues at hotel. Review draft email to GE. Review email to GE and response thereto from M. Pisani.
	6/20/2011	0.2	Discussions with M. Pickett re: issues regarding hotel operations and sub-tenancy of restaurant operators.
	6/23/2011	0.2	Numerous discussions with M. Pickett re: various matters related to hotel operations and funding. Discuss Property Condition Assessment with M Pickett
	6/27/2011	0.3	Numerous discussions with M. Pickett re: status of file and review by property engineer.
	6/28/2011	0.3	Numerous discussions with M. Pickett. Review agenda for call with GE.
	TOTAL:		207.9



Statement of Fee

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PO Box 82
Royal Trust Tower, Suite 3000
Toronto Dominion Centre
Toronto, ON M5K 1G8
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

To avoid delays in receipt of funds, please ensure you are remitting to: PwC Central Accounting
145 King Street West
Toronto ON M5H 1V8
Canada

Bill Date: August 11, 2011
Payment requested by:
August 26, 2011
Invoice No.: TR131701654

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period July 1 to July 22, 2011.

	CAD
FEES	\$61,572.80
DISBURSEMENTS	
Administration Fee	\$3,078.64
Other Disbursements	<u>\$465.20</u>
TOTAL FEES AND DISBURSEMENTS	\$65,116.64
HST	<u>\$8,465.16</u>
TOTAL DUE	<u>\$73,581.80</u>

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002:016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period to July 1 to July 22, 2011**

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	10.3	600	6,180.00
J McKENNA	1.5	600	900.00
VICE PRESIDENT			
M PICKETT	74.0	425	31,450.00
T WEAVER	1.5	425	637.50
MANAGER			
N LABBE	3.2	350	1,120.00
SR ASSOCIATE			
J DAVIDSON	122.0	250	30,500.00
D SMITH	5.7	250	1,425.00
B DEN OUDSTEN	8.0	250	2,000.00
ASSOCIATE			
A BOULDING	10.8	175	1,890.00
W PITTMAN	2.9	155	449.50
SUPPORT STAFF			
S MOORE	2.0	115	230.00
L CRITTEDEN	1.6	115	184.00
	<u>243.5</u>		<u>76,966.00</u>
FEES			76,966.00
Less: Courtesy discount			<u>(15,393.20)</u>
NET FEES			61,572.80
DISBURSEMENTS			
Administration fee			3,078.64
Other disbursements			<u>465.20</u>
			3,543.84
FEES AND DISBURSEMENTS:			65,116.64
HST			<u>8,465.16</u>
TOTAL AMOUNT DUE:			<u><u>73,581.80</u></u>

Time Details

Client	GE Capital Equipment Financing G.P.		
Job	RECEIVER 1733073 Ontario Inc.		
Show to date	7/22/2011		
* Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	7/4/2011	0.1	Approving cheques.
	7/6/2011	0.1	Approving cheques and payroll.
	7/7/2011	0.1	Approving cheques.
	7/18/2011	0.3	Briefly reading through Receiver's report. Following up with M.Pickett regarding website update.
	7/19/2011	0.2	Reviewing and approving bank reconciliation for month of May (time from last week). Discussions with J. Davidson regarding WSIB.
	7/20/2011	0.4	Discussions with A.Boulding and e-mails with J.Davidson and M.Pickett regarding Receiver's R&D. Following up with A. Boulding. Approving payroll wire.
	7/21/2011	0.2	Reviewing Receiver's R&D. Reviewing and approving various cheques.
	7/22/2011	0.1	Instructions to A.Boulding regarding future banking process.
	7/11/2011	0.9	Phone call Royal Bank, discuss Global Payment debits to account, request backup. Discuss posting of cash receipts & separation of HST collected with J. Davidson.
	7/19/2011	0.3	Phone calls Royal Bank re account activity reports. Discuss Global payments with J. Davidson.
BOULDING ADELAIDE (CA002759)			Phone call Kone Elevators, request copy of outstanding invoice, review disbursements prior to payment.
	7/20/2011	6.5	Calculate HST component of deposits for period of June 1-July 7th, revise Newviews postings. Post deposits & Global payments for July 8th to 19th Newviews.
			Post chargebacks & service charges Newviews, reconcile Newviews deposits to RBC bank statements.
	7/21/2011	2.9	Review invoices for payment, found two invoices previously paid. Post disbursements (13) Newviews, prepare cheque requisitions & cheque scribe batch.
			Post Ceridian payroll wire transfer Newviews. Attach copy of signed cheques to vouchers, mail cheques, prepare courier envelope for Scotiabank cheque.
	7/22/2011	0.2	Photocopy cheque for deposit, record daily cheque register, prepare deposit for bank.
SMITH DONALDA (CA007437)	7/4/2011	1.6	Prepare cheque requisitions, cheques and update Newviews. Request bank transactions from RBC. Review transactions and discuss with J. Davidson the missing deposit information.
	7/6/2011	0.9	Prepare cheque requisitions, cheques, wire transfer letter and post in Newviews.
	7/7/2011	3.1	Finalize and enter employee information into Service Canada's website. Prepare letter, Schedule A and WEPPA information for employees. Mailing to applicable employees. Post all June deposits without the backup.
	7/8/2011	0.1	Pull banking information and reply to e-mail from Julia. Request statement copy from RBC for J. Davidson.

LABBE NATHALY (CA016857)	7/5/2011	3.0	Email to Global Payment for second account and payment from Amex. Meeting with J. Davidson re: cash flow and daily report. Conference call with GE and M. Pickett re: status update of the file and issues on the building. Voicemail to Michael Lawrence (Scotia bank) re: copies of cheque. File email and documents.
	7/8/2011	0.2	Emails with M. Pickett re: mould/asbestos assessment.
	7/19/2011	1.0	Cleaning up cash flow and variance analysis and reconciling the cash balance to the bank statements.
DEN OUDSTEN BOB (CA017376)	7/20/2011	2.5	Preparing cash flow forecast for the period July 18 to Oct 31
	7/21/2011	1.0	Preparing cash flow and variance analysis for call with GE.
	7/22/2011	3.5	Updating the Daily deposits summary, and expense report for the period June 14th to 19th, and following up with A. Cartwright regarding issues, including primarily the cash deposits on June 18th and 19th.
DAVIDSON JULIA (CA018409)	7/4/2011	9.0	Prep for update telephone call with GE tomorrow. Compilation of cash flow variance analysis, Coordination of repairs scheduled for the week. Preparation of a summary of issues noted at the hotel and requests from the hotel. Telephone call with GE, Cash flow variance analysis based on comments from M Pickett. Meeting with M Pickett with respect to repairs, Calling various contractors doing work at the hotel to get quotes and organizing their timing for attending the hotel and doing work. Update call with A Cartwright. Creating repairs schedule. Update meeting with M Pickett, Transition with N Labbe Calling various contractors doing work at the hotel to get quotes and organizing their timing for attending the hotel and doing work. Travel to and from Belleville (4 hours) Touring hotel to understand where repairs will take place and adjusting some timing for contractors as a result. daily reporting tool for A Cartwright to submit to the receiver in order to support the GM function at the hotel. for C Chamberlain with respect to work to be done at the hotel. for A Cartwright with respect to items required and daily reporting to be provided by the hotel.
	7/5/2011	9.0	Revising
	7/6/2011	8.0	
	7/7/2011	8.5	
	7/8/2011	7.0	Updating Cash flow variance analysis Update meeting with M Pickett, Update telephone call with A Cartwright, Telephone call to discuss task list with C Chamberlain and A Cartwright. Examination of invoices received to date and reconciliation of amounts owed based on the receivership period. Preparation for call tomorrow with GE. Updating Cash flow variance analysis and making revisions based on comments by M Pickett. Update call with A Cartwright. Examination of invoices received to date and reconciliation of amounts owed based on the receivership period. Update to repairs schedule based on revised quotes given by certain contractors
	7/11/2011	9.0	

7/12/2011	9.0	Telephone call with GE, Update meeting with M Pickett, Update call with A Cartwright, a revised task list for C Chamberlain with respect to work to be done at the hotel. Drafting a revised task list for A Cartwright with respect to items required and daily reporting to be provided by the hotel. Organizing Contractors and repairs schedule, Revisions to Receiver's report Update call with A Cartwright, Meeting with M Pickett a progress report for A Cartwright. various contractors Finalizing the Receivers report and finalizing the appendices, Meeting with G Prince and M Pickett Update call with A Cartwright, Finalizing Repair Schedule for GE. Discussion of issues and Requests at hotel with M Pickett. Approval and denial of various hotel issues and requests. Communicating with Fire Department, Communicating with P Lazaar of Trinity Fire Attend at Hotel Quinte. all invoices received based on the receivership period and approving or rejecting them.	Drafting
7/13/2011	7.5		Creating Discussions with
7/14/2011	7.0		
7/15/2011	8.0		
7/16/2011	2.0	Drafting email to M Pickett regarding the Cash flow variance analysis and repairs and other issues at the hotel. Filing emails in BRS.	Reconciling
7/18/2011	8.0	Reconciling all bank amounts to deposits in Nightly Audit report, Reviewing nightly audit report, Update call with A Cartwright, Preparing cash flow variance analysis for GE, Meeting with M Pickett to discuss repair schedule, Review of Nightly Audit Report and creating new report for August 1st going forward. Assisting Hotel in creating a Cash Flow Forecast from July 18, 2011 to October 30, 2011 based on current reservations in the hotel system and expected monthly expenses and repair costs. Coaching B Den Oudsten through Hotel Quinte job Telephone call with M Pickett and various GE personnel Following up with contractors to request quotes and invoices. Finalizing the Repairs estimate schedule	
7/19/2011	9.0		
7/20/2011	7.5	Coaching B Den Oudsten on how to update the various financial schedules. Update telephone call with A Cartwright on activities at the hotel and discussing how the breakfast coupons would be administered during the weekend Finalizing Financial Forecast Update meeting with M. Pickett.	
7/21/2011	7.5	Updating B Den Oudsten on all activates that have occurred at Hotel Quinte thus far and preparing him for our trip to the hotel on Monday. Updating the Receiver's report Calculating the R&D from May 27 to July 17, Review of Nightly Audit Report	

7/22/2011	6.0	Going through all received invoices and calculating whether they are pre or post receivership and how much is due. Coaching B Den Oudsten on the reconciliation he was working on to tie petty cash to the deposits worksheet Update meeting with M Pickett Telephone update call with A Cartwright Updating Receiver's report
PITTMAN WENDY (CA022477)		
7/7/2011	0.2	Spoke to M. Pickett re: creditor listing; forwarded a copy of the Notice and Statement of Receiver.
7/12/2011	0.2	Answered employee inquiry re: completing proof of claim form, type of insolvency and date of receivership.
7/19/2011	2.1	Reviewed invoices; updated creditors list; and sent Notice and Statement of Receiver to all creditors not previously on list. Called creditor re: Notice and Statement of the Receiver; sent email to customer service rep attached to account with requested documentation.
7/20/2011	0.2	Contacted RBC on behalf of A. Boulding, requested account activity report.
7/21/2011	0.2	Sent copy of Notice and Statement of Receiver as requested by creditor.
7/4/2011	3.0	Review and edit Receiver First Report based on comments provided by J. Davidson. Follow up on status of repairs and reports from Pinchin. Receipt and review of proposal from Cushman & Wakefield. Emails to/from D. Borotsik and A. Pirani re: commission rates and market value of property. Email to G. Prince re: same.
7/5/2011	10.0	Discussion with G. Prince re: proposals received - comparing same. Discussion with N. Labbe re: verbal report from Pinchin on the status of mould and asbestos in and around the hotel. Various discussions with N. Labbe and J. Davidson to prepare for weekly Conference call with GE. Prepare and forward agenda and documents for discussion on weekly call - proposals from realtors. Weekly conference call with M. Pisani and D. Nowak of GE. Email from A. Pirani re: requested information on fees and estimated value of building. Email to C. Gallagher re: C&W credentials and qualifications. Discussion with and emails to/from D. Borotsik requesting additional information in respect of CBRE's proposal - marketing strategy and recommendations with respect to the condition of the hotel and recommended repairs. Emails to CBRE, C&W and Colliers re: timing on reviewing the proposals. Prepare summary and comparison of proposals. Email to M. Pisani attaching invoice to June 10, 2011 with explanation. Discussion with J. Salmas re: status of receiver's report, linking the receiver's report to GE's motion record. Drafting and editing Receiver's First Report. Lengthy discussions with G. Prince re: edits and message in report. Followup emails to/from J. Salmas re: same. Status call with J. Davidson re: hotel issues - repairs, coupons, vacation pay, missing information for the Receiver's First Report, fee from Global Payments, insurance etc.
PICKETT MICHELLE (CA023662)		

7/6/2011	5.0	Editing and redrafting Receiver's First report per comments from G. Prince. Emails to J. Davidson to source details for report. Review email from D. Borotsik re: proposal - incorporate into summary of proposals. Conference call with L. van Soelen and D. Nowak re: background information for GE's motion to terminate lease. Receipt and review of 2008 leases and email stream from D. Nowak. Email March 2011 leases to D. Nowak Lengthy discussion with J. Salmas re: G. Prince's comments on Receiver's First Report. Edit, finalize and send summary and comparison of proposals to GE. Discuss with J. McKenna. Review Pinchin report on asbestos assessment. Forward to J. Salmas my email to J. DeLuca (June 28, 2022) advising of Fire Marshal's email.
7/7/2011	5.0	Edit and redrafting Receiver's First report. Review report on mould assessment conducted by Pinchin Environmental. Email to D. Nowak forwarding environmental assessments. Emails to/from D. Nowak re: knowledge of the 2008 and 2009 restaurants leases and correspondence GE may have had with 1733073 Ontario Inc. or S. Suthakaran in that regard. Request Corporation Profile Report of Zeera Holdings Inc., termination of lease and release. Draft response to email from Trinity Alarm threatening to pick up equipment and report to Fire Marshal that Hotel wasn't in compliance with Fire Code. Email to A. Jinah to clarify that he is Alnoor Jinah, registered as the president, secretary and treasurer of 1066056 Ontario Inc. Email from J. Salmas re: agreed upon timetable for motion with J. Binafinca. Emails to/from L. van Soelen requesting materials be filed on Monday as opposed to Friday. Advise J. Salmas of change in date. Discussion with J. Davidson re: status of air conditioners and whether Bentley can repairs or provide a quote. Various discussions re: questions posed to the Fire Marshal. Receipt and review of Fire Marshal's report re: inspection on June 23, 2011.
7/8/2011	3.0	Instructions to J. Davidson re: email from J. De Luca terminating complimentary breakfast for Hotel Quinte guests. Deal with email from A. Jinah. Edit draft First Report of Receiver following discussion with G. Prince. Emails to/from A. Jinah re: termination of 106 lease. Discussion with J. Salmas re: various issues - vacate Room 316, banquet hall, complimentary breakfast cancelled by Cafe Quinte, the latest version of the Receiver's First Report, timing for filing report, GE's motion materials, etc. Call to C. Gallagher re: proposal. Emails to/from L. van Soelen re: status of motion materials. Forward termination and release re: Zeera Holdings lease. Email to D. Nowak to follow up on mould and asbestos reports and decision on realtor. Left message. Deal with various hotel issues - Trinity fire alarm; payments owing to Cafe Quinte. Documenting time.

7/11/2011	6.0	Discussion with D. Nowak re: proposals, environmental assessments and including M. Wilson in weekly conference call. One hour discussion with M. Wilson in respect of the estimate budget to remediate asbestos and mould on Hotel Quinte and availability to attend weekly conference call. Follow up discussion with G. Prince re: same. Forward budget estimate to remediate mould and asbestos to D. Nowak and M. Pisani. Review of revised asbestos assessment, revised mould assessment and budget estimate received from M. Wilson per our earlier discussion. Forward copies of same to D. Nowak & M. Pisani of GE. Review and comment on draft motion materials prepared by Gowlings in respect of the Mortgagee's motion to terminate leases. Discussion with J. Salmas and S. Wilson re: draft motion materials. Emails to/from L. van Soelen to schedule conference call to discuss same. Responding to L. van Soelen's request for copies of Fire Marshal's and Union Gas reports. Conference call with L. van Soelen, J. Salmas and S. Wilson to discuss motion materials. Forward copy of draft receiver's report to L. van Soelen. Discussion with J. Davidson re: status of repairs and cash flow. Email to/from D. Borotsik re: decision on listing agent/broker to market and sell hotel. Document management. Review and comment on weekly cash flow prepared by J. Davidson. Review and incorporate latest comments from G. Prince and J. Salmas on Receiver's draft First Report. Review revised Asbestos and Mould Assessments and budget estimates. Emails to M. Wilson re: same. Emails to/from G. Prince re: agenda. Review and comment on cash flow. Emails to/from J. Davidson re: same. Prepare for and attend weekly conference call with GE- lengthy discussion of asbestos and mould reports prepared by Pinchin. Document time. Email from M. Wilson re: action items from the conference call. Follow up discussion with M. Wilson re: location of closets with mould and asbestos issues; timing of remediation work, composition of consulting fees (included in budget estimate to clean up asbestos ad mould), instructions to J. Davidson to move Chef Oman- closet in his current room has mould. Emails to/from M. Wilson re: scheduling a structural engineer to assess the laundry room of the Quinte hotel. Discussion with C. Gallagher advising Cushman & Wakefield selected to market & sell Hotel Quinte, discussion of listing agreement, timing of repairs to Hotel in conjunction with timing of marketing and sale of property. Calls to CBRE (D. Borotsik) and Colliers (A. Pirani) to advise of same - left messages. Emails to/from A. Makovskis re: cost of Globe & Mail ad for sale of hotel - Lamco. Review and comment on revised motion materials from L. van Soelen. Lengthy discussion with J. Salmas re: same. Emails to/from J. Davidson re: details for receiver's Report - update Report accordingly. Review and approve cost for copies of cheques from Scotiabank. Discussion with J. Davidson re: coordinating the plumber and Pinchin work. Documenting time. File management. Emails to/from A. Jinah re: Quinte Lease.
7/12/2011	8.0	

7/13/2011	5.0	Review and editing report. Various discussions with G. Prince re: finalizing report. Email to/from J. McKenna re: second partner review of Receiver's Report. Various emails and discussions with J. Davidson re: operating issues and repairs. Various discussions with J. Salmas re: GE's Motion Materials in respect of the motion to terminate lease. Document management. Operating issues - outsourcing laundry Review of J. McKenna's second partner review. Forward copy of same to G. Prince. Emails to/from G. Prince re: GE's motion materials and Receiver's Report. Respond to emails from J. McKenna re: second partner review of Receiver's First Report. Various emails to/from G. Prince: questions and comments on latest version of Receiver's First Report. Review and comment on latest draft of Receiver's First Report. Discussion with G. Prince, J. Salmas and J. Davidson and emails to/from same to finalize the Receiver's report. Discussion with D. Nowak re: motion materials and swearing affidavit if he will be on vacation during hearing. Emails to/from L. Van Soelen re: information for affidavit of M. LaPointe. Emails to/from M. Pisani and D. Nowak re: affidavit for motion materials.
7/14/2011	2.0	Various emails to/from G. Prince, J. Salmas and J. Davidson re: finalizing the Receiver's First Report and the timing of the filing of Gowling's materials. Emails to/from M. Wilson re: proposal re: structural engineer's review and report on Hotel Qunite laundry room - scheduling assessment and timing of final report. Emails to/from M. Wilson re: proposal re: Asbestos Management plan Various emails to/from G. Prince, J. Salmas and L. van Soelen re: delay and timing of serving GE's motion materials, the impact on the hearing schedule and the filing of the Receiver Report. Document management.
7/15/2011	2.0	Various emails to/from G. Prince, J. Salmas and J. Davidson re: finalizing the Receiver's First Report and the timing of the filing of Gowling's materials. Emails to/from M. Wilson re: proposal re: structural engineer's review and report on Hotel Qunite laundry room - scheduling assessment and timing of final report. Emails to/from M. Wilson re: proposal re: Asbestos Management plan Various emails to/from G. Prince, J. Salmas and L. van Soelen re: delay and timing of serving GE's motion materials, the impact on the hearing schedule and the filing of the Receiver Report. Document management.
7/18/2011	4.0	Email to/from G. Prince re: status of Receiver's First Report - has it been filed and other matters. Discussion with J. Salmas re: serving of Monitor's First Report and GE's materials. Review and comment on Listing Agreement form Cushman & Wakefield. Discussion with G. Prince re: same. Forward copy of listing agreement to J. Salmas for review and comment. Review and comment on Pinchin Proposal and Authorization to Proceed in respect of Structural Engineer assessment of Laundry Room, Preparation of an Asbestos Management Program and Consulting Services during the Abatement Work. Follow up discussion with M. Wilson re: same. Emails to L. van Soelen re: Motion Materials.
7/19/2011	3.0	Email to/from M. Pisani rescheduling weekly conference call. Email to all invitees rescheduling same. Email from J. Salmas re: listing agreement. Review and comment on proposals from Pinchin Environmental. Email to M. Wilson re: same. Discussion with J. Davidson re: various operating matters. Draft comments to Curtis Gallagher re: listing agreement. Call to C. Gallagher to discuss same. Review and comment on cash flow forecasts and repair costs.

7/20/2011	6.0	Email to C. Gallagher with comments on listing agreement. Email to A. Jinah re: termination of lease. Review and comment on motion materials re: approval of sales process etc. Email to S. Wilson/J. Salmas re: same. Review and comment on draft report, cash flow forecast, repairs, cash flow etc. Prepare for and attend weekly conference call with GE. Discussion with C. Gallagher (C&W) re: timing of sales process. Follow up discussion with G. Prince re: same. Review and comment on CF variance analysis and CF forecast. Follow up with C. Gallagher re: timing of sale process. Discussion with G. Prince re: same. Review Phase I, II & III Environmental Reports from 2007. Discussion with J. Salmas re: old oil tank and 2007 environmental assessments, the status of Receiver's First Report, court hearing, relief being sought, fax from counsel to 1733073 Ontario Inc. etc. Review and discuss with J. Davidson cash flow variance analysis and cash flow forecast. Draft and revise Receiver's Second Report. Email L. van Soelen re: timing for GE's motion to terminate lease. Draft email to P. Pisani confirming GE's agreement to fund required repairs to Hotel Quinte including asbestos and mould abatement, boiler repair, leaks, structural engineer assessments etc.
7/21/2011	6.0	
7/22/2011	6.0	Drafting Receiver's Second Report to the Court.
7/5/2011	0.5	Filing hard copy and electronic documents
7/6/2011	1.5	Scanning and filing documents
7/6/2011	1.0	Second partner review of first report of the receiver.
7/13/2011	0.5	Review updated First Report of the Receiver and provide comments
7/4/2011	0.7	Photocopying deposits including back-up receipts, scanning and email same to J. Donaldson. Photocopying cheques and sending same via courier. Emailing J. Donaldson asking for Hotel Quinte's mailing address. Filing bookkeeping documents. Re-directing mail to J. Davidson. Printing account activity. Assisting A. Boulding and J. Davidson regarding admin work. Printing R&D to June, 2011, monthly (June) activity and forward same to A. Boulding. Filing.
7/11/2011	0.1	
7/12/2011	0.1	
7/18/2011	0.5	
7/19/2011	0.1	
7/20/2011	0.1	
7/4/2011	0.6	Various calls and emails to and from M. Pickett.
7/5/2011	1.4	Review draft Receiver's First Report. Numerous calls and emails to and from M. Pickett.
7/6/2011	0.8	Review, revise and edit draft Receiver's First report to Court.
7/7/2011	1.9	Reviewing, revising and editing draft of Receiver's First report to Court. Numerous calls to and from M. Pickett. Receive and briefly review draft reports from consultants re: health related issues at Hotel site.
7/8/2011	0.6	Review GE motion materials. Calls to and from M. Pickett. Review and revise draft of Receiver's First report to Court.
7/11/2011	0.6	Review draft of Receiver's First report to Court.
7/12/2011	0.6	Review Heenan Blaikie comments on Receiver's First report to court (draft). Review and revise First Report. Discussions with M. Pickett.

7/13/2011	0.8	Review, revise and edit Receiver's First Report to the Court. Discussions with J. Davidson and M. Pickett re: cash flow forecast, revisions required and calculating funding needs going forward.
7/14/2011	0.9	Review, revise and edit Receiver's First Report to Court.
7/15/2011	1.1	Review and finalize first report of the Receiver. Numerous discussions with M. Pickett. Call with GE.
7/18/2011	0.4	Discussions with M. Pickett. Review motion materials re: termination of leases.
7/20/2011	0.2	Discussions with Michelle Pickett re: various issues regarding the ongoing operation of the hotel re: 1733073.
7/21/2011	0.4	Conference call with GE. Discussions with M. Pickett. Review status of operations with M. Pickett. Discussion with J. Davidson re: cash flow forecast re: operation of hotel.
TOTAL		243.5

Expenses

Client		GE Capital Equipment Financing G.P.		60125775		Tor.Dwtn.	
Job		RECEIVER 1733073 Ontario Inc.		C002			
Show to date		7/22/2011					
* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description	Exp Source	Voucher Post Date No
DAVIDSON JULIA	CA018409	7/8/2011 7/15/2011	179.05 184.88	Rental for Driving to belleville and back. Per Google Maps, the trip is 186kms each way. Therefore a total trip of 372kms	Car Rentals Mileage Reimbursement	EXP EXP	1140 1140
LABBE NATHALY	CA016857	6/14/2011	101.27	Locksmith for the Receivership and conservatory measures.	Client Entertainment	EXP	0091
TOTAL			465.20				

REMITTANCE COPY

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PO Box 82
Royal Trust Tower, Suite 3000
Toronto Dominion Centre
Toronto, ON M5K 1G8
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5257
E-mail: gregory.n.prince@ca.pwc.com

To avoid delays in receipt of funds, please ensure you are remitting to: PwC Central Accounting
145 King Street West
Toronto ON M5H 1V8
Canada

Bill Date: September 29, 2011
Payment requested by:
October 14, 2011
Invoice No.: TR131701942

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period July 23 to September 9, 2011.

	CAD
FEES	\$147,820.50
DISBURSEMENTS	
Administration Fee	\$7,391.02
Other Disbursements	<u>\$26,298.73</u>
TOTAL FEES AND DISBURSEMENTS	\$181,510.25
HST	<u>\$23,596.34</u>
TOTAL DUE	<u>\$205,106.59</u>

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period to July 23 to September 9, 2011**

	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
<u>Staff Member</u>			
SENIOR VICE PRESIDENT			
G PRINCE	9.6	600	5,760.00
M ARLETTE	0.5	600	300.00
R CHAPMAN	0.5	500	250.00
VICE PRESIDENT			
M PICKETT	108.0	425	45,900.00
T WEAVER	1.3	425	552.50
MANAGER			
N LABBE	0.7	350	245.00
J DAVIDSON	194.5	350	68,075.00
SR ASSOCIATE			
D SMITH	2.2	250	550.00
B DEN OUDSTEN	188.0	250	47,000.00
ASSOCIATE			
A BOULDING	16.5	175	2,887.50
W PITTMAN	2.2	155	341.00
S BHIMANI	3.0	155	465.00
SUPPORT STAFF			
S MOORE	3.5	115	402.50
L CRITTEDEN	0.8	115	92.00
	<u>531.3</u>		<u>172,820.50</u>
FEES			172,820.50
Less: Courtesy discount			<u>(25,000.00)</u>
NET FEES			147,820.50
DISBURSEMENTS			
Administration fee			7,391.02
Other disbursements			<u>26,298.73</u>
			33,689.75
FEES AND DISBURSEMENTS:			181,510.25
HST			<u>23,596.34</u>
TOTAL AMOUNT DUE:			<u><u>205,106.59</u></u>

Time Details

Client	GE Capital Equipment Financing G.P.
Job	RECEIVER 1733073 Ontario Inc.
Show to date	9/09/2011

* Staff	Date	Hours	Memo
CHAPMAN ROBERT (CA001776)	9/7/2011	0.5	Review and sign cheques
WEAVER TRACEY (CA002224)	8/3/2011	0.2	Reviewing and approving payroll wire and cheques.
	8/4/2011	0.1	Approving cheques.
	8/8/2011	0.1	Reviewing and approving cheques.
	8/10/2011	0.1	Approving cheques.
	8/12/2011	0.1	Reviewing and approving bank reconciliation for month of June, 2011.
	8/17/2011	0.1	Approving cheques.
	8/22/2011	0.1	Approving cheques.
	8/23/2011	0.1	Reviewing and approving bank reconciliation for month of July, 2011.
	8/25/2011	0.4	Checking status. Preparing file note. Reviewing and edits to Affidavit of Mailing (as requested by Michelle)
	7/25/2011	0.3	Phone call Royal Bank request account activity for July 18 to July 22nd, email to J. Davidson. Reclassify post appointment room rentals & adjust R&D report.
BOULDING ADELAIDE (CA002759)	7/26/2011	0.2	Post deposit Newviews, attach backup, prepare voucher for filing.
	8/2/2011	0.3	Post disbursement Newviews, prepare cheque requisition & cheque scribe batch, run cheque, secure signature, photocopy cheque for voucher backup.
	8/3/2011	2.4	Review & print email re Ceridian payroll, email B. den Oudsten re: missing pages. Prepare letter of direction Royal Bank re: wire transfer, secure signature, scan and email. Post disbursements (6) Newviews, prepare cheque requisitions and cheque scribe batch, run cheques, secure signatures, attach copy of cheque to voucher, prepare vouchers for filing, mail cheques. Reconcile July statement, email B. den Oudsten re: missing invoices. Photocopy cheque for deposit, record daily cheque register, prepare deposit, post Newviews, attach backup, prepare voucher for filing.
	8/4/2011	1.6	Post payroll wire transfer and disbursement. Newviews, attach backup, prepare voucher for filing, prepare cheque requisition and cheque scribe batch, run cheque.
	8/8/2011	1.3	Post cash receipts July 20- 29, 2011. Newviews.
	8/10/2011	0.5	Post disbursements Newviews, prepare cheque requisitions & cheque scribe batch, run cheques. Phone call Royal Bank, request account activity report, email to Bob den Oudsten. Phone call Royal Bank re August 1st debits to account, request backup.
	8/17/2011	1.9	Review disbursement postings & backup, sign off. Phone call from Kone Elevator re: approval for maintenance work required. Phone calls to and from B. den Oudsten re: Kone.
	8/22/2011	0.3	Post disbursements Newviews. Post cash receipts for period August 1-12, 2011. Newviews. Phone calls Royal Bank re: account activity report and confirmation of funds received on August 18 and 19, advise Bob den Oudsten.

* Staff	Date	Hours	Memo
	8/24/2011	0.4	Phone call from John Andrews, Canada Revenue Agency, looking for business #'s for Hotel Quinte, didn't realize they were registered under 1733073. Discussed status of payroll, advised him of Ceridian's involvement, discuss possible audit.
	8/29/2011	0.9	Reconcile bank account activity reports to Newviews for July 15-August 12, 2011.
	8/30/2011	1.3	Review receipts & disbursements, prepare HST returns RT1 and 2 account, file electronically, prepare voucher for filing. Email J. Davidson & B. den Oudsten re pre appointment payroll information for period of April 1 to May 27, 2011 for WSIB. Photocopy cheque for deposit, record daily cheque register, prepare deposit for bank.
	8/31/2011	2.3	Post cash receipts for period of August 22-26, 2011. Newviews. Attach backup to receipts, reconcile Newviews to RBC account history. Prepare vouchers for filing.
	9/1/2011	1.9	Phone call Royal Bank, request account history for August 26 to August 31, post entries Newviews, balance Newviews to bank account. Reconcile petty cash receipts, revise posting to cheque #22.
	9/8/2011	0.9	Post cash receipts for August 29 to September 2, 2011 Newviews. Phone call Royal Bank re pre approved payments charged to account on Sept 1st, advise J. Davidson as requested.
SMITH DONALDA (CA007437)	7/25/2011	0.7	Follow up on payroll information requests. Reply to e-mails re vacation pay to J. Davidson. Update schedule to reflect s.81 vacation payments and receiver's vacation paid.
	8/2/2011	0.3	June 2011 bank reconciliation.
	8/17/2011	0.1	Return call to creditor, Huff Estates Winery, re outstanding invoices and wanting to claim back their unopened bottles of wine.
	8/24/2011	0.1	Discussions with Bank of Montreal regarding the copies of statements on the old accounts.
	8/26/2011	0.3	Request bank account activity from RBC and a schedule of receipts from Bob den Oudsten.
	8/29/2011	0.5	Review copies of bank statements received for account closed prior to receivership. Discuss and pass on to Bob den Oudsten.
	8/31/2011	0.2	Prepare website update.
LABBE NATHALY (CA016857)	8/16/2011	0.5	Discussion with Deborah, Customer Relations, Union Gas. Call to IT department.
	8/17/2011	0.2	Discussion with Maureen, manager Union Gas.
DEN OUDSTEN BOB (CA017376)	7/25/2011	11.5	Review support for Nightly Audit Report for the period July 14th to 24th and discuss inconsistencies with A. Cartwright.
			Discussion with A. Cartwright to reconcile cash deposits on July 18 and 19.
			Hotel Tour and discussion of issues with maintenance staff.
			Compare approved payroll details to time slips and discuss discrepancies with Angela Cartwright
			Update the deposits and petty cash tracking sheet for new data received from Hotel, and reconciling variances through discussion with A. Cartwright and J. Davidson
	7/26/2011	7.5	Review receipts for petty cash expenses for the period May 27th to July 25th.
			Mapping expenses from Petty Cash tracking sheet to the deposits summary.
	7/27/2011	8.0	Phone call with A. Cartwright to resolve discrepancies between deposits report and petty cash report.
			Processing and approving recently received invoices. Included numerous conversations with A. Cartwright re: certain invoices, and contacting the vendors such as Cogeco and Union Gas to clear up pre and post receivership account balances.

* Staff	Date	Hours	Memo
	7/28/2011	7.5	Review Nightly Audit report for accuracy Contacted Cogeco to reconcile billings and payable balances Updated deposits spreadsheets for information contained in Nightly Audit Reports for the week to date. Discussions with A. Cartwright to reconcile discrepancies and fill in missing information. Updated the template for the Nightly Audit Report to facilitate reporting from August to the end of October.
	8/2/2011	9.0	Review and approve payroll including communications with A. Cartwright to validate vacation pay. Review pre-receivership disbursements in May and April of 2011, recording all information regarding payees and communicating with A. Cartwright regarding payments. Cash Flow variance analysis for the week of July 25. Communication with A. Cartwright regarding issues at the hotel, including housekeeping staff, sprinklers, repairs to laundry room and church, mould removal in guest rooms, and the status of the unpaid rent demanded from the chef. Subsequent discussion of these issues with M. Pickett.
	8/3/2011	8.0	Attend at Hotel Quinte. Review of Nightly Audit Report. Review of timecards for payroll. Discussion with A. Cartwright regarding issues in respect of housekeeping staff, repairs, sprinklers, mould, outstanding rent from chef). Review Nightly Audit Report support for the week of July 25th, follow up with A. Cartwright regarding issues identified. Review April and May 2011 Disbursements with A. Cartwright. Address J. Davidson's comments on the Deposits spreadsheet.
	8/4/2011	7.0	Review support for petty cash purchases. Review Nightly Audit Report for reasonability and follow up with A. Cartwright. Process, approve and file invoices received, follow up with A. Cartwright re: issues with invoices from Ontario Laundry Systems and advertising services approved pre-receivership but used post receivership. Communications with A. Cartwright re: hotel issues including wedding bookings, vacation entitlement, boiler repairs, staffing needs. Subsequent discussions with M. Pickett to resolve issues and communication with A. Cartwright re: decision. Communications with Carmichael re: boiler repairs. Phone and email communications with C. Lamer re: repairs to roof of laundry room.
	8/5/2011	5.0	Review disbursements with A. Cartwright. Review Nightly Audit Report and follow up with A. Cartwright. Communications with A. Cartwright regarding various issues, including the boiler, roof repair, health and safety issues Communications with Butch at French Brothers Roofing, C. Lamer of Lamer Roofing, and Denny and Sean at Semple Roofing regarding the rebuilding of the laundry room - including project requirements, safety issues, timing, etc Communications with staff at Carmichael re: boiler repairs Meeting with M. Pickett re: posting reports on website, and subsequent drafting requests and posting documents to receivership website.

* Staff	Date	Hours	Memo
	8/8/2011	7.5	Review of Nightly Audit Report for Friday, Saturday and Sunday, and communication with A. Cartwright re: reasonability. Updating the Deposits spreadsheet for information contained in Nightly Audit reports and bank statements. Preparing the Cash Flow statement and reconciling the cash balance to the bank statements. Related communications with A. Cartwright and J. Davidson Phone call with A. Cartwright re: issues that arose at the hotel over the weekend, including the breakdown of the guest washing machine. Phone call with Quinte Decking re: roofing quote for patio. Communication with Carmichael re: boiler repair vs replacement. Post documents on the receivership website.
	8/9/2011	7.5	Communication with Global Payment systems and American Express re: reconciling the payments received to the payments processed, and determining the required procedures to set up new banking information for direct deposits by American Express. Communications with A. Cartwright re: new issues at the hotel including the operational problems with the elevator, and the broken supplementary washing machine. Review Nightly Audit Report and discuss results with A. Cartwright. Reviewing Weekly Cash flow variance report, updating deposits spreadsheet, and related communications with J. Davidson. Communicating with Carmichael and Pinchin to connect the two parties and coordinate the start of mould and asbestos removal activities. Communication with Koets plumbing and Adele Boulding re: request for payment for services provided. Communication with Quinte Decking, French Brothers and Larmer Roofing re: expected timeline for receipt of roofing quote. Communication with CN rail and A. Cartwright re: outstanding balance and method and timing of payment. Communications with A. Cartwright: outstanding account receivable balances and expected timeline for receipt of payment.
	8/10/2011	7.0	Discussion with A. Cartwright and maintenance re: new issues (broken washer and elevator, and exhaust fan.) Related communications with Michelle Pickett. Obtained fire inspection report and communicated to Glenn Ellis (Fire Inspector). Communication with Trinity Fire Systems re: quote for installation of smoke detectors and pull station Meeting with representatives from Quinte Decking and Dafoe Roofing re: scope of work and requirements for quote to repairs laundry room roof. Review nightly audit report and discuss with A. Cartwright. Review Building Audit to determine number of smoke detectors required. Communications with Randall Brown (building auditor). Meeting with maintenance re: smoke alarms currently installed. Review support for nightly audit report for the period August 1 to 7. Discussion with A. Cartwright to resolve related issues.

* Staff	Date	Hours	Memo
	8/11/2011	9.5	Contacting Fire safety companies (Trinity, Browns, Mitchell, Finkle electric) re: obtaining a quote for installation of a pull station at front desk. Discussion of required work with representatives from Trinity and Brown's. Conversation with Randall Brown re: compliance dates for installation of smoke detectors and pull station. Related communication with M. Pickett. Gather information/specification on Hotel (square footage of various areas, number of available rooms) from A. Cartwright and various reports provided by building inspectors to be used in dataroom. Review Nightly Audit report and discuss with A. Pickett. Communication with American Express re: changing bank accounts to facilitate deposits post receivership. Faxed required documents to Amex. Process received invoices and approve those relating to post-receivership charges. BRS filing of files submitted to Amex, and roofing quote received from French Brothers. Review support for petty cash expenses. Phone call with M. Pickett and representative from Cushman & Wakefield. Communication with A. Cartwright re: availability of guest rooms for Caliber's work crew. Communication with Glenn Ellis (Fire Marshal) re: accuracy of installation deadlines for fire safety equipment, as communicated by Randall Brown staff. Communication with P. Koets and A. Boulding re: payment of amount outstanding. Contacted various roofing companies re: quotes for patio roof repairs, requesting reduction in quotes (French Bros, Dafoe, Sempie Goeder, Quinte Decking, Lamer Roofing). Communications with A. Pickett and searching file archives to determine square footages for Confidential Information Memorandum. Follow up with A. Cartwright re: receipt of payment against receivable balances for Intelligencer and Cruickshank. Follow up with A. Boulding re: issuance of cheque and receipt of payment Follow up with A. Cartwright re: invoice for benefit costs. Examination of invoice and communication with A. Cartwright and J. Davidson to determine validity of claim. Communicate with A. Cartwright to obtain the contact number for several plumbers and electricians in Belleville to forward to Caliber. Coordinate with A. Cartwright to determine room availability for Caliber's work crew. Subsequent communications with M. Pickett. Update Deposits spreadsheet for information contained in Nightly Audit Report week-to-date. Communicate with Trinity Fire and Brown's Fire Protection to arrange installation of pull station at reception desk. Discussion with M. Pickett to obtain approval to authorize Trinity to complete the work. Review of Building audit to identify Receiver and tenant's required repairs. Communications with Pierre at Trinity and R. Bentley at Bentley to gain an understanding of the status of the Tenant's repairs, as required by the findings of the Building Audit (and the Fire Marshal). Subsequent discussion with M. Pickett.
	8/12/2011	8.0	

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Date	Hours	Memo
8/15/2011	8.0	Communication with Pierre of Trinity Fire and A. Cartwright re: installation of Pull Station, subsequent communication with Fire Marshall Review Nightly Audit Report for Friday, Saturday and Sunday, related communications with A. Cartwright and modification of the spreadsheet to include a new receivable. Communications with A. Cartwright and J. Davidson re: benefit costs owing to Manulife. Obtain bank statements and update deposits spreadsheet for the information it contained. Update Deposit spreadsheet for data in Nightly Audit Report. Prepare cash flow variance analysis and reconcile cash balance to bank statement. Investigate and resolve discrepancies.
8/16/2011	6.0	Review Nightly Audit Report for support and discuss with A. Cartwright. Also communicate with A. Cartwright re: petty cash expenses Prepare summary of quotes for patio roof repairs and send to M. Pickett Called S. Sullivan of Semple Gooder to clarify scope of work quoted. Review payroll and communicate with A. Cartwright re: vacation pay for C. Chamberlain and vacation accrual balances for other employees. Contact Dafoe roofing and Quinte Decking regarding outstanding quotes. Prepare revised cash flow forecast using new occupancy and actual results since July 18th. Communications with Pierre at Trinity Fire to obtain quote to connect Kitchen Hood Canopy to fire alarm system and issuing a work order to commence with the work. Create a summary of utility costs - total amounts actually paid and amounts accrued but not yet paid.
8/17/2011	8.5	Review timecards and discuss discrepancies with A. Cartwright. Obtain payroll report from Ceridian and deal with input error that resulted in overpayment of one staff member. Obtain support for receipts from A. Cartwright and explain required format for vacation accrual balance reconciliation. Review support for Nightly Audit Report for the week of August 8th to 14th, coordinating with A. Cartwright to resolve discrepancies in number of rooms rented. Review and summarize technical specifications of patio roof repair quotes provided by Semple Gooder, French Bros, and Dafoe Roofing.
8/18/2011	6.5	Update patio roof quote summary for quote received from Quinte Decking. Subsequently contact French brothers re: potential savings if scope of work is reduced. Draft email summarizing quotes to send to Calibre Summarize repair costs incurred in receivership to date. Review invoices to ensure amounts are correct (including HST). Review Nightly Audit Report and discuss with A. Cartwright. File reports in BRS for the period July 18 to Aug 14. Process and approve invoices, including communications with A. Cartwright to clarify whether invoiced costs relate to post-receivership period.
8/19/2011	3.0	Investigate status of payment of Rogers Invoice. Call Amex to update status of funding Global Payments receipts. Comparison of Nightly Audit Reports to Global Payments statement, investigating discrepancies with A. Cartwright. Also performed reasonability test of fees charged by global payments. Processing invoices and determining payment timelines based on forecasted cash flows.

* Staff	Date	Hours	Memo
	8/22/2011	7.5	Review Nightly Audit Report for Friday, Saturday and Sunday. Call with A. Cartwright to discuss issues noted on the report and reasonability of average room rates. Reconciliation of cash and nightly audit reports. Cash flow variance analysis Reconcile cash received from Global Payments to total value of transactions processed, which required several phone conversations with Global payments staff in order to obtain necessary information, and agreeing info obtained to Hotel's records. Process invoices for payment approval and file reports in BRS. Review BRS file to take inventory of all reports, quotes and other building information received from contractors. Review Caliber quotes to determine whether the work to be performed on Bella Flint room was included in previous quotes. Communicate with Caliber to discuss quote for work on Bella Flint room, and status of Caliber's communications with French Brothers (re: Patio roof repairs). Review bank statements and invoice listing to determine availability of cash for payment of invoices. Review Nightly Audit Report and investigate timing and/or delays in payments.
	8/23/2011	4.5	Review support for Nightly Audit Report figures for week of August 15th. Review Global Payments receipts for month of July to reconcile to Global Payments statements. Review cash requirements and availability of funds relative to amounts owing. File invoices and reports in BRS.
	8/24/2011	5.0	Gathering Due Diligence information for dataroom including meetings with hotel staff to determine whether information was available, how it can be gathered, and to investigate discrepancies between property and site plan.
	8/25/2011	6.5	Reconcile GPS payments to transactions processed since May 27, 2011 Input bank account transactions into Deposits spreadsheet, and reconcile to information pulled from Nightly Audit Report for the period April 22 to 25.
	8/26/2011	7.5	Communicate with hotel staff to compile due diligence information for dataroom. Inquire with City of Belleville and local contractors regarding availability of survey of the property.
	8/29/2011	7.5	Review Friday-Sunday Nightly Audit Report for reasonableness and discuss with A. Cartwright. Update deposits spreadsheet for info contained in Nightly Audit Report. Obtain bank statements and update deposits spreadsheet and Nightly Audit Report for transactions put through bank during year.
	8/30/2011	8.0	Reconcile global payments and cash to the bank statements Prepare Cash Flow variance analysis for week ended Aug 28. Create inventory of payroll documents removed from site. Compile and format due diligence information for the sale process. Review outstanding invoices and summarize cash requirements. Build out Nightly Audit Report and Nightly Audit Report summary to the end of October. Review payroll timecards and payroll summary for mathematical accuracy and appropriate application of adjustments required due to prior period overpayment. Review support for Nightly Audit Report for the week of Aug 22-28 and discuss with A. Cartwright and hotel staff to resolve discrepancies. Go to Hastings Region Land Registry office to obtain documentation on property boundaries. Compile and format due diligence information for sale process.

* Staff	Date	Hours	Memo
DAVIDSON JULIA (CA018409)	8/31/2011	3.0	Process invoices for approval and inclusion on creditor list etc. Sort through and collate due diligence information for the dataroom.
	9/8/2011	2.0	Document management.
	9/9/2011	1.5	Document management.
	7/25/2011	11.0	Attend at Hotel Quinte. Update meeting with A. Cartwright. Tour and discussion with C. Chamberlain re: repairs. Review of Building Audit Report. Telephone call with M. Pickett about activities at the hotel over the weekend. Creating the budget to actual cash flow variance analysis. Tour and discussion of repairs with C. Chamberlain and A Cartwright.
	7/26/2011	8.0	Update telephone call with A. Cartwright. Telephone call with M. Pickett to discuss issues that occurred over the weekend. Communication with contacts for the two weddings at the hotel. Ensuring that the banquet hall was ready for the church's move. Dealing with possible employee benefits from the pre receivership period. Arranging a refund of the deposit paid by one of the wedding parties. Communication with plumbing contractor. Communications with plumbers with respect to ongoing small leak repairs at the hotel and determining a list of priority pipe repairs.
	7/27/2011	7.5	Communication with Randall (building audit providers) with respect to making adjustments to their report and asking for a quote on providing a list of items that immediately needed to be brought to code. Update call with A Cartwright and discussion on laundry services at the hotel. Discussion re: employees and resignation of some employees.
	7/28/2011	8.0	Update call with A Cartwright. Meeting with M Pickett to update her on status of various issues. Organizing the move of the church into the banquet hall. Assisting in ordering required products for the hotel. Email correspondence with various contractors with respect to receiving quotes and timing of when the repairs could be done.
	7/29/2011	2.0	Update call with A Cartwright. Update call with M Pickett. Responding to emails.
	8/2/2011	7.5	Review of Weekly Cash Projection. Creating new forecast based on current reservation figures. Email and phone correspondence with B. Den Oudsten with respect to the hotel and various issues occurring.
			Email correspondence with A Cartwright. Reviewing and approving B. Den Oudsten's cheque disbursement analysis. Communication with former employee benefits provider re: its request for payment.
	8/3/2011	1.5	Email correspondence with M Pickett, B Den Oudsten, A Cartwright.

* Staff	Date	Hours	Memo
	8/4/2011	1.5	Email correspondence with M Pickett, B Den Oudsten, A Cartwright.
	8/5/2011	1.5	Email correspondence with M Pickett, B Den Oudsten, A Cartwright.
	8/8/2011	3.0	Reviewing B. Den Oudsten's Cash Flow Forecast.
	8/9/2011	3.0	Correspondence with various contractors, Call with M Pickett and M. Wilson of Pinchin Environmental
	8/12/2011	2.0	Email correspondence with M Pickett, B Den Oudsten, A Cartwright and various contractors.
	8/15/2011	8.0	Review and preparation of Cash flow Projection. Preparation for Weekly Conference call with GE.. Call with M Pickett re: agenda and discussion for call with GE. Update meeting with B Den Oudsten re: current activities at the hotel. Call with Pinchin and Caliber. Update call with A Cartwright.
	8/16/2011	8.5	Investigating the roofing quotes and discussing them with B Den Oudsten. Call with J Ball, contractor with respect to the laundry room and the roof. Drafting and pulling material for the Receiver Supplement to its First Report. Revising the Repair Costs spreadsheet. Correspondence with M Wilson, contractor. Correspondence with R Allaby, boiler contractor. Correspondence with Pierre, Trinity Fire with respect to the 2010 Fire Inspection report as well as engaging Trinity to connect the kitchen hood in the Silk Route restaurant into the fire alarm system. Follow up with Trinity Fire to ensure that Silk Route kitchen hood has been connected to fire alarm system. Update call with A Cartwright.
	8/17/2011	7.5	Correspondence with M Pickett with respect to Church lease. Call with A Cartwright re: specific points in church lease and issues that were brought to the attention of the receiver.
	8/18/2011	8.0	Correspondence with M Wilson and J Ball with respect to repairs at the hotel. Revisions to the weekly Cash flow variance analysis. Analysis of staff hours worked, to determine staffing needs following resignations. Responding to J. Deluca's Affidavit. Correspondence with various contractors. Weekly Call with GE and M Pickett re: Hotel Update
	8/19/2011	8.0	Corresponding with J Ball about quote to repair roof and what is needed. Update call with A Cartwright.
	8/22/2011	9.0	Corresponding with A Cartwright re: status of repairs at hotel and the guest rooms currently under repair. Reviewing and making adjustments to the budget to actual cash flow variance analysis. Update meeting with M Pickett re: Update call with A Cartwright re: repairs to be done at the hotel and timing of repairs, the GE's motion to terminate restaurant lease and close restaurants operating at the hotel. Update call with M Wilson (Pinchin). Call with French Brothers Roofing re: their quote to repair the basement roof. Call with J Ball (Calibre) re: French Brother's quote and timing of repairs. Review and execution of quotes for roofing and building permit.

* Staff	Date	Hours	Memo
	8/23/2011	9.0	Finalizing the Supplement to the Receiver's First Report and finalizing the appendices. Email and phone correspondence with various contractors. Assisting A Cartwright in scheduling of rooms due to contractors on site. Update call with A Cartwright. Weekly call with GE and M Pickett re: Hotel Update Call to Union Gas and drafting a chronology of events in respect of Union Gas's shutoff of gas services to Hotel Quinte in June 2011.
	8/24/2011	8.0	Preparing documents to post to the data room Email correspondence with M Pickett re: data room and CIM Update call with A Cartwright. Update call with B Den Oudsten. Review and edit B Den Oudsten's analysis of funds available. Call with J Bail (Contractor) re: current status of repairs at the hotel. Correspondence with various contractors re: small plumbing leaks, timing of boiler repair, timing of laundry room and roof rebuild.
	8/25/2011	8.0	Preparing documents to post to the data room. Reviewing the insurance document to make sure we were covered through any fire installation and repairs. Correspondence with J Salmas regarding demand letters and union gas details.
	8/26/2011	1.0	Drafting of Insurance Letters. Call with M Pickett re: letters to be sent to restaurants requesting proof of
	8/29/2011	8.0	Reviewing Cash Flow variance analysis and sending letters to restaurant tenants requesting proof of insurance. Investigating specific items with A Cartwright on behalf of counsel. Preparing documents to post to the data room
	8/30/2011	7.5	Reviewing and editing draft Confidential Information Memorandum (CIM) prepared by Cushman & Drafting agenda for weekly update call with GE. Revising Cash flow and Repair schedule. Chairing weekly update call with GE.
	8/31/2011	7.5	Organizing materials for data room. Organizing materials for data room. Review of settlement offer from tenants. Attend Court re: motion to termination of leases
	9/1/2011	7.5	Applying for Building Permit with J. Bail and correspondence with J Bail on same. Correspondence with Fire Marshall with respect to electrical inspection required on the Hotel. Organization of BRS.
	9/2/2011	7.5	Review of Confidential Information Memorandum and email correspondence with C. Gallagher re: same. Review of Pinchin update and phone call with M. Wilson. Review of outstanding invoices with respect to cash flow and timing. Discussion of the repairs Moodie and the Bella Flint hotel rooms with A Cartwright to determine if they could be repaired by Hotel Quinte maintenance rather than outsourcing the repairs. Update call with A Cartwright.

* Staff	Date	Hours	Memo
PITTMAN WENDY (CA022477)	9/6/2011	7.5	Email correspondence with G Ellis (Belleville Fire Department). Discussions with M Pickett with respect to Electrical inspection ordered by Glenn Ellis (Fire Inspector). Correspondence with P. Lauzer (Trinity Fire) re: Electrical Work. Discussions with J Ball with respect to work being performed at the hotel. Coordinating and formatting documents for the Data Room. Creating Cash flow forecast to actual for the current week. Meeting with G Prince to discuss draft Confidential Information Memorandum. Email correspondence with M Pickett re: Confidential Information Memorandum Update call with A Cartwright
	9/7/2011	6.5	Discussions with P. Lauzer (Trinity Fire) with respect to electrical inspection and engaging him in a quote for the Electrolab. Coordinating and formatting documents for the Data Room.
	9/8/2011	5.5	Multiple Revisions to draft Confidential Information Memorandum. Email correspondence with C&W re: Confidential Information Memorandum and Data Room. Update call with A. Cartwright. Discussion with Bob den Oudsten with respect to invoices. Email correspondence with J Deluca with respect to work to be performed in the Silk Route. Arranging with J Ball timing for work to be performed in the Silk Route. Drafted and delivered letter to Osman (Chef at Silk Route) requiring that he vacate his room at the hotel. Discussion with M. Pickett with respect to file status. Revising Confidential Information Memorandum with Cushman and submitting to M. Pickett for review. Discussing BRS file with Bob Den Oudsten. Working on documents for the data room.
	9/9/2011	5.5	
	7/25/2011	0.2	Picked up voicemail message from hotline. Returned call from creditor, left message.
	8/3/2011	0.2	Went to RBC for deposit.
	8/5/2011	0.1	Spoke with B. den Oudsten re: invoice for payment.
	8/17/2011	0.3	Spoke with J. Davidson re: issue with Union Gas; emailed Nathaly re: issue with Union Gas.
	8/18/2011	0.1	As requested by N. Labbe, gave J. Davidson copies of notice of receiver and creditors listings.
	8/22/2011	0.1	Spoke with J. Davidson re: invoices received.
PICKETT MICHELLE (CA023662)	8/25/2011	1.0	Affidavit of Mailing.
	8/26/2011	0.1	Spoke with B. den Oudsten re: invoices received.
	8/30/2011	0.1	Went to RBC to deposit cheque.
	7/24/2011	1.0	Review and comment on sections of the Receiver's Second Report. Review and comment on report from Structural Engineer. Email to M. Wilson re: same.

* Staff	Date	Hours	Memo
	7/25/2011	4.0	Reviewing and amending Receiver's Second Report to the court. Voicemail from and various discussions with J. Salmas re letters to chef and the church. Forward copies of correspondence with Quinte Executive Apartments. Instructions to J. Davidson re: Manulife health benefits policy. Emails to/from C. Gallagher. Request to research services for Corporation Profile report on Quinte Executive Apartments. Email to/from Pinchin to follow up on the revised report of Jerol Technologies - Structural engineer. Review cash flow and variance analysis for the week of July 18 - 24, 2011. Review and cursory review of Building Audit Report. Forward copy of same to GE, Gowlings (N. Abbott), G. Prince and J. Salmas. Review of draft termination letter to Osman (Silk Route Chef) and draft termination letter to Quinte Executive Apartments.
	7/26/2011	6.0	Prepare and attend weekly conference call with GE. Review and comment on building audit report. Follow up on structural engineer's report. Review revised report from structural engineer. Call from structural engineer. Addressing various operational matters. Emails to/from C. Gallagher re: finalizing Listing Agreement. Finalize and execute Listing Agreement with Cushman & Wakefield. Review and edit letter to chef re: demand for unpaid rent and discussion with J. Salmas re: same. Review and edit letter to Quinte Executive Apartments and discussion with J. Salmas re: same. Review and discuss J. Salmas' proposed revisions to the Second Report. Share and discuss same with G. Prince. Review and comment on draft motion materials and draft order. Discuss same with G. Prince. Amend tables and schedules to reports. Forward copy of draft Receiver's Second Report to N. Abbott and M. Pisani for review and comment. Document management and activities. Email to/from M. Pisani confirming GE's support and agreement to increase maximum borrowings under the receivership order and to find the recommended repairs to the Hotel Quinte.
	7/27/2011	4.0	Conference call with J. Salmas, N. Abbott, L. van Soelen re: scheduling for GE motion to terminate lease. Follow up call with J. Salmas to report on attempts to research J. Kulathungam (lawyer for 1733073 Ontario Inc.) and J. Binavince.

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	7/28/2011	4.0	Emails to/from A. Jinah re: moving church from current space to Tropicana Banquet Room. Discussion with J. Salmas re: same and his discussion with J. Binavince, counsel to the restaurants. Discussions with J. Davidson re: issues surrounding the church's move to the Tropicana Ball Room. Discussion with structural engineer re: his assessment of the laundry room and basement of Hotel Quinte and the timing of required support and repairs. Follow up with G. Prince re: same. Draft email to GE (M. Pisani, D. Nowak and J. Guerrard) re: report from structural engineer and follow up discussion. Email to/from M. Pisani re: same. Forward invoice to M. Pisani. Discussion with A. Cartwright re: examination by J. Binavince. Discussion with J. Davidson re: Randal Technologies.
	8/2/2011	2.5	Discussion with J. Salmas re: court hearing and whether a supplemental report is needed. Status of church's August rent and opening discussions with church re: moving date. Follow up with A. Cartwright on status of August rent from church. Discussion with G. Prince re: position on delay of Motion to terminate leases and logistics of attending hearings. Post motion materials to Hotel Quinte website. Following up on the status of various repairs and /or quotes for repairs. Discussion re: status of housekeeping staff - whether replacement staff is required in September to replace staff that have resigned.
	8/3/2011	3.0	Call to L. van Soelen to discuss receiver's position on the 9:30am appointment with J. Morawetz. Follow up with A. Jinah re: mess left behind in church space during move to Tropicana Ballroom. Prepare for and attend at court for 9:30am scheduling hearing on motion to terminate and 10:00am hearing to approve sales process. Debrief with G. Prince re: outcome of same. Discussion with D. Nowak - update of events while he was on vacation. Email from M. Pisani re: offer from S. Suthakaran. Call to C. Gallagher re: outcome of court hearing and to discuss laundry room. Follow up with B. den Oudsten on happenings at Hotel Quinte. to Pinchin to schedule call to discuss timing of asbestos and mould removal. Email to Pinchin to follow up on status of structural engineering drawings. Emails to/from J. Davidson and B. den Oudsten re: operational issues at hotel - staff, chef, roof quote, etc. Document activities

* Staff	Date	Hours	Memo
	8/4/2011	5.0	Review cash flow variance analysis for week of July 25th. Draft email to C. Gallagher re: discussion on repairs and update on court hearing. Discussion with C. Gallagher re: status of laundry room, structural engineer's report and whether the current sales strategy and timing is still appropriate, given the additional cost of repairs. Post motion record to website. Instructions to B. den Oudsten to post second report to website. Prepare agenda for conference call. Draft email to participants re: same. Emails from N. Abbott and G. Prince re: conference call. Document activities. Emails to/from J. Davidson re: discussion with Fire Marshal and status of Building Audit report. Chair weekly conference call with GE. to/from and discussion with J. Salmas re: last minute request for information from J. Kulathungam (counsel for S. Suthakaran). Various emails to/from N. Abbott and L. van Soelen re: same. Review and comment on letter to A. Jinah re: rent arrears and termination of lease. Email to/from M. Pisani re: hotel sale. Email to A. Makovskis re: Lamco sale - price per key. Discussion with R. Thomas of Pinchin re: timing of work and cost of asbestos and mould removal. Receipt and respond to email from J. Deluca re: cordoning off the patio for safety reasons. Lengthy discussion with J. Salmas to prepare for Friday's court hearing re: approval of sales process and increase in borrowing - possible outcomes and responses to counsel for S. Suthakaran. Prepare for and attend at court re: order to approve sale process and increase borrowing powers. Report back to G. Prince and GE re: outcome. Discussion and email to/from H. Ranjram of Jerol Technologies re: structural engineer's report and recommendations with respect to the patio. Email to/from M. Pineros to follow up on structural engineer drawing. Discussion with and emails to/from R. Thomas re: same as well as availability of Caliber to commence asbestos/mould remediation at Hotel and potential to reduce quote for remediation work. Emails to/from J. Salmas re: safety issue of cordoning off the patio. Instructions to B. den Oudsten re: postings to website. Various emails to/from and discussions with M. Wilson of Pinchin Environmental to coordinate timing of asbestos abatement and mould removal. Emails to/from J. Salmas re: whether J. DeLuca cordoned off the patio. Follow up with B. den Oudsten re: same.
	8/5/2011	4.0	
	8/8/2011	0.5	Commencement of asbestos and mould removal. Follow up conference call with J.J. Walker of Calibre re: revised quote, scheduling of work, acting as general contractor in tear down and rebuilding of laundry room and roof/ceiling. Various discussions with J. Davidson re: operating and repair issues.- patio, fire Marshall's comments on building audit, instructions to Silk Route to address building violations. Follow up emails with B. den Oudsten and J. Salmas. VM message from Remax re: interest in seeing property. Email to/from C. Gallagher re: court order approving sales process and next steps. Responding to emails from M. Wilson re: work to be performed and timing thereof. Documenting activities.
	8/9/2011	1.5	

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Date	Hours	Memo
8/10/2011	3.0	Review and respond to follow up email from M. Wilson re: scope of services. Review and respond to B. Den Oudsten re: Amex service agreement. Email to/from B. den Oudsten re: roofing and boiler contractors. Review emails from J. Davidson re: employee benefits. Email to/from J. Salmas re: motion to terminate lease. Review revised quote from Calibre Environmental. Email to GE re: price reduction. Email to Calibre, accepting quote and confirming terms and start date. Receipt and respond to email from Fire Marshal re: deficiencies. Instructions to B. den Oudsten re: same. Receipt and respond to emails re: operating issues at hotel. Discussion with M. Wilson re: Pinchin involvement in the asbestos and mould abatement process - required level of testing and oversight to meet regulatory standards and issue a certificate, and timing of Asbestos Management Program. Discussion with J. Salmas re: GE's/Gowling's amendment to Notice of Motion and the status of responding materials from counsel for the restaurants.
8/11/2011	5.0	Review and comment on affidavit of J. DeLuce in respect of GE's motion to terminate restaurant leases. Email to J. Salmas and G. Prince re: same. Review and comment on Amendment to Notice of Motion. Email to G. Prince re: same. Email to B. Den Oudsten re: re: operating and repair issues. Review and reply to email from C. Gallagher requesting information on property. Discussion with C. Gallagher re: information required and time to market the property. Various discussions with J. Salmas re: GE's motion to terminate leases and involvement of P. Shea. Numerous emails from J. Salmas, P. Shea and L. van Soelen re: amendment to notice of motion, examinations and strategies. Review and comment on affidavit of J. DeLuca. Review and comment on draft affidavit of A. Cartwright. Various discussions and instructions to B. den Oudsten re: status of repairs.
8/12/2011	10.0	Discussion with A. Cartwright re: photos of hotel for teaser and ad, affidavit and availability of rooms for Caliber. Email to J. Salmas re: notice of motion to approve Receiver's First Report and Supplement to Receiver's First Report. Email to G. Prince re: update on motion to terminate leases. affidavit of A. Cartwright. supplemental report. Email to C. Gallagher with description for Globe & Mail ad. Discussion with C. Gallagher re: content and timing of ad for sale of Hotel Quinte; photos for ad and impact of restaurant leases on marketing, sale and potential realizable value of property. Emails to/from J. Salmas re: correspondence between J. Binafince and P. Shea/L. van Soelen (counsel for GE). Review reports from the Fire Marshal and building audit to determine what required repairs, upgrades are outstanding. Discussion with J. Salmas re: emails to/from P. Shea of Gowlings and information to include in supplemental report. Emails to/from B. Den Oudsten re: upgrades required by Fire Code. Draft supplement to First Report. Forward draft to G. Prince and J. Salmas. Email to J. McKenna re: second partner review.

* Staff	Date	Hours	Memo
	8/13/2011	4.0	Draft and edit the Supplement to the First Report to the Receiver, Forward copy of draft to G. Prince and J. Salmas for review. Email to J. McKenna to advise of requirement of second partner review.
	8/15/2011	4.5	Discussion with G. Prince re: supplemental report. Call to J. Salmas re: same. Documenting activities. Review and approve ad for Globe & Mail. Lengthy conference call with J. Salmas, S. Wilson and G. Prince to review draft Supplement to Receiver's First Report. Email to/from M. Wilson and E. Rockarts re: asbestos removal and repair of boilers. Lengthy discussion with J. Salmas re: follow up call with P. Shea and inclusion of real estate broker's opinion on March 2011 leases and impact on purchase price. Various discussions and emails to/from J. Davidson and B. den Oudsten to deal with various operating and repairs issues at the hotel. Review of various emails in respect of GE's motion to terminate leases. Email to J. Salmas forwarding email from C. Gallagher re: opinion on leases.
	8/16/2011	4.0	Email to G. Prince re: status of supplemental report. Follow up discussion with G. Prince re: same. Review and comment on correspondence to J. De Luca and M. Wilson of Pinchin. Follow up email to M. Wilson re: confusion between Caliber and Carmichael. Email from J. Ball of Caliber to clarify same. Follow up on status of teaser. Follow up on status of roof quotes and summary of same. Emails to/from and discussion with J. Davidson and B. den Oudsten re: engaging Trinity to connect Silk Route Hood vent to fire alarm system. Review of Trinity report of 2011 annual fire alarm inspection of Hotel Quinte. Follow up with B. Den Oudsten re: whether Trinity identified the following as deficiencies in its 2010 inspection - the lack of a pull station in the reception area and the Silk Route kitchen hood vent was not tied into the fire alarm system. Instructions to J. Davidson to determine the costs of utilities to date in the receivership. Discussion with J. Davidson re: same. Review and comment on cash flow variance analysis for period August 1-14, 2011. Prepare for weekly conference call with GE. Various emails re: same. Various emails to/from J. Salmas re: scheduling of GE's motion and notice to J. Deluca and her counsel that Receiver will be connecting hood vent to fire alarm system. Review and comment on draft email re same. Instructions to B. Den Oudsten to investigate difference in quotes for roof repair. Email to C. Gallagher requesting analysis of March 2011 restaurant leases. Documenting activities.
	8/17/2011	1.0	Email to/from C. Gallagher and C. Suddaby of C&W re: request for opinion on March 2011 leases. Various emails and discussions with J. Salmas, J. Davidson and B. den Oudsten re: Hotel Quinte repairs and issues, termination of restaurant and prayer leases. Receipt and review quote from Caliber in respect of mould & asbestos abatement and rebuilding laundry room. Discussion with D. Nowak to reschedule conference call with GE.

* Staff	Date	Hours	Memo
	8/18/2011	4.0	Prepare for and chair weekly conference call with GE. Email to GE forwarding new asbestos and mould assessment and advising of costs to remediate same. Email to P. Shea re: availability for conference call. Email to J. Davidson re: AMP contract, ad, various other matters related to repair work and updating schedules. Discussion with J. Davidson re: quotes to replace roof and laundry room. Follow up discussion with J. Salmas. Follow up email to D. Nowak and M. Pisani re: consulting quotes, Pinchin Environmental report, etc. Documenting activities. Email to/from J. Salmas re: comments on confidentiality agreement. Forward final confidentiality agreement to Cushman & Wakefield. Various emails to J. Davidson re: instructions re: operating activities.
	8/19/2011	0.5	Various emails to/from J. Salmas re: termination of restaurant leases and to/from J. Davidson re: repairs.
	8/22/2011	6.0	Discussion with C. Suddaby of Cushman & Wakefield re: March restaurant leases. Review and edit Supplement to Receiver's First Report. Emails to/from J. Ball of Calliber. Discussion with D. Nowak and C. Curry re: level of supervision and testing required by Pinchin Environmental Services in respect other Mould and Asbestos abatement. Various discussions with J. Davidson re: operating issues at the Hotel Quinte. Various discussions with J. Salmas re: C&W's opinion/comments on the March 2011 leases and discussion with M. Wilson re: consulting services. Follow up discussion with M. Wilson. Review and respond to various emails received during vacation.
	8/23/2011	9.0	Draft and amend Supplement to Receiver's First Report. Various emails to J. Davidson and B. den Ouden re: information for report. Forward draft report to G. Prince and J. McKenna for comments - discuss same. Various further discussions with J. Salmas and G. Prince re: report Review and comment on cash flow variance analysis for week of August 15th. Review and comment on updated repair schedule. Prepare agenda for conference call with GE. Attend and chair conference call with GE. Discussion with C. Gallagher re: preferred level of testing after asbestos and mould abatement to maximize comfort of potential purchasers. Draft email to GE (M. Pisani and D. Nowak) reporting on same. Email to D. Nowak and M. Pisani re: status of quote on laundry room. Edit and finalize Supplement to Receiver First Report.
	8/24/2011	2.0	Instructions to J. Davidson re: updating website and new quote from Calliber in regards to laundry room and Belafint room. Discussion with P. Shea to provide background information for his examinations with J. DeLuca and A. Cartwright. Emails to/from M. Pinchin re: environmental legislation re: reporting of mould & asbestos abatement. Discussion with J. Davidson re: revised quote to repair laundry room. Approve Pinchin consulting contract.

* Staff	Date	Hours	Memo
	8/25/2011	3.0	Discussion with P. Shea re: results of examinations and whether damage deposits had been paid under March 2011 leases. Follow up on same. Follow up on letter to 224 and 172 requesting proof of insurance. Consider demand letter or correspondence to 224 and 172 re: required deposits in respect of March leases. Discussion with J. Salmas and J. Davidson re: union gas notification of receivership. Follow up on same. Follow up on hotel insurance policy to assess impact of fire alarm violations on policy. Dealing with repair issues. Discussion of site plan and parking spaces.
	8/26/2011	3.0	Review of settlement offer from 172 and 224. Discussion with D. Nowak re same. Lengthy follow up discussion with P. Shea. Brief discussion with J. Salmas re: same. Email to D. Nowak re: discussion with P. Shea. Documenting activities.
	8/27/2011	1.0	Various emails to/from J. Salmas, J. Kulathungam and P. Shea re: date of hearing to approve Receiver's report and motion to terminate restaurant leases.
	8/29/2011	2.0	Drafting email to GE to summarize terms of settlement offer. Addressing various issues related to the motion to terminate leases, settlement discussions and repairs issues. Documenting activities.
	8/30/2011	2.0	Various emails/discussions with J. Davidson re: conference call, repairs, documentation related to motion to terminate leases etc. Attending weekly conference call. Various emails to/from J. Salmas and M. Pisani re: settlement offers.
	8/31/2011	6.0	Prepare and attend hearing re: GE's motion to terminate leases. Various emails to/from J. Salmas and M. Pisani and D. Nowak re: settlement.
	9/1/2011	1.0	Various discussions with and emails to/from J. Salmas and M. Pisani re: settlement with restaurants and status of rent. Emails to/from S. Wilson including release re: Quinte Executive Apartments lease.
	9/2/2011	0.5	Various emails to/from J. Salmas re: settlement discussions and offers. Emails to/from M. Pisani & D. Nowak re: same. Email from M. Wilson re: results of plaster testing at Hotel Quile.
	9/8/2011	0.5	Various emails from J. Davidson re: repairs and Confidential Information Memorandum. Review endorsement of J. Marocco re: termination of lease.
	9/9/2011	0.5	Dealing with court's endorsement re: termination of lease. Review and edit letter to Osman terminating Room lease.
MOORE SHAWNA (CA026991)	8/29/2011	2.0	Review files to retrieve specific documents for Data room.
	8/30/2011	1.5	Review files to retrieve specific documents for Data room.
BHIMANI SALIM (CA027457)	9/7/2011	3.0	Entered expenses and issued cheques.
ARLETTE MICA (CA033411)	7/26/2011	0.5	Second partner review of court report
CRITTENDEN LEONORA (CA062724)	7/25/2011	0.1	Sorting bookkeeping files and filing same.

* Staff	Date	Hours	Memo
PRINCE GREG (CA065586)	7/26/2011	0.3	Photocopying cheques, registering same and do the banking.
	7/27/2011	0.1	Filing returned mail and preparing label for same.
	7/27/2011	0.1	Filing returned mail and preparing label for same.
	8/15/2011	0.1	Printing July Receipts and Disbursements reports, sorting out same and forward to A. Boulding.
	9/7/2011	0.1	Filing.
	7/25/2011	0.9	Reviewing, revising and editing Receiver's Second Report to Court. Numerous telephone calls and emails to and from M. Pickett. Review comments from Heenan Blaikie re: Receiver's Second report to Court. Review comments on Second report from M. Arlette.
	7/26/2011	1.6	Reviewing, revising and editing Receiver's Second report to Court. Numerous emails to and from M. Pickett. Emails to and from GE. Various telephone calls to and from M. Pickett.
	7/28/2011	0.3	Discussion with M. Pickett re: further repairs needed for patio and laundry room. Emails to and from M. Pickett. Briefly review report from structural engineer.
	7/29/2011	0.1	Emails to and from M. Pickett. Email from M. Pisani re: further repairs detected.
	8/2/2011	0.3	Discussions with M. Pickett re: Receiver's sale approval motion. Emails to and from J. Salinas re: Receiver's sale approval motion.
	8/8/2011	0.3	Numerous discussions with M. Pickett re: status of motion to terminate leases and various matters related to the operations of the Hotel.
	8/16/2011	0.3	Discussion with M. Pickett re: outstanding issues. Review conference call agenda.
	8/18/2011	0.1	Review timing for supplemental report.
	8/22/2011	0.3	Emails to and from M. Pickett re: timing for draft Court report and issues to be addressed in Court report.
	8/23/2011	1.9	Review, revise and edit Supplement to Receiver's First Report to Court. Numerous discussions with M. Pickett re: report to Court. Review emails to and from Heenan Blaikie re: comments on Court report.
	8/25/2011	0.2	Emails to and from Heenan Blaikie and Gowlings. Discussions with M. Pickett.
	8/29/2011	0.4	Review release re: Quinte Executive. Tcall with Julia Davidson re: release for Quinte Executive.
	8/30/2011	0.4	Numerous emails to and from M. Pickett re: settlement offers and discussions related thereto with restaurant owners.
	8/31/2011	0.3	Numerous emails to and from M. Pickett re: court attendance and settlement discussions with 224 and 172. Meeting with M. Pickett re: outcome of motion, deferral of approval of Receiver's activities and First Report and continuing discussions to settle ongoing occupation of restaurants, including repairs and remediation of health and safety concerns.
	9/1/2011	0.1	Discussion with J. Davidson re: CIM from Cushman Wakefield. Tcall with M. Pickett re: Cushman Wakefield draft CIM.
	9/6/2011	1.4	Review CIM and related documents and markup comments thereon. Email to Julia Davidson and M. Pickett.
	9/7/2011	0.7	Meet with J. Davidson to review comments on CIM.
TOTAL:		531.3	

Expenses

Client	GE Capital Equipment Financing G.P.	60125775	
Job	RECEIVER 1733073 Ontario Inc.	C002	
Show to date	9/09/2011		Tor.Dwtn.

* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description	Exp Source	Voucher No	Post Date
DEN OUDSTEN BOB	CA017376	7/26/2011	361.81	2 trips to belleville and back, 182 km each way. Dates = July 26 and August 3 182km * 2 * 2 = 728km	Mileage Reimbursement	EXP	0656	8/10/2011
		8/17/2011	361.81	2 trips to Belleville and back (Aug 10 and Aug 17). 182 km each way	Mileage Reimbursement	EXP	0476	8/24/2011
		8/24/2011	542.71	182km/leg * 2 legs/trip * 2 trips = 728 km 3 trips to Belleville and back (August 24, 25 and 29), 182km each way. 182 km/leg * 2 legs/trip * 3 trips = 1092 km	Mileage Reimbursement	EXP	0659	9/9/2011
System Administrator - CA	CA999999	8/19/2011	25,032.40	A/P EXPENSE FROM HEENAN BLAIE LLP - INVOICE NO 23012427 DATED 2011-07-15	Specialized services	FJ	2039	8/24/2011
TOTAL			26,298.73					

REMITTANCE COPY

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PO Box 82
Royal Trust Tower, Suite 3000
Toronto Dominion Centre
Toronto, ON M5K 1G8
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

To avoid delays in receipt of funds, please ensure you are remitting to: PwC Central Accounting
145 King Street West
Toronto ON M5H 1V8
Canada

Bill Date: November 3, 2011
Payment requested by:
November 18, 2011
Invoice No.: TR131702146

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period September 10 to October 21, 2011.

FEES

\$84,382.50

DISBURSEMENTS

Administration Fee

\$4,219.13

Other Disbursements (includes legal fees from Heenan Blaikie LLP)

\$24,674.40

TOTAL FEES AND DISBURSEMENTS

\$113,276.03

HST

\$14,725.89

TOTAL DUE

\$128,001.92

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

GE CAPITAL EQUIPMENT FINANCING G.P.**RE: 1733073 ONTARIO INC.****Time and Disbursements Summary****For the period September 10 to October 21, 2011**

	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
<u>Staff Member</u>			
SENIOR VICE PRESIDENT			
G PRINCE	2.1	600	1,260.00
VICE PRESIDENT			
M PICKETT	49.7	425	21,122.50
T WEAVER	0.9	425	382.50
MANAGER			
B STEWIEN	59.0	350	20,650.00
J DAVIDSON	83.5	350	29,225.00
SR ASSOCIATE			
D SMITH	0.9	250	225.00
B DEN OUDSTEN	106.5	250	26,625.00
ASSOCIATE			
A BOULDING	4.0	175	700.00
S BHIMANI	10.4	155	1,612.00
SUPPORT STAFF			
S MOORE	0.2	115	23.00
L CRITTEDEN	0.5	115	57.50
	317.7		101,882.50
FEES			101,882.50
Less: Courtesy discount			(17,500.00)
NET FEES			84,382.50
DISBURSEMENTS			
Administration fee			4,219.13
Other disbursements (includes legal fees from Henan Blaikie LLP)			24,674.40
			28,893.53
FEES AND DISBURSEMENTS:			113,276.03
HST			14,725.89
TOTAL AMOUNT DUE:			128,001.92

Time Details

Client Job Show to date		GE Capital Equipment Financing G.P. RECEIVER 1733073 Ontario Inc. 10/21/2011		
* Staff	Date	Hours	Memo	
WEAVER TRACEY (CA002224)	9/12/2011	0.1	Brief update and filing.	
	9/19/2011	0.1	E-mails.	
	9/19/2011	0.1	Approving cheques.	
	9/22/2011	0.1	Reviewing and approving bank reconciliation for month of August, 2011.	
	10/13/2011	0.2	Reviewing and approving cheques. Discussion with A. Boulding.	
	10/14/2011	0.1	Instructions to D. Smith regarding S81 exposure.	
	10/17/2011	0.1	Reviewing cheques.	
BOULDING ADELAIDE (CA002759)	10/20/2011	0.1	Reviewing and approving cheques.	
	9/12/2011	1.6	Phone call Royal Bank, request account activity report for period September 5-9th. Email to J. Davidson & B. den Oudsten. Post cash receipts for September 5-9th Newviews. Verify payees for cheques as requested by B. den Oudsten.	
	9/13/2011	0.3	Phone call Reliance re outstanding billings, discuss billing period and request faxed copies of billings, discuss with Bob den Oudsten.	
	9/21/2011	0.6	Emails to/from S. Barrett, M. Pickett re GE wire sent to PwC LLP in error. Prepare letter of direction re transfer of funds to receiver's account, secure signature, scan & email to S. Barrett.	
	9/28/2011	0.7	Review petty cash spreadsheet and backup prior to posting in Newviews.	
	10/3/2011	0.3	Review and respond to email re GE wire transfer. Prepare letter of direction PwC LLP to transfer funds.	
	10/5/2011	0.4	Reclassify postings re HST collected. Revise merchant fee posting to pickup HST. Review & respond to email from M. Pickett re HST #.	
SMITH DONALDA (CA007437)	10/17/2011	0.1	Access account on line, print activity for week ending October 14th, scan & email to Bob den Oudsten.	
	9/19/2011	0.3	Follow up with RBC on account printout. Print cheques for payment of invoices.	
	9/30/2011	0.2	Run cheques for payment of invoices.	
	10/4/2011	0.3	Update website. File in BRS Power.	
DEN OUDSTEN BOB (CA017376)	10/21/2011	0.1	Update M. Pickett and T. Weaver on the outstanding s.81 liability.	
	9/12/2011	6.5	Review Nightly Audit Reports for Friday, Saturday and Sunday and revise for unapplied changes. Obtained bank statements and updated deposits spreadsheet accordingly.	
			Prepared Cash flow using information contained in Nightly Audit Reports, deposits spreadsheet and bank statements	
			Prepared cash availability report for J. Davidson to facilitate payment timing for outstanding invoices. Prepared due diligence information for submission to real estate agent.	
	9/13/2011	7.5	Review Nightly Audit Reports, update for unapplied changes and discuss with A. Cartwright Prepared due diligence information for submission to real estate agent. Perform analysis of monthly costs as part of due diligence information for data room Reconcile hotel-provided room rate and occupancy information to Nightly Audit Reports to determine accuracy (and appropriateness for submission to data room). File invoices and update cash requirements relative to bank balance. Contact City of Belleville to obtain a copy of prior years' tax bills.	

* Staff	Date	Hours	Memo
	9/14/2011	7.0	Meet onsite at Hotel with A. Cartwright to discuss new issues, including incident involving police related to terminated restaurant tenancies. Review timecards and reconcile to payroll. Determine reasonability of vacation and stat holiday pay paid out during the payroll period. Review supporting documentation for Nightly Audit Reports for the weeks of August 29 and September 5th. Process invoices received while on-site. Prepare due diligence information - Room rate and occupancy summaries. Creating new CF forecast for Hotel Quinte for the period October 31, 2011 to January 31, 2012 Creating CF Forecast for Hotel Quinte for period October 31, 2011 to January 31, 2012. Input information from Bank Statements into Deposits spreadsheet, and reconcile to outstanding invoices, as well as to Hotel receipts records. Review support for Nightly Audit Report for the week of September 12, including discussions with A. Cartwright to resolve discrepancies. Prepare Cash Flow for the week of September 12th, including reconciliation of Bank Statement to Nightly Audit Reports and deposits tracking sheet, and reconciling payments to outstanding cheques. Prepare Cash Position Summary - including reconciling outstanding cheques, and unpaid invoices against the current cash balance. Prepare schedule of repairs required in specific hotel rooms - including discussions with C. Chamberlain, maintenance worker who will perform the work. Call with A. Cartwright to resolve issues identified during site visit on September 18th. Prepare occupancy and room rate summary for post receivership period for data room. Prepare rate and occupancy summary for pre-receivership period for data room - including reformatting monthly summaries provided by hotel staff to improve clarity of information and remove extraneous information.
	9/15/2011	4.0	
	9/16/2011	6.0	
	9/19/2011	3.5	
	9/20/2011	5.5	
	9/21/2011	4.0	Review Nightly Audit Reports for September 20 and communicate with A. Cartwright regarding adjustments made after audit. Prepare Cash Flow forecast for the period November 2011 through January 2012, including contacting hotel staff and reviewing historical invoices to estimate inflows and outflows. Contact City of Belleville regarding status of tax and water amounts owing. Prepare summary of repairs to rooms by contacting A. Cartwright and C. Chamberlain to determine scope of required work and estimated costs. Update information and descriptions on Hotel website as part of optimizing sales process. Contact Watson Building Supplies to order required supplies for Bella Flint and Odessa rooms. Contact city of Belleville water and tax departments regarding water bill in arrears, including requesting water certificate via fax. Edit Hotel website Prepare due diligence documents for data room. Review Nightly Audit Reports for night of Sept. 22 for reasonability and related discussion with A. Cartwright Review support for Nightly Audit Reports for week of Sept. 18-25. Prepare Cash Flow for week of Sept. 19-25 - including updating the deposits and disbursements tracking sheets. Review Payroll spreadsheet for pay period spanning Sept. 12-25, including reviewing time cards for accuracy.
	9/22/2011	4.5	
	9/23/2011	3.5	
	9/26/2011	5.5	
	9/27/2011	2.5	Review Nightly Audit Reports for September 26 for reasonability. Build out Nightly Audit Reports to January 31 to facilitate reporting under extended forecast, including setting up the summary tab to mirror the CF Statement
	9/28/2011	2.0	Review Nightly Audit Reports for September 27 and related discussion with A. Cartwright. Process new invoices for approval and determine current accrued cash position. Update outsourced repairs schedule for payment status of various repairs.
	9/29/2011	1.5	Review Nightly Audit Reports for September 28th and related discussion with A. Cartwright. Update repairs schedule including agreeing amounts to paid and pending invoices.

* Staff	Date	Hours	Memo
	9/30/2011	3.5	Review Nightly Audit Reports - including discussions with A. Cartwright regarding new A/R balance and correction of prior balances. Create Cash Flow Forecast for November 2011 through January 2012 - including discussions with A. Cartwright regarding average laundry cost per room rented. Calls with A. Cartwright regarding efforts to have hotel cleaned prior to potential buyer tours. Calls with K. Kehoe and M. Wilson of Pinchin Environmental regarding architectural drawings required for laundry room rebuild. Prepare Cash Flow for week of September 26, including supporting schedules for deposits and daily transactions. Update repairs schedule based on payment status of invoices received and status of ongoing work. Create cash position report as at Oct 2, 2011 Review Nightly Audit Reports for Sept 30, Oct 1 and Oct 2, 2011
	10/3/2011	6.0	
	10/4/2011	4.5	Review support for Nightly Audit Report for the week of September 26th including discussion with A. Cartwright to resolve discrepancies. Process and approve invoices received. Meeting with C. Gallagher of Cushman & Wakefield and tour with potential buyer. Count and reconcile petty cash balance. Review Nightly Audit Reports for Wednesday Oct 5 and related discussion with A. Cartwright. Prepare Receiver's certificate # 3. Prepare Cash Flow for week of September 26, including supporting schedules for deposits and daily transactions. Review Nightly Audit Reports October 6 through 10, including discussions with A. Cartwright to resolve discrepancies.
	10/6/2011	0.5	Review Cash flow with B. Stewien.
	10/11/2011	4.5	Create cash position report. Process and approve invoices for payment. Review Nightly Audit Reports for Oct 13 and related discussion with A. Cartwright. Process invoices for payment approval. Generate analysis of operating cash flows in the pre-receivables period. Petty Cash expense analysis. Prepare Cash Flow for the week of October 10, including the supporting schedules (Deposits reconciliation, Nightly Audit Report). Meet E. Rockarts of Carmichael to discuss status of boiler repairs. Agree Payroll to supporting timecards Review support for Nightly Audit Report figures for the week of October 10. Review Cash Flow for Week of October 10 with B. Stewien. Perform analysis of vacation paid out to I. Bisimti (quit in previous pay period) to ensure amount paid did not exceed post-receivables accrual.
	10/12/2011	2.0	
	10/14/2011	4.5	Review Nightly Audit Reports for October 17.
	10/17/2011	4.5	Process new invoices for approval of post-receivables expenses. Update Forecast for latest information received from A. Cartwright. Prepare cash position report as at Oct 16, 2011. Reconcile cash requirements for repairs to current cash position report. Update notes to Cash flow for week of Oct 10, 2011. Reviewed forecast with B. Stewien and made changes as needed. Process and approve post-receivables invoices for payment. Follow up with vendors (Bellanca and Ontario Laundry Systems) regarding invoicing deficiencies. Update Repairs Summary to be submitted to GE. Review Nightly Audit Reports for October 20, 2011. Process and approve invoices for payment.
	10/18/2011	3.5	
	10/19/2011	4.5	
	10/20/2011	4.5	
	10/21/2011	0.5	

* Staff	Date	Hours	Memo
DAVIDSON JULIA (CA018409)	9/12/2011	7.5	5.0 Populating the Data Room Creating Weekly Cash flow. Updating Repairs Schedule. Following up with Fire Marshall with respect to Electrical inspection. Update meeting with M Pickett Update call with A Cartwright.
	9/13/2011	10.0	4.0 Data Room finalization. Update call with A Cartwright. Weekly update call with GE Revisions to Cash Flow Forecast. Redrafting CIM prepared by C&W. Dealing with issues relating to theft at hotel, informing M Pickett, calling Belleville Police, instructing A Cartwright re: same.
	9/14/2011	5.5	1.0 Changing locks at restaurant and reaching out to J De Luca with respect to restaurants. Update call with A Cartwright. Ensuring the chef vacated the hotel.
	9/15/2011	5.5	Sending C Gallagher Data Room Materials and discussing changes to be made to data room. Sending C Gallagher Data Room Materials and discussing changes to be made to data room. Discussion of changes to data room and CIM with M Pickett and G Prince.
	9/16/2011	5.5	5.5 Adjustments to CIM and Data Room.
	9/19/2011	5.5	3.0 Adjustments to CIM and Data Room. Reviewing and editing weekly Cash Flow. Preparation for GE weekly conference call. Update Repair Schedule.
	9/20/2011	5.5	4.0 Preparation for and attend GE weekly conference call. Making final changes to the Data Room.
	9/21/2011	5.5	Update call with A Cartwright. 4.0 Data Room adjustments. Finalizing CIM.
	9/22/2011	5.5	Update call with A Cartwright. Review of Forecast October 31, 2011 - February 5, 2012. Discussion of room repairs with A Cartwright and J Ball (Calibre).
	9/23/2011	5.5	Discussion with J Ball (Calibre) about rejected building permit for laundry room. Discussion with Carmichael about additional boiler costs resulting from asbestos removal. Adjustments to Data room. Call with C Gallagher to finalize data room.
	9/26/2011	5.5	Discussion with A Cartwright on status of AR and requesting that she chase AR. 1.5 Final Data Room adjustments Review and edit Cash Flow variance analysis. Preparation for GE Call tomorrow.
	9/27/2011	5.5	Update to Repair Schedule. Preparation for and attend GE weekly conference call. Making Final Changes to the Data Room
	9/28/2011	5.5	Update call with A Cartwright Email Correspondence with Caliber with respect to room repairs Update call with respect to room repairs with A Cartwright
	9/29/2011	5.5	Review of Cash flow with B Stewien and B Den Ouden Call with B Stewien to City of Belleville to discuss rejected building permit. Update call with A Cartwright. Update to Repair schedule. Meeting with M Pickett and B Stewien to discuss Laundry Room rebuild. Email correspondence with Calibre with respect to room repairs.
			35.0

* Staff	Date	Hours	Memo
STEWEN BRIAN (CA022896)			
	9/13/2011	1.0	Conference call with Michelle Pickett, Julia Davidson, GE and legal counsel to discuss the cash flow for the weeks ended August 29, 2011 and September 5, 2011 and the status of the repairs. Read emails received from J. Davidson sent to Glenn Ellis (Fire Department - Belleville) and Pat Koates (Electrician).
	9/14/2011	1.0	Read the Fire Code report prepared by Randall Brown & Associates Ltd in preparation for the conference call scheduled with Doug Scott on September 15, 2011.
	9/15/2011	0.5	Call with Doug Scott and Julia Davidson to discuss the electrical safety authority order defect notice dated September 8, 2011.
	9/19/2011	5.0	Meeting Douglas Scott (Electrical Safety Authority) to discuss the order defect notice. Inspected the premises with Douglas and Pierre Lauzer (Trinity Fire) to identify the defects listed in the above-mentioned order. Meeting with Pierre Lauzer to discuss the plan going forward to rectify the defects and to discuss the hotel retro fit building audit.
	9/20/2011	2.5	Meeting with M. Pickett and J. Davidson to update them on my meetings with D. Scott (Electrical Safety Authority) and P. Lauzer (Trinity Fire). Conference call with A. Cartwright (Hotel Quinte) and J. Davidson to discuss the status of the repairs specific to a number of rooms, the removal of food and beverages in the restaurant, the need for an additional waste bin and other admin related issues.
	9/21/2011	2.0	Review of the forecasted cash flow for the period October 31, 2011 to January 1, 2012. Calls and emails with A. Cartwright in respect to Cinlas uniforms and the water pipe in the boiler room. Instructions to A. Cartwright to obtain quote to repair water pipe. Review and approve the quotation.
	9/26/2011	3.5	Met with Pierre Lauzer (Trinity Fire) to discuss the Building Audit Report (prepared by Randall Brown & Associates) and Order Defect Notice (prepared by Electrical Safety Authority) and walk-through the hotel to identify any other potential issues.
	9/27/2011	1.5	Call with Pierre requesting a copy of the quotation discussed at the meeting held September 28, 2011. Call with Jimmy Ball (Caliber) and Julia Davidson to discuss the status of the room repairs. Jimmy agreed to prepare a summary of the repairs to be completed and timing thereof.
	9/29/2011	1.5	Call to K. Kehoe (building inspector of the City of Belleville) to discuss the City's requirements in respect to issuing a building permit. Left a message for M. Chow (Pinchin Environmental Ltd) to contact me in discussing the reasonableness of his quote and whether his proposed work will be sufficient to obtain a building permit. Call to A. Cartwright re: suggestion for a replacement restaurant tenant, cleaning of hall carpets only by hotel staff, use of restaurant signs to advertise the hotel, etc.
	9/30/2011	2.0	Calls with M. Wilson and M. Chow in respect to the laundry room rebuild and the requirements of the Belleville's City Council. Calls to A. Cartwright re: preparing Hotel Quinte for tours by potential purchasers - carpeting cleaning, kitchens, etc.
	10/3/2011	4.5	Calls and emails with A. Cartwright to discuss ad-hoc issues. Conference call with M. Chow, J. Ball and M. Pickett to discuss the City's requirements in respect to the laundry room. Review of the weekly cash flow for the week commencing September 26.
	10/4/2011	5.0	Tour of the hotel premises with C. Gallagher and two interested purchasers (A. Dedhar and R. Vinoharan). Weekly conference call with GE, legal counsel and M. Pickett to discuss the cash-flow, repairs and sales process.
	10/11/2011	4.0	Met with Jimmy Ball (Caliber Environmental Construction Services) at the hotel premises to discuss the proposed repairs for the laundry room and obtaining the building permit thereof. Walked through the hotel with Jimmy to review the work completed and work in progress. Followed up on ad-hoc matters with A. Cartwright.

* Staff	Date	Hours	Memo
	10/12/2011	2.5	Reviewed the cash flow for the week commencing October 3, 2011. Called P. Lauzer (Trinity Fire) on the status of the electrical / fire related repairs being completed.
	10/13/2011	1.5	Participated in the weekly cash flow / status call with G.E. Discussed the cash flow commencing October 3 and the status of the repairs. Calls and emails with A. Cartwright in respect to J. De Luca collecting her goods from the restaurants and other ad-hoc matters.
	10/17/2011	3.5	Met with E. Rockarts (Carmichael Engineering Ltd.) to discuss and view the status of the boiler repairs. Toured the hotel with A. Cartwright to confirm the status of the room repairs.
	10/18/2011	2.0	Reviewed the cash flow for the week commencing October 9, 2011. Emails to A. Dedhar, G. Erskine and N. Abbott in respect to the environmental non-reliance letters.
	10/19/2011	5.0	Calls and emails to E. Rockarts to discuss the status of the boiler repairs and request the repairs be completed prior to end of October. Approved additional costs to complete unexpected repair. Discussed the requirement for an insurance inspector for the boiler and who E. Rockarts would advise. Calls and emails to J. Ball to discuss the leak in the roof situated above the boiler. He agreed to contact French Brothers to obtain a quotation. Prepared a reconciliation between cash generated from operations and cash on hand for M. Pickett's review. Calls with A. Cartwright in respect to adhoc issues
	10/20/2011	7.5	Conference call with G.E., legal counsel and M. Pickett to discuss the weekly cash-flow commencing October 9, the status of the repairs and the sales process. Reviewed the Asbestos Assessment prepared by Pinchin Environmental. Calls with M. Wilson to discuss the assessment. Calls with M. Chow (Pinchin Environmental) to discuss the status of the drawings required for the building application for the laundry room and delay due to an additional request by the City Inspector. Calls with P. Lauzer (Trinity Fire) to discuss the status of the electrical repairs. Calls with P. Alvis to make arrangements for the boiler to be inspected both before and after the unit was put into operation. I spoke with Stuart (technician) to schedule first inspection on October 21. Calls and emails with A. Cartwright dealing with adhoc issues at the Hotel
	10/21/2011	3.0	Calls with M. Chow to discuss the delay in obtaining the architectural drawings in respect of the laundry room. Call with J. Ball to confirm that he had set up time to discuss the abovementioned drawings with the inspector and obtain the necessary building permit and to follow-up with French Brothers in respect to repairing the section of the roof directly above the boiler. Calls with A. Cartwright in respect to adhoc issues namely replacing a toilet, replacing carpets in two rooms and complaints about the work performed by Caliber.
	6/16/2011	1.5	Various emails and discussions with J. Davidson re: shut off of gas supply to Hotel Quinte and myriad of internal issues within Union gas to get the gas reconnected.
	9/12/2011	1.0	Review and comment on CIM. Discuss same with J. Salmas. Discussion with J. Salmas re: enforcing court endorsement in respect of termination of restaurant leases, approval of Court reports, etc. Discussion re: status of sales process and dataroom. Review reporting letter from Cushman & Wakefield.
	PICKETT MICHELLE (CA023662)		

* Staff	Date	Hours	Memo
	9/13/2011	3.0	Prepare for, attend and chair weekly conference call with GE. Emails to/from attendees re: agenda for call. Review and comment on cash flow for weeks of Aug 29 and Sep 5. Follow up discussion re: next steps. Dealing with removal of chef from hotel - termination of lease of room. Addressing inquiries from Silk Route employees re: operating restaurant on behalf of Receiver. Dealing with C. Best - potential purchaser who is disrupting operations at hotel. Catch up discussion with G. Prince. Discussion with and instructions to J. Davidson re: people removing items from Silk Route restaurant at 10pm. Emails to/from J. Salmas re contacting J. Binafinco, counsel to J. De Luca to halt removal operations. Discussion with J. Salmas re: items removed from Silk Route, Tepitsky Colson's consent to approval of Receiver First and Supplement to First Report, form of order re: termination of leases - issues raised by P. Shea and J. Binafinco. Follow up discussion with J. Salmas re: results of court appearance - endorsement of J. Morawetz re: Approval of Receiver's Reports to Court and court order re: termination of lease. Various discussions with and instructions to J. Davidson re: populating dataroom and status of repairs. Call to D. Nowak re: status of invoice payments.
	9/14/2011	1.5	
	9/15/2011	1.0	Review and comment on revised CIM. Review and comment on J. Salmas' email to G. Ellis. Various discussions with J. Salmas and J. Davidson re: status of food removal from the restaurants and fire code and electrical deficiencies.
	9/16/2011	2.0	Review and comment on CIM. Various discussions with J. Salmas and J. Davidson re: Fire Marshal's response to request from Court to review Receiver's First Report and Supplement to Receiver's First Report.
	9/18/2011	3.0	Prepare draft Asset Purchase Agreement. Follow up on receiver's certificate and invoices paid. Review and comment on documents posted to the dataroom. Discuss same with J. Davidson and G. Prince.
	9/20/2011	1.5	Prepare Agenda for conference call. Review and edit draft APA. Review and comment on cash flow variance analysis for the week of September 12th. Meet with J. Davidson and B. Stewien to get an update on the meeting and tour of the Hotel by a representative of ESA and Trinity Fire. Attend and chair conference call. Emails to/from and discussion with J. Davidson re: accidental removal of insulation from the boilers at the Hotel.
	9/21/2011	0.2	Review and approve letter to J. Deluca re: confirming ownership of equipment in the restaurant.
	9/22/2011	1.5	Review and comment on revised draft of CIM. Discussion with J. Salmas re: APA. Addressing various operating issues at hotel such as increased cost of boiler repair, pest control etc.
	9/23/2011	1.0	Review and edit documents for the data room. Discussion with J. Salmas re: Fire Marshal's comments on Receiver's report and supplement to First Report.
	9/26/2011	1.0	Review and comment on documents in the dataroom. Receipt and response to emails in respect of laundry room building permit, Silk Route kitchen fan etc.

* Staff	Date	Hours	Memo
	9/27/2011	4.0	Final review and comment on documents to be posted to the dataroom. Review and comment on weekly cash flow variance analysis. Prepare for and attend weekly conference call with GE. Forward copy of Receiver's second report to N. De Cicco. Discussion with B. Stewien re: his meeting with Trinity Fire and their quote on timing and costs of repairs required to meet electrical and fire codes. Discussion with B. Stewien and J. Davidson re: various operating issues. Discussion with C. Gallagher re: various items such as his email requesting a 10 day extension to the bid date; the value or need to run another ad in the Globe and Mail, the level of interest in the property, and the type of people/groups that have signed confidentiality agreements to date. Follow up email to D. Nowak, M. Pisani and N. De Cicco requesting support for an extension to the bid date. Receipt and respond to email from J. De Luca re: ownership of assets on the Silk Route premises. Email to/from and discussion with J. Salmas re: same. Review and comment on reporting letter from C&W. Review and comment on draft APA. Discuss with J. Davidson. Follow up discussion with J. Salmas re: comments and amendments. Email from and discussion with C. Gallagher re: posting GE's 2007 environmental assessments on Hotel Quinte to the dataroom - pros and cons. Follow up discussions with G. Prince. Email to and discussion with D. Nowak re: same. Follow up on request to GE to extend bid deadline. Discussion with C. Gallagher re: same. Discussion with J. Davidson and B. Stewien re: operational issues and file management. Review earlier email and inventory list provided by previous tenant of Silk Route restaurant as to assets returned to 173 upon termination of the lease. Documenting activities and file management. Discussion with J. Davidson and B. Stewien re: status of laundry room roof repair and building permit, HST payable and quote for electrical repair work. Receipt and respond to emails from J. Salmas re: De Luca's claim to equipment and supplies from restaurant. Compare claims items from list of inventory returned to 1733073 by prior tenant. Respond to email accordingly. Follow up discussion with J. Salmas. Email to C. Gallagher to formally extend bid deadline to October 20, 2011. Emails to/from D. Nowak re: posting of environmental reports in the dataroom. Discussion with N. Nowak re: same. Various emails and discussions with B. Stewien re: issues with building permit for the laundry room, strategy and timing, and electrical and fire code remediation. Review and approve quote for electrical repairs required under the Building Audit and ESA Inspection Report and installation of smoke detectors as required by Fire Code. Discussion with J. Bail and M. Chow re: building permit for laundry room reconstruction and roof replacement. Calls to and discussion with C. Gallagher re: his request to posting the 2007 GE environmental assessments in the dataroom, preparing for hotel tours, and status of repairs. Email to GE to schedule call to discuss posting ESA to dataroom.
	9/28/2011	2.5	
	9/29/2011	1.5	
	9/30/2011	0.5	
	10/3/2011	1.5	

* Staff	Date	Hours	Memo
	10/4/2011	3.0	Review and comment on weekly cash flow variance. Prepare for and chair weekly conference call with GE and counsel. Emails to/from G. Prince re: comments on APA. Discussion with J. Salmas re: same. Discussion with G. Prince to clarify his comments on APA. Follow up discussion with J. Salmas to finalize. Collect HST information for APA. Emails to N. De Cicco and D. Nowak re: 2007 environmental assessments commissioned by GE and request to draft disclaimer and waiver in respect of releasing assessments to potential purchasers. Emails to/from C. Gallagher re: feedback from tours conducted today at Hotel Quinte. Discussion with G. Prince re: potential purchasers for hotel and considering alternate uses for space - senior residence, office space etc. Discussion with and email to J. Salmas confirming receiver's position with respect to kitchen assets claimed by J. De Luca. Receipt and respond to email from P. Kohli indicating interest in making bid for hotel. Forward same to C. Gallagher. Follow up email to C. Gallagher to ensure that P. Kohli is aware of the extended bid deadline. Emails to/from G. Prince and J. Salmas re: same.
	10/6/2011	1.5	Follow up with C&W re: tours of Hotel Quinte and inquiry from Puneet Kohli, agent for S. Suthakaran. Email to GE to advise M. Pisani and D. Nowak that S. Suthakaran had executed a confidentiality agreement in respect to the sale of Hotel Quinte and has access to the dataroom. Review, finalize and execute Receiver's Certificate #3. Forward to D. Nowak. Data management. Arrange discussion re: Environmental assessments. Discussion with G. Prince re: Gupta family interest in hotel and steps to avoid perceived conflict of interest.
	10/7/2011	1.0	Correspondence with D. Nowak to reschedule weekly call. Conference call with N. De Cicco and D. Nowak re: releasing Environmental Assessments to potential purchasers. Follow up email to C. Gallagher re: same. Discussion with P. Gupta re: potential conflict.
	10/13/2011	1.5	Status update meeting with B. Stewien and B. den Ouden. Review and approve cash flow variance analysis for the period October 3-9th. Review C&W Reporting Letter # 8. Prepare for and attend weekly Hotel Quinte Conference call. Forward draft APA to N. DeCicco. Emails to/from J. Salmas re: same.
	10/14/2011	3.5	Conduct detailed review of draft APA. Forward comments to J. Salmas. Email to N. DeCicco re: status of her review. Follow up with C. Gallagher re: C&W's ability to monitor data room activity. Respond to N. De Cicco and D. Nowak accordingly. Conference call with N. Abbott re: concerns with non-reliance letter. Emails to/from and follow up discussion with J. Salmas re: same, edits to APA and non-reliance letter. Email to/from N. De Cicco re: status of her review of draft APA.
	10/17/2011	3.5	Lengthy conference call with J. Salmas to discuss non-reliance letter prepared by GE and Gowlings, the ability to release summary of Phase 1 report that is included in Phase II/III report, status of mould and asbestos abatement, my edits and comments and N. De Cicco's comments on latest draft of APA. Conference call with N. De Cicco, N. Abbott, I. Solomon and J. Salmas to discuss changes to APA and non-reliance letter. Review and comment on revisions to APA and non-reliance letter circulated by J. Salmas. Follow up discussion with J. Salmas and receipt and review of emails from N. De Cicco and N. Abbott re: same. Detailed discussion with B. Stewien re: status of hotel repairs.

Staff	Date	Hours	Memo
PRINCE GREG (CA065586)	10/11/2011	0.1	Filing.
	9/19/2011	0.5	Reviewing CIM. Brief review of data room and documents situated therein. Discussions with J. Davidson and M. Pickett re: documents in data room.
	9/21/2011	0.4	Reviewing and commenting on CIM and data room. Emails to and from Michelle Pickett.
	9/22/2011	0.3	Review data room documents.
	10/3/2011	0.8	Review APA draft. Emails to and from M. Pickett re: APA and comments thereon from Heenan Blaikie.
	10/13/2011	0.1	Update call with Michelle Pickett.
TOTAL:		317.7	

Expenses

Client	GE Capital Equipment Financing G.P.	60125775
Job	RECEIVER 1733073 Ontario Inc.	C002
Show to date	10/25/2011	

* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description
STEWIEN BRIAN	CA022898	9/19/2011	189.85	Mileage Reimbursement: Travel to and from client site: 211 Pinnacle St, Belleville ON 191km x 191km = 382	Mileage Reimbursement
		9/19/2011			
		9/26/2011	189.85	Mileage Reimbursement: Travel to and from client site: 211 Pinnacle St, Belleville ON 191km x 191km = 382	Mileage Reimbursement
		10/11/2011	188.86	Mileage Reimbursement: Travel to and from client site: 211 Pinnacle St, Belleville ON 190km x 2 = 380km	Mileage Reimbursement
System Administrator - CA	CA999999	10/4/2011	24,105.84	A/P EXPENSE FROM HEENAN BLAIKIE LLP - INVOICE NO 23015123 DATED 2011-08-25	Specialized services
TOTAL			24,674.40		

REMITTANCE COPY

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PwC Tower
18 York Street, Suite 2600
Toronto, ON M5J 0B2
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

Please note, our new remittance address, Send cheques to: PwC Central Accounting
PwC Tower
18 York Street, Suite 2600
Toronto ON
Canada
M5J 0B2

Bill Date: November 21, 2011
Payment requested by:
December 8, 2011
Invoice No.: TR131702250

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period October 22 to November 11, 2011.

FEES

CAD
\$38,281.60

DISBURSEMENTS

Administration Fee

\$1,914.08

Other Disbursements (includes legal fees from Heenan Blaikie LLP)

\$29,364.77

TOTAL FEES AND DISBURSEMENTS

\$69,560.45

HST

\$9,042.86

TOTAL DUE

\$78,603.31

Remit Only Bank Wire Transfers (EFT) to:

HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9

Account Name: PricewaterhouseCoopers LLP

Transit No.: 10002:016 Swift Code: HKBCCATT

CAD Account: 064871-001 USD Account: 064871-070

Invoice number must be included.

Please return one copy with your payment.

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period October 22 to November 11, 2011**

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	2.3	600	1,380.00
VICE PRESIDENT			
M PICKETT	25.9	425	11,007.50
T WEAVER	1.0	425	425.00
MANAGER			
B STEWIEN	63.0	350	22,050.00
SR ASSOCIATE			
D SMITH	5.6	250	1,400.00
B DEN OUDSTEN	41.0	250	10,250.00
ASSOCIATE			
A BOULDING	5.8	175	1,015.00
S BHIMANI	1.5	155	232.50
SUPPORT STAFF			
L CRITTEDEN	0.8	115	92.00
	146.9		47,852.00
FEES			47,852.00
Less: Courtesy discount			(9,570.40)
NET FEES			38,281.60
DISBURSEMENTS			
Administration fee			1,914.08
Other disbursements (includes legal fees from Heenan Blaikie LLP)			29,364.77
			31,278.85
FEES AND DISBURSEMENTS:			69,560.45
HST			9,042.86
TOTAL AMOUNT DUE:			78,603.31

Time Details

Client	GE Capital Equipment Financing G.P.			
Job	RECEIVER 1733073 Ontario Inc.			
Show to date	11/11/2011			
* Staff	Date	Hours	Memo	
WEAVER TRACEY (CA002224)	10/24/2011	0.2	E-mails regarding o/s S81 liability. Disc. with D.Smith regarding WEPPA compliance for terminated employees.	
	10/25/2011	0.1	E-mails D.Smith and M.Pickett regarding WEPPA compliance for terminated employees.	
	10/26/2011	0.1	Reviewing and approving cheques.	
	10/27/2011	0.1	Reviewing and approving cheques.	
	11/3/2011	0.1	Reviewing and approving cheques.	
	11/9/2011	0.2	Reviewing and approving bank reconciliation for month of September, 2011. Reviewing and approving cheques.	
BOULDING ADELAIDE (CA002759)	11/11/2011	0.2	Assessing position regarding o/s GST refunds for post appointment. Discussions with D.Smith and update to M.Pickett.	
	10/31/2011	2.1	Review Jul-Sept/11 disbursements. Print Newviews R&D for period Jul 1-Sept 30/11, calculate HST collected. Prepare & file on line HST return, post HST return & disbursements Newviews, prepare cheque requisitions & cheque scribe batches, run cheques, photocopy signed cheques for voucher backup.	
	11/2/2011	1.9	Pull payroll reports, prepare schedule re WSIB earnings. Calculate premiums for period of April 1-May 27 and May 27 to September 30. Phone call WSIB re remittance forms. Email B. Stewien & B. den Oudsten re status. Post cash receipts for week ending October 28th, reconcile October entries.	
	11/3/2011	1.2	Post cash disbursements (6) Newviews, prepare cheque requisitions & cheque scribe batch, run cheque.	
	11/7/2011	0.2	Access account on line, print account activity for week ending Nov 4/11. Check status of cheque numbers 50 & 81 (Pinchin), advise B. Stewien both cashed.	
	11/9/2011	0.2	Post disbursement Newviews, prepare cheque requisition & cheque scribe batch, run cheque.	
SMITH DONALDA (CA007437)	11/10/2011	0.2	Post payroll transfer Newviews, attach bank confirmation, prepare voucher for filing.	
	10/24/2011	0.6	Discussions with B. Stewien re employees. Conference call with A. Cartwright on employees that were termed after date of receivership.	
	10/25/2011	0.5	Update WEPPA/S.81 schedule with employees that were terminated in August and September. E-mail to B. Stewien and M. Pickett for confirmation of outstanding s.81 amounts and listing of employees terminated.	
	10/28/2011	0.1	Follow up on missing information for terminated employees.	
	10/31/2011	0.3	Follow up with A. Cartwright on pre receivership amounts paid to terminated employees.	
	11/3/2011	1.8	September 2011 bank reconciliation.	
DEN OUDSTEN BOB (CA017376)	11/4/2011	0.4	Check invoices to be paid. Prepare cheque req., cheque and update Newviews for Trinity Fire.	
	11/10/2011	1.8	Finalize WEPPA and s.81 for the employees termed in August and September. Update Service Canada database and mail information package to employees.	
	11/11/2011	0.1	File September 2011 pre appointment HST return electronically.	
	10/24/2011	5.0	Prepare budget to actual cash flow for week of Oct 17 including supporting schedules.	
			Correspondence with A. Cartwright to resolve discrepancies between the Nightly Audit Report and the cash on hand.	
			Prepare cash position report as at October 23, 2011.	
			Call City of Belleville regarding status of property taxes payable.	

Staff	Date	Hours	Memo
	10/25/2011	4.5	Update notes for forecast for period Oct 31, 2011 to Jan 31, 2012. Update notes for budget to actual cash flow for week of October 17, 2011. Meeting with M. Pickett and B. Stewien to review forecast for period October 31, 2011 to January 31, 2012. Weekly conference call with GE to discuss forecast (Oct 31 to Jan 31) and budget to actual for week of Oct 17. Review and approve invoices for payment, including communications with Alarm Systems and Trinity fire regarding billing for Fire Alarm monitoring. Testing of payroll costs (including stat holiday pay) and approval of payroll for two weeks ended October 23, 2011. Communications with A. Cartwright regarding labour needs going forward with goal of identifying potential labour cost savings.
	10/26/2011	4.5	Review support for Nightly Audit Report for the week of October 17, 2011. Review payroll for accuracy and correct calculation of statutory holiday pay, including communications with Gendien to cancel the incorrect payroll and re-issue the corrected version. Review support for petty cash expenditures.
	10/27/2011	0.5	Inspection of completed and ongoing repairs performed by Caliber and maintenance staff. Facilitation of payment of corrected payroll for 2 weeks ended October 23, 2011.
	10/31/2011	6.0	Process and approve post receivership invoices for payment. Prepare budget to actual cash flow for week of Oct 24, 2011 including supporting schedules. Correspondence with A. Cartwright to resolve discrepancies between the Nightly Audit Report and the cash on hand. Prepare cash position report as at October 30, 2011. Update forecast for period October 31, 2011 to January 31, 2012 to reflect latest available information. Review budget to actual cash flow for week of October 24, 2011 with B. Stewien. Review Forecast for period Oct 31, 2011 to Jan 31, 2012 with B. Stewien.
	11/1/2011	2.5	Update forecast the period Oct 31 to Jan 31, 2012 to reflect latest available information prior to submitting to lender. Three meetings with C. Chamberlain to discuss scope of repairs required to Bloomfield and Electrolux rooms, the expected timeline of the repairs, as well as to monitor progress during the day. Meeting with T. Allaby of Carmichael to discuss functionality of boiler, outstanding work to be completed, and the status of the necessary inspections. Review support for figures in Nightly Audit Report for week of October 24, 2011.
	11/2/2011	1.5	Three calls with M. Chow (including a conference call with B. Stewien) to determine status of outstanding laundry room status, and timeline for delivering these to J. Ball and K. Kehoe. Call with J. Ball to determine status of work and extent of outstanding work to determine amount of holdback on invoice received.
	11/3/2011	2.0	Two calls with C. Chamberlain to monitor progress of repairs to Bloomfield and Electrolux rooms. Process and approve newly received invoices. Call with J. Ball to understand revised scope of work required based on new drawings issued by Pinchin. Call with P. Lauzer of Trinity Fire to discuss compliance with electrical and safety standards, and next steps required to pass the necessary inspections.
	11/4/2011	1.5	Conference call with J. Ball of Caliber, M. Chow of Pinchin, and B. Stewien and M. Pickett of PwC to discuss changes to scope of work require to rebuild laundry room. Documentation of November 3, 2011 conference call between representatives from PwC, Pinchin and Caliber regarding laundry room repairs. Two calls with C. Chamberlain to discuss repairs to Bloomfield and Electrolux rooms, monitor progress, and determine timeline for repairs. Process and approve newly received invoices for payment, after agreeing to quotes initially received. Three calls to J. Ball to ascertain status of building permit application for Laundry Room repairs.

* Staff	Date	Hours	Memo
STEWIEN BRIAN (CA022898)	11/7/2011	5.5	Preparation of budget-to-actual cash flow analysis for week of October 31 and supporting schedules, including related communications with A. Cartwright. Preliminary review of payroll for period ending November 6 for reasonability. Communications with hotel maintenance staff and Pinchin regarding safety of laundry room for use in hotel operations.
	11/8/2011	6.0	Review support for nightly audit report figures for week of October 31, 2011. Detailed review of payroll for period ended November 6, 2011, including examination of timecards and recalculation of hours. Meeting with G. Ellis, Belleville Fire Chief regarding requirements for having the building certified by the fire department. Meeting with P. Lauzer of Trinity fire regarding electrical and fire certification. Meetings with hotel maintenance staff and supervision of room repairs in progress.
	11/9/2011	1.5	Meeting with P. Lauzer of Trinity Fire regarding outcome of ESA site visit performed on Nov. 9th. Invoice processing and approval of post receivership invoices for payment. Communication with Kone Elevator to modify billing cycle to facilitate monthly billing rather than quarterly. Communications with Reliance Home Comfort and Kone Elevator regarding failure to apply payments to account balances.
	10/24/2011	7.5	Call with GE, M. Pickett and G. Prince to discuss the purchase offers received. Call with M. Pickett and J. Salmas with the prospective purchasers to discuss their offer and obtain an understanding of their negotiations with lenders in obtaining the necessary financing. Prepared and emailed the environmental report non-reliance letters for the prospective purchasers. Reviewed the cash flow for the week commencing October 17, 2011. Emails and calls to Caliber and French Brothers in respect to the roof quotation for the section above the boiler. Calls and emails with M. Chow (Pinchin) to discuss the drawings submitted and whether he had received any feedback from J. Ball. Reviewed the cash flow for the week commencing October 17, 2011 with M. Pickett in preparation for the weekly conference call. Reviewed the cash flow forecast for the Period November 1, 2011 to January 31, 2012 with M. Pickett and B. den Ouden for discussion with the lender. Participated in the weekly conference call with GE and M. Pickett to discuss the abovementioned cash flows, the offer accepted and the status of the repairs. Call with A. Cartwright and D. Smith to discuss the s81 employee claims and determine which employees have received a pay-out and which employees are still employed by the hotel. Calls and emails to J. Ball in respect to additional requests by the City Inspector in respect of the building permit for laundry room. J. Ball advised that all entrances and exits to the patio needed to be removed. Calls to M. Chow to confirm the timing of the updated drawings and provide him with information requested by the City Inspector (# of rooms, # of staff, # of seats in the restaurants). Call to P. Lauzer to confirm that the additional changes requested by the City Inspector would not negatively impact the fire safety plan. Pierre advised this would not be the case. Sent the prospective purchasers a copy of the Environmental Phase 2/3 report after receiving the executed non-reliance letters. Called Alarm Systems to arrange for monthly payments of the monitoring of the fire alarm as opposed to paying a year in advance. Call to A. Cartwright to discuss the payroll hours and the number of shifts performed to get an understanding whether the hotel is over staffed based on the low occupancy levels.
	10/25/2011	7.0	

* Staff	Date	Hours	Memo
	10/26/2011	3.0	Calls and emails to M. Chow in respect to the City of Belleville's additional requests in respect to the laundry room drawings, namely the fire safety plan and the basement and first floor original plans. Calls to A. Cartwright to determine whether an approved fire safety plan existed. She advised she had one in her possession but was not certain whether it was still valid. Called P. Lauzer to confirm the validity of the file plan. Pierre confirmed it was still valid. Calls to A. Cartwright, B. den Oudsten and Ceridan to discuss the payroll discrepancies and the options available to resolve the matter. Cancel payroll and re-submit the correct payroll for processing and payment. Call with B. den Oudsten to confirm the status of the guest rooms and laundry room repairs and the possibility of reducing the payroll based on the low occupancy and the fact that the repairs are virtually complete. Calls and emails to M. Chow and J. Ball in respect to the drawings to be submitted to the City Inspector to obtain the building permit. Calls to E. Rockarts to verify the status of the boiler repairs. E. Rockarts advised the boiler repairs had been delayed due to problems encountered in removing a valve. He further advised the repairs should be completed by October 31, 2011. Reviewed the letter sent by the City Inspector requesting additional changes to the laundry room drawings submitted. Conference called M. Chow and J. Ball to discuss the letter. M. Chow agreed to update the plans accordingly and submit the drawings by November 1, 2011. J. Ball agreed to call the City Inspector to discuss the drawings on submission. Calls from T. Alaby in respect to the boiler - (1) to confirm the boiler was operational and the only outstanding matter was a ESA insurance certificate which he would ensure was obtained; and (2) to advise the gas value on the boiler was malfunctioning and needed to be replaced. A new gas value had been ordered and would be installed on November 1, 2011. Reviewed the cash flow for week commencing October 24, 2011 in preparation for the weekly call with the Lender. Calls with P. Lauzer to discuss the status of the electrical room repairs and the additional concerns raised by the Inspector. P. Lauzer advised that the additional wiring would be completed by November 4, 2011. Calls with A. Cartwright to discuss ad-hoc issues relating to maintenance and repairs. Commenced the preparation of the Receiver's report.
	10/31/2011	7.5	
	11/1/2011	7.5	Call with A. Cartwright to discuss the arrangements made with Cruickshank. A. Cartwright advised Cruickshank had made reservations for 4 rooms per week until Christmas and the balance owing would be invoiced weekly with payment expected the following week. Updated the cash flow based on M. Pickett's comments. Attended the weekly conference call with the lender and legal counsel to discuss the cash flow for the week commencing October 24, 2011. Also updated the parties in respect to the boiler room, the laundry room building permit application, the electrical and fire safety repairs. Call to Carmichael to confirm the gas value was replaced and the boiler is operational. Call with M. Chow to discuss the status of the drawings. M. Chow advised the structural engineer need to visit the site to confirm the drawings and the contractor have the same understanding to meet the City's Inspectors requests. Continued to draft the Court Report in respect to the sales process. Calls with A. Cartwright regarding ad-hoc matters.
	11/2/2011	0.5	Call with B. den Oudsten and the Head of Maintenance (C. Chamberlain) at the Hotel to discuss the status of the repairs in Electrolab and Bellafint. The Receiver advised C. Chamberlain to replace a wall in the Electrolab room with new dry wall.

Staff	Date	Hours	Memo
	11/3/2011	2.0	Emails with A. Boulding in respect to the WSIB account. Conference call with M. Chow and B. den Oudstien to discuss the status of the drawings. M. Chow indicated that he was on site with the structural engineer to verify differences between the structural engineer's drawings and the architect's. The drawings were updated and forwarded to J. Ball on November 3 who in turn was due to discuss with the City Inspector. Conference call with M. Pickett, B. den Oudstien, J. Ball and M. Chow to discuss the status of the laundry room building permit, the reason for the delays, the approach adopted by the structural engineer in preparing the drawings, the reasons for the approach and the cost benefits of a scrubbing approach as compared to a rebuild of the laundry room.
	11/7/2011	6.0	Calls and emails to M. Chow and J. Ball to understand the reasons for the City Inspector not approving the building permit for the laundry room. Call to M. Pickett advising her of the above discussions. M. Pickett advised Pinchin should be held accountable for the failure to obtain the building permit. Outstanding invoices will not be paid until all matters in respect to the laundry room are resolved. Sent an email to A. Cartwright to confirm whether the washer and dryer located in the laundry room were operational. Based on discussions held with M. Chow he advised that the laundry room was safe and the washer and dryer could be used. Sent an email to A. Boulding requesting her to stop all payments to Pinchin. Conference call with M. Wilson, M. Chow, B. den Oudstien to discuss the status of the laundry room drawings and the proposed action to meet the City Inspector's requests. All parties agreed the drawings should be updated as per the inspectors latest request and thereafter a meeting with all interested parties should be scheduled for November 15. Calls with A. Cartwright and E. Rockarts to understand the issues related to the boiler steam issues. Per E. Rockarts the pressure should be reduced and any holes in pipes should be capped. Review of the cash flow for the week commencing October 31, 2011. Prepared a summary of the above mentioned cash flow for the conference call with the lender.
	11/8/2011	6.0	Reviewed the comments requested by M. Pickett in respect to the cash flow commencing October 31, 2011. Advised B. den Oudstien to make the necessary changes. Conference call with the lender, legal counsel and M. Pickett to discuss the above mentioned cash flow. Meeting with G. Ellis (Belleville Fire Inspector) and P. Lauzer (Trinity Fire) to discuss the status of the hotel's fire safety plan. G. Ellis advised that the hotel was not in compliance and should the Receiver complete the necessary requirements per the Hotel and Motel Act the Belleville Fire Department may still not grant a compliance certificate because the issues behind the walls are not known and the history of the building. P. Lauzer suggested the Receiver comply with the ESA Order only as only the ESA had the authority to shut-down the building. P. Lauzer further advised that the building was in compliance with the ESA Order Defect Notice and would schedule a site visit with D. Scott on November 15 or 17. Toured the hotel to view the repairs in progress and completed. Discussed with the hotel staff that Electrolab and the steam related issues from the boiler must be completed by November 11. Met with B. Moon (Occupational Health & Safety Inspector) to discuss the employee complaint in respect to working in the laundry room. The Receiver advised B. Moon that no employee was instructed to work in the laundry room. Reviewed the report prepared by B. Moon ordering the Receiver not to let any employee enter the laundry room until the Health and Safety lifted the order.

* Staff	Date	Hours	Memo
	11/9/2011	5.0	Updated M.Pickett on the hotel visit performed on Monday November 7, 2011 including the following: 1. Meeting with G.E. Ellis and P. Lauzer; 2. Meeting with B. Moon; 3. Status of the repairs in respect to the boiler and Electrolab Calls with P. Lauzer to discuss the outcome of D. McConnell's (ESA Inspector) site visit. P. Lauzer advised that D. McConnell was satisfied with the work completed by Trinity Fire however he had raised concerns in respect to additional areas in the basement. D. McConnell advised P. Lauzer that the Belleville City Chief Fire Inspector had respected ESA to perform a full inspection of the building as the building is considered unsafe. Reviewed all correspondences between ESA and Trinity Fire in respect to the ESA Order Defect Notice and prepared a summary thereof. The conclusion made was that at no time after the initial meeting between the Receiver, D. Scott (ESA) and P. Lauzer did ESA identify / comment on the need for additional repairs. Reviewed correspondence between the Receiver and G. Ellis to determine whether the issues raised by G. Ellis at the meeting held on Monday November 7, 2011 were previously raised or were additional issues. The conclusion made was that additional issues were raised by G. Ellis namely: the fire plan, the wall paper spray requirements and the replacement of all the doors. Call with A. Cartwright and D. Smith to verify the accuracy of the \$81 employee amounts. Calls with A. Cartwright in respect to the status of the repairs in Electrolab and boiler. Prepared an employee termination letter for M. Pickett's review in respect to S. Coulter. Prepared the Building Audit Report, ESA Order Defect Notice and Asbestos and Mould sections of the Receiver's report. Calls with P. Lauzer and reviewed emails between the Receiver and Trinity Fire to obtain the necessary information to complete the above mentioned sections of the report. Calls and emails to E. Rockarts (Carmichael) to obtain an understanding of the boiler problem. Prepared the Inventory listings for all the guest rooms and both restaurants as per the prospective purchaser's request. Calls with A. Cartwright in respect to ad-hoc issues namely Electrolab's repairs and the whereabouts of the furniture, the inventory listings and the boiler related problems.
	11/10/2011	7.5	
	11/11/2011	3.5	Call to S. Coulter advising him of the termination of his employment as of November 11, 2011. There isn't sufficient work to retain two maintenance employees on-site. Call with A. Cartwright advising her of the Receiver's decision to terminate S. Coulter's services. Calls with A. Cartwright to discuss the inventory listings in respect to the front desk / reception area and the boardrooms within the hotel. Commenced preparation of the Receiver's report in respect to the boiler room. Reviewed correspondence between the Receiver and contractors to understand the timelines and events.
PICKETT MICHELLE (CA023662)	10/23/2011	1.0	Review offers re: purchase of Hotel Quinte. Conference call with John Salmas to discuss same and to prepare for conference call with GE.
	10/24/2011	3.5	Various emails to/from C. Gallagher to clarify offers and to get background on the late offer. Emails to B. Stewien and B. Den Ouden to clarify outstanding taxes and status of environmental certificate. Discussion with C. Gallagher re: terms of offer from 2070067 Ontario Inc. and reason for late offer. Discussion with G. Prince re: offers. Prepare for and attend conference call with GE, Gowlings, and J. Salmas. Follow up discussion with G. Prince re: next steps. Follow up discussion with J. Salmas re: next steps and clarification of R&M offer, conditions, available information, financing, timing etc. Discussion with U. Nadarajah to schedule conference call to discuss offer, timing, conditions, etc. Conference call with U. Nadarajah and his clients to discuss offer, conditions and timing. Review revised offer from U. Nadarajah. Email to U. Nadarajah attaching copy of APA and advise to use copy of APA for make offer. Status update email to GE (M. Pisani, N. DeCicco and D. Nowak) to advise of follow up discussions with U. Nadarajah and his clients and confirmation of due diligence and closing period with 2070067 Ontario Inc. Various calls to/from D. Langley re: acting as counsel for potential purchaser.

Staff	Date	Hours	Memo
	10/25/2011	3.0	Review and comment on updated repair schedule. Review and discuss with B. den Ouden and B. Stewien forecast for period October 31, 2011 - January 31, 2012. Prepare for attend weekly conference call. Email Agenda, cash flow variance analysis, repairs schedule and cash flow forecast to GE. Various emails to/from and discussions with U. Nadarajah re: offer to purchase Hotel Quinte. Advise of issues and corrections to be made to APA. Discussion with J. Salmas re: signed APA and whether the offerors have legal counsel and their legal counsel has reviewed the APA. Follow up email to U. Nadarajah to confirm same. Receipt and review of executed Non-reliance letters. Instructions to B. Stewien re: same. Discussions with B. Stewien and G. Prince re: issues with obtaining building permit for the laundry room - need to close off access to roof.
	10/26/2011	2.5	Various discussions with U. Nadarajah re: amendments to be made to the APA (in trust for a company to be incorporated), access to legal counsel, acknowledgement from his clients that they had submitted a binding offer without consulting legal counsel. Receipt and review of email re: same. Forward to J. Salmas. Various discussions with J. Salmas re: form of APA submitted by U. Nadarajah and recommended amendments. Call to C. Gallagher to provide update on status. Review of revised asset purchase agreement. Dealing with payroll issue. Emails to/from U. Nadarajah re: client's lawyer and contact information. Forward same to J. Salmas. Discussion with J. Salmas re: APA and lawyer issues. Forward signed APA to G. Prince for review and comment. Discussion with U. Nadarajah's re: requirement to provide identification for his clients as well as proof that clients had financial wherewithal to complete the transaction.
	10/27/2011	2.0	Receipt and respond to G. Prince's comments on APA. Follow up discussion with G. Prince and J. Salmas re: same. Finalizing hotel payroll. Discussion with J. Salmas re: changes to be made to APA, whether confidentiality agreement (CA) was signed by R&M, due diligence, conditions (subject to review by counsel) and J. Salmas amending a clean copy of APA for R&M to sign in order to address some of the missing information and inconsistencies in the offerors submitted APA. Discussion with C. Gallagher re: CA, deposit, ID, financial strength of R&M etc. Review of confidentiality agreement in respect of R&M offer. Discussion with J. Salmas and C. Gallagher re: discrepancy between offerors and parties that signed CA, discrepancies in spelling of names, etc. Call and email to U. Nadarajah accepting his clients offer to purchase the Hotel Quinte and advising of receiver's signed back changes to document. Review signed back document from R&M and forward to J. Salmas.
	10/28/2011	1.0	Email to C. Gallagher re: status of responses to unaccepted offers and deposit from R&M. Follow up on the status of the laundry room permit. Receipt and review of emails to offerors declining offer. Discussion with D. Nowak re: status of sale. Omnibus emails to all confirming acceptance of offer from R&M and receipt of \$150,000 deposit. Draft email to respond to D. Nowak's request for copy of APA from R&M, attach APA. Emails to/from C. Gallagher re: deposit.

Staff	Date	Hours	Memo
	10/31/2011	2.2	Review and comment on updated forecast for period October 31, 2011 - February 5, 2012. Email to U. Nadarajah re: due diligence. Follow up call re: same. Receipt and respond to email from N. De Cicco re: schedule for due diligence and closing. Discussion with J. Salmas re: same. Email to B. Stewien re: status of fire code and electrical code compliance at Hotel. Discussion with B. Stewien re: status of boiler, laundry room, electrical repairs and compliance with Fire Code and Electrical Code. Review and comment on cash flow variance analysis for the period October 24-30, 2011. Documenting activities. Draft agenda and prepare for weekly conference call. Update discussion with B. Stewien re: status of repairs at Hotel Quinte. Discussion with U. Nadarajah re: status of due diligence, counsel and financing. Follow discussion with J. Salmas re: same. Prepare for and chair GE Weekly Conference call. Review and comment on revised forecast. Emails to/from C. Gallagher re: holding offer deposit in trust. Discussion with J. Salmas re: his call with R&M's counsel- Matthew Page.
	11/1/2011	1.5	Conference call with J. Ball re: laundry room permit. Conference call with M. Chow re: same. Conference call with M. Chow and J. Ball re: issues and delays in obtaining laundry room permit, the architectural drawings and the contractor's understanding of the laundry room renovation. Review and edit B. den Oudsten's notes on conference call with J. Ball and M. Chow. Follow up with C. Gallagher as to whether the deposit is being held in a trust deposit at Cushman & Wakefield. Discussion with U. Nadarajah re: status of financing. Emails to J. Salmas and G. Prince to advise of same. Prepare for and attend conference call with M. Chow, M. Wilson, B. Stewien and B. Den Oudsten to discuss delay in receiving hotel permit. Follow up emails to/from B. Wilson and B. Stewien.
	11/2/2011	0.5	Email from C. Gallagher re: verification that offer deposit is being held in a trust account. Update from J. Salmas re: his discussion with M. Page, counsel to Purchaser. Call with B. Stewien and P. Laurer re: status of electrical reports, load calculations and Fire Marshal. Follow up emails to/from M. Pisani.
	11/3/2011	1.2	Discussion with U. Nadarajah re: status of financing. Follow up with G. Prince re: other potential lenders. Follow up discussion with U. Nadarajah re: financing and need to obtain an appraisal of the property. Discussion with G. Prince re: same and lenders agreement to use C&W to do appraisal.
	11/4/2011	0.6	Discussion with C. Gallagher re: same and perceived conflict of interest of C&W performing appraisal for lenders when they are the broker engaged to sell the property. Discuss with C. Gallagher the possibility of using Altus Group to conduct an appraisal of the Hotel (Altus did an appraisal on behalf of GE in 2010). Follow up with N. De Cicco to discuss same. Follow up discussion with D. Nowak re: same and suggestion that CBRE performed appraisal for previous owner in April 2011.
	11/7/2011	0.4	Discussion with B. Stewien and B. den Oudsten re: operating issues at the Hotel, the recent inspection by the ESA and concerns with the Fire Marshall's heightened interest in the property. Review and comment on first draft of Receiver's Report re: approval of sale.
	11/8/2011	1.0	
	11/8/2011	2.5	

* Staff	Date	Hours	Memo
	11/10/2011	2.0	Review of April 2011 CBRE Appraisal on Hotel Quinte. Email to D. Nowak with observations/comments on the CBRE appraisal. Lengthy discussion with J. Salmas re: issues with Fire Marshall in Belleville and concerns with getting ESA certificate re: electrical repairs completed on the Hotel. Discussion with J. Salmas re: status of financing, appraisals, etc. Email to/from D. Nowak re: GE authorizing Altus Group to use/share information/data from its Sep 2010 appraisal of the Hotel Quinte on behalf of GE, with the potential purchasers. Discussion with U. Nadarajah status of financing. Discussion with G. Prince re: potential lenders to finance purchase of Hotel Quinte. Discussion with S. Clunies of BDC re: same. Provide background information on Hotel Quinte, history to receivership application, performance of hotel, recent repairs, introduction to potential purchasers. Discussion with U. Nadarajah re: BDC as a potential financier and appraisal of Hotel Quinte. Discussed waiting until financier was decided before commencing with appraisal as appraiser must be accepted by lender. Discussion with C. Gallagher re: appraisal and status of financing. Planning and outlining Receiver's Third Report to the Court - review of activities in respect of restaurant lease termination, building repairs, health and safety issues, inspections, prior Receiver's Reports to court, etc. Email to B. Stewien re: same. Review and execute authorization to release information to purchasers re: Hotel Quinte.
BHIMANI SALIM (CA027457)	10/25/2011	0.8	Entered last week's deposits. 5. Processed HST Draft..3
	10/26/2011	0.4	Prepared payroll.
	10/27/2011	0.3	Got the payroll signed off & wire transferred funds.
CRITTENDEN LEONORA (CA062724)	10/24/2011	0.1	Sorting bookkeeping documents and filing same.
	10/31/2011	0.4	Paying HST to the bank.
	11/1/2011	0.1	Filing bookkeeping documents.
	11/7/2011	0.1	Assisting B. den Oudsten regarding files.
	11/9/2011	0.1	Assisting B. den Oudsten regarding files. Photocopying invoice. Printing Receipts and Disbursements to date, monthly R&D and forward same to A. Boulding.
PRINCE GREG (CA065586)	10/21/2011	0.6	Conference call with GE, Heenan Blaikie and Gowings to review offers to purchase Hotel Quinte. Call with Michelle Pickett and meeting with Michelle Pickett and Brian Stewien to review Hotel offers.
	10/26/2011	0.3	Commence review of APA. Emails to and from M. Pickett re: APA.
	10/27/2011	0.6	Review of APA and comments thereon to M. Pickett.
	11/7/2011	0.3	Discussions with M. Pickett re: issues regarding ongoing maintenance of Quinte Hotel and repairs related thereto.
	11/8/2011	0.1	Discussions with Michelle Pickett re: purchaser of Hotel Quinte.
	11/9/2011	0.4	Discussions with Michelle Pickett re: purchaser financing for purchase of Quinte Hotel. Telephone call enquiries to certain lenders re: financing options for sale of Quinte Hotel.
TOTAL:		146.9	

Expenses

Client	GE Capital Equipment Financing G.P.				60125775
Job	RECEIVER 1733073 Ontario Inc.				C002
Show to date	11/11/2011				
* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description
DEN OUDSTEN BOB	CA017376	10/31/2011	361.81	2 trips to Belleville and back (Oct 26 and Oct 31), 182 km each way	Mileage Reimbursement
				182 km/leg * 2 legs/trip * 2 trips = 728 km	
		11/8/2011	180.90	Travel to Belleville and back on November 8, 2011. 182km each way * 2 legs = 364km	Mileage Reimbursement
System Administrator - CA	CA999999	11/3/2011	28,822.06	A/P EXPENSE FROM HEENAN BLAIKIE LLP - INVOICE NO 23016705 DATED 2011-09-16	Specialized services
TOTAL			29,364.77		

REMITTANCE COPY

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario L5N 5P9
Canada

PricewaterhouseCoopers Inc.
PwC Tower
18 York Street, Suite 2600
Toronto, ON M5J 0B2
Canada
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215

Contact: Greg Prince
Telephone: +1 416 814 5752
E-mail: gregory.n.prince@ca.pwc.com

Please note, our new remittance address, Send cheques to: PwC Central Accounting

PwC Tower
18 York Street, Suite 2600
Toronto ON
Canada
M5J 0B2

Bill Date: December 7, 2011
Payment requested by:
December 22, 2011
Invoice No.: TR131702315

HST REGISTRATION # 86747 0486 RT0001

FOR PROFESSIONAL SERVICES RENDERED by PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the period November 12 to November 25, 2011.

CAD

FEES	\$34,384.40
DISBURSEMENTS	
Administration Fee	\$1,719.22
Other Disbursements (includes legal fees from Heenan Blaikie LLP)	<u>\$13,589.34</u>
TOTAL FEES AND DISBURSEMENTS	\$49,692.96
HST	<u>\$6,460.08</u>
TOTAL DUE	<u>\$56,153.04</u>

Remit Only Bank Wire Transfers (EFT) to:
HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account Name: PricewaterhouseCoopers LLP
Transit No.: 10002:016 Swift Code: HKBCCATT
CAD Account: 064871-001 USD Account: 064871-070
Invoice number must be included.

Please return one copy with your payment.

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period November 12 to November 25, 2011**

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	1.0	600	600.00
VICE PRESIDENT			
M PICKETT	27.2	425	11,560.00
T WEAVER	0.3	425	127.50
MANAGER			
B STEWIEN	59.5	350	20,825.00
SR ASSOCIATE			
D SMITH	2.0	250	500.00
B DEN OUDSTEN	31.5	250	7,875.00
ASSOCIATE			
A BOULDING	8.2	175	1,435.00
S BHIMANI	0.3	155	46.50
SUPPORT STAFF			
L CRITTEDEN	0.1	115	11.50
	130.1		42,980.50
FEES			42,980.50
Less: Courtesy discount			(8,596.10)
NET FEES			34,384.40
DISBURSEMENTS			
Administration fee			1,719.22
Other disbursements (includes legal fees from Heenan Blaikie LLP)			13,589.34
			15,308.56
FEES AND DISBURSEMENTS:			49,692.96
HST			6,460.08
TOTAL AMOUNT DUE:			56,153.04

Time Details

Client GE Capital Equipment Financing G.P. Job RECEIVER 1733073 Ontario Inc. Show to date 11/25/2011			
Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	11/16/2011	0.1	Reviewing and approving cheques.
	11/21/2011	0.1	Approving cheques.
	11/23/2011	0.1	Reviewing and approving cheques.
BOULDING ADELAIDE (CA002759)	11/15/2011	2.9	Post cash receipts for week ending November 10th. Match hotel daily receipts & deposit slips to Newviews postings.
	11/16/2011	0.7	Post disbursements (23 entries) Newviews, prepare cheque requisitions & cheque scribe batch, run cheque, secure signature, photocopy signed cheques, mail cheques.
	11/21/2011	1.2	Reconcile petty cash receipts & schedule, post disbursement Newviews, prepare cheque requisition & cheque scribe batch, run cheque, Discussions with B. den Oudsten re: pre appointment HST. Phone call Canada Revenue Agency re: outstanding pre receivership HST returns, advise B. den Oudsten.
	11/22/2011	2.2	Post cash receipts for week of November 14-18th Newviews, match up receipts for period of November 3rd to 10th, to Newviews printouts. Post disbursement Newviews, prepare cheque requisitions & cheque scribe batch, run cheque, secure signature, photocopy signed cheques, give cheque to B. Stewien. Post (5) disbursement Newviews, prepare cheque requisitions.
	11/23/2011	0.9	Prepare cheque scribe batch, run cheques, photocopy signed cheques for voucher backup, mail cheques. Prepare letter of direction Royal Bank re Ceridian wire transfer, secure signature, scan & email to Royal Bank.
SMITH DONALDA (CA007437)	11/24/2011	0.3	Access account on line, print confirmation re Ceridian wire transfer, post wire transfer Newviews, attach confirmation.
	11/18/2011	0.5	Prepare WEPPA mailing, update Service Canada database and mail package to employee as required. Creditor call.
	11/24/2011	1.5	October 2011 bank reconciliation.
DEN OUDSTEN BOB (CA017376)	11/14/2011	4.5	Prepare budget to actual analysis for the week of November 7, 2011 and supporting schedules, including related discussions with A. Cartwright.
			Prepare cash position report as at November 11, 2011.
	11/15/2011	1.5	Process and approve post-receivership invoices for payment Summarize repair cost summary, including communications with contractors (Carmichael and Pinchin) to determine value of outstanding work, and status of invoicing.
	11/16/2011	4.5	Revise notes to budget to actual cash flow analysis for week of Nov 7, 2011. Review support for Nightly Audit Report figures for week of November 7, 2011. Review petty cash expenditures. Review and approve post receivership invoices. Meeting with P. Lauzer of Trinity Fire regarding electrical repairs. Meeting with D. Scott of ESA to inspect correction of items listed in Order Defect Notice and discuss additional safety requirements. Meeting with K. Kehoe and M. Chow regarding permit requirements for laundry room repairs.

Staff	Date	Hours	Memo
STEWIEN BRIAN (CA022898)	11/17/2011	1.0	Arranging logistics of cleanup of basement leak at Hotel, including phone and email communications with A. Cartwright and Malcolm Brothers restoration.
	11/18/2011	0.5	Process and approve post-receivership invoices for payment
	11/21/2011	7.0	Create budget to actual cash flow and supporting schedules for week of November 14, 2011 including related discussions with A. Cartwright.
			Analyze and document forecast variances for week of November 14, for use in weekly update call with GE.
			Create cash position report as at November 20, 2011.
			Create summary of Cash Flows from Operations and Capital Expenditures in the period from May 27, 2011 to November 20, 2011.
	11/22/2011	5.0	Communications with A. Cartwright and representative at Moira Glass/Mirror regarding replacement of firelaze glass in Shangri-la room.
			Review support for Nightly Audit Report figures for week of November 14, 2011.
			Review timecards and support for payroll for the period ended November 20, 2011, including testing of vacation pay paid to terminated employee.
			Review of payroll submission with A. Cartwright.
			Meeting with representative from Moira Glass/Mirror to have glass in Shangri-la room replaced.
			Meeting with T. Allaby of Carmichael Boiler repairs regarding cause of the problems with the boiler and the relation to the gas leak.
			Meeting with J. Ball of Caliber regarding status of repairs to laundry room.
	11/24/2011	3.0	Document Management. Meeting with M. Pickett regarding Summary of Cash Flows from Operations, and Repairs Schedule for submission to buyers as part of due diligence process.
	11/25/2011	4.5	Revise repairs schedule for changes requested by M. Pickett.
			Revise CF(Operations) summary for changes requested by M. Pickett
			Call E. Rockarts from Carmichael to determine the status of outstanding inspections of the boiler.
			Summarize Property Condition Report from Doug Kendall & Associates.
			Summarize Building Audit Report by Randall Brown.
			Call with B. Stewien to discuss results of building inspection by Belleville Fire Department.
	11/14/2011	5.0	Call with A. Cartwright in respect to the status of the repairs and whether C. Chamberlain maintenance employee) had returned to work after giving his two week notice on November 11, 2011. Angela advised the only outstanding repairs were Electrolab's window trimmings which would be repaired by November 16, the removal of the garbage located in the boiler room and the capping of the radiators on the third floor.
			Call with K. Kehoe to discuss the status of the building permit application for the laundry room, K. Kehoe's concerns that the drawings provided were incomplete in respect to the access to the patio, concerns (based on his discussions with J. Ball (contractor)) that the actually work to be performed differed to the drawings submitted and to schedule a meeting with the Receiver, J. Ball and M. Chow at the Hotel Quinte on November 16 to finalize the drawings and issue the permit.
			Calls to J. Ball and M. Chow to discuss the abovementioned call with K. Kehoe.
			Reviewed the cash flow for the week commencing November 7, 2011. Prepared a summary of week's cash-flow for the weekly call with the lender and legal counsel.
			Calls and emails to E. Rockarts requesting information in request to the boiler repairs required for the Receiver's Report.
			Continued with the preparation of the Receiver's Report.

Staff	Date	Hours	Memo
	11/15/2011	3.0	Calls and emails with A. Cartwright in respect to the status of the repairs to Electrolab and the boiler radiators. Angela advised that all the repairs were complete and maintenance staff would be focusing on removing the garbage located in the room next to the boiler room and daily maintenance. Calls with J. Ball and M. Chow to confirm availability for a meeting scheduled with the City's Building Inspector on November 16, 2011. Also discussed the status of the drawings and the plan going forward. Calls and emails with A. Cartwright in respect to request from potential long term guest (> 1 year) for a reduced daily rate. Prepared the inventory listings for the two restaurants, front desk and boardrooms. Continued with the preparation of the Receiver's Report.
	11/16/2011	5.0	Tour of the hotel with A. Cartwright and the maintenance team to verify the status of the Electrolab and boiler related repairs. The Receiver noted that the repairs were complete. Tour of the hotel with D. Scott (ESA Inspector) and P. Lauzer (Trinity Fire & Services Ltd) to verify that the work completed by Pierre was satisfactory and discuss the additional issues raised by D. McConnell (ESA Inspector). Doug was satisfied with the repairs completed and advised that a certificate of compliance would be issued on completion and inspection of the additional issues identified. Met with K. Kehoe, M. Chow, J. Ball, D. Chui and M. Pickett to discuss the laundry room renovations. K. Kehoe provided direction on what was required in the drawings and documentation to obtain the permit. Follow up discussion with M. Chow, J. Ball, D. Chui and M. Pickett. Met with T. Allaby (Carmichael) to discuss the status of the boiler repairs and gas leak. T. Allaby advised the only outstanding item in respect to the boiler was obtaining the ESA approval which had been requested. T. Allaby recommended that the gas leak be repaired.
	11/17/2011	4.0	Calls with M. Chow to discuss the drawings and supporting documentation submitted on November 16, 2011 to K. Kehoe. The Receiver advised M. Chow the supporting documentation did not appear to meet K. Kehoe's request as discussed at November 16, 2011 meeting. M. Chow advised he would call K. Kehoe to discuss. K. Kehoe's advised M. Chow to make minor changes which were later submitted. Calls with A. Cartwright to discuss the burst pipe in the in the men's bathroom in the basement / church area. Made arrangements to have the water pumped from the affected area. Reviewed the updated ESA Report received. Calls to P. Lauzer to discuss the additional items listed on the report and the expected completion date. P. Lauzer advised he was aware of all items with the exception of the wiring in the bath tubs which he would discuss with ESA. Calls to A. Cartwright and P. Lauzer to confirm the information required with the Receiver's report. Preparation of the Receiver's report.
	11/18/2011	3.5	Calls and emails with M. Chow, J. Ball and K. Kehoe to discuss the building permit application. Calls and emails with P. Lauzer to discuss the second ESA Report and the progress made. Calls and emails with A. Cartwright to discuss the removal of patio furniture and the boiler related issues. Calls to T. Allaby to discuss the boiler issues. Saved documents / correspondence between Pinchin, K. Kehoe and the Receiver in BRS.

Staff	Date	Hours	Memo
	11/21/2011	9.0	Walk through the hotel with the prospective buyers. The prospective buyer inspected each available guest room, both restaurants / kitchens, the basement / prayer area, the boiler room and the laundry room. Call with Malcolm Brothers General Manager (Steve) to discuss the status of the burst pipe clean-up. Steve advised the clean-up was complete and non-significant issues were found as the response time to the incident was immediate. The only significant damage was to the carpet. The underlying mat needs to be replaced. Met with T. Allaby to discuss the boiler related issues. T. Allaby advised that the "flaming out" was as a result of poor gas inflow. He recommended Union Gas be contacted. Met with G. Ellis and T. Marecak to discuss the fire escapes. Both G. Ellis and T. Marecak advised the fire escapes were not in accordance with Fire Code and needed to be replaced / repaired. Toured the hotel with P. Lauzer to review the worked completed in respect to the second ESA Report. Met with C. Chamberlain to discuss the leak in the Quinte guest room. Reviewed cash flow variance analysis for the week commencing November 13, 2011.
	11/22/2011	5.0	Call with M. Pickett and J. Salmas to discuss the events of the Receiver's visit to the hotel on November 21, 2011. Weekly conference call with G.E. legal counsel and M. Pickett to discuss the cash flow for the week commencing November 13, 2011, the status of the ESA and Fire Marshall's requests and the purchaser's visit to the hotel. Calls to T. Allaby and Union Gas to confirm the extent of the gas leak and the impact on the boiler. Calls with P. Lauzer to gain an understanding of his proposed plan to resolve the issues highlighted in the ESA Report dated November 9, 2011. P. Lauzer advised he would be contacting D. Scott in respect to alternatives to reduce the cost of the repairs but at the same time maintain safety levels. D. Scott agreed in principle to P. Lauzer's ideas but indicated he would be present at the hotel on November 23, 2011 to view the problem areas. Calls with A. Cartwright to discuss the state of the electrical pipe that was cut by Caliber, the replacement of the fire place glass, the removal of the garbage located in the boiler room, and basement and the maintenance employee's employment situation. Calls with P. Lauzer to discuss the power outage and potential solutions to the problem. Email J. Salmas the 2008, 2009 and 2010 financial statements as requested by the purchaser's legal counsel.
	11/23/2011	8.0	Call with A. Cartwright and P. Lauzer to gain an understanding of the electrical wire located on the patio that was damaged by a building crew. Call with P. Lauzer to discuss D. Scott's site visit. P. Lauzer advised that D. Scott was satisfied with the alarm system, the lights located in the bathroom, the proposed action to deal with the neutral \ ground issue and the inserting of GFI's in certain panels. Left a message with ESA Toronto's Legal Department to contact the Receiver regarding the Defect Notice and the impact it may have on the sale. Call with M. Chow to discuss the status and cost of the inspections to be performed in respect to the laundry room. Visited the hotel site and observed \ assisted Trinity Fire and Services with the repair of the damaged electrical wire on the patio. Emailled M. Pickett information in respect to the purchaser's broker and the previous hotel owner.

Staff	Date	Hours	Memo
	11/24/2011	9.5	Met with J. Ball on-site to discuss the status of the laundry room repairs and the damaged electrical wire incident. J. Ball advised the framing should be completed by November 28, 2011. French Brothers should commence with the roof on November 29, 2011. In respect to the damaged electrical wire J. Ball advised that one of his crew members had cut the wire as it was not visible. He further advised the cost of repairing the wire is the Receiver's responsibility as Caliber were not made aware of the wire's existence. Met with D. MacMullen and G. Ellis on-site. Inspected each room within the Hotel Quinte to verify the status of the compliance with the Ontario Fire Code. Met with S. McNeely (who had been engaged by the prospective buyer to inspect and report on the fire escapes) to discuss the status of the fire escapes located at the Hotel Quinte.
	11/25/2011	7.5	Met with the Caliber foreman based at the Hotel Quinte to discuss the status of the laundry room repairs. He advised the repairs were on schedule and the framing should be completed by November 28. The City Inspector is expected to perform his inspection on November 29. Met with K. Kehoe to discuss whether any registered architect / structural engineer could perform the general reviews of the repairs completed. K. Kehoe advised per the 2006 Building Act any registered architect / structural engineer could perform such a review but it is preferred that the architect / structural engineer who prepared the drawings is the preferred option. Calls to J. Gutfrie, Bel-Con Engineering and Bracken Engineering to request whether their would be willing and able to perform the reviews. All parties declined the offer. Calls and emails with P. Lauzer to obtain an understanding of the status of the repairs per the second ESA report. P. Lauzer advised that the less significant repairs had been completed but the more expensive repairs were expected to commence on November 25, 2011. The Receiver advised P. Lauzer not to commence until approval had been obtained from the lender. The Receiver obtained the necessary approval on November 23, 2011 and thereafter requested P. Lauzer to prepare a written quotation and to commence with the repairs. Met with R. Chaput and G. Ellis at the Hotel Quinte to discuss the status of the building. A walk-thru was performed after which R. Chaput advised he was concerned with the significant life and safety issues. R. Chaput advised he needed to consult with the Fire Marshal to consider the options available. R. Chaput and G. Ellis returned later in the day to issue the Receiver an order to complete a number of repairs prior to January 9, 2011. Attended a conference call with the lender, the legal counsel and M. Pickett to discuss the R. Chaput visit and the options available.
PICKETT MICHELLE (CA023662)	11/14/2011	1.0	Discussion with J. Salmas re: request for information from counsel to R&M re: Fire Marshall Reports and update on progress re: financing and due diligence. Follow up with B. den Oudsten re: same.
	11/15/2011	1.0	Discussion with B. Stewien re: laundry room, employee issues, status of repairs. Discussion with J. Salmas re: questions from counsel to R&M re: due diligence, financing and due diligence period. Instructions to B. den Oudsten to update repair schedule to provide as part of due diligence for purchaser. Review and discuss same with B. den Oudsten. Prepare for and chair weekly conference call. Review and comment on draft cash flow variance analysis. Forward copy of final cash flow variance analysis to conference call attendees. Review emails documents

Staff	Date	Hours	Memo
	11/16/2011	5.0	Meeting with M. Chow, D. Chui (Architect), J. Ball and B. Stewien in advance of meeting with City of Belleville Building Inspector - K. Kehoe - to review and discuss the laundry roof project and approach to be taken with K. Kehoe during the meeting. Tour Hotel Quinte - review areas where asbestos and mould abatement has taken place, review rooms where repairs/renovations are ongoing, review electrical repair work and areas where further clean up is necessary. Meeting with M. Chow, D. Chui, J. Ball, K. Kehoe and B. Stewien to discuss reasons for the delay in the City of Belleville issuing a building permit to repair the roof, K. Kehoe's concerns/issues with the current drawings, what changes/additions are required prior to the City of Belleville issuing a building permit. Tour the laundry room roof with K. Kehoe et al to confirm what needs to be included in the final drawings for the City of Belleville. Follow up meeting with M. Chow, D. Chui, J. Ball and B. Stewien re: revisions to drawings (the entire roof will be replaced as opposed to scabbing on to the existing roof), the timing of revisions of the drawing and submissions to the City of Belleville, the timing of issuance of the building permit and work commencing. Instructions to Hotel Staff and make arrangements with Caliber to remove debris from the site. Two lengthy discussions with J. Salmas re: due diligence requests from I. Brady (counsel to R&M) re: inspections by the Fire Marshal - (potential impact of inspections on Receiver- will Fire Marshal issue a rectification report based on findings), why Fire Marshal appears to be creating problems for the Receiver and the sale, how Fire Marshal's findings might impact purchase price, issues already disclosed in dataroom prior to offer (Building Audit, Property Condition Report), whether inspection is required for financing, repairs vs. purchase price adjustment. Conference call with D. Nowak to discuss same. Decision to agree to inspection and to deal with any request for price adjustment later.
	11/17/2011	2.0	Review of Ontario Fire Code in respect of Fire Marshal's right to inspect property without cause. Emails to/from M. Chow and B. Stewien re: confirmation of discussions with Belleville building inspector on November 16, 2011 and next steps. Review and comment on draft letter from D. Chui to Building Inspector. Discussion with J. Salmas re: R&M request for an inspection by the Fire Marshal and Receiver's agreement to request. Discuss Fire Marshal's attention to this file.

Staff	Date	Hours	Memo
	11/18/2011	1.0	Emails to/from C. Gallagher re: purchaser's request to tour the hotel on Monday, November 21, 2011. Follow up discussion with J. Salmas re: his conference call with G. Ellis, his boss and I. Brady, counsel to the purchaser. Review documents in dataroom in respect of recent requests from counsel to purchaser. Forward email to J. Salmas re: status of offers to finance purchase of hotel. Emails to/from M. Chow and B. Stewien re: information required to issue building permit for laundry room repairs. Email from B. Stewien advising that permit had been issued.
	11/21/2011	2.8	Various discussions with J. Salmas re: status of purchaser's due diligence process - Fire Marshall inspections, financing, request for inspection of the fire escapes by a structural engineer, etc. Lengthy discussion with B. Stewien and P. Lauzer re: status of investigations and repairs per latest ESA report and the identification of improper grounding issues within the panels and circuit breakers. Status update from B. Stewien on the attendance at the hotel of G. Ellis and Belleville's chief building inspector to inspect the fire escapes, tour conducted by the purchaser and his lender and an allegation that the previous owner may be somehow connected to the lenders. Follow up conference call with J. Salmas to discuss same. Address due diligence requests from the purchaser. Discussion with U. Nadarajah re: the receiver's confusion and to clarify which lender was financing the transaction. The receiver questioned U. Nadarajah on the status of the financing for the sale in that it understood that the purchaser had signed a term sheet with BDC but that a different lender had attended at the hotel (for a tour) earlier in the day. The receiver also questioned whether the purchasers would be able to get a firm commitment on financing within the 30 day financing condition period. The Receiver advised that if the purchaser required a significant extension to its due diligence period, the receiver would consider eliminating the purchaser's exclusivity period to enable the Receiver to negotiate with other offerers and to enable other offerers to commence their due diligence. Instructions to B. den Oudsten to update the cash flow from operations for the period of the Receivership - review and comment on same. Discussion with B. den Oudsten re: status of outstanding HST and HST returns, potential increase in liability and need to do a bankruptcy to invert priorities.

Staff	Date	Hours	Memo
	11/22/2011	3.2	Email to B. Stewien re: HST issues and instructions to resolve same. Email to B. Den Oudsten re: payroll and reminder to include vacation pay for S. Coulter. Email from B. Stewien re: maintenance staffing at the hotel. Follow up Review and comment on cash flow variance analysis for the week of November 14-20, 2011. Prepare and circulate agenda and variance analysis for weekly conference call with GE. Discussion with U. Nadarajah and S. Kumarana re: receiver's concerns on financing - is the purchaser using BDC or a private lender and will they be able to get a firm commitment on financing within the 30 day financing condition period and the receiver's prior discussion with U. Nadarajah that it would terminate the exclusivity period if the purchasers requested a extension to the due diligence period of more than a few days. Also, inquired as to their intentions re: staffing at the Hotel and their need to notify Receiver of any employees that would not be continuing with the new owner. Attend and chair weekly conference call with GE to discuss status of sale process, the Fire Marshal's actions and their impact on the sale, concerns with the timing of Fire Marshal's inspections and reports, status of financing, laundry room repairs and new electrical issues. Follow up discussion with J. Salmas re: his call with I. Brady (counsel to the purchaser) and account manager at BDC. Call from P. Lauzer re: electrical issues, follow up with B. Stewien. Receipt and review of emails from B. den Oudsten re: payroll. Review and approve financial statement data to be provided to purchaser and BDC. Forward hotel floor plans to J. Salmas per request from G. Ellis - Fire Marshal. Discussion with C. Gallagher re: request from purchasers for the name of the appraiser at Altus and feedback from the purchasers on the tour of the hotel. Discussion with B. Stewien to address and resolve other operating/mechanical issues at the hotel - minor leaks, power outage, boiler issues etc.
	11/23/2011	2.0	Review and approve payroll. Discussion with C. Gallagher re: purchaser's request for Pinchin to attend hotel to conduct a Phase I assessment and the purchasers engagement of CBRE to conduct an appraisal of the hotel. Email to B. Stewien to advise hotel manager to meet with Pinchin later today and CBRE appraisal. Drafting Receiver's Third report to the Court.

Staff	Date	Hours	Memo
			Review and approve payroll. Discussion with C. Gallagher re: purchaser's request for Pinchin to attend hotel to conduct a Phase I assessment and the purchasers engagement of CBRE to conduct an appraisal of the hotel. Email to B. Stewien to advise hotel manager to meet with Pinchin later today and CBRE appraisal. Drafting Receiver's Third report to the Court. Discussion with J. Salmas re: request from email from I. Brady re: Phase I assessment and follow up request for an extension to waive conditions. Discussed confusion as to who purchaser was using for financing and indication from purchaser's agents that purchaser was willing to waive the financing condition. Discussion with B. Stewien to update on results of ESA inspection and reduction in work to be completed, status of power outage at hotel. Discussion with M. Pisani to advise of the reduction in the cost of the electrical repairs and the investigation into whether the property can be sold with electrical deficiencies.
	11/24/2011	2.2	Emails to/from and discussions with B. Stewien re: status of power at the hotel, the inspection by the Fire Marshal, C. Chamberlain's continued employment. Emails to/from and discussions with B. den Ouden re: documentation of hard copy documents. Discussion with D. Morgan of BDC re: availability of financial statements in respect of the Hotel Quinte and any other available financial information, the status of BDC's due diligence and interest in financing the purchase of the hotel. Drafting Receiver's Report. Emails to/from J. Salmas re: purchasers request for extension of due diligence period and status of BDC's due diligence.
	11/25/2011	7.0	Drafting Receiver's Third Report to Court. Discussion with B. Stewien re: Caliber's cutting of electrical wires and loss of power to half of hotel and Caliber's claim that it is not responsible for the cost of repairing same and a report on the fire inspection that took place on Nov. 24, 2011 and the inspection of the fire escapes that took place earlier in the week. Conference call with B. Stewien, Belleville Fire Chief, G. Ellis and D. McMullen to discuss results of Fire Inspection, in particular issues that in Fire Marshal's opinion are life safety issues that need to be immediately addressed, Receiver's responsibility for same and possibility of closing the hotel. Lengthy discussion of Receiver's concerns re: a potential target and the investment the Receiver has made to date to address health and safety issues at the hotel. Discussion with B. Stewien re: status of electrical work. Need GE's approval to complete. Discussion with J. Salmas re: same and steps to take to avoid a closing of the hotel. John to contact I. Brady and J. Payne, counsel to Fire Marshal to discuss same. Schedule a call with GE to discuss results of fire inspection and to advise of potential closing of the hotel. Follow up conference call with the Fire Chief, Fire Marshal, and B. Stewien to discuss Fire Chief's decision re: closing the hotel, his report, areas for immediate rectification, etc. Discussion with G. Prince to advise him of the results of the fire inspection, my conference call with the Fire Chief, and representatives from the Office of the Fire Marshal, their threat of closing the hotel down and the Fire Marshal/Fire Chief's final decision to keep the hotel open but their decision to issue a report to rectify certain issues immediately. Conf. call with GE (M. Pisani, D. Nowak, & N. DeCicco), its counsel, J. Salmas and B. Stewien to report on day's events - results of Fire Inspection. Prepare information for BDC re: Hotel's cash flow from operations during the period of the receivership - forward same to J. Salmas for delivery to purchaser's counsel.

Staff	Date	Hours	Memo
BHIMANI SALIM (CA027457)	10/27/2011	0.3	Get the payroll signed off & wire transferred funds.
CRITTENDEN LEONORA (CA062724)	11/16/2011	0.1	Sorting bookkeeping documents and filing same. Pulling bookkeeping documents and forward same to A. Boulding.
PRINCE GREG (CA065586)	11/16/2011	0.2	Update email from M. Pickett re: status of financing discussions with prospective purchaser. Brief meeting with M. Pickett.
	11/17/2011	0.1	Update discussion with M. Pickett.
	11/22/2011	0.2	Update meeting with M. Pickett.
	11/24/2011	0.2	Discussion with Mi. Pickett re: status of Fire Marshall review and status of financing efforts of prospective purchaser.
	11/25/2011	0.3	Update meeting - M. Pickett.
TOTAL		130.1	

PricewaterhouseCoopers Inc.
PricewaterhouseCoopers Inc. " Retainer Trust Account "

CHEQUE REQUISITION FORM

145 King Street West, Suite 2100
Toronto, Ontario M5H 1V8

Date: 13-Feb-12

Payee:

PricewaterhouseCoopers Inc

GST#

Re:

CHEQUE REQUISITION FORM \$

10,648.84

In payment of:

A/C#	Description or Category Name	Amount
PWCFEE	FEES & DISBURSEMENTS	10,648.84
Account #:		
Invoice #:	TR132700172 (Re: 345023 Ontario Inc.)	
PWC Cheque #	21	

approved by: _____

Tracey Weaver

Mail Cheque
Return to:

approved by: _____

cheque signed by: _____

Administrator: Adele Boulding

Expenses

Client	GE Capital Equipment Financing G.P.				
Job	RECEIVER 1733073 Ontario Inc.				
Show to date	11/25/2011				
* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	
System Administrator - CA	CA999999	11/22/2011	13,213.61	A/P EXPENSE FROM HEENAN BLAIKIE LLP - INVOICE NO 23020252 DATED 2011-10-26	
DEN OUDSTEN BOB	CA017376	11/16/2011	375.73	Trip to Belleville and back on November 16, 2011, including dropping B.Stewien off at his home in Vaughan on the way back. 182 km on the way there, 210 km on the way back. = 392km.	
				Trip to Belleville and back on Nov 22. 182km each way - 364km total	
TOTAL			13,589.34		



Invoice

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario Canada L5N 5P9

PricewaterhouseCoopers Inc.
PwC Tower
18 York Street, Suite 2600
Toronto, ON, Canada M5J 0B2
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215
Contact: Greg Prince
Telephone: +1 416 814 5752
Email: gregory.n.prince@ca.pwc.com

Invoice number: TR132700108

Account number: 60125829

Invoice date: January 20, 2012

Payment requested by: February 4, 2012

FOR PROFESSIONAL SERVICES RENDERED by
PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the
period November 26 to December 31, 2011.

Fees

CAD
91,488.90

Disbursements (includes legal fees from Heenan Blaikie LLP)

19,254.53

Total fees and disbursements

110,743.43

HST

14,396.65

Total due

125,140.08

Remittance information

Electronic: HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9

Account name: PricewaterhouseCoopers LLP

Transit no.: 10002:016 Swift code: HKBCCATT CAD account: 064871-001 USD account: 064871-070

Email payment details, including invoice number and amount paid, to: accounts.receivable@ca.pwc.com.

Cheques payable to: PricewaterhouseCoopers LLP Enclose remittance copy of invoice with payment.

Send to: PwC CAC, PwC Tower, 18 York Street, Suite 2600, Toronto, Ontario, Canada M5J 0B2

HST registration # 86747 0486 RT0001

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period November 26 to December 31, 2011**

	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
<u>Staff Member</u>			
SENIOR VICE PRESIDENT			
G PRINCE	5.6	600	3,360.00
J McKENNA	0.6	600	360.00
VICE PRESIDENT			
M PICKETT	97.9	425	41,607.50
T WEAVER	2.2	425	935.00
MANAGER			
B STEWIEN	107.5	350	37,625.00
SR ASSOCIATE			
D SMITH	7.1	250	1,775.00
B DEN OUDSTEN	82.5	250	20,625.00
ASSOCIATE			
A BOULDING	7.3	175	1,277.50
SUPPORT STAFF			
L CRITTEDEN	0.6	115	69.00
	311.3		107,634.00
FEES			107,634.00
Less: Courtesy discount			(16,145.10)
NET FEES			91,488.90
DISBURSEMENTS			
Administration fee			4,574.45
Other disbursements (includes legal fees from Heenan Blaikie LLP)			14,680.08
			19,254.53
FEES AND DISBURSEMENTS:			110,743.43
HST			14,396.65
TOTAL AMOUNT DUE:			<u>125,140.08</u>

Time Details

Client	GE Capital Equipment Financing G.P.
Job	RECEIVER 1733073 Ontario Inc.
Show to date	12/31/2011

* Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	12/6/2011	0.1	Reviewing and approving cheques.
	12/7/2011	0.1	Approving payroll.
	12/8/2011	0.7	Drafting Interim S246 Report. Arranging for Statement of Receipts and Disbursements (R&D) to be prepared for report. Checking S81 liability. Reviewing R&D and update to report.
	12/9/2011	0.1	Reviewing and approving bank reconciliation for month of October, 2011.
	12/12/2011	0.1	Reviewing and approving cheques.
	12/15/2011	0.1	Approving cheques.
	12/20/2011	0.2	Checking register. Assisting D.Smith with R&D. E-mails regarding HST.
	12/21/2011	0.2	Approving payroll and cheques. Providing information to B.Stewien regarding notice to file proof of property claim.
	12/22/2011	0.1	Brief discussion with M. Pickett.
	12/29/2011	0.5	Arranging and edits to website update. Call with OSB. E-mails re potential bankruptcy. Taking receipt of bankruptcy documents for service. E-mails with M. Pickett. Update to statutory file.
	11/28/2011	1.4	Access bank account on line, print account activity for week of November 21-25. Post receipts (15) Newviews, reconcile to RBC statement. Print Newviews R&D report as at November 25, update excel R&D & email to B. Stewien & B. den Oudsten as requested.
	11/29/2011	0.2	Discuss HST paid on sales & R&D reports with B. den Oudsten.
	12/5/2011	1.2	Access account on line, print account activity for week ending December 2 (17 entries). Match daily detail report & deposit slips to Newviews printouts for period November 14-November 25th. Emails B. den Oudsten re missing deposit slips.
BOULDING ADELAIDE (CA002759)	12/6/2011	0.8	Phone call Cogeco Cable, request copies of outstanding billings. Print emailed copies, post disbursement Newviews, prepare cheque requisitions & cheque scribe batch, run cheques.
	12/8/2011	0.3	Access account on line, followup with Royal Bank re payroll wire transfer, email M. Pickett & B. den Oudsten advising wire not sent on December 7th. Print account activity confirming wire transfer, attach to voucher for backup.
	12/12/2011	2.9	Access account on line, create activity report for week ending December 9th, save as PDF file & email to B. den Oudsten. Print Newviews cash in bank report, scan & email to Bob den Oudsten. Post disbursements (10) Newviews, prepare cheque requisitions & cheque scribe batches, run cheques, secure signatures, photocopy signed cheques for voucher backup, mail cheques. Post cash receipts & debit memos for week ending December 9 (15 entries).
	12/15/2011	0.5	Post Orkin stop payment & disbursements Newviews, prepare cheque requisitions & cheque scribe batch, run cheques.

* Staff	Date	Hours	Memo
SMITH DONALDA (CA007437)	12/7/2011	0.8	Update claims register and Service Canada database with proof of claim received. Mail confirmation to employee as required. Prepare wire transfer information for payroll with letter to RBC requesting transfer.
	12/12/2011	0.5	Post to Newviews. Prepare breakdown of deductions.
	12/16/2011	0.2	Confirm s.81 owing amounts for 246 report. Follow up on employee still on payroll that resigned but not on original information for completion of s.81 & WEPPA.
	12/19/2011	0.3	Call from former employee regarding WEPP and s.81 outstanding and her claim through Ministry of Labour.
	12/20/2011	2.1	Prepare replacement WEPP/s.81 mailing for employee and update claims register with new address.
	12/21/2011	1.6	Update R&D to December 19, 2011. Arrange with RBC to fax copy of account activity. Assist Brian Stewien with payroll information and R&D requirements.
	12/22/2011	0.8	Review payroll and prepare for bank transfer to Ceridian. Pay outstanding invoices. Post to Newviews.
	12/29/2011	0.8	Review outstanding charges and accruals with Brian Stewien for court report. Review R&D with M. Pickett for same.
			Review Receiver's Third Report to court and draft update for website. File in BRS Power. Log subrogation letter received from Service Canada. E-mail to B. Stewien and M. Pickett re: invoices received from Carmichael, Cogeco and Veridian.
DEN OUDSTEN BOB (CA017376)	11/28/2011	6.0	Create budget to actual cash flow and supporting schedules for week of November 21, 2011 including related discussions with A. Cartwright.
			Analyze and document forecast variances for week of November 21, for use in weekly update call with GE.
			Create cash position report as at November 27, 2011.
	11/29/2011	3.5	Update notes to budget to actual cash flow for week of November 21.
			Review Ontario Fire Code with respect to items noted in the Building Audit Report created by Randall Brown & Associates.
			Weekly update call with GE.
			Communication with Carmichael regarding outstanding invoices for work to repair boiler.
			Create schedule of Receipts and Disbursements for Receiver's report, including related discussions with CMT group regarding classification of costs incurred to date.
	11/30/2011	4.5	Create schedule of Receipts and Disbursements for Receiver's report, including reconciliation of repairs schedule to costs classified as repairs and upgrades by CMT team.
			Call Kone regarding erroneous invoicing and application of earlier payment for maintenance contract against correct account.
			Call Carmichael regarding status of invoices sent and exact amount invoiced to date.
			Review and approve post receivership invoices.
			Review pre-receivership books and records for support for pre-receivership HST amounts owing.
			Review support for Nightly Audit Report balances for the week commencing November 21, 2011.
	12/1/2011	3.5	Analysis of property taxes owing upon closing of sale, including communications with City of Belleville regarding property taxes owing, water arrears and penalties.
			Calculate estimate of pre-receivership HST liability.
			Review and approve newly received invoices, if related to post-receivership period.
			Provide reconciliation of repair costs outstanding at November 27, 2011 for Third Report of Receiver.

* Staff	Date	Hours	Memo
	12/2/2011	4.0	Create summary of Fire Inspection Report issued by City of Belleville Fire Department, including comparison with Building Audit and Property Condition Report, to determine items already noted. Update Repairs Schedule for latest quotes received from contractors and changes requested by M. Pickett. Review and approve newly received invoices if related to post-receivership period. Create updated Cash Flow Forecast for the period Nov 28, 2011 - January 1, 2012 to determine Receiver's cash flow position and whether additional funds are required to support the receivership.
	12/5/2011	7.5	Create comparative repairs schedule showing estimated repairs costs at October 20 vs. estimated costs at December 5, and providing explanations for changes. Revise schedule of receipts and disbursements to account for HST collected on sales since Sept. 30, including related discussions with A. Boulding of CMT group. Communications with J. Finlay of ESA to obtain letter confirming which defects (per ESA Notices dated Sept 7, 2011 and Nov 9, 2011) have been corrected, and which remain outstanding. Create budget to actual cash flow and supporting schedules for week of November 28, 2011 including related discussions with A. Cartwright. Analyze and document forecast variances for week of November 28, for use in weekly update call with GE. Create cash position report as at December 4, 2011. Review payroll summary worksheet for reasonability.
	12/6/2011	4.5	Review support for Nightly Audit Report figures for week of November 28, 2011. Review timecards and support for payroll for the period ended December 4, 2011, including testing of vacation pay paid out. Review of payroll submission with A. Cartwright. Update repairs schedule posted to Sale Process Data Room for status of work at December 5, 2011. Update Budget-to-Actual Cash Flow for the week of Nov 28, 2011, Repairs Schedule at Dec 5, and Comparative repairs schedule (Oct 20 vs. Dec 5) for changes requested by M. Pickett. Meeting with Charles Webster & Rob Shannon of Jensen Building Ltd. to tour hotel on behalf of purchasers. Jenson was engaged to estimate cost to remedy fire code violations. Meeting with A. Cartwright and coordination with B. Stewien regarding mould growth in Kellehar, Shannonville and Daphne rooms, including visiting rooms. Meeting with A. Cartwright regarding reconciling item in daily cash balances. Meeting with A. Cartwright regarding invoicing status of hotel's 1-800 number. Calculate accrued costs at November 27, 2011 and update schedule of Receipts and Disbursements as at that same date.
	12/8/2011	2.5	Create summary of electrical repairs performed by Trinity, including supporting invoices. Communications with Kone regarding failure to apply payment made by Receiver against outstanding balance.
	12/9/2011	3.5	Create list of leases and obligations held by Hotel Quinte in support of sale. Investigation of invoices from TLC Laundromat in respect of weekend laundry services including communication with TLC employees and owner, collating and totaling receipts provided by A. Cartwright, and analysis of costs relative to hotel occupancy. Reconciliation of November Global Payments receipts to statement received from Global. Process and approve post-receivership invoices.

* Staff	Date	Hours	Memo
	12/12/2011	6.5	Create budget to actual cash flow and supporting schedules for week of November 28, 2011 including related discussions with A. Cartwright. Analyze and document forecast variances for week of December 5 for use in weekly update call with GE. Create cash position report as at December 11, 2011. Communication with Orkin (Pest Control) regarding outstanding cheque and failure to receive invoices for monthly services.
	12/13/2011	5.5	Update budget to actual cash flow and related variance notes for changes requested by M. Pickett. Investigation of potential TLC laundry fraud committed by A. Cartwright, including communications with TLC and Lava Clean Laundromats in Trenton to corroborate A. Cartwright's assertions. Manual review of January to May 2011 bank statements and comparison to total room revenues based on deposits received - in order to estimate pre-receivership HST liability. Meeting with M. Pickett and G. Prince regarding course of action regarding potential fraud at hotel. Meeting with M. Pickett and B. Stewien re: rooms with mould, meeting with buyers at hotel on December 13, 2011 potential management fraud (re: laundry). Call with J. Ball regarding rooms with mould. Call with A. Cartwright regarding possible TLC laundry fraud. Create summary of potential fraud to support potential dismissal of A. Cartwright. Meeting with M. Pickett and B. Stewien regarding potential TLC laundry fraud committed by A. Cartwright Communications with M. Pickett and Shawna Moore regarding HST liability, and extent of offsetting income tax credits. Meeting with staff at TLC Laundromat to obtain a copy of TLC laundry receipt and discuss the "TLC" receipts provided by employee in support of expense reimbursement. Meeting with A. Cartwright to discuss potential TLC laundry fraud and related communications with B. Stewien and M. Pickett. Approval of Petty Cash Expenses.
	12/14/2011	2.5	
	12/15/2011	6.0	
	12/16/2011	7.0	Meeting with A. Cartwright to discuss strengths of Hotel staff members. Meeting with A. Cartwright to obtain log in details for webmail, web hosting, Ceridian, hotel safe, and voicemail. Operating hotel front desk while A. Cartwright and B. Stewien visited TLC Laundromat. Supervision of A. Cartwright while she collected her belongings and vacated hotel premises. Meeting with L. Hood and B. Stewien to discuss interest in taking promotion to hotel manager. Communications with hotel staff to inform them of termination of A. Cartwright. Meeting with L. Hood to discuss job responsibilities as manager. Meeting with L. Hood to discuss access to Hotel's webmail and web hosting. Communications with Yahoo! to change access passwords for webmail and web hosting and set up new email for L. Hood. Create budget to actual cash flow and supporting schedules for week of December 12, 2011 including related discussions with A. Cartwright. Analyze and document forecast variances for week of December 12, for use in weekly update call with GE. Create cash position report as at December 18, 2011. Update repairs schedule for new quotes received for mould removal and inspection in selected hotel suites, and invoices paid in the week of December 12, 2011.
	12/19/2011	6.5	

Staff	Date	Hours	Memo
	12/28/2011	6.0	Create budget to actual cash flow and supporting schedules for week of December 19, 2011 including related discussions with L. Hood. Analyze and document forecast variances for week of December 19, 2011.
STEWIEN BRIAN (CA022898)	11/28/2011	7.5	Call with P. Lauzer to discuss the expected cost and timing of the repairs in respect to the second ESA report. Email to R. Chaput and G. Ellis requesting the Inspection Order be addressed to PwC in its capacity as Receiver as opposed to PwC in its personal capacity. Calls and emails to Task Engineering and Kevin Kehoe to make arrangements for the general reviews (inspections) of the laundry room. Call to M. Chow advising him that the Receiver had made alternative arrangements in respect to the general reviews and would not be using Pinchin and or its subcontractors in this role. Discussions with M. Pickett in respect to the Receiver's Third Report. Emails to C. Gallagher requesting information in respect to the Sales Process to include in the Receiver's Third Report. Discussion with D. Smith regarding the housekeeping employee who tendered their resignation on November 24, 2011. Discussion with A. Boulding in respect to the R&D to include in the Receiver's Report. Review of the Cash Flow for the week commencing November 20, 2011.
	11/29/2011	4.0	Met with J. Ball and D. Brown at the hotel premises to review the laundry room drawings submitted to the City of Belleville and the laundry room repairs completed. D. Brown advised he was willing to assist the Receiver with the inspections required by the City Inspector. D. Brown approved the repairs completed to date and the next inspection was scheduled for December 5, 2011. Participated on the weekly conference call with the lender, legal counsel and M. Pickett to discuss the cash-flows, status of the repairs and the sales process. Met with G. Ellis at the Belleville Fire Department to request the Inspection Order issued to the Receiver be amended. G. Ellis agreed to amend the details to whom the order was addressed but would not amend the scope of work to be performed. G. Ellis advised the scope could not be amended to be more specific as the review performed was a general review by the Belleville Fire Department. Met with an Ecolab representative at the hotel site to discuss the claim that the dishwashers and cleaning materials at the restaurant were not the property of the Receiver. The Receiver advised the representative to provide proof thereof and file a claim. Call with C. Lamer to discuss the snow removal options (contract vs. as needed). C. Lamer agreed to prepare a quotation in respect to the Receiver's request.
	11/30/2011	5.0	Met with M. Pickett to discuss her comments on draft Receiver's Third Report. Call with J. Ball re: information required for the Receiver's Report. Updated the Receiver's Report based on the discussion held with J. Ball. Calls with A. Cartwright to gain an understanding whether there are underground storage tanks (oil tanks) located on the hotel property. Reviewed the Phase 1 Environmental Assessment Report prepared by Quintet Eco-Consultants. Calls with D. Brown and D. Chui to discuss the laundry room inspections and the documentation required by the City of Belleville Inspector.

* Staff	Date	Hours	Memo
	12/1/2011	7.5	Calls and emails with M. Pickett, J. Salmas, I. Brady and the prospective buyer to discuss the environmental assessment issues and the impact on the potential sale. Preparation of non-reliance letters in respect to Phase 1 and Phase 2 environmental assessment reports. Calls with Koets Plumbing and J. Ball to gain an understanding of the process to be followed to install the drain in the laundry room. Calls to P. Lauzer to discuss the two outstanding invoices in respect to the damaged wire and the electrical defects identified by ESA and potential discount. P. Lauzer advised the invoices are reasonable based on the labour hours and materials used to complete the job. Further discussed the progress on the outstanding ESA items. P. Lauzer advised the plan was to complete all items by December 5, 2011.
	12/2/2011	7.0	Calls and emails to P. Lauzer to obtain information required for the Receiver's Report. Emails to C. Gallagher to obtain information for the Receiver's Report. Updated the Receiver's Report based on the above information. Reviewed and discussed the realty tax calculation with B.den Oudsten. Reviewed and discussed the updated repair schedule with B.den Oudsten. Reviewed the rental agreement between Ecolab and the Hotel Quinte. Ecolab are advised they intention to file a proof of property claim. Calls and emails with P. Lauzer and A. Cartwright in respect to updating the Fire Safety Plan. A. Cartwright updated the template provided by P. Lauzer. Review of draft Fire Safety Plan and request P. Lauzer to review same.
	12/3/2011	2.0	Calls and emails to P. Lauzer in respect to completing the outstanding electrical defects highlighted in the November ESA report. P. Lauzer advised that additional issues had been found with the electrical panels which resulted in delays. The expected date of completion of all electrical defects is December 7, 2011. Calls and emails to A. Cartwright and P. Lauzer in respect to the mould found in the Shannonville, Kelleher and Daphne over the weekend. The Receiver requested the rooms be shut-down and housekeeping attempt to clean the rooms.
	12/5/2011	5.5	Walk-through the hotel premises with B. Flood (CBRE), A. Cartwright and the prospective purchaser. B. Flood inspected the basement area, both restaurants, approximately six guest rooms and the boiler room. Walk-through laundry room (inspection) with K. Kehoe to inspect the framing, the insulation and the fire rated door. Walk-through laundry room (inspection) with D. Wood and C. Chamberlin to inspect the framing, the insulation and the fire rated door. Inspected the three guest rooms (Shannonville, Kelleher and Daphne) which had mould present with A. Cartwright and C. Chamberlain. Called J. Ball and M. Pickett to discuss the options available to remediate mould. The Receiver decided to use Caliber to remove the mould and C. Chamberlain (maintenance staff) to rebuild the rooms. Review and discussion of the repair schedule prepared by B.den Oudsten. Met with the Trinity Fire & Services staff at the hotel to discuss the progress of the repairs of the electrical defects highlighted in the November ESA report. Calls with ESA requesting an updated report. ESA advised the Receiver a request for information document needed to be filed together with the application fee. The Receiver received the updated report later that day.

* Staff	Date	Hours	Memo
	12/7/2011	4.5	Calls and emails with M. Pickett, A. Cartwright and C. Chamberlain to discuss the mould in the three rooms (Daphne, Shannonville and Kelleher). Call to J. Ball to discuss the scope of work required to remove the mould. J. Ball advised the scope would include removing wall paper, dry-walls, ceilings and carpets. The Receiver requested that J. Ball to prepare a quotation. Reviewed Caliber Environmental and Pinchin Environmental quotations. Call to M. Pickett to discuss the quotations and way forward. M. Pickett questioned the need for Pinchin's involvement. Calls with R. Allaby to discuss the quotation received in respect to the insulation of the boiler and pipes. R. Allaby advised the insulation was not a necessary repair based on the fact the boiler was currently working in excess of the hotel's needs but the repair would ensure transferring the steam more efficiently. Carmichael did advise insulation of the boiler and pipes would result in the room being colder and possible freezing of other pipes in the room. Call with P. Lauzer to discuss the status of the repairs in respect to the ESA Report. P. Lauzer advised the repairs were complete and arrangements were being made to schedule a final inspection by ESA on December 13, 2011. Call to A. Cartwright in respect of the cancelled 1-800 number. The Receiver requested information regarding the cancellation i.e. when was it cancelled, why was it cancelled, is there an outstanding amount. A. Cartwright advised she would look for such information.
	12/8/2011	5.5	Call with E. Rockart to discuss the need for the insulation for the boiler and its pipes. E. Rockarts advised the insulation would be prudent but installing new air vents on the radiators would be more useful. Met with the prospective buyer and their architect at the hotel. Toured the hotel highlighting the issues raised in the Building Audit Report, the Fire Prevention Officer's Report and the ESA Report. The prospective buyer and architect agreed to engage a contractor to attend the hotel on December 13, 2011 to estimate the cost of the necessary repairs. Calls with J. Ball and M. Wilson to discuss their quotations for mould abatement in the three guest rooms and the reason for the significant cost. Both parties provided cost estimate break-downs and explained the costs were market value. Call with M. Pickett and J. Ball to understand the process to remove the mould. J. Ball further advised Caliber would not complete the work without Pinchin performing an initial and final assessment. Call to D. Winter (Safetech) requesting confirmation of the process. D. Winter advised that a final environmental assessment (to confirm mould had been successfully removed) was not required by law. Call to S. Guidon (Malcolm Brothers) explaining the situation regarding the three rooms with mould. S. Guidon confirmed no assessment was required and Malcolm Brothers would close off the area to prevent further contamination and thereafter remove the mould. The Receiver would be responsible for the rebuild.

* Staff	Date	Hours	Memo
	12/9/2011	3.5	Calls and emails with S. Guidon (Malcolm Brothers) to discuss their observations in the three guest rooms (Daphne, Shannonville and Kelleher) with mould. S. Guidon advised both Shannonville and Kelleher contained a significant amount of mould while Daphne had only a small amount. S. Guidon advised he would prepare a quotation for the removal of the mould from both Shannonville and Kelleher. The scope of the work would not include a final assessment and report. Reviewed and compared the Malcolm Brother's quotation with Pinchin and Caliber's quotation. Discussed the two quotations with M. Pickett. The Receiver made the decision to use Pinchin and Caliber to assess and remove the mould. Called S. Guidon to advise him of the Receiver's decision. Called J. Ball to advise him of the Receiver's decision and request his team be on site on December 12, 2011. J. Ball accepted the engagement. Call with P. Lauzer to discuss the Hotel Quinte Safety Plan. P. Lauzer advised the plan was incomplete but should be submitted to the Fire Prevention Office for the review. The Fire Prevention Officer would then provide a list of outstanding items. Reviewed and discussed with B. den Ouden the petty cash receipts in respect to TLC Laundromat. Based on the review and discussion it appears the submitted laundry expenses may be fictitious. Contacted TLC Laundromat to make arrangements to meet on December 11, 2011.
	12/12/2011	5.0	Walk-through (ESA inspection) of the hotel premises with D. Scott and P. Lauzer to verify the completion of the repairs in respect to the electrical defects highlighted in the ESA report. D. Scott advised the Receiver overall he was satisfied with the repairs with the exception of three minor issues. D. Scott further advised he would sign-off the ESA report as completed. Met with the owner / manager of TLC Laundromat to discuss the receipts the Receiver had on hand. The Receiver was advised that TLC had not provided services to the Hotel Quinte and the receipts were not from TLC Laundromat. Calls with A. Boulding and Trinity Fire's Accountant (Heather) in respect to the two outstanding invoices. The Receiver advised the cheques had been mailed on December 6, 2011. Later in the day Trinity advised the Receiver receipt of the cheques. Met with Caliber foreman at the Hotel Quinte to discuss the process and timing in respect to removal of the mould. The Receiver was advised the removal would be complete by December 16, 2011. The Receiver met with French Brothers at the Hotel Quinte to inspect the roof fitted to the laundry room. The Receiver was advised the roof was complete. Discussion with C. Chamberlain in respect to the cracked radiator in the Quinte room. C. Chamberlain advised the radiator would need to be replaced. J. Ball inspected the radiator and agreed the radiator needed replacing. The Receiver requested Carmichael and Koets Plumbing to provide a quotation.
	12/13/2011	6.0	Participated in the weekly conference call with the lender, legal counsel and M. Pickett to discuss the weekly cash-flow, the status of the repairs and the sales process. Met with J. Ball at the Hotel Quinte to discuss the status of the laundry room repairs and the removal of the mould within the three rooms (Shannonville, Daphne and Kelleher). J. Ball advised the laundry room should be complete by December 19, 2011 and the removal of the mould by December 16, 2011. Met with the prospective buyers and their contractors at the Hotel Quinte to walk through the hotel to highlight the issues raised by the Fire Prevention Officer with the intention of determining a cost to remediate the issues.

* Staff	Date	Hours	Memo
	12/14/2011	4.0	Discussion with M. Pickett in respect of the walk-through/ inspection by prospective purchasers on December 13, 2011 and the TLC Laundromat related bills. Calls and emails with J. Ball in respect to Caliber quoting on the three rooms with mould and the issues highlighted by the Fire Prevention Officer. (???) J. Ball also advised the two windows to be installed on the patio would be completed on December 14, 2011. Calls and emails with A. Cartwright in respect to the TLC Laundromat costs. A. Cartwright provided a schedule of the costs incurred. The Receiver reviewed the schedule. Call with A. Cartwright and C. Chamberlain to discuss the plan in respect to rebuilding the three rooms with mould. C. Chamberlain advised he would prepare a work plan for the Receiver by December 15, 2011. Calls with P. Lauzer requesting he contact him to prepare a quotation for the repair of the north facing fire escape and the replacement of the south facing fire escape. P. Lauzer advised he had a contact you provides such a service. Later that day both P. Lauzer and his contact performed a site visit and advised a quotation would be provided on December 15, 2011. Called ESA requesting a copy of the final inspection report. The ESA automated voice system advised the status as "passed".
	12/15/2011	8.0	Met with M. Pickett and B den Oudsten and analysed the information / facts available related to the laundry costs being claimed by A. Cartwright through petty cash. It appeared that although the laundry had been washed, the receipts submitted in respect of payment were invalid. The receipts were not valid TLC Laundromat receipts based on discussions and meetings held between the Receiver and TLC Laundromat's staff. Met with A. Cartwright at the Hotel Quinte to discuss the laundry process and the Receiver's concerns. A. Cartwright advised the receipts were obtained from TLC Laundromat. The Receiver disputed A. Cartwright's claims and they agreed to visit TLC Laundromat the following day. Calls with French Brothers and Caliber to discuss the issue of standing water on the laundry room. Both French Brothers and Caliber advised the standing water was "normal". Met with Caliber's roof expert at the Hotel Quinte to discuss the Receiver's concerns. Again the Receiver was advised the standing water was acceptable. Calls with P. Lauzer and Owen (Trenlech) in respect to quoting on the replacement / repair of the fire escapes.
	12/16/2011	9.0	The Receiver and A. Cartwright met with TLC Laundromat staff (Judy and Lynn) to verify the laundry process and receipts on hand. Judy advised the Receiver the receipts in the Receiver's possession were not TLC's. Judy provided the Receiver with copies of TLC's receipts / invoices which were clearly different to the one's on-hand. Judy further advised she did not have employees Samantha, Rebecca and Jennifer who had signed the receipts on behalf of TLC. Judy also advised the likelihood of the receipts being "round dollar amounts" as very low given the HST added to each bill. Discussed the above mentioned visit with M. Pickett. The decision was made to terminate A. Cartwright with immediate effect. Termination of A. Cartwright and discussions in respect to her duties and access passwords. Advised each employee (either in person or via telephone) of A. Cartwright's terminations. Two employees advised that they would be resigning. The Receiver was able to convince them to reverse their decision. Purchased necessary supplies for hotel guests who had confirmed reservations for the weekend.

* Staff	Date	Hours	Memo
	12/19/2011	5.0	Review of employee time cards. Preparation of payroll summary for M. Pickett's review. Calls with M. Pickett and B.den Oudsten to discuss reasonableness of payroll. Compared the payroll for the period ended December 18, 2011 with the previous payroll. Calls with Sherry (Koets Plumbing) to discuss the status of the radiator needed for the Quinte Room. Sherry advised the radiator is unique and a supplier / manufacturer was in the process of preparing a quotation. Purchased hotel accessories (cleaning materials and bathroom supplies) from two distribution stores as petty cash was no longer being left at the hotel.
	12/20/2011	5.0	Captured payroll information for the bi-weekly period ended December 18, 2011 onto the Ceridian system. Calls with A. Cartwright, L. Hood and K. Wannamaker to verify the process to be followed and to obtain information lacking in respect to certain employees. Discussions and emails with D. Smith, T. Weaver, M. Pickett and B.Den Oudsten in respect to the R&D for the period ended December 20, 2011. Calls and emails with L. Wood in respect to November Veridian invoice. The Receiver questioned why the amount was higher than previous amounts. C. Chamberlain advised the increased usage was as a result of the extra boiler usage due to the change in weather conditions and power tools being used by the repair crews to rectify the ESA electrical defects and the laundry room renovation.
	12/21/2011	4.0	Review of the Ceridian generated payroll reports for the period ended December 18, 2011. Emailed the above reports to T. Weaver for her approval and funding. Preparation of the third party proof of property notice in respect to the dishwasher located in the Cafe Quinte which Ecolab is claiming ownership. Calls and emails to D. Brown (Building Inspector) and J. Ball in respect to the laundry room repairs. J. Ball advised that the repairs were complete and K. Kehoe (City Building Inspector) would perform his final inspection on December 22, 2011. D. Brown advised the Receiver he would also complete his inspection on December 22, 2011. Calls to P. Lauzer requesting he make arrangements to complete electrical and fire inspections, Calls and emails with D. Smith in respect to payment of outstanding invoices.
	12/22/2011	3.0	Review of Trustee's Expenses General Ledger with D. Smith to determine the list of accruals as at December 18, 2011. Prepared an accrual listing as at December 18, 2011 for discussion and review by M. Pickett. Calls and emails with K. Kehoe, D. Brown, J. Ball and Chris (Koets Plumbing) in respect to the laundry room repairs. Per K. Kehoe with the exception of the plumbing, the laundry rooms repairs are satisfactory. K. Kehoe advised the plumbing issues included the interconnection of storm and sanitary drains, lack of venting for the washing machine and laundry tub, clarification of whether the existing drain is sanitary or storm. The Receiver contacted Koets Plumbing to prepare a quotation to perform the above mentioned plumbing issues. Call to P. Lauzer requesting Trinity to perform an electrical and fire inspection per K. Kehoe's instruction.

* Staff	Date	Hours	Memo
	12/23/2011	1.5	Calls and emails with L. Hood in respect of request from two employees to have their vacation leave paid out and the need to deposit all funds on hand prior to the Christmas weekend. The Receiver advised L. Hood that the vacation leave would only be paid out on conclusion of the Receivership. Calls and emails with K. Kehoe and Koets Plumbing to obtain an understanding on whether there are alternative options to address K. Kehoe's issues with laundry room plumbing. Koets Plumbing advised they were still in discussion with K. Kehoe and would provide feedback.
	12/28/2011	5.0	Call with K. Kehoe to discuss the Ontario Building Code requirements in respect to the laundry room plumbing - the lack of ventilation from the laundry machines and drainage of the water into a sanitary/storm water drain. K. Kehoe suggested that the repair needs the involvement of a plumber and an engineer. Met with P. Lauzer to inspect the laundry room electrical repairs. D. Scott inspected the laundry room and advised that all was in order with exception of two plug covers which needed replacing. C. Chamberlain changed these covers immediately. The Receiver requested that P. Lauzer install an additional electrical outlet for the washer. Together with L. Hood purchased hotel supplies (cleaning materials, plastic cups, coffee and alcohol). Discussion with L. Hood re: employee harassment complaints and recommended course of action to address same. Made arrangements with a snow removal company to remove the snow on a "when need" basis. The Receiver requested that L. Hood maintain a schedule of the number of snow removals. Inspected the three rooms with mould. Discussed the status of renovations with C. Chamberlain, who advised Daphne and Shannonville rooms would be completed within ten days, prior to dosing of sale.
PICKETT MICHELLE (CA023662)	11/27/2011	2.0	Drafting Receiver's Third Report to Court.
	11/28/2011	6.7	Draft Third Report of the Receiver. Follow up with C. Gallagher and B. Stewien to confirm information in respect of the marketing process for the Third report. Various discussions with B. Stewien re: coordination of inspections (structural engineer, architect, Caliber and building inspector) of laundry room at Hotel Quinte. Review emails from K. Kehoe (Belleville building inspector) and Belleville architect re: same. Review of repairs schedule and discussion and instructions to B. den Ouden re: same. Review of Belleville Fire Department Inspection Order. Discussions with B. Stewien to request that the Inspection Order be reissued to PwC in its capacity as Receiver, not PwC Inc. Discussion with B. Stewien re: determining the estimated cost of compliance with the inspection order. Instructions to B. Den Ouden to determine the impact of the increased costs of repairs on the cash flow forecast - will we need to draw more funds under Receiver's Certificate. Review and comment of various versions of cash flow variance analysis. Discussion with B. Stewien re: Trinity Quote re Electrical Repairs, snow removal, response to M. Chow in respect of inspections of laundry room. Discussion with B. Stewien re: call with M. Chow advising we will be using a local architect and structural engineer for the inspections. Document activities.

* Staff	Date	Hours	Memo
	11/29/2011	7.5	Discussion with J. Salmas re: his discussion with I. Brady - there was a delay in paying BDC processing fee due to a miscommunication. I. Brady advised purchasers should be receiving commitment letter from BDC on Nov 30, 2011 and be in a position to waive financing conditions. I. Brady advised of the report from the structural engineer's the purchasers had engaged to review the fire escape and the expected costs to rectify same. I. Brady also advised that Phase I ESA was expected to be received Nov 30, 2011. I. Brady suggested total cost to deal with repairs would be \$120K and suggested a similar adjustment to the purchaser price. I. Brady advised his clients were motivated to do the deal and even if Fire Marshall didn't release its report on following Wednesday, purchasers may go ahead and release conditions. J. Salmas advised of the costs of remediating the ESA defects. Prepare for and attend weekly conference call. Forward agenda and cash flow variance analysis to all. Discussed Fire Marshall's report with B. Stewien - need to change the name as report is issued to PwC not B. Stewien re: Fire Safety Plan. Discussion with B. Stewien re: architect inspection of laundry room repairs and status of rebuild. Identify list of closing issues.
	11/30/2011	7.5	Draft Receiver's Third Report. Discussion with B. Stewien re: comments and questions on his areas of contribution to the Receiver's report. Discussion with J. Salmas re: email from I. Brady, counsel to purchaser in respect of Pinchin's concerns with being able to deliver a Phase I report within the deadline and the possibility of Pinchin requiring another week. Follow up discussion with I. Brady to clarify issues. Pinchin is trying to determine whether an underground oil storage tank (UST) has been removed from the Hotel Quinte site and under the proper guidelines. Discussed Pinchin's request for copy of Phase I report. Review of Whitford Phase I and Quinte Eco Phase I report for information on underground storage tanks (UST). Various discussions with GE (N. De Cicco, D. Nowak) to advise of issue and I. Brady's request to release Phase I report. Discussion re: strategies and options to confirm presence of UST. Emails to/from A. Jinah (hotel owner in 2007) to determine possible existence of UST pre-2007 sale. Discussions with A. Cartwright and C. Chamberlain re: knowledge of UST. Various follow up calls with GE (N. De Cicco, D. Nowak) and I. Brady as information developed and to address deadline to waive conditions. Review Quinte Eco 1997 Phase 1 and Quinte Eco 2007 Phase II reports. Discussion with I. Brady to request call with Pinchin to discuss steps to confirm existence of UST and 1997 Phase I. Update GE re: same. Discussion with I. Brady re: next steps if conditions are not waived - possibility of releasing exclusivity to allow other bidders to begin due diligence. Email from I. Brady re: not waiving conditions. Email from I. Brady requesting 1-day ext. to Dec 1/11. Discussion re: same with GE (N. De Cicco, D. Nowak). Email to I. Brady agreeing to extension. Discussion with G. Prince re: status of Receiver's Third Report. Voicemail and follow up discussion with M. Wilson re: potential conflict for Pinchin. Discussion with G. Prince re: same - no issues. Discussion with GE (N. De Cicco, D. Nowak) re: same. Discussion with J. Salmas to update on day's activities. Conference call with I. Brady re: timing of Phase 1, delays, extension, next steps, conference call scheduled with other lenders. Discussion with J. Salmas re: concerns with releasing the 1997 Phase 1, potential liability to PwC, next steps to confirm UST as it will be an issue for all lenders. Discussion with S. Kumarana re: Phase 1, Receiver's concern, schedule conference call with Pinchin. Document activities.

Staff	Date	Hours	Memo
	12/1/2011	7.5	Calls to/from I. Brady re: environmental assessment. Request from I. Brady for copy of 1997 report - advised not comfortable releasing same as it was not prepared for GE. Calls to/from I. Murdoch re: environmental assessment. Lengthy discussion with V. Paloschi re: Phase I ESA, peer review, worst case scenario if their is an underground storage tank (UST) on site. The timing and cost of dealing with same and impact on sales process. Follow up discussion with I. Murdoch re: same, the status of his engagement and the information he need to prepare a Phase I ESA. Discussion J. Salmas re: concerns with releasing 1997 and potential liability and conflicting information as to whether the UST exists.
	12/2/2011	6.0	Draft email to I. Brady with background and status of ESA Defect Notices. Email to B. Stewien to confirm information in same. Review of forecasted pre-receivership HST liability. Instructions to B. den Oudsten to compare issues raised in Fire Marshal's inspection for purchaser with issues identified in Building Audit and Property Condition Report. Follow up on Fire Safety Plan. Request accounting of electrical repairs to date. Email to B. Stewien re: status of electrical repairs and importance of having inspection completed on Monday, December 5th, 2011 in order for purchase to be able to waive due diligence on condition. Discussion with I. Murdoch re: whether he has received all ESA reports from 2007, the status of his review, BDC's acceptance of Peer Review and possible soil sampling. Email to GE, J. Salmas & G. Prince to advised of same and expectation that Purchaser will not be in a position to waive conditions and will require a further extension of due diligence period. Also, advised potential of extending court approval date. Email from I. Brady requesting further extension. Email to GE and J. Salmas re: same. Follow up discussion with J. Salmas re: extension request and need to move process along. Comments from N. De Cicco on request for extension. Lengthy conference call (M. Pickett and J. Salmas) with I. Brady to nail down and understand what is necessary to waive conditions, discuss request from I. Brady for a purchaser price abatement and opening up process to other bidders if conditions are not waived by Monday, Dec. 5th at 5:00 pm. Email to/from J. Salmas re: response to I. Brady re: request for extension. Drafting report. Email to B. Stewien re: information required.
	12/3/2011	2.0	Drafting Receiver's Third Report to the Court. Various emails to/from to B. den Oudsten re: R&D, updated repair schedule and updated cash flow. Review and comment on R&D.
	12/4/2011	4.0	Drafting Receiver's Final Report to the Court. Various emails to/from B. Stewien re: discovery of mould in rooms due to excessive steam from boiler and delay in electrical repairs due to unforeseen problems in quality of previous wiring. Discussion with B. Stewien re: impact of delay in electrical repairs on timing of ESA inspection scheduled for Monday, December 5, 2015 and request to ESA to sign off on defects that have been rectified. Review and comment on lease from Ecolab. Review previous files in respect of names of restaurant tenants, assets claimed by J. De Luca etc. Forward comments to J. Salmas.

* Staff	Date	Hours	Memo
	12/5/2011	5.0	Document activities. Review and comment on revised CFF. Perform sensitivity analysis. Instructions to B. den Oudsten to prepare Receiver's Certificate and comparison of 10/20/11 repairs schedule to Dec 5/11 repair schedule. Email from C. Gallagher and follow up discussion re: purchaser's concerns with costs to rectify deficiencies identified by Fire Marshal. Forward with comments to J. Salmas. Review of letter provided by ESA re: status of electrical defects. Follow up with B. Stewien as letter is not accurate. Review of revised ESA report, forward to J. Salmas and N. de Cicco. Follow up discussions with S. Kumarana and U. Nadarajah re: same. It appears that the purchasers do not have a copy of Fire Marshal's Report. Discussion with J. Salmas re: fee approval - whether court will approve fees if fees not paid through receivership - and options to seek such relief. Conference call with I. Brady to discuss purchaser's concerns that Fire Marshal's deficiencies will cost \$500K as opposed to \$90K discussed on Fri. and what has changed in process. Status discussion with B. Stewien following purchaser's visit to the Hotel and his meeting with B. Flood from CBRE re appraisal of property. Discussion with B. Stewien re: mould in three rooms and steps and costs of addressing same and status of electrical work. Receipt and review of letter from I. Brady advising that purchasers were not waiving conditions. Conference call with J. Salmas, M. Pisani and N. De Cicco. re: letter from purchasers. J. Salmas and M. Pickett gave a summary of their discussions with the purchaser's counsel on Dec. 2, 2011, the concerns that were raised by the purchaser today, re: costs of rectifying Fire Marshal's issues, today's discussion with I. Brady and receipt of letter. Decision to request a call with I. Brady and U. Nadarajah. (agent for the purchasers) to discuss letter and understand purchaser's position - is this a negotiation tactic or are they no longer interested in purchasing the hotel. Also decided to reach out to other purchasers. Call to C. Gallagher to advise of same. Emails to/from U. Nadarajah to set up conference call for Tuesday morning. Prepare for weekly conference call with GE. Draft Agenda. Review repair schedule and comparison. Instructions to B. Stewien re: insurance.

* Staff	Date	Hours	Memo
	12/6/2011	6.0	Emails to/from B. Stewien to follow up on impact of Fire Marshal's report and ESA Defect Notice on Insurance policy and to determine status of electrical repairs. Email to GE re: delay in weekly conference call. Prepare for weekly conference call with GE. Review and approve CF variance analysis, repair schedule, comparison of repair schedule, email agenda and attachments to GE. Lengthy conference call with U. Nadarajah, I. Brady and J. Salmas to discuss letter from I. Brady advising that purchasers were not waiving conditions. status of Phase 1, financing conditions and reasons for change in position since Friday, December 2, 2011. Forward comparison of deficiencies identified in the Nov 29, 2011 Fire Inspection and the Building audit and property condition assessment. Weekly call with GE to provide update from call with I. Brady and U. Nadarajah and to discuss cash flow variance analysis, repair schedule, update on repair costs and outstanding repairs, mould issues, cash flow forecast and need to borrow a further \$25K. Email to C. Gallagher to reach out to other bidders to determine interest in property. Follow up discussion with C. Gallagher re: same. further discussions with C. Gallagher re: his discussion with U. Nadarajah when he advised that the Receiver was going back out to the previous bidders for the Hotel Quinte. Review and approve payroll for 2 weeks ended Dec 2, 2011. Instructions to B. d Oudsten to update repair schedule that was posted to Dataroom. Update as to which repairs have been completed and paid. Review email from I. Brady to contractor requesting quote for fire code related repairs. Discussion with C. Gallagher and email from I. Brady for further visit to the Hotel to enable contractor to quote on the scope of work in relation to the fire code violations.
	12/7/2011	3.5	Lengthy discussion with U. Nadarajah re: purchaser's position on the hotel. They are very interested in hotel, they feel that their counsel is causing problems. Lengthy discussion with S. Kumarana and R. Vinoharan re: same. Forward Fire Inspection from November 29, 2011 and updated ESA Report. Receipt and review of R&M's commitment letter from Rescue. Discussion with M. Pisani to provide update on discussions with purchaser, his accountant and his agent. Discussion with J. Salmas to advise of same. Various discussions with B. Stewien as to status of various repairs - laundry room, electrical and mould. Updating Receiver's Third Report in draft to reflect G. Prince's comments. Various discussions with and emails to/from B. den Oudsten re: schedules and tables for Receiver's Third Report. Review of schedule of leases. Return call from D. Nowak requesting update. Discussion with U. Nadarajah re: request for architect to tour Hotel Quinte on December 8, 2011. Make arrangements for B. de Oudsten to be on site to meet with architect to tour premises. Update to GE re: Purchasers status re: quantifying costs of remedying fire code violations and Phase I ESA.

* Staff	Date	Hours	Memo
	12/8/2011	5.0	Update Receiver's Report to reflect G. Prince's comments and recent events. Forward same to J. Salmas for review. Documenting activities. Discussion with J. Salmas re: status of deal with R&M and timing. Discussion of possible court dates. Calls to I. Murdoch re: status of Phase I ESA and testing. Voicemail from I. Murdoch advising that on Dec 5, 2011, I. Brady requested that he halt Phase I report. Various calls to U. Nadarajah re: update on architect's tour of Hotel Quinte. Conference call with U. Nadarajah and S. Kumarana re: same, status of due diligence, financing, environmental assessment, Rescom etc. and request conference call between J. Salmas and counsel to Rescom to determine status. Follow up discussion with J. Salmas re: same and next steps. Call with D. Nowak to provide update on activities/events while he was away. Various discussions with B. Stewien re: whether it was necessary to insulate the pipes and boiler and update from architect's visit to hotel. Discussion with B. Stewien re: cost effective way to address mould in three rooms of the hotel, his discussion with Safetec re: need to test for mould. Lengthy conference call with J. Ball to review and discuss his quote, work plan and whether Pinchin's assessment is required. Follow up discussion with G. Prince re: same. Decision that mould had to be addressed. Discussion with B. Stewien re: possibility of using Malcolm Brothers to address mould. Call to C. Gallagher to check on status of rebidding and interest from prior bidders.
	12/9/2011	2.0	Documenting activities. Discussion with C. Gallagher re: update on message to and discussions with other bidders in respect of bid deadline for secondary bid set for Tuesday, December 13, 2011. Receipt and review of email from I. Brady re status of client's due diligence. Draft lengthy email to GE summarizing discussions with purchasers over past two days, letter from I. Brady, discussion with C. Gallagher, discussion with J. Salmas and strategy to lay low for a few days and wait for offers from other bidders.
	12/13/2011	3.0	Review and comment on weekly cash flow variance analysis. Review and respond to email from B. Stewien re: visit to Hotel from contractor, visit to TLC Laundromat, ESA inspection, status of laundry room roof, etc. Follow up discussion re: same. Prepare for and attend weekly conference call. Discussion with B. den Oudsten and B. Stewien re: possible theft at hotel. Advise G. Prince of same. Review estimate liability for HST and GL with B. Den Oudsten. Call to C. Gallagher to check on status of offers. Review revised offer from Amrik Ghuman and compare to previous offer. Email to and discussion with J. Salmas re: same. Email to GE (M. Pisani, D. Nowak and N. De Cicco) re: same and request to schedule meeting. Conference call with D. Nowak re: outstanding property taxes and HST.

* Staff	Date	Hours	Memo
	12/14/2011	2.0	Conference call with GE (M. Pisani, N. De Cicco, & D. Nowak), J. Salmas & B. Stewien re: revised offer, terms of offer, exclusivity clause and impact on negotiations with R&M, strategy and next steps. Follow up discussion with C. Gallagher re: same with instructions - message to U. Nadarajah. Various discussions with B. Stewien and B. den Oudstien re: concerns about possible theft at Hotel Quinte, results of ESA inspections (pass). Discussion with B. Stewien re: mould removal, broken radiator, feedback from contractor visit to Hotel to review fore code issues. Review of HST liability analysis. Follow up discussion with C. Gallagher re: discussion with U. Nadarajah re: visit and reaction to message re: new bidders. Discussion with D. Nowak re: billings.
	12/15/2011	0.3	Email to GE re: status update on C&W message to U. Nadarajah. Discussion with B. den Oudstien re: preparing for termination of Hotel Quinte Manager.
	12/16/2011	4.5	Draft email to GE re: outstanding property taxes. Revise table prepared by B. den Oudstien. Discussion with J. Salmas re: his discussion with I. Brady and request that receiver hold off responding to second bidder until Monday, December 19, 2011. Receiver agreed. Voice mail and follow up discussion with C. Gallagher re: his call from U. Nadarajah requesting a \$275K reduction in the purchase price in respect of the cost of rectifying fire code violations and suggestion of tying any discount to a definitive timeline to close deal. Follow up discussion with J. Salmas re: I. Brady's non-committal re: timing to close deal IF they are able to waive conditions and finalize Receiver's strategy re: not discussing any discount until Purchaser is in a position to waive all conditions. Also, discussed Plan B (if unable to finalize agreement with R&M by Mon, Dec. 19) - ask Amrik Ghuman to relax exclusivity clause in his offer to enable Receiver to work with both Bidders. Various discussions with B. Stewien re: investigation of employee theft, employee termination, replacing manager of hotel, status of mould abatement in three rooms. Discussion with U. Nadarajah. Draft lengthy follow up email to GE re: strategy.
	12/17/2011	0.2	Discussion with B. den Oudstien re: HST liability calculation - treatment of ITCs. Email to/from U. Nadarajah re: missed calls and to schedule conference call on Sunday.
	12/18/2011	0.7	Emails to/from and conference call with S. Kumarana, R. Vinoharan and U. Nadarajah re: status of R&M's due diligence, estimated cost of rectifying fire code violations, request for discount to purchase price and scheduling a conference call with counsel to R&M and Rescue. Follow up email to/from J. Salmas.

* Staff	Date	Hours	Memo
	12/19/2011	3.0	Emails to/from J. Salmas to update and prepare for 9:00am conference call with Purchaser and its counsel. Review and comment on quotes R&M received with respect of costs to rectify fire code violations. Conference call with R. Vinoharan, U. Nadarajah and I. Brady to discuss status, whether Purchaser was able to waive conditions and request for purchase price adjustment. Follow up discussion with J. Salmas re: strategy and acceptable level of price adjustment. Email from I. Brady amending final offer re: purchase price adjustment. Conference call with M. Pisani, D. Nowak and N. De Cicco to discuss final offer and requested purchase price adjustment, timing of sale etc. Follow up discussion with J. Salmas re: timing. Call to U. Nadarajah to confirm receipt of email from J. Salmas. Receipt and review of response from I. Brady. Discussion with J. Salmas re: closing date and counter offer. Receipt and review of letter from I. Brady waiving conditions and confirming timing for closing. Email to GE (M. Pisani, D. Nowak and N. De Cicco) confirming settlement and timing of sale. Discussion with J. Salmas re: the timing of filing the Receiver's Third Report and logistics of paying outstanding property taxes. Review J. Salmas' comments on Third Report. Update Third Report to include recent events. Various discussions with B. Stewien re: status of operations at the Hotel and management transition. Review and approve payroll.
	12/20/2011	4.5	Prepare for conference call. Finalize estimated HST liability. Review and comment on cash flow variance analysis. Prepare agenda. Document activities. Review of insurance coverage details - broker, provide and contact. Provide same to I. Brady. Prepare for and chair weekly conference call with GE and it's counsel. Follow up discussion with N. De Cicco re: pre-receivership HST liability, ITCs, and effect of bankruptcy on same. Review and update Receiver's Third Report. Discussion with J. Salmas re: same. Discussion with C. Gallagher re: update on status of sales, response to Amrik Ghuman re: revised offer. Source and provide insurance details and copy of latest ESA report to Purchaser's counsel.

* Staff	Date	Hours	Memo
	12/21/2011	7.0	Document activities. Continue to edit Receiver's Third Report and Offer Summary to include comments from J. McKenna and G. Prince. Forward copy of same and Amended APA to G. Prince for his review. Review and comment on Amended APA. Forward comments to J. Salmas with an update. Various emails to B. Stewien re: instructions re: closing, dealing with property claim for dishwasher, status of final inspection for laundry room, calculating accruals, etc. Discussion with D. Smith re: amendments to R&D for inclusion in Receiver's report. Conference call with N. De Cicco and J. Salmas to discuss merits of moving court date to approve sale of Hotel from January 10 to January 13 to reduce possibility of appeal given closing on January 17, 2011 and the merits, costs and timing of a separate distribution motion. Follow up discussion with J. Salmas re: same. Discussion re: costs of each motion. Various discussions with and emails to from G. Prince re: comments on latest version of report and amended APA. Discussion with J. Salmas re: G. Prince's comment on the APA.
	12/22/2011	5.0	Review of various emails from J. Salmas on amended and restated APA. Review and discuss G. Prince's comments on amended and restated APA and Receiver's Third Report. Forward and discuss same with J. Salmas. Update Receiver's Report accordingly. Forward Receiver's report to J. McKenna for second partner review. Discuss comments re: same. Incorporate comments from G. Prince and J. McKenna into final report and forward to S. Wilson. Forward copy of Offer Summary to S. Wilson for review and comment and appendix to Receiver's Report. Execute amended and restated APA. Various emails to/from and discussions with B. Stewien re: status of laundry room and Caliber invoice. Emails from K. Kehoe re: same. Review and comment on Motion Materials, Administrative Order and Sale Approval and Vesting Order. Discussion with S. Wilson re: same. Review of revised version of receiver's Report.
	12/23/2011	3.0	Finalizing Receiver's Third Report. Discussion with G. Prince and S. Wilson re: same. Emails from N. De Cicco and N. Abbott re: comments on the report. Review revised motion materials, Approval and Vesting order and Administrative Order with G. Prince. Status update emails from B. Stewien. Email to/from J. Salmas re: opinion on GE's security.
CRITTENDEN LEONORA (CA062724)	11/28/2011	0.1	Filing.
	12/7/2011	0.1	Filing.
	12/12/2011	0.1	Printing monthly R&D and forward same to A. Boulding.
	12/14/2011	0.1	Filing.
	12/19/2011	0.1	Matching the R&D with bank statements ending November 30, 2011.
	12/21/2011	0.1	Filing and photocopying cheques.
MCKENNA JOHN (CA051496)	12/22/2011	0.6	Second partner review of Receiver's Third Report to court and discuss with M. Pickett.

* Staff	Date	Hours	Memo
PRINCE GREG (CA065586)	11/29/2011	0.1	Review conference call agenda. Discussion with M. Pickett.
	11/30/2011	0.4	Various discussions with M. Pickett re: environmental review required by prospective purchaser's lender. Discussions with Pickett re: status of court report draft and timing for review thereof.
	12/2/2011	0.3	Discussion with M. Pickett re: timing for Court report and service for Dec. 15 motion for sale approval. Emails to and from M. Pickett and GE re: extension of deadline for waiver of conditions of purchaser.
	12/8/2011	0.4	Review Bid Summary from M. Pickett. Discussion with M. Pickett re: offer summary and dealings with prospective purchaser.
	12/14/2011	0.1	Discussion with M. Pickett.
	12/21/2011	1.6	Emails to and from M. Pickett re: Receiver's Third Report to Court. Review, revise and provide comments on Receiver's Third Report to Court. Discuss comments to draft Court Report with M. Pickett.
	12/22/2011	2.2	Reviewing, revising and providing comments to M. Pickett regarding draft of Receiver's Third Report to Court. Meet with M. Pickett to discuss changes required to Court report. Review draft form of Court orders being sought in connection with sale approval motion.
	12/23/2011	0.4	Numerous emails to and from M. Pickett re: motion for application for a bankruptcy order. Emails to and from Pickett and GE. Call with M. Pickett. Discuss finalization of Receiver's Third Report to Court with M. Pickett.
	12/28/2011	0.1	Emails to and from M. Pickett re: finalized Receiver's report and materials for service.
TOTAL		311.3	

Expenses

Client	GE Capital Equipment Financing G.P.	60125775
Job	RECEIVER 1733073 Ontario Inc.	C002
Show to date	12/31/2011	

* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description	Post Date
PICKETT MICHELLE	CA023662	11/16/2011	153.07	Mileage Reimbursement: Travel to and from Hotel Pinnacle SL Belleville 154km + 154km = 308km 11/16/2011	Mileage Reimbursement	12/13/2011
STEWIEN BRIAN	CA022898	11/25/2011	220.37	Hertz Car Rental: Rental period: Nov 23 - 25, 2011 Travel to and from Hotel Quinte: 150km x 2 = 300km Travel to and from Hotel Quinte: 150km x 2 = 300km Mileage Reimbursement: Travel from home to cleaners - to hotel - to home 382km round trip	Car Rentals	12/13/2011
		12/6/2011	188.86	Travel to and from Hotel Quinte: 150km x 2 = 300km	Mileage Reimbursement	12/28/2011
		12/8/2011	188.86	Travel to and from Hotel Quinte: 150km x 2 = 300km	Mileage Reimbursement	12/28/2011
		12/12/2011	189.85	Mileage Reimbursement: Travel from home to cleaners - to hotel - to home 382km round trip	Mileage Reimbursement	12/28/2011
		12/13/2011	188.86	Mileage Reimbursement: Travel from home to hotel - to home 180km x 2 = 360km	Mileage Reimbursement	12/28/2011
		12/14/2011	34.23	Beck Taxi: Taxi home from PwC event	Per Diems or Meals	12/28/2011
		12/15/2011	146.13	Dinner: B. den Ousten, B. Slawian - PwC	Per Diems or Meals	12/28/2011
		12/15/2011	189.85	Mileage Reimbursement: Travel from home to cleaners - to hotel - to home 382km round trip	Mileage Reimbursement	12/28/2011
		12/16/2011	45.45	Kelsey's Lunch: B. den Ousten, B. Slawian - PwC	Per Diems or Meals	12/28/2011
		12/19/2011	189.85	Mileage Reimbursement: Travel from home to cleaners - to hotel - to home 382km round trip	Mileage Reimbursement	12/28/2011
		12/19/2011	89.65	No Frits: Hotel Accessories purchased for the hotel (garbage bags, cleaning materials & coffee) ***Personal card was used because Amex was not accepted	Per Diems or Meals	12/28/2011
		12/19/2011	74.03	LCBO: Hotel Accessories purchased for the hotel (2x Red wine, 2x White wine, 2x Champagne) ***Personal card was used because Amex was not accepted	Per Diems or Meals	12/28/2011
		12/19/2011	179.12	Trant Valley Distributors: Hotel Accessories purchased for the hotel (toilet paper and tissues) ***Personal card was used because Amex was not accepted	Per Diems or Meals	12/28/2011
System Administrator - CA	CA999999	12/2/2011	12,601.90	AP EXPENSE FROM HEENAN BLAINE LLP - INVOICE NO 23021615 DATED 2011-11-15	Specialized services	12/2/2011
TOTAL			14,680.08			



Invoice

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario Canada L5N 5P9

PricewaterhouseCoopers Inc.
PwC Tower
18 York Street, Suite 2600
Toronto, ON, Canada M5J 0B2
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215
Contact: Greg Prince
Telephone: +1 416 814 5752
Email: gregory.n.prince@ca.pwc.com

Invoice number:	TR132700227	Account number:	60125829
Invoice date:	February 9, 2012	Payment requested by:	February 24, 2012

FOR PROFESSIONAL SERVICES RENDERED by
PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the
period January 1 to January 27, 2012.

	CAD
Fees	57,751.20
Disbursements (includes legal fees from Heenan Blaikie LLP)	20,753.90
Total fees and disbursements	78,505.10
HST	10,205.67
Total due	88,710.77

Remittance Information

Electronic: HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account name: PricewaterhouseCoopers LLP
Transit no.: 10002:016 Swift code: HKBCCATT CAD account: 064871-001 USD account: 064871-070
Email payment details, including invoice number and amount paid, to: accounts.receivable@ca.pwc.com.

Cheques payable to: PricewaterhouseCoopers LLP Enclose remittance copy of invoice with payment.
Send to: PwC CAC, PwC Tower, 18 York Street, Suite 2600, Toronto, Ontario, Canada M5J 0B2

HST registration # 86747 0486 RT0001

**GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.**

**Time and Disbursements Summary
For the period January 1 to January 27, 2012**

	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
<u>Staff Member</u>			
SENIOR VICE PRESIDENT			
G PRINCE	1.1	600	660.00
VICE PRESIDENT			
M PICKETT	50.3	425	21,377.50
T WEAVER	1.6	425	680.00
MANAGER			
B STEWIEN	72.5	350	25,375.00
SR ASSOCIATE			
D SMITH	6.1	250	1,525.00
B DEN OUDSTEN	81.0	250	20,250.00
ADMINISTRATOR			
N CHTCHERBAKOVA	3.2	175	560.00
A BOULDING	9.6	175	1,680.00
S DE VERNEUIL	0.4	175	70.00
SUPPORT STAFF			
L CRITTEDEN	0.1	115	11.50
	225.9		72,189.00
FEES			72,189.00
Less: Courtesy discount			(14,437.80)
NET FEES			57,751.20
DISBURSEMENTS			
Administration fee			2,887.56
Other disbursements (includes legal fees from Heenan Blaikie LLP)			17,866.34
			20,753.90
FEES AND DISBURSEMENTS:			78,505.10
HST			10,205.67
TOTAL AMOUNT DUE:			88,710.77

Time Details

Client	GE Capital Equipment Financing G.P.
Job	RECEIVER 1733073 Ontario Inc.
Show to date	1/27/2012

* Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	1/3/2012	0.1	Reviewing and approving cheques.
	1/4/2012	0.1	Approving cheques.
	1/6/2012	0.1	Reviewing and approving bank reconciliation for month of November, 2011.
	1/11/2012	0.1	Reviewing and approving cheques.
	1/13/2012	0.1	Arranging website update.
	1/16/2012	0.1	E-mail with D. Smith and file notes regarding T.4s completed.
	1/17/2012	0.3	Discussion with D. Smith and B. Stewien regarding employee issues. Approving cheques.
	1/18/2012	0.1	Approving payroll.
	1/19/2012	0.1	Approving cheques.
	1/23/2012	0.2	Edits to employee termination letter.
	1/24/2012	0.1	Dealing with incoming mail.
	1/26/2012	0.1	Discussion with A. Boulding
	1/27/2012	0.1	E-mails regarding repayment of Receiver's Borrowings.
	1/3/2012	1.8	December 17, 24 & January 5; access bank account on line, create PDF files, email to Bob den Oudsten as requested. Review invoices for payment, discuss with B. Stewien. Post disbursements Newviews, prepare cheque requisition and cheque scribe batch, run cheques, secured signatures, photocopy signed cheques for voucher backup, mail cheques.
BOULDDING ADELAIDE (CA002759)	1/4/2012	0.4	Post disbursement Newviews, prepare cheque requisition and cheque scribe batch, run cheque. Review and print email re payroll. Prepare letter of direction Royal Bank re transfer, secure signatures, scan and email to RBC.
	1/5/2012	0.9	Access account on line, confirm payroll wire transfer, post Newviews, attach backup. Advise B. den Oudsten accordingly. Review utility accounts with Bob den Oudsten.
	1/9/2012	2.2	Post cash receipts for period December 16-January 6 (46 transactions) revise postings for December 12-16. Reconcile Newviews to bank activity report. Print Newviews cash receipts, attach daily transaction records. Advise B. den Oudsten re: missing reports and missing petty cash receipts.
	1/10/2012	0.9	Newviews R&D for period October 1-December 31/11. HST Collected and ITC GL printouts. Reconciled estimated refund as requested by B. den Oudsten. Post disbursements Newviews, prepare cheque requisitions & cheque scribe batch, run cheques.
	1/11/2012	1.4	Post disbursements (11) Newviews, prepare cheque requisitions and cheque scribe batch, run cheques.
	1/16/2012	0.7	Review pre appointment HST returns and GL printouts to assist Bob den Oudsten with filing of the outstanding returns.
	1/18/2012	0.6	Meeting with Bob den Oudsten, discuss pre appointment HST returns, assist with filing and securing new on line access codes.
	1/24/2012	0.7	Phone calls and emails to and from Royal Bank of Canada Toronto and Belleville re Baldwin Lawyers cheque for sale of hotel.
	1/2/2012	0.6	November 2011 bank reconciliation.
	1/12/2012	0.7	Discussions with T. Weaver on how to handle dismissed employee. Confirmation with Michelle Pickett. Update WEPPA and s.81 schedule and Service Canada records with Angela Cartwright's information. Mailing to employee.
SMITH DONALDA (CA007437)	1/13/2012	0.8	Copy and email WEPPA package to Holly McRobert. Update register and schedule with new address. Prepare update for website with receiver orders and new page for bankruptcy.
	1/16/2012	0.3	Follow up on requests from B. Stewien and B. den Oudsten for utility deposits and employee matters.

• Staff				
	Date	Hours	Memo	
	1/17/2012	0.2	Print off Newviews cheques issued for Bob. Review T4s submitted by Ceridian and print off for our records. File in BRS Power.	
	1/19/2012	0.9	Update Service Canada database and mail confirmation to employee as required. Reconcile s.81.4 payments to employees to B. den Oudsten's list. Prepare Journal entry for Newviews to reflect payments through payroll.	
	1/24/2012	0.2	Review Ministry of Labour review. Verbal discussions with Ministry of Labour re: Holly McRobert.	
	1/26/2012	0.1	Review HST account for outstanding refunds.	
	1/27/2012	2.3	Finalize and prepare schedule for terminated employees on WEPP. Update Service Canada's database with final employees. Mailing to employees on WEPP as required. Update WEPP's s.81 schedule with remaining s.81 owed. Update claims register with same. Follow up with remaining employee where no information was provided but showed still owed some vacation pay (s.81).	
DEN OUDSTEN BOB (CA017376)	1/2/2012	7.5	Create budget to actual cash flow and supporting schedules for week of December 26, 2011 including related discussions with L. Hood. Analyze and document forecast variances for week of December 11, for use in weekly update call with GE. Create cash position report as at January 1, 2012. Process and approve invoices received over the holidays. Review payroll for accuracy and regulatory compliance with respect to statutory holiday pay. Make changes to Budget to Actual Cash Flow for the week of December 26, 2011 based on comments received from M. Pickett. Create preliminary short-term cash flow forecast to determine expected cash position upon sale closing on January 17, 2011.	
	1/3/2012	7.5	Detailed review of payroll including coaching Lisa Hood (new manager) through the process of compiling the payroll summary and inputting the information into Ceridian, agreeing to supporting timecards, correcting errors in the calculations, and investigating pre and post receiptship accrual balances for employees who quit. Review support for Nightly Audit Reports for the period December 11, 2011 to January 1, 2011. Meet with C. Chamberlain regarding new mould growth in Hotel suite, to determine potential ways to remedy the situation and prevent future recurrences - including related discussion with B. Stewien Create list of Hotel Quinte vendors for use in calculating purchase price adjustment. Call Veridian, Union Gas and City of Belleville to schedule meter readings on January 17, 2012 (closing of sale) to facilitate proper expense cut-off upon sale. Call Northstar (telephone lease) to determine whether costs are pre-paid or paid in arrears. Call Highland Office Supply to order Toner for Hotel. Provide information on restaurant leases to B. Stewien at request of buyer. Call Global Payments to arrange for account closure on January 17, 2012. Meeting with B. Stewien and M. Pickett to discuss outstanding items prior to sale of Hotel Quinte and transfer of ownership.	
	1/4/2012	5.0	Create employee wage summary for Purchasers. Call utility providers to enquire about deposits held. Contact Lamer Roofing regarding snow removal up until date of sale. Draft letter to Union Gas re: sale and change in ownership of Hotel. Conversations with L. Hood regarding outstanding accounts receivable and gift certificates. Calculation of adjustment to purchase price with respect to property taxes owing. Generate preliminary schedule of adjustments to purchase price, including related communications with vendors to determine policies with regard to cancellations, refunds etc. Draft letters to vendors to inform of transfer of ownership.	
	1/5/2012	2.5	Create budget to actual cash flow and supporting schedules for week of January 2, 2012 including related discussions with L. Hood. Analyze and document forecast variances for week of January 2, for use in weekly update call with GE. Create cash position report as at January 8, 2012. Process and approve newly received invoices. Finalize list of vendors deliverable for Purchasers. Call with Carmichael to discuss status of Boiler inspections.	
	1/6/2012	3.5		
	1/9/2012	7.0		

* Staff	Date	Hours	Memo
	1/10/2012	2.5	Update Budget to Actual Cash flow for the week of January 2 for the changes requested by M. Pickett. Update summary of cash flows from operations up to the week of January 2, 2011. Discussions with CMT to determine estimated HST refund for Q4 2011. Create draft statement of adjustments to purchase price, and related discussions with M. Pickett and B. Stewien Update repairs schedule for latest invoices and information received from contracts.
	1/11/2012	6.5	Meeting with hotel maintenance personnel regarding status of Shannonville room rebuild. Meeting with Hotel management regarding putting laundry room back into service, notice received from MPAC, and change of role under new owners. Purchase hotel supplies. Communications with Allen & Chiu Architects regarding invoice received, and whether it was subcontracted by Pinchin. Review support for nightly audit report for week of January 2, 2011, including communications with hotel management to correct discrepancies. Communications with various customer regarding collection of accounts receivable, including calls to CN Rail, Cruickshank, and Quinte Ballet and meeting with Belleville Intelligence staff. Meeting with Hotel management and staff to prepare for the ownership transfer, especially in regards to guests who will be staying in the hotel through the change in ownership.
	1/12/2012	6.0	Complete 2010 T2 Tax Return for 1733073 Ontario Inc. Complete information for filing of HST returns for Q3 and Q4 of 2010 and Q1 and Q2 of 2011, including related discussions with CMT. Calls and email correspondence with CN Rail, Cruickshank, Quinte Ballet and hotel management regarding efforts to collect outstanding amounts receivable. Conversation with hotel management regarding nature of alleged contra-accounts held by Quinte Ballet, as well as collectability of other accounts. Meeting with M. Pickett and B. Stewien regarding planned approach for collecting or adjusting for amounts receivable. Calls to hotel management and staff regarding consent to provide personal information to buyers.
	1/13/2012	3.0	Communications with T. VanHeddegem of Cruickshank re: amounts receivable, including related conversations with L. Hood. Communications with K. Poitras of CN re: payment of amounts owing. Meeting with B. Stewien to discuss list of action-items in relation to closing of sale. Communications with utilities providing re: meter readings to facilitate account cut-off upon closing of sale. Process and approve post-receivership invoices for payment. Obtain information for liquor licence transfer procedure to M. Pickett. Communication with CMT group and Belleville Water Department re: notice of arrears. Discussion with L. Hood regarding (a) extending the pay final period with Ceridian to include Monday, January 16 and (b) structuring the payout so as to avoid unnecessary costs and additional taxation of employee wages.
	1/16/2012	6.0	Communications with lessors of hotel equipment regarding deposits - for finalization of schedule of adjustments. Communications with CMT group and utilities providers to confirm that there are no outstanding deposits being held. Test and approve payroll - including recalculation of time cards, reasonability testing of hours worked, review of payroll summary and recalculation of remaining pre-receivership vacation pay and related conversations with hotel management. Communications with customers (including Cruickshank, Belleville Intelligence and Quinte Ballet School) regarding amounts owing. Review schedule of adjustments for reasonability with B. Stewien. Contact National Leasing RE: secured claim shown on creditor listing.

* Staff	Date	Hours	Memo
	1/17/2012	7.5	Contact various vendors (including utility providers etc) to inform of delay of sale closing and cancel necessary meter readings. Communications with L. Hood regarding requirements for 2011 tax compliance in relation to payroll, in terms of mailing of T4 slips to employees and documentation to be provided to CMT group. Create budget to actual cash flow and supporting schedules for week of January 9, 2011 including related discussions with L. Hood. Analyze and document forecast variances for week of January 9 for use in weekly update call with GE. Create cash position report as at January 15, 2012. Process and approve newly received invoices. Update repairs schedule to reflect payments received at January 15, 2011. Analyze payment terms of unpaid invoices to determine cash position Address M. Pickett's questions on the Budget-to-Actual cash flow and variance analysis for the week commencing January 9, 2011 including making necessary changes. Preparation of pre-receivership HST returns (Q3 2010 to Q2 2011), including related discussions with CMT group and necessary analysis of company books and records. Communications with L. Hood regarding collection efforts for A/R, payroll payment, and hotel operations. Review and comment on draft Court Report prepared by B. Stewien. Follow up on collectible A/R balances, including conversations with hotel management, and contacts at Cruickshank and the Belleville Intelligence. Conducting a detailed review with B. Stewien of sections of Receiver's fourth report to court related to repairs and operation of hotel. Review and approve post-receivership invoices for payment. Review of pre-receivership vacation pay owing with CMT, so as to ensure accurate amounts are paid out upon closing of the sale. Create budget to actual cash flow and supporting schedules for week of January 16, 2012 including related discussions with L. Hood. Analyze and document forecast variances for week of January 16, for use in weekly update call with GE. Create cash position report as at January 22, 2012. Update repairs schedule to reflect payments received at January 22, 2012. Communication with B. Stewien re: Repairs Schedule at January 22, 2012 and amounts outstanding regarding repairs to be performed by hotel maintenance staff
	1/18/2012	3.0	
	1/19/2012	2.0	
	1/20/2012	4.5	
	1/23/2012	6.5	
	1/25/2012	0.5	
STEWIEN BRIAN (CA022898)	1/2/2012	4.5	Call and emails with L. Hood in respect to the damage to the building caused by the car accident on December 31, 2011. Per L. Hood the damage to the building was minimal. Majority of the damage was caused to the landscape. Emails with L. Hood and D. Smith in respect to J. Petersen's resignation on December 31, 2011. Reviewed the payroll report prepared by L. Hood for the period December 1, 2011 to January 1, 2012. Calls and emails to D. Brown in respect to the laundry room final inspection and the plumbing issues raised by K. Kehoe. D. Brown advised he would perform his final inspection on January 3, 2012 and thereafter issue the report to the Receiver, which is required by K. Kehoe. D. Brown further advised the laundry room should not be used for laundry purposes until the issues had been resolved. He suggested that Koets Plumbing insert a camera into the drain to determine if the laundry room plumbing was connected to the storm water system or the sanitary system. Reviewed the weekly cash-flow commencing December 26, 2011. Reviewed and approved a number of hotel related invoices (utilities and internet). Call with C. Chamberlain to discuss the status of the Shannonville rebuild and the expected date of completion. C. Chamberlain advised the rebuild would take approximately 4-5 uninterrupted days. He further advised Daphne would require a similar amount of time to complete while Kelleher is expected to take 10 days to complete. Attended the weekly conference call with M. Pickett and G.E. to discuss the cash flow and status of the repairs. Call and emails with L. Hood and B. den Ouden in respect to the mold identified in the Hastings room. Call with C. Koets to discuss the laundry room plumbing solutions.
	1/3/2012	2.5	

* Staff

Date	Hours	Memo
1/4/2012	5.0	Inspected the Shannonville rebuild with C. Chamberlain and advised C. Chamberlain of the deadline to complete both Shannonville and Daphne by January 17, 2012. Inspected the laundry room plumbing issues with C. Koets and D. Koets. Met with Trinity Fire at the hotel to inspect the electrical work completed in the laundry room. Met with prospective owners to discuss employee related issues, closing of accounts currently in the Receiver's name and discuss issues with the architect. Call to B. Moon (Occupational Health & Safety) requesting that he lift the building order on the laundry room. Discussion with M. Pickett and B. den Oudsten in respect to the tasks to be performed prior to closing. Conference call with M. Pickett and J. Salmas to discuss the tasks to be performed by the buyer prior to closing. Conference call with M. Pickett, J. Salmas and I. Brady to finalize the information required for closing. Call and email with B. Dunn in respect to cancelling the insurance on January 17, 2012. Call and email to B. Moon in respect to the lifting of the building order raised on the laundry room. Call to Frank (Ecolab) advising him to submit a property proof of claim in respect to the dishwasher located in Cafe Quinte. Calls and emails to L. Hood in respect of the repairs to Shannonville and other adhoc issues. Calls and emails to L. Hood to discuss the status of the repairs to Shannonville. Also assisted L. Hood and C. Chamberlain in resolving the dispute raised by the supplier of the building materials in respect to the wrong materials being delivered. Together with L. Hood prepared a list of potential adjustments to closing sales price. Compared this list with B. den Oudsten's list. Reviewed the final adjustments list prepared by B. den Oudsten. Left a message with Frank (Ecolab) to contact the Receiver in respect to submitting a property proof of claim. Emails and calls with L. Hood and C. Chamberlain in respect to the vending machines, the status of the repairs to the Shannonville room and the list of building materials required for the Daphne room. Emails with K. Kehoe in respect to the laundry room building permit. K. Kehoe requested a copy of the ESA report and a report in respect to the Fire Prevention inspection. Emails with M. Pickett and the buyer in finalizing the vendor listing. Calls and emails with Frank Zuuring (Ecolab) in respect to the Property Proof of Claim. Calls with Ben & Linda (Trinity Fire and Security) in respect to obtaining the partial fire verification report as requested by K. Kehoe (City of Belleville Building Inspector). Participated on the weekly conference call with M. Pickett, the lender and legal counsel to discuss the cash-flow, status of repairs and the closing. Discussion with A. Boulding and B. den Oudsten in respect to the outstanding HST and corporate income tax returns.
1/5/2012	3.0	Calls and emails with M. Pickett and B. den Oudsten in respect to preparing the estimated statement of adjustments. Call with M. Pickett and J. Salmas in respect to L. Hood's employment and the purchaser's decision not to employ her as the General Manager on a permanent basis. Calls and emails to L. Hood in respect to this matter and agreed with her that she would be returning to her front desk position at her previous rate of pay. Call from Ben (Trinity Fire & Security) advising me that an external company would be performing and preparing the partial fire inspection and report in respect to the laundry room per K. Kehoe's request. Calls and emails with L. Hood and B. den Oudsten in respect to collectability of the accounts receivable and the approach to be followed. Call with L. Hood and C. Chamberlain in respect to the status of repairs to the Shannonville and Daphne rooms and whether the repairs could be completed prior to the sale. Emails with D. Chui in respect to his outstanding invoices. Call to M. Chow advising Pinchin was responsible for the D. Chui's invoice as per Pinchin's quotation dated July 9, 2011.
1/6/2012	2.5	
1/9/2012	3.0	
1/10/2012	3.0	
1/11/2012	4.5	

* Staff	Date	Hours	Memo
	1/12/2012	3.0	Followed-up with Ben (Trinity Fire & Security) in respect to the fire certification report for the laundry room. Calls with L. Hood in respect to the property and equipment within the hotel. Prepared property and equipment listings for the restaurants, front desk, boardrooms, Tropicana room and the guest rooms. Contacted each employee requesting permission to provide the purchaser personal information in respect to their wages / salaries.
	1/13/2012	3.0	Call received from Ben (Trinity Fire & Security) to discuss the fire verification certificate. Prepared an email to K. Kehoe advising him of receipt of the certificate. Calls with K. Wannamaker to confirm the number of employees who had signed the consent form to disclose personal information to the purchaser. Emails to the purchaser in respect to the above mentioned emails. Discussion with D. Brown in respect to concerns the amount invoiced by architect D. Chui, for his inspection was excessive - D. Brown agreed. Left a message for D. Chui to call me back to discuss same. Call with D. Smith to discuss the process to be followed in respect to the termination of the hotel staff and WEPPA requirements. Prepared the termination letter.
	1/16/2012	6.0	Reviewed the draft Statement of Affairs prepared by the CMT Group. Calls to S. De Vermeuil to discuss the statement and request changes. Call with M. Pickett to discuss the statement of affairs. Met with K. Kehoe and T. Barek (City of Belleville Building Inspectors) at the City Hall to discuss closing of the building permit. The Receiver was advised that two building permits were open. The first permit relates to the smoke detectors installed in the hallways and the second permit was in respect of the laundry room. The Receiver advised K. Kehoe the smoke detectors had been inspected by both G. Ellis (Belleville Fire Prevention Officer) and D. Scott (Belleville ESA Inspector) and ESA had provided the Receiver with a "passed" certificate. The Receiver emailed K. Kehoe a copy of the certificate. K. Kehoe advised his office still had to perform an inspection with Trinity Fire and Security, the contractor who installed the detectors. The Receiver contacted Ben (Trinity Fire & Security) to contact K. Kehoe to complete the inspection. In respect to the second permit K. Kehoe advised he would not close the permit until the laundry related issues were resolved. The Receiver advised the issues would not be repaired by the Receiver but left for the purchaser. Inspected the Shannonville room repairs with C. Chamberlain. C. Chamberlain advised the room would be completed by January 20, 2012. Calls with M. Pickett in respect to the status of the sale. Advised L. Hood of the delayed closing and requested her to relay the message to the staff.
	1/17/2012	4.5	Preparation and discussions with M. Pickett and T. Weaver of the statement of affairs. Reviewed the PPSA Report as at January 17, 2012. Reviewed the G.E. Canada Equipment Financing G.P. security agreement with 1733073 Ontario Inc. dated June 4, 2007.
	1/18/2012	7.5	Drafting the Receiver's Fourth Report to the Court. Drafting the Receiver's fourth Court Report. Calls and emails with D. Chui and D. Brown in respect to the invoice amount. Call with Trinity Fire & Security Services to schedule an appointment with K. Kehoe. Discussions with T. Weaver in respect to the Statement of Affairs.
	1/19/2012	3.0	Drafting of the Receiver's Fourth Court Report.
	1/20/2012	3.0	Call with J. Ball to discuss the Receiver's Fourth Court Report in respect to the laundry room. Drafting the Receiver's Fourth Court Report. Preparation and discussion with M. Pickett and B.den Oudsten in respect to the estimated statement of adjustments on closing. Discussion with B.den Oudsten in respect to matters to be resolved on closing i.e. utility readings, global payments register, payroll and other ad-hoc matters.

• Staff	Date	Hours	Memo
	1/23/2012	2.5	Updated the estimated statement of adjustments and termination letter based on M. Pickett's comments. Calls and emails to L. Hood in respect to Shannonville repairs, the damaged toilet in the Prince Edward room and the radiator that needs replacing in Quinte room. The Receiver reviewed the invoice received from C. Larmer in respect to the snow removed from the hotel premises and requested L. Hood to verify the number of trips. Calls to P. Lauzer in respect to the scheduled meeting with K. Kehoe at the hotel on January 24, 2012. Reviewed the cash flow for the week commencing January 16, 2012.
	1/24/2012	2.0	Calls to Veridian, Union Gas and City of Belleville requesting the final meter readings be performed and the accounts in the name of the Receiver be closed. Calls and emails to L. Hood to advise her of the Receiver's outstanding responsibilities in respect to payroll, cash in bank, guest revenue and the termination of staff prior to closing.
	1/25/2012	5.0	Review of the payroll calculations and time cards prepared by L. Hood. Inputted the Payroll amounts into Ceridian. Preparation and delivery of termination letters to all hotel staff members. Preparation of letter to the Alcohol and Gambling Commission of Ontario in respect to cancelling the liquor license. Counted the cash in the till located at the hotel premises. Checked out the guests who stayed the night of January 24, 2012 as the Receiver was entitled to this revenue. Calls and emails with Lindsey and Cathy at GSL in respect to the bins located at the hotel. GSL advised the Receiver the bin would be collected on January 26, 2012. Completed the change in ownership form for Cogeco and faxed the form to Sarah at the head office. Calls with M. Pickett in respect to the closing and the duties required by the Receiver at the hotel premises. Met with the purchaser at the hotel premises to advise of the dishwasher not collected by Ecolab and to call Ontario Laundry in respect to the Washer & Dryer. Preparation of schedule of estimated proceeds received on closing. The preparation included calls to M. Pickett, B. den Oudsten and A. Boulding. Participated in weekly conference call with M. Pickett and the lender.
	1/26/2012	2.0	Call with new owner requesting confirmation of transferal of the washer & dryer lease. S. Kumarana advised the Receiver the washer & dryer could not be tested until such time the plumbing issues were resolved. S. Kumarana advised he would contact the Receiver on Monday January 30, 2012 with their decision. Call with J. Ball advising that the outstanding invoice from Caliber would be paid within the next ten days. Call with C. Gallagher advising him that the Receiver had completed the Entity / Corporation Information Form and emailed it to Cushman & Wakefield.
	1/27/2012	3.0	Prepared the Trustee's report for the First Meeting of Creditors. Discussion with D. Smith in respect to the payroll for the period ended January 25, 2012. Called L. Hood to enquire of A. Sanford's employment status. L. Hood advised A. Sanford had ceased working at the hotel in January 2011.
PICKETT MICHELLE (CA023662)	1/2/2012	0.5	Receipt and respond to various emails re: status of operations at hotel.
	1/3/2012	3.0	Review and comment on cash flow variance analysis for the weeks of December 19 and December 26, 2011. Emails to B. den Oudsten and B. Stewien re: same. Follow up on forecasted cash position on closing. Emails to B. Stewien re: car accident at hotel and drainage issue in laundry room. Prepare and forward agenda and attachments for weekly conference call. Review of Appointment order re: receiver's certificates and timing of repayment. Chair weekly conference call. Discussion with B. Stewien re: issues at hotel - drainage in laundry room, mould on gym walls, car accident, inspection of laundry room by occupational health and safety and employee issues. Review, comment on and approve bi-weekly payroll. Discussion with G. Prince re: "as is where is" clause in APA and impact on recent issues at hotel. Discussion with B. den Oudsten re: preparing updated cash flow to closing, preparing closing statement of closing adjustments and scheduling final utility readings etc.

* Staff	Date	Hours	Memo
	1/4/2012	3.0	Discussion with J. Salmas re "as is where is" sale, repayment of borrowings, preparing for closing and closing adjustments and pros and cons of two motions re: distribution. Discussion with S. Kumarana re: closing items. Follow up discussion with J. Salmas re: same and to schedule a call with I. Brady and S. Kumarana. Meeting with B. Stewien and B. den Oudsten to discuss preparation for closing - preparation of adjustments, vendor list, employee profile etc.
	1/5/2012	1.5	Prepare list of items for closing agenda and discuss with B. Stewien and B. den Oudsten. Discussion with J. Salmas re: sale approval hearing and maerave injunction. Conference call with I. Brady and J. Salmas re: closing agenda, adjustments etc. Emails to/from S. Wilson re: copy of amended APA. Review and comment on employee profile prepared for purchaser. Forward to J. Salmas. Email from B. Stewien re: Insurance.
	1/6/2012	1.0	Review of various schedules and estimated adjustments re: closing - calculation of outstanding and accrued property taxes, etc.
	1/8/2012	0.2	Receipt and respond to emails from B. Stewien and J. Salmas re: closing - list of vendors, employees. Receipt and respond to email from D. Nowak re: status of receiver's certificates.
	1/9/2012	3.0	Respond to D. Nowak re: question on status of funds under Receiver's certificate - had they been received by PwC. Follow up with M. Karunaratne re: same. Documenting activities. Email to/from N. Abbot requesting executed copy of amendment to loan agreement. Forward N. Abbott's response to J. Salmas. Review and comment on vendor list for purchaser. Discuss same with B. Stewien. Review and comment on Closing Agenda as prepared by Purchaser. Discussion with J. Salmas re: same. Discussion with J. Salmas re: guarantor's position on motion to approve sale of hotel. Dealing with various hotel operational matters (signing off on laundry room building permit by City of Belleville, rooms with mould) and preparing for sale. Review and comment on version 2 of the Closing Agenda as provided by the purchaser. Follow up on Draft Statement of Adjustments. Emails to/from I. Brady re: employees being offered employment by purchaser. Email to B. Stewien re: same. Emails to/from B. den Oudsten re: status of outstanding boiler inspections. Review and comment on weekly cash flow variance analysis.
	1/10/2012	2.0	Prepare for and attend weekly conference call - agenda, CF variance analysis etc. Review forecast of cash balance as at closing and needed borrowings. Review and comment on statement of adjustments, review and comments on cash generated by operation YTD. Discussion with J. Salmas re: HST Tax election - debtor doesn't have funds to pay HST on closing. Discussion with B. Stewien and B. den Oudsten re: status of repairs, preparing for closing, terminating contracts, final utility reading etc., determine HST receivable to date, forecasted cash balance on closing, latest repairs schedule, equipment list and dishwasher claimed by Ecolab.

Date	Hours	Memo
1/11/2012	3.0	Discuss draft closing adjustments, equipment list and tax calculations with G. Prince. Discuss amendments with B. Stewien. Forward copies to J. Salmas to forward to Purchaser. Emails to/from I. Brady re: employee retention by purchaser. Discussion with J. Salmas re: outstanding documents, employment offers and change in acting General Manager's employment under the new owner. Discuss same with B. Stewien. Review and authorize correspondence to acting General Manager. Follow up discussion with J. Salmas re: same Discussion with U. Nadarajah re: closing items. Discussion with J. Salmas re: whether GE needed to get court approval to petition Hotel Quinte into bankruptcy or require approval of receiver. Follow up discussion with J. Salmas re: same. Follow up on funds from Receiver's certificate. Review of equipment listing. Discussion with B. Stewien re: same. Email to/from D. den Oudsten re: Hotel Quinte logo. Forward Statement of Adjustments, property tax calculation and equipment list to J. Salmas to forward on to purchaser.
1/12/2012	2.0	Documenting activities. Email to/from N. Abbott to determine whether GE has an executed copy of the amendment to the loan agreement. Follow up email to D. Nowak re: same. Following up on the status of \$25,000 in receiver's borrowing wired from GE. Email to /from D. Smith re: payment of vacation pay owed to former hotel manager and WEPPA claim. Discussion with J. Salmas re: treatment of outstanding accounts receivable under definition of guest revenue under APA. Various emails re: whether counsel to guarantor has indicated whether he will be opposing motion to approve sale on Dec 13, 2012. Discussion with B. Stewien re: L. Hood moving from manager to front desk role upon the sale of the hotel. Receipt and review of confirmation of co-operation and representation emailed by U. Nadarajah. Discussion with C. Gallagher re: confirmation of co-operation and representation requested by U. Nadarajah. Instructions to B. Stewien to update inventory of room furniture and equipment. Review and comment on same. Forward to purchaser re: J. Salmas. Email and discussion with B. Stewien re: purchaser's request for personal information on Hotel employees. Instructions to B. Stewien to seek employee's prior approval to release same to purchaser. Emails to/from B. Stewien/B. den Oudsten re: purchaser's inquiry re: outstanding water bill at the Hotel. Email to/from J. Salmas re: confidentiality agreement with guarantor to release purchaser price to guarantor to avoid opposition to sale. Execute confidentiality agreement and return to J. Salmas. Update call with J. Salmas re: status of sale. I. Brady expecting packet of documents from Rescom, lender to the Purchaser. I. Brady didn't think any conditions precedent remained outstanding. Emails to B. den Oudsten to follow up on status of water invoice, email to J. Salmas re same. Email to B. den Oudsten re: liquor licence. Email from C. Gallagher re: agreement with ReMax. Email re: spelling of Selvanyaki. Prepare for and attend at court for Motion to approve Sale of Assets and vesting order. Discussion re: accounts receivable. Discussion with J. Salmas re: statement of adjustments, closing agenda and confirming spelling of name of purchasers. Emails to/from GE reporting on Court approval of sale. Addressing purchasers request for contract details for employees being hired by Purchaser. Discussions with and emails to/from B. den Oudsten re: outstanding AR balance and adjustment to purchase price.
1/13/2012	3.0	
1/14/2012	0.5	Document management.

* Staff	Date	Hours	Memo
	1/16/2012	5.0	Document activities. Email to B. den Oudsten re: adjustments to purchase price. Email to B. Stewien re: agenda items for next court report. Email to B. Stewien re: adjustment items such as lease deposits. Review of liquor license transfer and contract out request from purchaser. Discuss same with A. Makovskis and concern re: liability for liquor license in the interim period. Email from J. Salmas re: review of closing agenda items. Review of revised statement of adjustments. Forward copy of same to J. Salmas to provide to purchaser. Following up on status of any deposits provided to utility companies. Discussion with J. Salmas re: call with I. Brady advising that purchaser's do not have sufficient cash to close sale and request that receiver accept a secured promissory note in the amount of \$400,000. Conference call with I. Brady, R. Vinoharan and J. Salmas to discuss reason for shortfall and options to close deal. Discussion with U. Naderajan to try to understand the purchaser's last minute shortfall in funds - is it a delay tactic? Conference call with GE (M. Pisani, N. De Cicco, and D. Nowak) and J. Salmas to discuss purchaser not having sufficient cash to fund purchase price and purchaser's request that receiver accept a secured promissory note for the balance of the purchase price. Discussion with B. Stewien to advise in delay in closing of sale of hotel.
	1/17/2012	4.0	Email to B. den Oudsten re: status of variance analysis for prior week and cash flow forecast if sale doesn't close as schedule - status of cash flow. Review and approve payroll. Various discussions with J. Salmas re: status of sale. Email to/from and discussion with B. Stewien re: mould discovered in another room. Review of documents forwarded by I. Brady - support for R. Vinoharan's assets to support sale. Update conference call with GE (M. Pisani, N. Di Cicco and D. Nowak) re: whether purchaser has come up with a solution to address the cash shortfall in the purchase price, next steps etc. Email from J. Salmas re: status of appraisal of R. Vinoharan's principle residence. Follow up call to S. Kumarana to discuss the shortfall in the purchase price and discuss increasing the cash component of the purchase price by \$200K, leaving a \$200K secured promissory note. Follow up discussion with S. Kumarana offering \$100K cash and \$300K secured promissory note, with another \$100K payment within one month and timing of closing sale. Push to increase immediate cash component to \$200K. Follow up discussion with J. Salmas re: estimated timing to draft the security documentation to close sale. Follow up discussion with J. Salmas re: whether \$100K is coming from Sandwich Box promissory note or whether these funds are available to fund purchase. Discussion with S. Kumarana re: R. Vinoharan taking out a second mortgage on the Hotel Quinte in order to raise additional cash to close sale. Also discussed the timing of repayment of the secured promissory note - 90 days to sell house and repay promissory note. Review formal offer from counsel to purchaser to pay additional \$200K in cash with a secured promissory note in the amount of \$210K. Discussion with J. Salmas re: same, details on security on principal residence of R. Vinoharan (appraised value, equity, 2nd mortgage on hotel, consent of Rescom, and timing of repayment of promissory note) timing for closing date and extension fee of \$5K per week. Email to J. Salmas to confirm amount of Rescom advance.

* Staff	Date	Hours	Memo
	1/18/2012	3.0	Review and comment on weekly cash flow. Consider cash flow for next week if sale doesn't close. Email to B. Stewien to review invoices from Pinchin and Caliber re: possibility of taking discounts. Review of email from S. Kumarana attaching mortgage documentation from R. Vinoharan. Follow up discussion with S. Kumarana to understand where purchaser is on being able to fund the purchaser and suggested new closing date of Friday, January 20, 2012. Forward mortgage documentation to J. Salmas. Discussion with J. Salmas re: same. Decision to reach out to M. Page (counsel to purchaser) to understand purchaser's financial position and ability to close transaction on Jan 20, 2012. Voicemail to M. Pisani to provide update on same. Follow-up telephone discussion with M. Pisani to provide update on status of sale. Review of estimated closing summary from M. Page indicating \$300K shortfall despite raising additional \$200K in cash over past two days. Email to J. Salmas with comments. Conference call with M. Page, R. Vinoharan and J. Salmas to understand shortfall and discuss other sources of funding to reduce shortfall to \$200K, status of appraisal on Vinoharan home, status of financing from Rescom, probability of repayment of promissory note from Sandwich box. Discussion with B. Stewien and B. den Ouden re: outstanding invoices and issues in payment of Pinchin invoice re: laundry room. Email to/from with M. Wilson (Pinchin) to schedule call to discuss invoices. Discussion with J. Salmas re: next steps and support of GE. Agree to another one day extension to closing date of sale.
	1/19/2012	1.6	Receipt and review of second mortgage documentation. Draft email to M. Pisani to confirm strategy with respect to sale of hotel. Discussion with M. Wilson re: Asbestos Management Plan and status of outstanding invoices.
	1/20/2012	2.5	Finalize email to M. Pisani confirming GE's support for strategy to complete sale of Hotel Quinte. Follow up email from D. Nowak confirming same. Various discussions with D. Kumarana and J. Salmas to finalize terms of closure of sales and timing of same. Review of email from M. Page indicating that Rescom funds are only available until Monday, Jan 20, 2012. Conference call with D. Nowak and N. Di Cicco to discuss strategy and timing of closing of sale. Discussion with J. Salmas re: closing date of Jan 21, 2012 as opposed to Jan 20, 2012. Update B. Stewien and B. den Ouden accordingly. Instructions to update statement of adjustments for new closing date. Review and comment on statement of adjustments. Document activities.
	1/22/2012	1.0	Follow up on status of execution page of amended loan agreement between 1733073 Ontario Review and comment on draft employee termination letter on closing of sale. Review and comment on revised Statement of Adjustments re: change in closing date. Email to B. Stewien with comments. Email to M. Wilson re: review and comment on Asbestos Management Plan. Review draft income tax return for F2010.

* Staff	Date	Hours	Memo
	1/23/2012	3.5	Discussion with D. Nowak re: execution page of amendment to loan agreement. Receipt and review of same, forward copy to J. Salmas. Review and comment on termination letter to employees. Email to B. Stewien re: same. Review and comment on Bring Down Certificate - email to S. Wilson to change name of vendor to receiver. Various discussions with and emails to/from J. Salmas re: closing for sale. Various discussions with S. Kumarana re: same. Review and forward revised Statement of Affairs to J. Salmas to reflect change in closing date. Emails to/from B. Stewien re: attending at hotel to finalize sale. Various false starts. Discussions with CMT re: transfer of sale proceeds into bank account and to verify whether funds had been transferred. Forward guarantee, promissory note and APA amending agreement to N. De Cicco for comment. Discussion with J. Salmas re: same. Emails to/from N. De Cicco re: guarantee, promissory note and amended APA. Emails to/from C. Gallagher re: status of sale. Execute documents. Forward to J. Salmas.
	1/24/2012	4.0	Review of Promissory Note, guarantee and amendment to APA. Review and respond to email from N. De Cicco re: Promissory Note, guarantee and amendment to APA and various questions on the closing. Provide Purchaser with wire details to forward purchase price. Various discussions with J. Salmas re: closing of sale - mortgage issues, beneficial ownership of home, timing of receipt of funds, listing of purchaser personal property, status of Blackhawk financing, timing and delay in Rescom providing funding, Rescom's requirement to hold funds in escrow until title has been transferred and registered and the delay in the sale until January 25, 2012. Review of MLS listing for purchaser's property. Review and comment on various closing documents. Various discussions with S. Kumarana re: status of closing. Review and execute closing documents on behalf of the Receiver. Forward to J. Salmas. Discussions with B. Stewien re: status of closing and whether he needs to travel to Belleville to transfer hotel. Twice B. Stewien left to go to Belleville and was called back as sale was not going to close today. Discussion with CMT to determine whether funds have been transferred to receiver's account. Call and email to GE (N. De Cicco, D. Nowak and M. Pisani) to advise that sale would not close today. Closing sale.
	1/25/2012	1.5	Review and approve final payroll. Discussion with B. Stewien re: closing activities, and shortfall in till, guest revenue from prior evening. Revised Statement of Adjustments to reflect change in closing date and impact on taxes, prepaid, fees etc. Emails to/from J. Salmas re: confirming receipt of funds from purchaser. Email from bank confirming same. Follow up with RBC in Belleville to confirm that final payment had been deposited into the account. Discussion with B. Stewien re: liquor licence and Purchaser's assumption that it was being transferred. Review of funds summary from Rescom holding back unpaid taxes. Emails to/from B. Stewien re: books and records the Receiver may need and access to same after sale and Purchaser's interest in assuming washer & dryer lease. Review confirmation that final payment has been received in the deposited to the receiver's account and the mortgage has been registered. Email to GE advising sale has closed. Emails to/from B. Stewien Purchaser waiting on document confirming that sale has closed. Emails to/from GE and J. Salmas to schedule post closing discussion. Draft agenda for same. Email to J. Salmas to follow up on independent legal opinion. Emails to/from D. Nowak re: payout of Receiver's borrowings. Review and comment on letter to AGCO terminating liquor licence.

* Staff	Date	Hours	Memo
	1/26/2012	1.0	Instructions to B. Stewien re: accounting for closing. Review and comment on schedules. Emails to/from C. Gallagher (C&W) re: status of sale and payment of C&W fees from deposit. Prepare for and chair conference call with GE to report on closing of sale, estimated amount and timing of Interim distribution, repayment of borrowings under receiver's certificate and next steps re: motion to approve receiver's activities, interim and final distribution and conditional discharge. Follow-up discussion with J. Salmas re: same. Emails to/from D. Nowak re: payout. Review and comment on payout statement for funds borrowed under Receiver's Certificates. Emails to D. Nowak re: same. Forward revised payout statement to CMT for payment. Follow up discussion with D. Smith re: differences in dates of wire payments. Follow up with D. Nowak re: same. Receipt, review and forward revised payout statement from D. Nowak to D. Smith. Email to J. Salmas re: motion date for distribution and discharge.
CHTCHERBAKOVA NATALIA (CA028708)	1/16/2012	0.1	Access bank account line, create PDF file and email to Bob den Ouden
	1/17/2012	0.8	Post disbursements in Newviews, prepare cheque requisition and cheque scribe batch, run cheque. Secure signatures, photocopy signed cheque for voucher backup, mail cheques.
	1/18/2012	0.4	Prepare a letter to the bank authorizing a wire transfer to Centidian for payroll PP3, secure signatures, scan, fax to the bank, obtain receipt confirmation from the bank
	1/19/2012	0.4	Post disbursements in Newviews, prepare cheque requisition and cheque scribe batch, run cheque. Secure signatures, photocopy signed cheque for voucher backup, mail cheques.
	1/23/2012	1.1	Post disbursements in Newviews, prepare cheque requisition and cheque scribe batch, run cheque. Secure signatures, photocopy signed cheque for voucher backup, mail cheques.
	1/25/2012	0.2	Print RBC statements for 2 weeks and post all unrecorded debits and credits to Newviews
	1/26/2012	0.2	Arrange for Courier of L. Hood's cheque to Hotel Quinte as per B. Stewien's email direction
CRITTENDEN LEONORA (CA062724)	1/11/2012	0.1	Prepare cheque for Hotel employee and arrange for it to be couriered
PRINCE GREG (CA065586)			Sorting bookkeeping documents and filing same.
	1/5/2012	0.1	Update discussion with M. Pickett
	1/9/2012	0.2	Discussion re: status of file.
	1/11/2012	0.2	Review draft Statement of Adjustments re: Real estate sale. Meet with M. Pickett.
	1/19/2012	0.2	Update meeting with M. Pickett re: closing of sale.
	1/20/2012	0.3	Update meeting with M. Pickett re: closing of sale.
	1/24/2012	0.1	Update discussions with staff.
DE VERNEUIL SARA (CA027594)	1/27/2012	0.4	Attend to banking
TOTAL		225.9	

Expenses

Client	GE Capital Equipment Financing G.P.				60125775
Job	RECEIVER 1733073 Ontario Inc.				C002
Show to date	1/27/2012				
* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description
DEN OUDSTEN BOB	CA017376	12/6/2011	723.62	Trips to Belleville and back for Hotel Quinte on December 6, 7, 15/16 (overnight), and January 3, 2012. 182km each way. 182km/leg * 2 legs/route * 4 round trips = 1456 km	Mileage Reimbursement
System Administrator - CA	CA999999	1/24/2012	16,168.61	A/P EXPENSE FROM HEENAN BLAIE LLP - INVOICE NO 23024275 DATED 2011-12-13	Specialized services
UNPROCESSED - NEED TO ACCRUE AND INCLUDE IN BILLING:					
* STEWIEN BRIAN	CA022898	12/28/2011	188.86	Mileage Reimbursement for travel to Hotel Quinte: (please see Google Map) 190km x 2 = 380km	Mileage Reimbursement
*	12/28/2011		40.34	Staples: Supplies for Hotel Quinte	Supplies - Office
*	12/28/2011		46.57	No Frills: Supplies for Hotel Quinte	Supplies - Office
*	12/28/2011		92.41	LCBO: Hotel Quinte Supplies	Supplies - Office
*	12/28/2011		132.37	Trent Valley Distributors Ltd. Hotel Quinte Supplies	Supplies - Office
*	1/4/2012		188.86	Mileage Reimbursement for travel to Hotel Quinte: (please see Google Map) 190km x 2 = 380km	Mileage Reimbursement
*	1/16/2012		188.86	Mileage Reimbursement for travel to Hotel Quinte: (please see Google Map) 190km x 2 = 380km	Mileage Reimbursement
*	1/16/2012		29.34	Applebees: Lunch:	Per Diems or Meals
*	1/16/2012		66.50	B. Stewien, B. den Ousten The Bull & Boar: Dinner:	Per Diems or Meals
TOTAL			17,866.34		



Invoice

Mr. Michael Pisani, Vice President, Workout Leader
GE Capital Equipment Financing G.P., on behalf of
1733073 Ontario Inc.
2300 Meadowvale Blvd.
Suite 100
Mississauga Ontario Canada L5N 5P9

PricewaterhouseCoopers Inc.
PwC Tower
18 York Street, Suite 2600
Toronto, ON, Canada M5J 0B2
Telephone: +1 416 863 1133
Facsimile: +1 416 365 8215
Contact: Greg Prince
Telephone: +1 416 814 5752
Email: gregory.n.prince@ca.pwc.com

Invoice number:	TR132700246	Account number:	60125829
Invoice date:	February 14, 2012	Payment requested by:	February 29, 2012

FOR PROFESSIONAL SERVICES RENDERED by
PricewaterhouseCoopers Inc., as Receiver of 1733073 Ontario Inc., for the
period January 28 to February 12, 2012.

	CAD
Fees	9,252.40
Disbursements (includes legal fees from Heenan Blaikie LLP)	22,372.22
Total fees and disbursements	31,624.62
HST	4,111.20
Total due	35,735.82

Remittance information

Electronic: HSBC, 70 York Street, Toronto, Ontario, Canada M5J 1S9
Account name: PricewaterhouseCoopers LLP
Transit no.: 10002016 Swift code: HKBCCATT CAD account: 064871-001 USD account: 064871-070
Email payment details, including invoice number and amount paid, to: accounts.receivable@ca.pwc.com.
Cheques payable to: PricewaterhouseCoopers LLP *Enclose remittance copy of invoice with payment.*
Send to: PwC CAC, PwC Tower, 18 York Street, Suite 2600, Toronto, Ontario, Canada M5J 0B2

HST registration # 86747 0486 RT0001

GE CAPITAL EQUIPMENT FINANCING G.P.
RE: 1733073 ONTARIO INC.

Time and Disbursements Summary
For the period January 28 to February 12, 2012

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
VICE PRESIDENT			
M PICKETT	11.8	425	5,015.00
T WEAVER	0.9	425	382.50
MANAGER			
B STEWIEN	11.0	350	3,850.00
SR ASSOCIATE			
D SMITH	4.7	250	1,175.00
ADMINISTRATOR			
N CHTCHERBAKOVA	2.2	175	385.00
A BOULDING	4.2	175	735.00
SUPPORT STAFF			
L CRITTEDEN	0.2	115	23.00
	35.0		11,565.50
FEES			11,565.50
Less: Courtesy discount			(2,313.10)
NET FEES			9,252.40
DISBURSEMENTS			
Administration fee			462.62
Other disbursements (includes legal fees from Heenan Blaikie LLP)			21,909.60
			22,372.22
FEES AND DISBURSEMENTS:			31,624.62
HST			4,111.20
TOTAL AMOUNT DUE:			35,735.82

Time Details

Client GE Capital Equipment Financing G.P.
Job RECEIVER 1733073 Ontario Inc.
Show to date 2/12/2012

Staff	Date	Hours	Memo
WEAVER TRACEY (CA002224)	1/30/2012	0.2	E-mails and discussions regarding repayment of borrowings. Approving wire to repay borrowings.
	2/2/2012	0.2	Checking status of HST refund and instructions to A. Boulding. Approving payroll.
	2/8/2012	0.2	Edits to reminder letter to employees regarding S81.
	2/9/2012	0.3	Reviewing and approving bank reconciliation for month of December 2011. Reviewing and approving cheques. Checking HST issue.
BOULDING ADELAIDE (CA002759)	1/30/2012	0.9	Review October-December disbursements, calculate HST due on sales, prepare HST return.
	2/2/2012	0.6	Discussion with T. Weaver re HST Refunds. Review and respond to email from M. Pickett re HST refunds. Revise postings re: sale of hotel.
	2/6/2012	0.3	Phone call Canada Revenue re status of outstanding refunds, request release.
	2/9/2012	2.4	Review payments made to Caliber, calculate third draw amount, review invoices to be paid. Post cash disbursements (9) Newviews, prepare cheque requisition and cheque scribe batch, run cheques. Review cash receipts schedule received, discuss missing deposit with N. Chichevskova.
SMITH DONALDA (CA007437)	1/31/2012	1.1	Work with B. Stewien on revising payroll and vacation schedule for final pay approval by M. Pickett.
	2/1/2012	0.4	Update claims register and Service Canada database with employee claim received. Mail confirmation to employee as required. Confirm to T. Weaver net s.81 liability and number of employees that have yet to file proofs of claim.
	2/2/2012	1.6	Prepare wire transfer for final payroll and follow up with RBC to expedite asap. Post to Newviews. Reconcile December 2011 bank statement to Newviews.
	2/8/2012	0.8	Draft letter to employees to file claim and prepare schedule of employees who will receive letter.
STEWIEN BRIAN (CA022898)	2/9/2012	0.8	Mailing to employees to request that they file a proof of claim.
	1/30/2012	1.5	Calls and emails with C. Gallagher in respect to information required by Cushman & Wakefield. Scanning of Receiver's certificates for CMT's purposes. Document management.
	1/31/2012	3.0	Calls with and emails to/from L. Hood, D. Smith and M. Pickett in respect to the payroll for the period ended January 25, 2012. Updated the vacation calculations per the payroll summary prepared based on the discussions and emails.
			Call and a follow-up emails with L. Hood requesting the new owners advise whether they were assuming the lease for the washer and dryer. Calls and emails with C. Gallagher in respect to the individual FINTRAC form requested by Cushman & Wakefield. The Receiver advised C. Gallagher the Receiver would not be completing the form as PwC does not execute documents in respect of the receivership in its personal capacity. Document management

Staff	Date	Hours	Memo
PICKETT MICHELLE (CA023662)	2/1/2012	2.5	Calls and emails to L. Hood in respect to whether the new owners of the hotel would be assuming the lease for the washer and dryer. Call to E. Rockarts to confirm whether the TSSA inspection of the boiler had been completed. Review of outstanding invoices with A. Boulding. Prepared a summary of the invoices for M. Pickett's review.
	2/3/2012	1.0	Discussion with M. Pickett in respect to the outstanding Caliber invoice and the cost relating to the damaged wire located on the laundry room and the Receiver's position that Caliber were responsible for the cost of the repairs of the damaged wire but the Receiver were willing to agree on a 50% split considering the support Caliber had provided throughout the file and the costs of litigation in respect to same. Call with J. Ball advising of the above. Call with P. Lauzer to discuss his thoughts as to whether the wire on the laundry room was in fact illegal. P. Lauzer agreed to call D. Scott (ESA) to seek his opinion on the matter. Left a message for M. Wilson to contact the Receiver in respect to the Asbestos Management Plan. The Receiver was satisfied with the report and therefore requested a final version thereof. Review and discussions with A. Boulding and M. Pickett of the outstanding invoices. Call to L. Hood advising that C. Chamberlain's outstanding expenses would be paid on February 10, 2011. Call from the new owner in respect to the liquor licence, leaking pipe in the boiler room and the guest rooms not renovated after the removal of the mould. Prepared a letter to Caliber Environmental advising of short payment Document management.
	2/9/2012	3.0	
	1/31/2012	0.5	Discussion with J. Saltnas re: timing of receiver's next motion, filing of reports and sections of report.
	2/1/2012	1.0	Discussion with B. Stewien re: outstanding items in receivership. Review and approve payroll and outstanding vacation pay. Review and approve outstanding invoices. Comment on income tax return and forward to B. den Ouden. Discussion with N. De Cicco re: timing of court hearing for receiver's motion to wind up receivership, status of GST returns, tax returns etc. File management and documentation in respect of the closing of the sale of the Hotel.
	2/2/2012	1.0	Review outstanding vendor invoices. Discussion with J. Saltnas re: motion date and issue with Caliber and impact of short paying Caliber invoice to recover cost of reconnecting power at Hotel Quinte after Caliber cut the wire when working on the roof. Follow up with A. Boulding re: status of HST returns. Review and respond to emails re: HST election. Follow up status of insurance policy on Hotel Quinte. Instructions to cancel insurance on Hotel. Management of closing documents. Review of fax from travel industry re: commission. Discussion with B. Stewien re: same. Review revised tax return for 2010 - forward to T. Weaver for finalization. Follow up with B. Stewien re: issue of power cable on laundry roof that was cut by Caliber. Drafting Receiver's Fourth Report to Court. Drafting Receiver's Fourth Report to Court. Emails to/from N. DeCicco and D. Novak. Emails to/from C. Gallagher re: completing forms for Fintrac. Discussion with J. Saltnas re: next court report and approval of receiver's fees.
	2/3/2012	0.3	
	2/4/2012	1.0	
	2/6/2012	1.0	
	2/7/2012	0.5	

Staff	Date	Hours	Memo
	2/8/2012	1.5	Various emails in respect of closing documents and copy of HST return. Email to B. Stewen re: status of receipt of purchasers initial deposit and payment of broker fee. Draft Receiver's Fourth Report.
	2/10/2012	5.0	Drafting Fourth Report. Dealing with outstanding invoices. Emails and calls to/from Caliber. Review of M.L.S housing for status of sale of Sutragint Ramesh's house. Instructions to B. Stewen re: document management.
CHITCHERBAKOVA NATALIA (CA028708)	1/30/2012	0.9	Calculate interest on borrowings, crosscheck with statement provided by client, prepare a letter of direction to repay the borrowings, obtain copies of receiver's certificates and other pertinent documents, secure signatures, scan email and fax instructions to the bank. post repayment of borrowings in Newviews, print copy of posting for backup.
	1/31/2012	0.1	Filing of GST/HST return online.
	2/2/2012	0.2	Login to online banking, print up-to-date account activity report, email to manager.
	2/6/2012	0.2	Scan and email outstanding bills to B. Stewen for approval, email correspondence re: same
	2/9/2012	0.3	send request to RBC team to investigate the missing bank deposit. Post disbursement in Newviews, prepare cheque requisition and cheque scribe batch, run cheque.
	2/10/2012	0.5	Secure signatures, photocopy signed cheque for voucher backup, mail cheques. correspondence via email with B. Den Ouden re: employees cheque, print label and send cheque accordingly.
CRITTENDEN LEONORA (CA062724)	1/30/2012	0.1	Filing.
	2/7/2012	0.1	Filing.
TOTAL:		35.0	

Expenses

Client	GE Capital Equipment Financing G.P.				60125775
Job	RECEIVER 1733073 Ontario Inc.				C002
Show to date	2/12/2012				
* Staff	Staff Code	Exp Date	Exp Amt	Exp Desc	Exp. Code Description
System Administrator - CA	CA999999	1/24/2012	21,909.60	A/P EXPENSE FROM HEENAN BLAIKIE LLP - Specialized services INVOICE NO 23028608 DATED 2012-01-27	
TOTAL	21,909.60				

ONTARIO SUPERIOR COURT OF JUSTICE (COMMERCIAL LIST)
IN THE MATTER OF THE RECEIVERSHIP OF

1733073 ONTARIO INC.

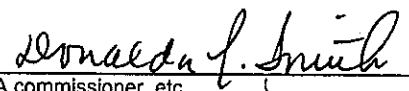
TIME SUMMARY

Time summary and applicable standard rates

<u>Staff Member</u>	<u>Number of Hours</u>	<u>Hourly Rate</u>	<u>Amount \$</u>
SENIOR VICE PRESIDENT			
G PRINCE	43.0	600.00	25,800.00
M ARLETTE	0.5	600.00	300.00
J MCKENNA	2.1	600.00	1,260.00
R CHAPMAN	0.5	500.00	250.00
VICE PRESIDENT			
M PICKETT	597.3	425.00	253,852.50
T WEAVER	12.6	425.00	5,355.00
MANAGER			
N LABBE	121.7	350.00	42,595.00
J REIMCHE	2.5	350.00	875.00
L WILKS	4.8	350.00	1,680.00
J DAVIDSON	278.0	350.00	97,300.00
B STEWIEN	372.5	350.00	130,375.00
SENIOR ASSOCIATE			
J DAVIDSON	293.5	250.00	73,375.00
D SMITH	45.1	250.00	11,275.00
B DEN OUDSTEN	538.5	250.00	134,625.00
ASSOCIATE			
W YAO	3.5	175.00	612.50
A BOULDING	71.8	175.00	12,565.00
N CHTCHERBAKOVA	5.4	175.00	945.00
S DE VERNEUIL	0.4	175.00	70.00
W PITTMAN	10.7	155.00	1,658.50
A CHIANG	10.0	155.00	1,550.00
J CECHI	0.3	155.00	46.50
S BHIMANI	15.2	155.00	2,356.00
SUPPORT STAFF			
	17.9	115.00	2,058.50
TOTAL	2447.8		800,779.50
Less: Courtesy Discount			(130,501.05)
Net Fees			670,278.45

Average Hourly Amount \$ 273.83

This is Exhibit "C" referred to in the
Affidavit of Tracey Weaver sworn before
me this 22nd day of February, 2012.


A commissioner, etc.

Donald Pauline Smith, a
Commissioner, etc., Province of Ontario,
for PricewaterhouseCoopers Inc.,
Exhibit April 28, 2014.

Appendix F

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

BETWEEN:

**GENERAL ELECTRIC CANADA REAL ESTATE FINANCE INC.
and G.E. EQUIPMENT FINANCING G.P.**

Applicant

- and -

1733073 ONTARIO INC.

Respondent

**AFFIDAVIT OF KENNETH D. KRAFT
(Affirmed February 21, 2012)**

I, **KENNETH D. KRAFT**, of the City of Toronto, in the Province of Ontario,
SOLEMNLY AFFIRM AND SAY THAT:

1. I am a partner with Heenan Blaikie LLP ("**Heenan Blaikie**"), and as such have knowledge of the matters to which I hereinafter depose. Unless I indicate to the contrary, the facts herein are within my personal knowledge and are true. Where I have indicated that I have obtained facts from other sources, I believe those facts to be true.

2. Pursuant to the Order of the Honourable Justice Mesbur dated May 27, 2011 (the "**Receivership Order**"), PricewaterhouseCoopers Inc. was appointed the receiver (the "**Receiver**") of all the assets, undertakings and properties of 1733073 Ontario Inc. ("**1733073**") acquired for, or used in relation to, a business carried on by 1733073 (the "**Property**") pursuant to Section 101 of the *Courts of Justice Act* (Ontario) and Section 243(1) of the *Bankruptcy and Insolvency Act* (Canada).

3. Since the date of the Receivership Order, Heenan Blaikie has been doing legal work as independent counsel to the Receiver. The total amount of professional fees being claimed for work performed by Heenan Blaikie for the Receiver during the period May 24, 2011, to January 31, 2012, inclusive (the “**Fee Period**”) is CAD \$163,737.60 plus disbursements of CAD \$5,553.35 plus Harmonized Sales Tax of CAD \$21,926.59, totalling CAD \$191,217.54. Attached hereto as **Exhibit “A”** to this Affidavit are true copies of all invoices rendered by Heenan Blaikie on a periodic basis during the Fee Period, inclusive of details of the individuals involved in the administration of 1733073 and the hours and applicable rates claimed.

4. I estimate that a total of \$10,000 to \$15,000 of professional fees will be incurred for the period of February 1, 2012, to the date upon which the administration of the receivership of 1733073 is finalized. This estimate does not include professional fees and expenses that may be incurred in order to enforce the promissory note dated January 25, 2012, in the principal amount of \$295,000 (the “**Promissory Note**”) issued by 2310561 Ontario Inc. (the “**Purchaser**”) in favour of the Receiver, or otherwise in respect of the satisfaction of the outstanding amounts owing by the Purchaser to the Receiver as currently evidenced by the Promissory Note.

5. Attached hereto as Exhibit “**B**” is a schedule summarizing each invoice in Exhibit “**A**”, the total billable hours charged per invoice, the total fees charged per invoice and the average hourly rate charged per invoice.

6. Attached hereto as Exhibit “**C**” is a schedule summarizing the respective years of call and normal billing rates of each of the solicitors and law clerks at Heenan Blaikie who acted for the Receiver.

7. To the best of my knowledge, the rates charged by Heenan Blaikie throughout the course of these proceedings are comparable to the rates charged by similar other law firms in the Toronto market for the provision of similar services. However, as an accommodation to the Receiver and the primary secured creditor, Heenan Blaikie agreed to discount its fees by 20% for this particular matter.

8. The hourly billing rates outlined in Exhibit "C" to this affidavit are comparable to the hourly rates charged by Heenan Blaikie for services rendered in relation to similar proceedings.

AFFIRMED BEFORE ME at the City
of Toronto, in the Province of Ontario
on February 21, 2012

A Commissioner, etc.



Kenneth D. Kraft

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4
T. 416 360.6336
F. 416 360.8425

LAWYERS

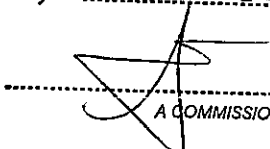
N^o 23010532

Page 1

June 22, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON M5H 1G8

This is Exhibit "A" referred to in the
affidavit of KENNETH O KRAFT
AFFIRMED
sworn before me, this 21st
day of FEBRUARY 2012

A COMMISSIONER FOR TAKING AFFIDAVITS

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending May 31, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
May 24, 2011	Review draft report of proposed Receiver and discuss comments with J. Salmas	KKR	0.20
May 24, 2011	Reviewed correspondence from M. Pickett; Reviewed and commented on draft pre-filing report of proposed receiver; Discussions with M Pickett re draft proposed receiver's report	JS	1.40
May 30, 2011	Reviewed correspondence from M. Pickett; Reviewed issued and entered appointment order; Discussions with clerk re registration of order on title of Hotel Quinte; Reviewed and commented on draft Acknowledgement & Direction re receivership order registration; Discussions with M. Pickett re access to books and records of debtor; Correspondence to Teplitsky	JS	1.80
May 31, 2011	Discussions (several) with M. Pickett re access to debtor books and records; Discussions (several) and correspondence to Teplitsky re access to debtor books and records;	JS	1.20

FEES

- Kraft, Kenneth David	(0.20 hours @ \$ 760.00)	\$ 152.00
- Salmas, John	(4.40 hours @ \$ 650.00)	\$ 2,860.00

\$ 3,012.00

LESS: DISCOUNT

(602.40)

\$ 2,409.60

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

PAYABLE UPON RECEIPT

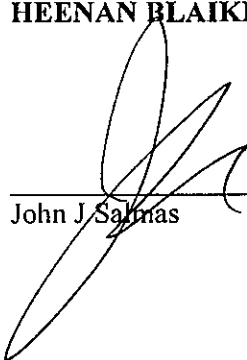
Heenan Blaikie LLP

N° 23010532

Page 2

SUB-TOTAL	\$ 2,409.60
HST (13%)	\$ 313.25
AMOUNT DUE	\$ 2,722.85

HEENAN BLAIKIE LLP



John J. Salinas

TERM:

Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4
T: 416 360.6336
F: 416 360.8425

LAWYERS

N° 23012427

Page 1

July 15, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Center
Toronto, ON
M5K 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending June 30, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
June 1, 2011	Discussions with M. Pickett re drafting of form of non-disclosure agreement; Began drafting form of Non-Disclosure Agreement re engagement of realtors	JS	0.90
June 1, 2011	Email exchanges and forward to J. Salmas form of confidentiality agreement and brief discussion with him	KKR	0.20
June 2, 2011	Receive instructions from J. Salmas regarding liquor license issue; Review leases and consider liquor license legislation; Draft letters to tenants regarding use of liquor license; Call to M. Pickett; Review and respond to emails	SAW	3.60
June 2, 2011	Obtained a Profile Report for 1769143 Ontario Inc., and 1733073 Ontario Inc. as per S. Wilson's request	BG	0.40
June 2, 2011	Correspondence to M. Pickett re form of Non-Disclosure agreement re realtor engagements; Correspondence from M. Pickett re liquor licence matters; Correspondence to Receiver re registration of receivership order on title of Hotel Quinte; Reviewed hotel restaurant leases; Discussions with S. Wilson re cease and desist letters re liquor sales at hotel restaurants	JS	1.90

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

FILE

June 3, 2011	Draft and revise letters to former tenants; Email to M. Pickett; Review letter from J. Kulathungam and emails regarding same	SAW	0.70
June 3, 2011	Obtained a Profile Report for 1066056 Ontario Inc. as per S. Wilson's request	BG	0.20
June 3, 2011	Reviewed drafts of cease and desist letters involving former tenants; Correspondence from Teplitsky; Telephone conversations with Teplitsky; Correspondence to Teplitsky re service of alcohol at Silk Route restaurant	JS	1.10
June 6, 2011	Meet with J. Salmas regarding notice to tenants in respect of new leases; Review notice of assignments of rents and attached Schedule A; Draft letters to tenants regarding status of new leases	SAW	2.00
June 7, 2011	Discussion with client re receivership - questionable lease history - providing advise	MW	0.40
June 7, 2011	Discuss letters to tenants with J. Salmas and M. Warsh and revise same	SAW	2.10
June 7, 2011	Discuss with J. Salmas issues dealing with potential old and new lessors and how to preserve claims against original and subsequent lessors	KKR	0.10
June 8, 2011	Discuss letters to tenants in respect of overdue rent with J. Salmas and revise same; Email to M. Pickett; Review and respond to email from M. Pickett	SAW	2.00
June 8, 2011	Reviewed listing of outstanding books and records provided by receiver; Correspondence to N. Abbot re Hotel Quinte and PwC involvement pre-receivership order; Discussions with S. Wilson re demand letters in connection with the payment of restaurant rent; Reviewed draft demand letters; Began drafting responding letter to Teplitsky and demand of outstanding books and records	JS	1.60
June 9, 2011	Discuss letters to tenants with J. Salmas; Call with M. Pickett in respect of letters to tenant; Finalize letters to tenants	SAW	2.00
June 9, 2011	Edited responding letter to Teplitsky seeking production of books and records; Discussions (several) with Receiver	JS	1.10
June 10, 2011	Review correspondence from J. Binavince, discuss with J. Salmas and draft responding letter; Instruct B. MacKenzie with respect to responding to email from J. Binavince; Instruct B. MacKenzie with respect to compiling service list; Call from M. Pickett regarding letters from J. Binavince	SAW	0.70

June 10, 2011	Reviewed correspondence from tenant counsel; Discussions with S. Wilson re tenant counsel letters; Correspondence to M. Pickett re tenant counsel letters	JS	0.60
June 13, 2011	Discuss response from J. Binavince with J. Salmas; Review email from J. Binavince regarding proposed occupation rent	SAW	0.30
June 13, 2011	Telephone conversation with J. Binavince; Discussions with M. Pickett re interim occupation rent arrangements	JS	0.80
June 14, 2011	Review email from J. Binavince	SAW	0.10
June 14, 2011	Correspondence to and from tenants' counsel re restaurant operations; Discussions with M. Pickett re restaurant operations; Reviewed leasing agreements	JS	0.60
June 15, 2011	Review correspondence from Teplitsky Colson and discuss same with J. Salmas	SAW	0.20
June 15, 2011	Correspondence from Teplitsky re outstanding books and records; Discussions with M. Pickett re restaurant issues	JS	0.50
June 16, 2011	Review email from J. Binavince	SAW	0.10
June 17, 2011	Calls to and from J. Binavince regarding gas issue and review and respond to emails regarding same; Call to and from M. Pickett regarding gas line issue and review emails regarding same; Discuss termination of leases with J. Salmas; Conference call with GE regarding termination of leases; Emails to J. Binavince; review and respond to M. regarding first report of the Receiver	SAW	3.20
June 17, 2011	Discussion with S. Wilson; Correspondence to and from J. Binavince; Telephone conversation with M. Pickett and S. Wilson re gas issues at hotel property; Attended telephone conference conversation with S. Wilson, the Receiver, GE and GE's counsel re Union Gas issues at Hotel Quinte	JS	1.30
June 19, 2011	Review email from J. Binavince and emails to M. Pickett regarding same; Draft notice of motion and draft order with respect to termination of the leases	SAW	4.30
June 20, 2011	Discuss draft notice of motion and draft order with J. Salmas and revise same; Call to M. Pickett	SAW	2.50
June 20, 2011	Reviewed correspondence from J. Binavince; Reviewed and commented on materials re Notice of Motion and draft order re termination of lease agreements; Discussions (several) with M. Pickett; Discussions with S. Wilson	JS	1.10

June 21, 2011	Draft email to J. Binavince; Discuss motion to terminate leases with J. Salmas; Email to N. Abbott; Prepare Commercial List request form and instruct B. MacKenzie with respect to same; Contact court with respect to booking time for motion; Review and respond to email from J. Binavince; Call from M. Pickett	SAW	0.80
June 21, 2011	Correspondence to and from J. Binavince re operation of restaurants; Reviewed lease agreements; Discussions with M. Pickett re responses to tenants; Discussions with M. Pickett re health and safety issues in respect of Hotel Quinte restaurants; Reviewed Fire Marshal's report; Discussions with M. Pickett re other violations at property location	JS	1.70
June 22, 2011	Discussions (several) with M. Pickett; Reviewed correspondence from Receiver to DeLuca re health and safety issues re restaurants; Reviewed draft correspondence to GE re Union Gas issues and health and safety matters; Telephone conversations (several) with J. Binavince re restaurant issues	JS	1.50
June 23, 2011	Discuss motion to terminate leases with J. Salmas; Research and review caselaw regarding termination of agreements by receiver	SAW	1.70
June 23, 2011	Discussions (several) with M. Pickett; Reviewed correspondence from Fire Marshal re recent inspection; Amendments to form of non-disclosure agreement; Correspondence to Receiver re non-disclosure agreement	JS	1.40
June 24, 2011	Emails regarding booking motion in respect of termination of leases; Book court time regarding termination of leases	SAW	0.50
June 27, 2011	Discuss termination of lease motion with J. Salmas	SAW	0.10
June 27, 2011	Correspondence to and from J. Binavince re court time re lease matters	JS	0.20
June 28, 2011	Discuss strategy to move forward on leases with J. Salmas and S.A. Wilson	KKR	0.20
June 28, 2011	Office conference with S. Wilson re research of case law where court-appointed receiver can terminate leasehold interests	JA	0.60
June 28, 2011	Discussions with S. Wilson re ability of court-appointed receiver to terminate real property leases; Correspondence to Receiver; Discussions (several) with M. Pickett re termination motion; Reviewed and commented on draft Receiver's report; Amendments to notice of motion and form of order; Discussions with S. Wilson re litigation materials and caselaw research; Correspondence to and from J. Binavince re property matters	JS	2.60

June 28, 2011	Review and consider caselaw in respect of termination of leases; Discuss research in respect of termination of leases with J. Salmas and draft email to M. Pickett regarding same; Discuss motion in respect of leases with J. Salmas and K. Kraft; Revise draft Receiver's Report; Instruct J. Alter with respect to researching termination of leases; Research the determination of a lease as invalid	SAW	7.80
June 29, 2011	Research permissibility of Receiver to terminate leasehold interests in absence of prospective buyer	JA	3.10
June 29, 2011	Discussions with M. Pickett; Amendments to draft Receiver's report; Reviewed caselaw re termination of leases; Discussions with M. Pickett re validity of 2008 and 2009 leases; Discussions with S. Wilson; Messages to N. Abbot re proposed termination motion; Attended telephone conference conversation involving Gowlings, Receiver and GE	JS	2.50
June 29, 2011	Attend chambers appointment for rescheduling purposes; Research the validity of leases subsequent to mortgage; Call with N. Abbot; Call with D. Nowak and N. Abbot regarding motion for termination of leases; Draft notice of motion from GE to terminate leases	SAW	4.80
June 30, 2011	Correspondence to and from Gowlings re termination motion; Discussions with S. Wilson re scheduling matters; Reviewed and amended notice of motion and form of order; Discussions with J. Binavince; Discussions with Gowlings re motion timing	JS	1.50
June 30, 2011	Revise draft notices of motion; Discuss booking chambers appointment to reschedule motion with J. Salmas; Review email from J. Salmas regarding rescheduling motion; Emails from N. Abbott; Review and respond to emails regarding draft report	SAW	1.50

FEES

- Kraft, Kenneth David	(0.50 hours @ \$ 760.00)	\$ 380.00
- Salmas, John	(22.90 hours @ \$ 650.00)	\$ 14,885.00
- Warsh, Monty	(0.40 hours @ \$ 595.00)	\$ 238.00
- Wilson, Sara-Ann	(41.00 hours @ \$ 350.00)	\$ 14,350.00
- Student(s)	(3.70 hours @ \$ 195.00)	\$ 721.50
- Law clerk(s)	(0.60 hours @ \$ 190.00)	\$ 114.00

\$ 30,688.50

Heenan Blaikie LLP

N^o 23012427

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LESS: DISCOUNT

(6,137.70)

\$ 24,550.80

DISBURSEMENTS (TAXABLE)

- Delivery	\$ 62.60
- Photocopies	\$ 212.70
- Profile Report	\$ 54.00
- Search of Title Fees & Disbursements	\$ 71.00
- Stationery - Binding	\$ <u>10.00</u>

\$ 410.30

DISBURSEMENTS (NON TAXABLE)

- Closing Fees & Disbursements (non-taxable)	\$ <u>71.30</u>
--	-----------------

\$ 71.30

SUB-TOTAL

\$ 25,032.40

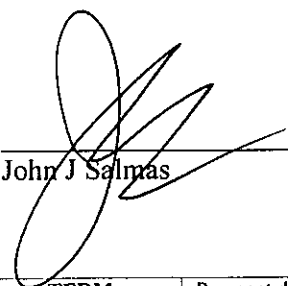
HST (13%)

\$ 3,244.95

AMOUNT DUE

\$ 28,277.35

HEENAN BLAIKIE LLP



John J. Salmas

TERM:

Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

FILE

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
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Toronto, Ontario M5H 2T4
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LAWYERS

N^o 23015123

Page 1

August 25, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON
M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending July 31, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
July 4, 2011	Correspond with court regarding adjourning July 8th motion; Email to counsel regarding adjournment of motion	SAW	0.40
July 4, 2011	Correspondence to J. Binavince re scheduling matter; Discussion with Receiver	JS	0.60
July 5, 2011	Review caselaw regarding mortgagee's right to terminate subsequent lease and consider same; Email to N. Abbott regarding GE's motion; Email to L. Van Soelen regarding research and caselaw; Draft notice of motion and draft order sales process motion	SAW	3.80
July 5, 2011	Reviewed and commented on amended draft receiver's report; Reviewed and commented on draft GE materials re termination of leases; Discussions with Receiver; Internal discussions	JS	1.50
July 6, 2011	Review and respond to emails; Discuss status of Receiver's report with J. Salmas	SAW	0.20
July 6, 2011	Discussions with the Receiver; Correspondence to Gowlings re Receiver's Report; Correspondence from Gowlings; Correspondence from J. Binavince re scheduling termination motion	JS	0.90
July 7, 2011	Continue drafting Notice of Motion and draft Order for sales process motion; Review and consider email from J. Binavince; Review emails regarding service of materials	SAW	1.00

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

FILE

July 7, 2011	Correspondence to and from Receiver; Discussions with Receiver; Reviewed draft asbestos report; Received draft model assessment report; Correspondence from tenants counsel	JS	1.10
July 8, 2011	Correspondence and discussions with Receiver; Correspondence from Hotel GM; Reviewed correspondence re fire marshal report; Received correspondence from Receiver re draft report	JS	1.20
July 10, 2011	Review draft of GE Materials	SAW	0.50
July 11, 2011	Discuss GE's motion materials with M. Pickett; Call with M. Pickett; Review and revise draft Receiver's report and discuss same with J. Salmas; Revise affidavit and notice of motion in respect of termination of leases motion and emails regarding same; Review and respond to emails regarding sales process materials	SAW	5.90
July 11, 2011	Reviewed and commented on GE draft litigation materials; Reviewed Quinte Executive Apartments leases; Comments on draft Receiver's Report; Commented on GE litigation materials; Correspondence and discussions with Receiver	JS	1.40
July 12, 2011	Revise sales process court materials and email to G. Prince and M. Pickett regarding same; Email from L. Van Soelen and review revised court materials in respect of motion to terminate leases; Revise draft notice of motion affidavit in respect of termination of leases; Discuss revisions to sales process materials with J. Salmas and revise same	SAW	3.00
July 12, 2011	Correspondence and discussions with Receiver; Discussions with S. Wilson re sales process motion materials; Reviewed and commented on sales process materials; Reviewed and commented on GE motion materials; Discussion with N. Abbott re GE motion	JS	1.80
July 13, 2011	Revise revised GE motion materials and discuss same with J. Salmas	SAW	0.30
July 13, 2011	Discussions with Receiver; Correspondence to J. Binavince re fire marshal report; Correspondence to Gowlings re comments on GE motion record; Correspondence to and from tenants counsel; Reviewed amended draft report; Reviewed and commented on GE motion materials; Comments on draft Receiver's Report	JS	2.30
July 14, 2011	Reviewed and commented on draft Receiver's report; Discussions with Receiver; Finalized Receiver's report; Discussions with Gowlings; Correspondence to Gowlings	JS	1.60
July 15, 2011	Discuss services list with J. Salmas; Email to L Van Soelen regarding service list and instruct I. Rowe with respect to same	SAW	0.30

July 15, 2011	Reviewed Quinte service list; Dealt with service list issues; Internal discussions re service of Receiver's report; Correspondence from Gowlings; Discussions with Receiver	JS	1.10
July 17, 2011	Review and respond to emails regarding service of report; Review and respond to email from J. Salmas regarding security opinion; Review emails from M.Pickett regarding security opinion	SAW	0.20
July 18, 2011	Coordinate service of Receiver's report	SAW	0.40
July 18, 2011	Ordered a certified PPSA for 1733073 Ontario Inc. as per S. Wilson's request	BG	0.30
July 18, 2011	Correspondence to service list re GE motion and Receiver's report; Reviewed and commented on Cushman listing agreement; Discussions with Receiver	JS	0.60
July 19, 2011	Review and respond to emails regarding service of motion materials	SAW	0.20
July 19, 2011	Correspondence to Gowlings; Discussions with Receiver; Correspondence from Gowlings	JS	0.50
July 20, 2011	Call from M. Pickett regarding sales process motion	SAW	0.20
July 20, 2011	Correspondence from J. Binavince; Correspondence to and from Gowlings	JS	0.40
July 21, 2011	Check court availability and email regarding same; Emails regarding booking sales process motion; Book court time for sales process motion	SAW	0.50
July 21, 2011	Receipt of instructions from S. Wilson; Preparing Continuing Matter Form; Scanning and emailing to Commercial List office	PR	0.30
July 21, 2011	Correspondence from Teplitsky Colson; Correspondence to Gowlings; Setting receiver sales process motion	JS	0.40
July 22, 2011	Conference with S. Wilson	TK	0.10
July 22, 2011	Email regarding court time for sales process motion; Review and respond to emails from J. Salmas regarding demand letter; Discuss security opinion with T. Kiru and email regarding same	SAW	0.40
July 22, 2011	Correspondence from Receiver; Discussions with Receiver; Reviewed Quinte Executive Apartment lease; Internal discussions re demand letters; Discussions re Hotel Quinte security opinion; Reviewed final listing agreement	JS	1.10
July 25, 2011	Review correspondence from S. Wilson; Review Application Record and documents; Conference with S. Wilson; Instructions to conveyancer	TK	2.30
July 25, 2011	Telephone discussion with J. Salmas re lease and rights to terminate	MG	0.30

July 25, 2011	Discuss drafting termination letter and demand letter and service of sales process materials with J. Salmas; Draft termination letter to Quinte Executive Apartments; Discuss revisions to draft termination letter with J. Salmas and revise same; Revise draft materials for sales process motion; Review and consider emails from tenants; Draft demand letter to Silk Route chef; Revise draft letters and email to M. Pickett	SAW	2.40
July 25, 2011	Discussions with Receiver re demand letters; Reviewed correspondence from A. Jinah; Internal discussions and comments on draft termination letters; Reviewed correspondence re Building Audit	JS	1.30
July 26, 2011	Conference with conveyancer; Review subsearch of title and review charge and assignment of rents in favor of GE	TK	1.30
July 26, 2011	Discuss revisions to draft letters with J. Salmas; Discuss service of motion materials with J. Salmas; Call to L. Van Soelen regarding service list; Review emails from M. Pickett; Call from M. Pickett; Revise draft materials for sales process motion; Revise draft letters to tenant and Silk Route chef	SAW	1.50
July 26, 2011	Reviewed and commented on draft Receiver's second report; Reviewed agenda for GE update call; Attended GE update call; Correspondence and discussions with Gowlings re lease termination motion; Discussion with Receiver; Circulated draft sales process litigation materials; Comments on draft demand letters; Internal discussions re demand letters	JS	2.30
July 27, 2011	Review various emails from L. Van Soelen regarding GE motion and service list and discuss same with J. Salmas; Call with L. Van Soelen and N. Abbott regarding scheduling termination of lease motion	SAW	0.70
July 27, 2011	Correspondence to and from Gowlings; Internal discussions re service list; Discussions with Receiver; Dealing with service list issues; Reviewed final 2nd report; Correspondence to Gowlings re scheduling issues; Finalized demand letters; Discussions with and correspondence to J. Binavince	JS	1.80
July 28, 2011	Review GE security documents; draft security opinion; Review PPSA searches and summarize same	SAW	3.50
July 28, 2011	Correspondence to and from J. Binavince; Discussions with Receiver; Correspondence to and from A. Jinah re prayer group issues; Revised field review; Correspondence re GE termination motion	JS	1.60
July 29, 2011	Review correspondence; Conference with conveyancer	TK	0.30

Heenan Blaikie LLP

N° 23015123

Page 5

July 29, 2011	Revise draft opinion and email to T. Kiru regarding same	SAW	0.50
July 29, 2011	Correspondence to and from A. Jinah; Discussions with Receiver;	JS	1.50
	Correspondence to and from J. Binavince and Teplitsky Colson;		
	Correspondence to and from Gowlings re scheduling GE motion;		
	Internal discussions re Hotel Quinte's security opinion		

FEES

- Gammone, Marco	(0.30 hours @ \$ 415.00)	\$ 124.50
- Kiru, Tony	(4.00 hours @ \$ 575.00)	\$ 2,300.00
- Salmas, John	(25.00 hours @ \$ 650.00)	\$ 16,250.00
- Wilson, Sara-Ann	(25.90 hours @ \$ 350.00)	\$ 9,065.00
- Law clerk(s)	(0.30 hours @ \$ 190.00)	\$ 57.00
- Law clerk(s)	(0.30 hours @ \$ 210.00)	\$ 63.00
		\$ 27,859.50

LESS: DISCOUNT

(5,571.90)

\$ 22,287.60

DISBURSEMENTS (TAXABLE)

- Computer search services	\$ 386.88
- Court Agent	\$ 17.00
- Delivery	\$ 193.27
- Fax	\$ 105.00
- Photocopies	\$ 560.40
- Secretarial Charges	\$ 105.00
- Stationery - Binding	\$ 250.00
- Travel Expenses	\$ <u>44.24</u>
	\$ 1,661.79

DISBURSEMENTS (NON TAXABLE)

- Filing fees	\$ 143.95
- PPSA Search	\$ <u>12.50</u>
	\$ 156.45

SUB-TOTAL

\$ 24,105.84

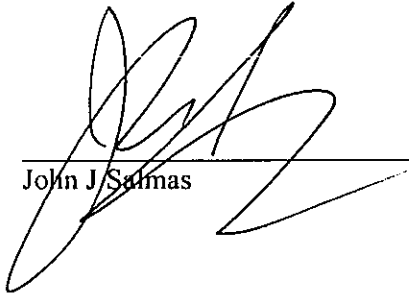
HST (13%)

\$ 3,113.43

AMOUNT DUE

\$ 27,219.27

HEENAN BLAIKIE LLP



John J. Salmas

TERM:	Payment due upon receipt in accordance with section 33 of the <i>Solicitors Act</i> . Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered
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We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.
--

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4
T. 416 360.6336
F. 416 360.8425

LAWYERS

N° 23016705

Page 1

September 16, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending August 31, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
August 2, 2011	Draft notice of motion for approval of Receiver's First Report	SAW	0.70
August 2, 2011	Discuss motion for tomorrow and strategy issues	KKR	0.10
August 2, 2011	Correspondence from Receiver re Quinte Executive Apartments departure; Discussions with Receiver re QEA lease	JS	0.40
August 3, 2011	Discuss status of various outstanding items with J. Salmas	SAW	0.20
August 3, 2011	Preparation for sales procedure motion; Attended court re adjournment of sales procedure motion; Correspondence to Minden Gross; Discussions with Receiver	JS	1.50
August 4, 2011	Revise draft notice of motion for approval of Receiver's First Report; Draft order dated for approval of Receiver's First Report; Discuss next day's motion with J. Salmas; Review various emails from J. Kulathungam; Draft factum for GE motion	SAW	2.70
August 4, 2011	Email exchanges with J. Salmas on issues for tomorrow's hearing and continuing to keep reports referenced in materials from being disclosed to guarantor	KKR	0.10
August 4, 2011	Correspondence to and from Teplitsky; Reviewed draft guarantor affidavit; Preparation re sales process motion; Discussions with Receiver; Attended weekly update call with GE; Correspondence to QEA re lease and departure of prayer group; Discussions and correspondence from Receiver re patio matters; Discussions with J. Binavince re restaurants patio matters	JS	2.10
August 5, 2011	Review search and draft opinion letter; Prepare amendments to opinion letter	TK	1.80

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

FILE

August 5, 2011	Research for S. Wilson re retrieving UK case from Westlaw	LR	0.10
August 5, 2011	Continue drafting factum for GE motion; Research and consider caselaw in respect of mortgagee's rights to terminate tenancy	SAW	2.10
August 5, 2011	Discuss strategy for today's hearing with J. Salmas and email exchanges with him	KKR	0.20
August 5, 2011	Reviewed draft report re repair matter; Reviewed structural engineer report; Attended at sales procedure motion; Correspondence to and from J. Binavince re structural issues re patio	JS	2.10
August 8, 2011	Continue drafting factum; Review and consider caselaw with respect to mortgagee's rights vis-a-vis subsequent tenants	SAW	3.00
August 8, 2011	Discuss with J. Salmas strategy in regard to reports referenced but not attached and whether to bring motion to seal or wait to see material tenants' counsel files	KKR	0.20
August 9, 2011	Revise draft factum for GE motion; Email to group enclosing draft factum; Finalize Notice of Motion and draft order for approval of First Report	SAW	1.30
August 9, 2011	Discussions re service of materials re lease termination motion; Discussions with the Receiver re patio structure; Discussions with tenants' counsel re patio issue; Reviewed and commented on draft factum	JS	0.80
August 10, 2011	Discuss service notice of motion with J. Salmas; Update service list	SAW	0.40
August 10, 2011	Revisions to factum; Correspondence to and from J. Binavince re patio issue; Discussions with Receiver re motion and patio matter; Reviewed correspondence re amended notice of motion; Reviewed affidavit of J. DeLuca; Discussions with Gowlings	JS	0.90
August 11, 2011	Review and consider affidavit of J. De Luca; Review various emails between J. Salmas and P. Shea; Discuss amendments to GE notice of motion with J. Salmas; Review amended notice of motion	SAW	0.80
August 11, 2011	Correspondence re examinations of affiants; Discussions and correspondence to and from Receiver re tenants' responding motion record; Discussions and correspondence to and from Gowlings; Reviewed draft Cartwright affidavit	JS	1.10
August 12, 2011	Correspondence and discussions with Gowlings re motion; Correspondence to and from Receiver	JS	0.90
August 13, 2011	Review and respond to email from J. Salmas	SAW	0.20

August 15, 2011	Prepare notice of motion and First Report for service; Instruct B. MacKenzie with respect to service of notice of motion and First Report; Email T. Kiru regarding status of security opinion; Review draft Supplement to the First Report; Conference call with M. Pickett and G. Prince regarding Supplement to First Report; Revise draft Supplement to the First Report	SAW	3.50
August 15, 2011	Internal discussions re Quinte security opinion; Correspondence re the scheduling of examination and motion	JS	0.60
August 16, 2011	Discuss service of supplemental report and other outstanding issues with J. Salmas; Check court availability; Revise supplemental report and email to J. Salmas; Further revise supplemental report and emails to and from J. Salmas regarding same	SAW	1.70
August 16, 2011	Correspondence re scheduling of examinations and motion; Reviewed agenda re weekly update call; Correspondence to Gowlings re scheduling matters; Discussions with receiver re health and safety matters; Correspondence to J. Binavince re health and safety matters; Follow up to prayer group departure; Reviewed and commented on Receiver's Supplemental report; Discussions with Receiver	JS	1.60
August 17, 2011	Review and respond to emails regarding Supplemental Report; Review various emails regarding Quinte Executive Apartments; Draft mutual release	SAW	0.90
August 17, 2011	Correspondence to and from tenants' counsel re health and safety matters; Discussions with Receiver re health and safety matters; Correspondence to and from prayer group re departure from hotel; Internal discussions re draft Release	JS	1.40
August 18, 2011	Reviewed and commented on form of confidentiality agreement re hotel bidders; Discussions re scheduling from P. Shea; Discussions with Receiver; Correspondence to prayer group	JS	1.30
August 19, 2011	Revise draft notice of motion and draft order in respect of Supplemental Report; Review motion record of the tenants	SAW	0.60
August 19, 2011	Discussions with Gowlings re motion schedule; Reviewed Wilton-Siegel endorsement; Reviewed tenants' motion record; Amendments to form of release; Correspondence to QEA; Correspondence to Receiver	JS	1.10

August 22, 2011	Call with P. Shea regarding Cushman & Wakefield analysis; Discuss finalizing Supplemental Report and service of same with J. Salmas	SAW	0.50
August 22, 2011	Reviewed correspondence from Gowlings re examinations; Amendments to draft Supplemental Report; Discussions with Receiver; Discussions with Gowlings; Reviewed correspondence from C&W re restaurant leases	JS	2.80
August 23, 2011	Review emails regarding Supplemental Report; Discuss Supplemental Report with J. Salmas; Revise and finalize Supplemental Report and Appendices; Call to M. Pickett regarding Supplemental Report; Serve Supplemental Report	SAW	5.60
August 23, 2011	Reviewed and amended draft supplemental report; Discussions with receiver; Discussions with Gowlings; Reviewed agenda for GE update call; Attended GE update call; Reviewed tenants affidavit; Finalized Supplemental Report	JS	1.70
August 24, 2011	Instruct I. Rowe with respect to serving Supplemental Report by courier and drafting affidavit of service; Review and respond to emails from J. Salmas regarding conference call with P. Shea; Call with P. Shea	SAW	1.10
August 24, 2011	Discussions with Receiver; Discussions with Gowlings	JS	0.50
August 25, 2011	Conduct additional searches of encumbrances and notations on parcel register; Prepare opinion letter; Prepare correspondence to S. Wilson and J. Salmas	TK	2.20
August 25, 2011	Discussions with Gowlings; Discussions with Receiver; Reviewed correspondence from Receiver; Reviewed restaurant leases; Reviewed payments of security deposits; Correspondence to and from Gowlings and J. Binavince re security deposit matter; Reviewed amendments to security opinion; Follow up on QEA departure from premises	JS	1.40
August 26, 2011	Review email from T. Kiru regarding security opinion; Revise security opinion and email to J. Salmas regarding same; Review various emails from J. Kulathungam regarding the Receiver's motion for approval of its reports and responding emails	SAW	0.90
August 26, 2011	Correspondence re security deposits; Correspondence from Gowlings re potential settlement matter; Reviewed draft GE factum; Correspondence to and from the service list re scheduling matters	JS	1.20

Heenan Blaikie LLP

N° 23016705

Page 5

August 29, 2011	Review email from A. Jinah and executed release; Email to M. Pickett; Review email from P. Shea; Review and respond to emails from J. Davidson; Email to J. Binavince regarding letters to tenants; Review letters to tenants requesting proof of insurance	SAW	0.90
August 29, 2011	Correspondence re examination undertakings; Reviewed QEA release; Reviewed GE Brief of Authorities; Reviewed tenants supplementary motion record; Correspondence re settlement offers; Discussions with Receiver re building audit; Correspondence to Binavince re building audit; Discussion with Binavince re matter	JS	1.80
August 30, 2011	Prepare draft orders for next day's motion; Review GE's factum; Review revised affidavit of J. De Luca; Review responding factum	SAW	1.30
August 30, 2011	Conducted settlement discussions; Discussions with Gowlings; Attended GE update conversation; Discussions with Binavince; Correspondence re Cartwright undertakings; Reviewed Receiver's reports, GE motion materials and tenants' responding motion materials in preparation for motions	JS	2.60
August 31, 2011	Review draft affidavit sent by J. Kulathungam; Prepare for and attend on motion regarding termination of leases; Book court time for Receiver's motion to approve its reports	SAW	3.80
August 31, 2011	Preparation for motions; Attendance at court re Receiver's motion and GE's termination motion	JS	2.50

FEES

- Kiru, Tony	(4.00 hours @ \$ 575.00)	\$ 2,300.00
- Kraft, Kenneth David	(0.60 hours @ \$ 760.00)	\$ 456.00
- Salmas, John	(30.30 hours @ \$ 650.00)	\$ 19,695.00
- Wilson, Sara-Ann	(32.20 hours @ \$ 375.00)	\$ 12,075.00
- Law clerk(s)	(0.10 hours @ \$ 85.00)	\$ 8.50

\$ 34,534.50

LESS: DISCOUNT

(6,906.90)

\$ 27,627.60

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

FILE

DISBURSEMENTS (TAXABLE)

- Computer search services	\$ 7.16	
- Photocopies	\$ 570.30	
- Search of Title Fees & Disbursements	\$ 58.00	
- Secretarial Charges	\$ 45.00	
- Stationery - Binding	\$ <u>230.00</u>	
		\$ 910.46

DISBURSEMENTS (NON TAXABLE)

- Filing fees	\$ <u>284.00</u>	\$ 284.00
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SUB-TOTAL

\$ 28,822.06

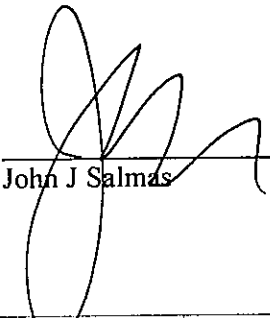
HST (13%)

\$ 3,709.95

AMOUNT DUE

\$ 32,532.01

HEENAN BLAIKIE LLP


John J Salmas

TERM:

Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

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LAWYERS

N^o 23020252

Page 1

October 26, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON
M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending September 30, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
September 1, 2011	Email from G. Prince; Email to A. Jinah regarding release	SAW	0.30
September 1, 2011	Discussions with J. Binavince re settlement; Discussions with Receiver re occupant matter; Reviewed correspondence from GE re occupant matter	JS	0.60
September 6, 2011	Discussions with Receiver; Reviewed correspondence to and from Receiver; Reviewed correspondence from GE	JS	0.30
September 8, 2011	Review Justice Marrocco's endorsement	SAW	0.40
September 8, 2011	Reviewed endorsement re occupant termination motion; Discussions with Receiver re occupant termination endorsement; Discussions with Gowlings re endorsement; Messages to J. Binavince re endorsement	JS	1.50
September 9, 2011	Review and respond to emails from J. Salmas and J. Kulathungam regarding receiver's motion for approval of reports; Check court availability for chambers appointment; Review and respond to email from J. Davidson regarding letter to Silk Route Chef; Review and revise letter to Silk Route Chef and email to J. Davidson	SAW	1.10
September 9, 2011	Correspondence to and from J. Binavince; Discussions with J. Binavince; Correspondence to and from Teplitsky Colson; Reviewed correspondence re letter to chef; Internal discussions re matter	JS	1.40

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

PAYABLE UPON RECEIPT

September 12, 2011	Discuss motion for approval of Receiver's reports with J. Salmas draft and finalize order for approval of Receiver's reports; Draft order in respect of termination of leases; Revise draft order; Email to P. Shea regarding draft order	SAW	2.20
September 12, 2011	Discuss issues with J. Salmas to finalize order and for attendance on Wednesday to seek approval of activities	KKR	0.20
September 12, 2011	Reviewed correspondence from PwC re CIM; Comments on CIM; Internal discussions re scheduling of approval of court reports; Correspondence to and from Teplitsky Colson re Receiver's motion; Amendments to proposed court order; Correspondence and discussions with P. Shea re form of order	JS	2.60
September 13, 2011	Review and consider correspondence from J. Kulathungam; Review draft order and discuss same with J. Salmas; Discuss response to J. Kulathungam with J. Salmas; Call from J. Kulathungam; Revise draft order and email to J. Kulathungam regarding same	SAW	0.80
September 13, 2011	Discussions with Gowlings re Receiver's motion; Discussions with J. Binavince re Receiver's motion; Reviewed correspondence from Teplitsky Colson re Receiver's motion; Discussions with Teplitsky Colson; Discussions with Receiver; Reviewed amendments to the form of order re occupant termination motion; Correspondence and discussions with M. Pickett re item removal; Discussions with J. Binavince re item removal	JS	2.10
September 14, 2011	Review email from J. Kulathungam; Discuss motion for approval of reports and second supplementary report with J. Salmas	SAW	0.20
September 14, 2011	Preparation and attendance in court re settlement of occupant termination motion and Receiver's motion; Discussions with M. Pickett; Correspondence to and from J. Binavince re removal of chattels from restaurant premises; Correspondence to Receiver re endorsement; Discussions with Gowlings re amendments to form of order re occupant termination	JS	2.10
September 15, 2011	Correspondence to and from Receiver re occupant matters; Drafted correspondence to G. Ellis; Discussions with J. Binavince and Teplitsky Colson re Receiver's reporting	JS	0.30
September 16, 2011	Discussions with Receiver; Discussions with G. Ellis re Receiver's motion; Correspondence to G. Ellis re Receiver's motion	JS	0.10
September 20, 2011	Receive instructions from J. Salmas regarding drafting letter to tenants; Draft letter to tenants regarding remaining property at restaurant premises	SAW	0.50

Heenan Blaikie LLP

N^o 23020252

Page 3

September 20, 2011	Correspondence to J. Binavince; Discussions with J. Binavince; Reviewed correspondence re form and content of order; Discussions with S. Wilson re letter to occupants; Comments re letter to occupants	JS	1.10
September 21, 2011	Reviewed correspondence from Receiver; Began drafting form of asset purchase agreement; Correspondence to Receiver re amendments to form of asset purchase agreement	JS	3.90
September 22, 2011	Discussions with Receiver re form of asset purchase agreement; Reviewed comments from Receiver re form of asset purchase agreement; Amendments to form of asset purchase agreement; Correspondence to G. Ellis	JS	2.40
September 23, 2011	Correspondence from G. Ellis re Receiver's motion; Discussion with counsel to G. Ellis re Receiver's motion; Reviewed correspondence from Ellis counsel; Discussions (several) with Receiver;	JS	0.20
September 26, 2011	Receive instructions from J. Salmas regarding booking chambers appointment for approval of Receiver's reports and instruct B. MacKenzie with respect to same; Review and respond to emails regarding booking chambers appointment	SAW	0.10
September 27, 2011	Emails regarding endorsement and booking court time for approval of Receiver's reports	SAW	0.10
September 27, 2011	Receiver correspondence from J. DeLuca re removal of certain chattels; Correspondence to and from M. Pickett re removal of chattels; Correspondence to J. DeLuca re removal of chattels	JS	0.50
September 28, 2011	Reviewed correspondence from Receiver re inventory list; Internal discussion re Receiver's motion	JS	0.30
September 29, 2011	Correspondence to J. DeLuca re removal of chattels; Discussion with Receiver; Amendments to form of agreement of purchase and sale	JS	1.80

FEES

- Kraft, Kenneth David	(0.20 hours @ \$ 760.00)	\$ 152.00
- Salmas, John	(21.20 hours @ \$ 650.00)	\$ 13,780.00
- Wilson, Sara-Ann	(5.70 hours @ \$ 375.00)	\$ 2,137.50
		\$ 16,069.50

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

N° 23020252

Page 4

LESS: DISCOUNT

(3,213.90)

\$ 12,855.60

DISBURSEMENTS (TAXABLE)

- Computer search services
- Court Agent
- Delivery
- Photocopies
- Travel Expenses

\$ 224.38

\$ 35.00

\$ 65.26

\$ 20.10

\$ 13.27

\$ 358.01

SUB-TOTAL

\$ 13,213.61

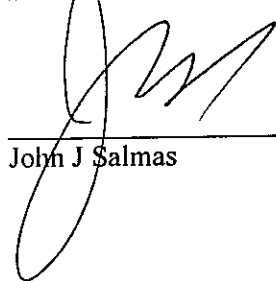
HST (13%)

\$ 1,717.77

AMOUNT DUE

\$ 14,931.38

HEENAN BLAIKIE LLP



John J Salmas

TERM:

Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
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LAWYERS

N° 23021615

Page 1

November 15, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON
M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending October 31, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
October 3, 2011	Attend chambers appointment on motion for approval of Receiver's First and Supplemental Report	SAW	0.20
October 3, 2011	Discussions with M. Pickett; Reviewed correspondence from Ms. DeLuca re proprietary items; Internal discussion re Morawetz order and endorsement	JS	0.70
October 4, 2011	Discussions with M. Pickett re form of APA; Reviewed PwC comments on form of APA; Attended weekly update call; Correspondence from M. Pickett re removal of proprietary items from Quinte premises	JS	2.20
October 5, 2011	Correspondence to J. Kulathangum re proprietary item removal; Correspondence to J. DeLuca; Amendments to form of APA; Circulation of form of APA to Receiver	JS	1.90
October 11, 2011	Correspondence re removal of proprietary items; Discussions with Receiver	JS	0.50
October 14, 2011	Discussion with M. Pickett; Reviewed Receiver comments on form of APA; Discussions re Environmental Report Non-Reliance letter form; Reviewed Phase II/III environmental report	JS	1.10
October 17, 2011	Review and respond to email from J. Salmas regarding status of security opinion; Finalize security opinion	SAW	0.40

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

October 17, 2011	Reviewed and commented on Gowlings re-draft of Non-Reliance Letter; Reviewed GE comments on form of APA; Discussions with Receiver; Attended telephone conference conversation with Receiver, Gowlings and GE counsel re form of APA and Non-reliance letter	JS	2.90
October 19, 2011	Correspondence from the Receiver re building permit matters; Discussions re offer deadline; Reviewed sales process materials	JS	0.80
October 20, 2011	Discussions with Receiver; Reviewed correspondence from Receiver; Reviewed and commented on Receiver summary of offers	JS	1.50
October 21, 2011	Obtained a Profile Report for 2070067 Ontario Inc., and Joerskine Investments Inc. as per J. Salmas' request	BG	0.40
October 21, 2011	Reviewed offer letters; Reviewed Receiver summary; Discussions with Receiver re offers; Summarized Ramesh and Manohoran offer; Reviewed Curtis correspondence re offeror information; Conducted Corporate Profile Report searches re offers reporting to Receiver and GE re offerors	JS	1.90
October 24, 2011	Reviewed offers; Discussions with M. Pickett; Attended meeting with Receiver, Gowlings and GE re review of submitted offers; Reviewed correspondence from Cushman re offers and deposits; Reviewed correspondence re form of APA; Attended telephone conference conversation re purchaser's agent, prospective purchaser and Receiver re Ramesh offer	JS	3.10
October 25, 2011	Discussions with Receiver; Correspondence re counsel; Reviewed APA offer	JS	1.30
October 26, 2011	Correspondence to and from Receiver re Ramesh offer; Reviewed Ramesh APA; Comments to Receiver; Reviewed correspondence to and from Receiver and prospective purchaser's agent	JS	1.70
October 27, 2011	Correspondence from M. Pickett re Ramesh offer; Discussions with M. Pickett re Ramesh offer; Reviewed correspondence from Cushman re confidentiality agreements; Amendments to APA; Discussions with proposed counsel to prospective purchaser; Discussions with PwC re acceptance of Ramesh offer; Reviewed confirmation from prospective purchaser re agreement to be bound by the agreement	JS	2.90
October 28, 2011	Reviewed correspondence re Ramesh offer; Discussions with Receiver	JS	0.70
October 31, 2011	Reviewed correspondence to and from GE re Ramesh APA; Reviewed APA; Discussions with Receiver	JS	0.80

Heenan Blaikie LLP

N° 23021615

Page 3

FEES

- Salmas, John	(24.00 hours @ \$ 650.00)	\$ 15,600.00
- Wilson, Sara-Ann	(0.60 hours @ \$ 375.00)	\$ 225.00
- Law clerk(s)	(0.40 hours @ \$ 190.00)	\$ 76.00

\$ 15,901.00

LESS: DISCOUNT

(3,180.20)

\$ 12,720.80

DISBURSEMENTS (TAXABLE)

- Photocopies	\$ 8.10	\$ 8.10
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DISBURSEMENTS (NON TAXABLE)

- Filing fees	\$ -127.00	\$ -127.00
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SUB-TOTAL

\$ 12,601.90

HST (13%)

\$ 1,654.75

AMOUNT DUE

\$ 14,256.65

HEENAN BLAIKIE LLP

John J Salmas

TERM:

Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

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Reference / File: 027499-0056
Initials: JS

GST / HST N° 864865936

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
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Toronto, Ontario M5H 2T4
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F. 416 360.8425

LAWYERS

N^o 23024275

Page 1

December 13, 2011

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending November 30, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
November 9, 2011	Discussions with I. Brady; Discussions with Receiver re purchase offer and diligence; Reviewed and commented on draft due diligence authorization sought by purchaser's counsel	JS	1.90
November 14, 2011	Discussions with I. Brady re purchase agreement; Correspondence to I. Brady re fire department matters; Discussions with Receiver	JS	1.60
November 15, 2011	Discussions re data room with Receiver; Discussions and correspondence to I. Brady; Attended weekly GE update call; Discussions with Receiver	JS	2.10
November 16, 2011	Correspondence from I. Brady; Discussions with M. Pickett	JS	1.30
November 17, 2011	Discussions with I. Brady; Messages to J. Paine; Reviewed issues re Fire Department; Correspondence and discussions with Receiver	JS	1.10
November 18, 2011	Discussions with Receiver re Fire Department matters; Attended telephone conference conversation with Baldwin, Fire Department; Discussions with Receiver	JS	2.10
November 21, 2011	Discussions with I. Brady re fire and structural issues; Correspondence re: BDC term sheet; Reviewed and commented on BDC term sheet; Discussions (several) with Receiver re matter; Correspondence to and from Belleville Fire Department re fire-related issues; Co-ordination of Fire Department review	JS	2.90

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

FILE

November 22, 2011	Discussions with Receiver re floor plans; Coordination of site visits with Purchaser's counsel; Correspondence to and from Belleville Fire Department; Attended weekly update conference conversation involving GE; Correspondence to guarantor counsel re sale motion; Reviewed correspondence regarding financial statement due diligence;	JS	3.20
November 23, 2011	Discussions (several) with Receiver; Discussions (several) with purchaser's counsel; Discussions regarding extension of conditional period	JS	1.60
November 24, 2011	Discussions with the Receiver re sales, repair and reporting matters; Reviewed correspondence re draft Receiver's report; Discussions with purchaser's counsel regarding extension of conditional period	JS	1.70
November 25, 2011	Correspondence to and from Teplitsky Colson; Discussions (several) with M. Pickett re matters; Discussions with I. Brady re purchaser's due diligence matters; Discussions with GE and the Receiver surrounding extension of conditional period	JS	1.90
November 28, 2011	Arrange time for court application and related discussion with J. Salmas	KKR	0.10
November 28, 2011	Discussions (several) with Receiver; Discussions (several) with I. Brady re matter; Internal discussions regarding scheduling matters; Scheduling sale approval motion	JS	2.00
November 29, 2011	Conference with J. Salmas	TK	0.20
November 29, 2011	Discuss with J. Salmas issues around timing for delivery of motion materials and issues related to obtaining a vesting order	KKR	0.10
November 29, 2011	Obtained a verbal PPSA for 1733073 Ontario Inc. as per J. Salmas' request	BG	0.20
November 29, 2011	Discussions (several) with Receiver; Reviewed Electrical Safety Authority reports; Correspondence to and discussions (several) with I. Brady; Reviewed Fire Department inspection report; Attended GE weekly update call; Amendments to agreement of purchase and sale; Discussions with T. Kiru about amendments to security opinion and APA legal description; Ordered PPSA update search; Drafted draft Approval and Vesting Order	JS	4.40
November 30, 2011	Instructions to title search and review updated subsearch of title; Review legal description in offer; Review draft opinion letter and update and revise	TK	0.50
November 30, 2011	Drafted and amended draft Notice of Motion; Amended form of Approval and Vesting Order; Discussions (several) with M. Pickett re sales matters; Discussions with I. Brady re sales matters; Attended telephone conference conversations with Receiver and I. Brady re timing of sales matters and conditional period; Discussions regarding environmental and fire code related matters	JS	2.30

FEES

- Kiru, Tony	(0.70 hours @ \$ 575.00)	\$ 402.50
- Kraft, Kenneth David	(0.20 hours @ \$ 760.00)	\$ 152.00
- Salmas, John	(30.10 hours @ \$ 650.00)	\$ 19,565.00
- Law clerk(s)	(0.20 hours @ \$ 190.00)	\$ 38.00

\$ 20,157.50**LESS: DISCOUNT**

(4,031.50)

\$ 16,126.00**DISBURSEMENTS (TAXABLE)**

- Photocopies	\$ 1.50
- Profile Report	\$ 18.00
- Telephone	\$ <u>23.11</u>

\$ 42.61

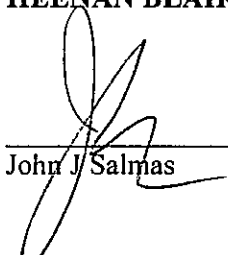
SUB-TOTAL

\$ 16,168.61

HST (13%)

\$ 2,101.92

AMOUNT DUE

\$ 18,270.53**HEENAN BLAIKIE** LLP

John J. Salmas**TERM:**Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4
T. 416 360.6336
F. 416 360.8425

LAWYERS

N^o 23028608

Page 1

January 27, 2012

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON
M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending December 31, 2011

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
December 1, 2011	Review matters; Correspondence to J. Salmas regarding legal description and comments on opinion letter to client	TK	0.50
December 1, 2011	Reviewed correspondence from T. Kiru re amendments to security opinion; Reviewed correspondence re environmental reports; Amendments to form of Environmental Non-reliance letter; Discussions with M. Pickett; Discussions with I. Brady; Attended telephone conference conversation with M. Pickett and I. Brady; Reviewed correspondence from I. Brady	JS	1.80
December 2, 2011	Reviewed correspondence re due diligence issues; Discussions with M. Pickett; Attended telephone conference conversation with M. Pickett and I. Brady; Reviewed Belleville Fire Department Fire Inspection Report; Correspondence to and from GE re draft response to Purchaser re conditionality period; Correspondence to I. Brady	JS	1.90
December 5, 2011	Emails to and from Commercial List regarding court availability for sales process motion; Emails to J. Salmas regarding booking court time for sales process	SAW	0.10

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

PAYABLE UPON RECEIPT

December 5, 2011	Reviewed correspondence from M. Pickett; Discussions (several) with M. Pickett; Reviewed correspondence re Receiver's draft Third Report; Reviewed updated ESA Report; Correspondence from I. Brady; Attended telephone conference conversation with Receiver and GE representatives; Correspondence to Purchaser's counsel and real estate agent	JS	2.60
December 6, 2011	Reviewed documents and agenda re weekly GE update call; Attended weekly GE update call; Attended telephone conference conversation with Receiver, I. Brady and purchaser's agent; Discussions (several) with M. Pickett; Attended telephone conference conversation with M. Pickett and GE representatives; Correspondence to and from I. Brady re Rescom financing matter; Reviewed correspondence from Cushman re expressions of interest; Reviewed Rescom financing commitment letter	JS	2.40
December 7, 2011	Review draft Asset Purchase Agreement; Review and revise draft notice of motion; Review and revise draft vesting order; Correspond with the court regarding booking time for motion for vesting order and emails to J. Salmas regarding same	SAW	2.00
December 7, 2011	Discussions (several) with M. Pickett; Reviewed correspondence re recent Belleville Fire Department report; Reviewed reporting memorandum from Receiver	JS	1.40
December 8, 2011	Internal discussions re court availability; Reviewed draft Third Report; Discussions (several) with M. Pickett; Correspondence to and from Teplitsky Colson	JS	1.70
December 9, 2011	Correspondence from I. Brady re City Building Letter; Discussions (several) with M. Pickett; Correspondence to and from Teplitsky Colson	JS	0.90
December 12, 2011	Review and revise draft security opinion and discuss same with J. Salmas; Review and revise draft Third Report; Revise draft order	SAW	1.90
December 12, 2011	Amendments to Receiver's Third Report; Discussions with M. Pickett; Internal discussions re court availability	JS	1.90
December 13, 2011	Reviewed documents and agenda re weekly GE update call; Attended weekly GE update call; Reviewed matter; Discussions with M. Pickett; Internal discussions re court availability; Reviewed and analyzed revised offer; Correspondence to and from GE re revised offer	JS	2.00

December 14, 2011	Reviewed revised offer; Attended telephone conference conversation with the Receiver and GE re revised offer; Reviewed correspondence from Teplitsky Colson; Correspondence to PwC	JS	1.20
December 15, 2011	Discussions with Receiver re sales process and employee termination matters; Discussions with T. Lawson re termination matter; Correspondence to Receiver re termination matter	JS	0.70
December 16, 2011	Discussions with Receiver re matter; Discussions and correspondence from Purchaser's counsel; Correspondence to Receiver	JS	0.90
December 19, 2011	Discussions (several) with Receiver; Discussions (several) with I. Brady; Reviewed correspondence from I. Brady; Attended telephone conference call with Receiver, I. Brady and purchaser's agent; Attended telephone conference conversation with Receiver and GE representatives; Comments on the Receiver's Third Report; Amendments to court materials	JS	3.00
December 19, 2011	Review correspondence from J. Kulathungam; Email to court regarding availability for approval and vesting motion	SAW	0.30
December 20, 2011	Discussions (several) with I. Brady; Amended APA; Amended draft approval and vesting order; Discussions (several) with Receiver; Attended telephone conference conversation with Receiver and GE representatives	JS	2.20
December 20, 2011	Emails regarding booking court time	SAW	0.10
December 21, 2011	Discussions (several) with Receiver; Discussions and correspondence with I. Brady; Amendments to Amended Asset Purchase Agreement; Reviewed and amended draft Receiver's Third Report; Reviewed and amended draft Notice of Motion and draft administrative order; Reviewed and commented on purchaser assignment document; Internal discussions re sale approval motion; Attended telephone conference conversation with M. Pickett and N. DeCicco; Reviewed correspondence from Receiver	JS	4.80
December 21, 2011	Review and revise draft orders and notice of motion in respect of vesting order; Review PIN page in respect of real property and update Schedule C of draft vesting order; Internal discussions regarding service of court materials; Call from Commercial List regarding booking motion time; Email to Commercial List changing court time; further amend court materials; Email to M. Pickett enclosing draft materials; Review emails regarding draft materials	SAW	2.60

Heenan Blaikie LLP

N° 23028608

Page 4

December 22, 2011	Review and respond to various emails regarding draft motion materials for vesting order; Review and revise draft Third Report; Calls to and from M. Pickett regarding draft Third Report; Review Offer Summary; Revise Amended APA; Review and respond to emails from I. Brady; Finalize Amended APA and circulate execution version; Discussions with J. Salmas regarding draft Amended APA and draft Third Report	SAW	5.10
December 22, 2011	Call with J. Salmas re purchase and sale documentation and related amending arrangements	HB	0.20
December 22, 2011	Telephone conversations with purchaser's counsel; Telephone conversations and correspondence involving Receiver; Reviewed and finalized APA; Reviewed draft Receiver's report	JS	1.60
December 23, 2011	Review and respond to emails from M. Pickett; Revise draft report; Call to M. Pickett regarding Third Report; Email enclosing revised report; Review email from M. Pickett regarding security review; Email from N. De Cicco	SAW	1.10
December 28, 2011	Review and respond to email from M. Pickett; finalize Third Report; finalize unredacted Third Report; Instruct E. Leslie with respect to service of motion record; Review and finalize service list; Review letters to service list; review email to service list	SAW	2.50

FEES

- Bertossi, Henry	(0.20 hours @ \$ 750.00)	\$ 150.00
- Kiru, Tony	(0.50 hours @ \$ 575.00)	\$ 287.50
- Salmas, John	(31.00 hours @ \$ 650.00)	\$ 20,150.00
- Wilson, Sara-Ann	(15.60 hours @ \$ 375.00)	\$ 5,850.00

\$ 26,437.50

LESS: DISCOUNT

(5,287.50)

\$ 21,150.00

DISBURSEMENTS (TAXABLE)

- Photocopies	\$ 621.30
- Search of Title Fees & Disbursements	\$ 22.00
- Stationery - Binding	\$ 70.00
- Telephone	\$ <u>16.85</u>
	\$ 730.15

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

N° 23028608

Page 5

DISBURSEMENTS (NON TAXABLE)

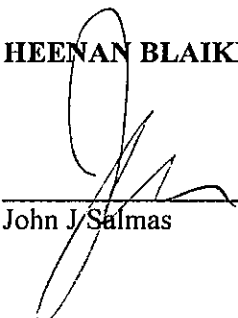
- Miscellaneous (OSCAR Court Canada - Online Registration of court time)	\$ 16.95	
- PPSA Search	\$ <u>12.50</u>	
		\$ 29.45

SUB-TOTAL \$ 21,909.60

HST (13%) \$ 2,844.42

AMOUNT DUE \$ 24,754.02

HEENAN BLAIKIE LLP



John J. Salmas

TERM:	Payment due upon receipt in accordance with section 33 of the <i>Solicitors Act</i> . Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered
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We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.
--

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

Heenan Blaikie LLP

Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4
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LAWYERS

N° 23029532

Page 1

February 15, 2012

PRIVATE & CONFIDENTIAL

PricewaterhouseCoopers LLP
Suite 3000, 77 King Street West
P.O. Box 82, Royal Trust Tower
Toronto Dominion Centre
Toronto, ON M5H 1G8

Attention : Ms. Michelle Pickett

FOR PROFESSIONAL SERVICES RENDERED for the period ending January 31, 2012

File: 027499-0056 1733073 Ontario Inc. o/a Hotel Quinte

		<u>Init.</u>	<u>Hours</u>
January 5, 2012	Discussions with M. Pickett; Reviewed correspondence re employee payroll; Discussions re disclosure of personal information	JS	0.90
January 6, 2012	Discussions (several) with M. Pickett; Reviewed employee payroll information; Discussions with Belleville Fire Department counsel; Reviewed and commented on draft closing agenda; Reviewed draft allocation of purchase price; Reviewed and commented on draft Bill of Sale; Reviewed draft Statement of Adjustments	JS	1.80
January 9, 2012	Review and revise draft security opinion	SAW	1.10
January 9, 2012	Discussions (several) with M. Pickett; Correspondence to M. Pickett; Reviewed and commented on revised Bill of Sale and Closing Agenda; Reviewed correspondence from purchaser's counsel re offers of employment; Discussions (several) with I. Brady; Discussions (several) with Baldwin Law; Discussions with Teplitsky Colson re sale approval motion	JS	2.20
January 10, 2012	Reviewed summary list of vendors; Reviewed weekly GE update conference call agenda; Attended weekly GE update meeting; Discussions (several) with M. Pickett; Discussions with I. Brady	JS	1.90

Reference / File: 027499-0056

GST / HST N° 864865936

Initials: JS

PAYABLE UPON RECEIPT

January 11, 2012	Review and respond to email from J. Salmas; Draft consent of receiver to bankruptcy application; Draft agreement regarding tax election; Internal discussions regarding closing documents; Review and revise draft bill of sale; Review and respond to emails regarding closing arrangements; Review revised closing agenda; Draft non-disclosure agreement	SAW	2.10
January 11, 2012	Telephone calls with J. Salmas regarding issues in respect of employees	MM	0.40
January 11, 2012	Correspondence to and from I. Brady re employee offers; Discussions with M. Pickett re employee offers; Internal discussions re employee offers; Reviewed and commented on closing agenda; Telephone message and correspondence to Teplitsky Colson re sales approval motion; Reviewed updated draft statement of adjustments; Discussions with M. Pickett; Discussions with I. Brady; Reviewed correspondence re equipment and inventory listing; Discussions with N. Abbot re bankruptcy application sought against 173	JS	2.10
January 12, 2012	Review email from J. Johnson; Internal discussions regarding motion for vesting order; Revise draft non-disclosure agreement; Revise agreement regarding tax election; Finalize draft orders; Review email from N. Abbot regarding bankruptcy order; Email to I. Brady regarding tax election agreement; Review emails from J. Johnson regarding closing documents; Review email from I. Brady regarding tax election	SAW	1.80
January 12, 2012	Discussions (several) with Baldwin; Discussions (several) with Receiver; Reviewed correspondence and schedules re room inventory listing; Discussions re draft ETA Section 167 election; Reviewed and commented on HST exemption agreement; Amendments to Non-Disclosure Agreement; Correspondence to and from Teplitsky Colson re APA purchase price; Reviewed documentation re Liquor Licence transfer application; Correspondence from Teplitsky Colson re sale approval motion	JS	1.90
January 13, 2012	Attend on motion for vesting order; Review emails regarding closing arrangements; Email to J. Johnson regarding closing documents	SAW	0.90

Heenan Blaikie LLP

N^o 23029532

Page 3

January 13, 2012	Preparation for court appearance; Attended at court re sale approval motion; Reviewed correspondence re bankruptcy application order; Correspondence to and from Receiver re employee pay rates; Discussions with Receiver; Discussions with Baldwin	JS	2.30
January 16, 2012	Ordered a PPSA search for 1733073 Ontario Inc. as per S. Wilson's request	BG	0.30
January 16, 2012	Discussions with Receiver re closing documents; Discussions with Baldwin re closing documents; Discussions with I. Brady re purchaser's financing issues; Reviewed information regarding 1 Forestbrook property to act as collateral security re purchase price obligation; Discussions with Receiver and GE re purchaser's financing issues	JS	2.10
January 17, 2012	Update parcel register and review; Correspondence to S. Wilson	TK	0.20
January 17, 2012	Review and respond to email from T. Kiru; Review updated PPSA searches and revise opinion letter regarding same	SAW	0.20
January 17, 2012	Correspondence to and from Baldwin re purchaser's financing matters; Reviewed and commented on documents re equity interest in the Forestbrook property; Discussions with M. Page	JS	2.20
January 18, 2012	Discussions with Receiver re purchaser's ability to satisfy purchase price; Discussions with Baldwin re purchaser's ability to satisfy purchase price;	JS	0.90
January 19, 2012	Discussions with Receiver; Discussions with Baldwin; Reviewed purchaser's ability to satisfy purchase price	JS	0.80
January 20, 2012	Telephone call from J. Salmas; Obtain and review subsearch of title and title documents; Correspondence and conferences with J. Salmas; Discussion with S. Morris and conference with J. Salmas; Assist in preparation of mortgage security documents	TK	0.90
January 20, 2012	Reviewed Forestbrook appraisal; Discussions with M. Pickett re appraisal; Internal discussions re registering a collateral mortgage on 1 Forestbrook; Discussions with Baldwin re transaction	JS	1.60
January 22, 2012	Draft promissory note; Draft guarantee; Draft amending agreement; Emails to and from J. Salmas regarding closing arrangements	SAW	2.30
January 23, 2012	Review correspondence from J. Salmas and accompanying documents; Correspondence and conference with J. Salmas; Conference with S. Morris regarding mortgage documents and related matters	TK	0.90

January 23, 2012	Preparing collateral charge; Preparing beneficial owner agreement	SM	1.10
January 23, 2012	Reviewed and commented on closing documents; Reviewed amended Statement of Adjustments; Reviewed GE security documentation; Reviewed insurance binder on 1 Forestbrook; Discussions with T. Kiru re real property mortgage; Reviewed and commented on APA amending agreement, purchaser promissory note and guarantees; Discussions with Baldwin	JS	2.90
January 23, 2012	Review and respond to various emails regarding closing arrangements; Revise draft amending agreement, guarantee and promissory note; Call from J. Johnson regarding insurance documentation; Review and respond to email from J. Johnson regarding HST election; Internal discussions regarding closing arrangements; Email draft closing documents to M. Page; Revise security opinion	SAW	2.10
January 24, 2012	Review correspondence from J. Salmas and documents from borrower's solicitor; Conferences with S. Morris; Correspondence to J. Salmas; Review correspondence; Conference with J. Salmas; Meeting with S. Morris and consider mortgage security documents; Discussions with S. Morris and discuss with J. Salmas	TK	1.30
January 24, 2012	Reviewing executed borrower documents; Finalizing security; Emails to counsel	SM	0.90
January 24, 2012	Discussions with Receiver; Reviewed correspondence to and from Receiver; Finalized closing documents; Attended to closing matters; Discussions (several) with Baldwin re closing matters;	JS	4.30
January 25, 2012	Reviewing documents and circulating; Registering charge	SM	0.50
January 25, 2012	Finalized closing documents and closing funds; Discussions (several) with Receiver; Discussions (several) with Baldwin; Attended to closing of sale of Hotel Quinte; Amendments to security opinion	JS	3.10
January 25, 2012	Attend to closing arrangements; Calls to M. Page; Review and respond to emails; Internal discussions regarding finalizing closing documents; Calls to S. Morris regarding revisions to mortgage documents documents; Finalize receiver's certificate and deliver; Instruct E. Leslie with respect to filing receiver's certificate	SAW	2.10
January 26, 2012	Amendments to security opinion; Internal discussions re closing documents and court materials; Correspondence to Receiver re security opinion	JS	1.60

Heenan Blaikie LLP

N^o 23029532

Page 5

FEES

- Kiru, Tony	(3.30 hours @ \$ 585.00)	\$ 1,930.50
- MacGillivray, Michelle	(0.40 hours @ \$ 350.00)	\$ 140.00
- Morris, Stephen R.	(2.50 hours @ \$ 425.00)	\$ 1,062.50
- Salmas, John	(32.60 hours @ \$ 670.00)	\$ 21,842.00
- Wilson, Sara-Ann	(12.60 hours @ \$ 395.00)	\$ 4,977.00
- Law clerk(s)	(0.30 hours @ \$ 200.00)	\$ 60.00

\$ 30,012.00

LESS: DISCOUNT

(6,002.40)

\$ 24,009.60

DISBURSEMENTS (TAXABLE)

- Delivery	\$ 198.33
- Photocopies	\$ 297.60
- Process Server	\$ 25.00
- Search of Title Fees & Disbursements	\$ 156.00
- Secretarial Charges	\$ 90.00
- Stationery - Binding	\$ <u>40.00</u>
	\$ 806.93

DISBURSEMENTS (NON TAXABLE)

- Closing Fees & Disbursements (non-taxable)	\$ 71.30
- Filing fees	\$ 127.00
- PPSA Search	\$ <u>12.50</u>
	\$ 210.80

SUB-TOTAL

\$ 25,027.33

HST (13%)

\$ 3,226.15

AMOUNT DUE

\$ 28,253.48

Reference / File: 027499-0056

GST / HST N^o 864865936

Initials: JS

PAYABLE UPON RECEIPT

HEENAN BLAIKIE LLP

John J Salmas

TERM:

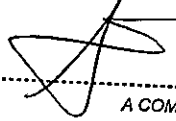
Payment due upon receipt in accordance with section 33 of the *Solicitors Act*. Interest will be charged at the rate of 3.3% per annum on unpaid fees, charge or disbursements calculated from a date that is one month after this statement is delivered

We have made every effort to include fees and disbursements incurred on your behalf for the current billing period. In the event additional fees or disbursements are subsequently incurred and/or recorded, a subsequent account will be forwarded.

Calculation of Average Hourly Billing Rates of
Heenan Blaikie LLP

for the period May 24, 2011 to January 26, 2012

Invoice Number	Fees	Discount	Disbursements	HST	Hours	Average Rate	Total
23010532	\$3,012.00	\$602.40		\$313.25	4.60	\$705.00	\$2,722.85
23012427	\$30,688.50	\$6,137.70	\$481.60	\$3,244.95	69.10	\$456.67	\$28,277.35
23015123	\$27,859.50	\$5,571.90	\$1,818.24	\$3,113.43	55.80	\$398.34	\$27,219.27
23016705	\$34,534.50	\$6,906.90	\$1,194.46	\$3,709.95	67.20	\$489.00	\$32,532.01
23021615	\$15,901.00	\$3,180.20	\$8.10 (127.00)	\$1,654.75	25.00	\$405.00	\$14,256.65
23020252	\$16,069.50	\$3,213.90	\$358.01	\$1,717.77	27.10	\$595.00	\$14,931.38
23024275	\$20,157.50	\$4,031.50	\$42.61	\$2,101.92	31.20	\$543.75	\$18,270.53
23028608	\$26,437.50	\$5,287.50	\$759.60	\$2,844.42	47.30	\$587.50	\$24,754.02
23029532	\$30,012.00	\$6,002.40	\$1,017.73	\$3,226.15	51.70	\$437.50	\$28,253.48

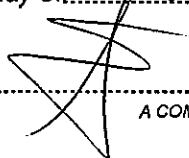
This is Exhibit "B" referred to in the
affidavit of KENNETH D. KRAFT
AFFIRMED sworn before me, this 21ST
day of FEBRUARY 2012

A COMMISSIONER FOR TAKING AFFIDAVITS

Billing Rates of Heenan Blaikie LLP

for the period May 24, 2011 to January 26, 2012

	Rate	Year of Call
Kenneth David Kraft	\$760.00/\$775.00	1991
Henry Bertossi	\$750.00	1986
John Salmas	\$650.00/\$670.00	1999
Monty Warsh	\$595.00	1985
Marco Gammone	\$415.00	2002
Tony Kiru	\$575.00/\$585.00	1993
Stephen R. Morris	\$425.00	2005
Sara-Ann Wilson	\$350.00/\$375.00/\$395.00	2008
Michelle MacGillivray	\$350.00	2005
Pat Rogers	\$210.00/\$220.00	Law Clerk
Bernadett Germuska	\$190.00/\$200.00	Law Clerk
Laura Richmond	\$85.00	Reference Librarian

This is Exhibit "C" referred to in the
affidavit of KENNETH D. KRAFT
~~sworn~~ before me, this 21ST
day of February 2012



A COMMISSIONER FOR TAKING AFFIDAVITS

GENERAL ELECTRIC CANADA REAL ESTATE
FINANCE INC. and G.E. EQUIPMENT FINANCING G.P.
Applicant

1733073 ONTARIO INC.

Respondent

ONTARIO
**SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)**

Proceeding commenced at Toronto

AFFIDAVIT OF KENNETH D. KRAFT
(affirmed February 21, 2012)

Heenan Blaikie LLP
Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4

John Salmas LSUC#: 42336B
Sara-Ann Wilson LSUC#: 56016C
Tel: 416.360.3570 / 416.777.4171
Fax: 1.866.895.2093 / 1.866.895.2093

Lawyers for PricewaterhouseCoopers Inc. in its
capacity as the Court-appointed Receiver of
1733073 Ontario Inc.

GENERAL ELECTRIC CANADA REAL ESTATE
FINANCE INC. and GE CANADA EQUIPMENT
FINANCING G.P.

1733073 ONTARIO INC.
and

Court File No: CV-10-8961-00CL

Applicants

Respondent

ONTARIO
SUPERIOR COURT OF JUSTICE -
COMMERCIAL LIST

Proceeding commenced at TORONTO

FOURTH REPORT OF THE RECEIVER
DATED FEBRUARY 23, 2012

Heenan Blaikie LLP
Bay Adelaide Centre
333 Bay Street, Suite 2900
P.O. Box 2900
Toronto, Ontario M5H 2T4

John Salmas LSUC#: 42336B
Sara-Ann Wilson LSUC#: 56016C
Tel: 416.360.3570/416.777.4171
Fax: 416.360-8425/1.866.895.2093

Lawyers for the PricewaterhouseCoopers Inc. in
its capacity as the Court-appointed Receiver of
1733073 Ontario Inc.