

UNDER THE BANKRUPTCY AND INSOLVENCY ACT

**NOTICE OF APPOINTMENT OF RECEIVER
(Subsection 245(1) AND
INFORMATION STATEMENT
(Subsection 246(1))**

**IN THE MATTER OF THE RECEIVERSHIP
OF MEADOW FRESH MUSHROOMS INC.**

TAKE NOTICE THAT:

1. On the 23rd day of January, 2012, the undersigned, PricewaterhouseCoopers Inc., became the Receiver in respect of the certain assets of Meadow Fresh Mushrooms Inc., an insolvent person that is described below:

	* Net Book Values \$
Accounts Receivable	Nil
Land and Building*	\$1,674,000.00
Machinery and Equipment*	\$262,845.00
Vehicles	\$1.00
Inventory	Nil

*Note appraisals will be mandated where appropriate.

2. The undersigned became the Receiver in respect of the property described above by virtue of being appointed by The Bank of Montreal, pursuant to security held by them as follows:
 - General Security Agreement per Personal Property Security Registration dated October 23rd, 2008.
 - Specific Equipment Security per Personal Property Security Registration dated October 29, 2009.
 - Specific Equipment Security per Personal Property Security Registration dated May 18, 2011.
 - Real Property Mortgages on Land and Building owned by the company.
3. The undersigned took possession and control of the property on the 23rd day of January, 2012. The property has been secured with onsite management during the Receivership period.

4. The following information relates to the receivership:

i) Head office of the insolvent person:

PO Box 244
Charlottetown PE
C1A 7K4

ii) Principal line of business:

Mushroom Farming

iii) Location of Business:

Charlottetown, Prince Edward Island

5. Name of and amount owed to each creditor of the insolvent person as determined by the review of the books and records of the Company that were present and the total amount owing to all creditors:

(See Schedule "A")

6. Amount owed by insolvent person to each creditor who holds security on the property described above:

Bank of Montreal	\$1,270,500.00
Prince Edward Island Century 2000 Fund Inc.	\$486,000.00
Ford Credit Canada Limited	\$1.00
Caterpillar Financial Services Limited	\$1.00
Atlantic Tractors & Equipment Ltd.	\$1.00
Innovation PEI	\$174,000.00

7. Receiver's intended plan of action:

The Receiver has been appointed under a non-operating order and will seek to realize on the above noted assets. At this time the Receiver cannot comment on the estimated realization for the various classes of creditors.

Unlike bankruptcy proceedings, the Bankruptcy and Insolvency Act does not require that a meeting of creditors be held in a Receivership.

Interim reports regarding the status of the Receivership will be prepared in accordance with Section 246(2) of the Act approximately once every six months. Creditors who wish to receive a copy of the interim report or the final report may request a copy by writing to the Receiver at the address set out below.

PricewaterhouseCoopers Inc.
Receiver of Meadow Fresh Mushrooms Inc.
1601 Lower Water Street, Suite 400
Halifax, Nova Scotia
B3J 3P6

Phone: (902) 491-7400
Fax: (902) 422-1166
David A. Boyd, CA•CIRP

DATED AT Halifax, Province of Nova Scotia, this 6th day of February, 2012.

PricewaterhouseCoopers Inc.

Per: 

David A. Boyd, CA•CIRP
Senior Vice President

District of: Prince Edward Island
Division No. 01- Prince Edward Island
Court No.
Estate No.

FORM 78 -- Continued

List "A"
Unsecured Creditors

Meadow Fresh Mushrooms Inc.

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
1	ACOA	PO Box 6051 Moncton NB E1C 9J8	500,000.00	0.00	500,000.00
2	Allan Parker	c/o Stewart McKelvey 65 Grafton St, PO Box 2140 Charlottetown PE C1A 8B9	150,000.00	0.00	150,000.00
3	Atlantic Cat	PO Box 667 Charlottetown PE C1A 7L3	1,800.00	0.00	1,800.00
4	Bank of Montreal Attn: Anna Graham	Special Accounts PO Box 2207 Halifax NB B3J 3C4	0.00	1,270,525.00	1,270,525.00
5	Bell Mobility Attn: Insolvency Group	200 Boulevard Bouchard Dorval QC H9S 5X5	2,000.00	0.00	2,000.00
6	Canada Revenue Agency	161 St.Peters Rd Charlottetown PE C1A 8L3	1.00	0.00	1.00
7	Caterpillar Financial Services Limited	5575 North Service Road, Ste 600 Burlington ON L7L 6M1	0.00	1.00	1.00
8	Coldham Wood Mushrooms	Denham, Eye Suffolk, IP21 5DG England	21,400.00	0.00	21,400.00
9	Confederation Capital Limited	P.O. Box 1054 Halifax NS B3J 2X6	1.00	0.00	1.00
10	Connolly Security Systems Ltd.	30 Exhibition Drive Charlottetown PE C1E 1Z6	800.00	0.00	800.00
11	Darren Ford	1580 Peters Road North Wiltshire PE C0A 1Y0	1,800.00	0.00	1,800.00
12	E. Ralph Hosteller	c/o Stewart McKelvey 65 Grafton St., PO Box 2140 Charlottetown PE C1A 8B9	159,000.00	0.00	159,000.00
13	Ford Credit Canada	PO Box 2400 Edmonton AB T5J 5C7	0.00	1.00	1.00
14	Home Hardware	PO Box 118 North Rustico PE C0A 1X0	8,000.00	0.00	8,000.00
15	Howard Johnson Dutch Inn	Trans Canada Highway RR 4 Cornwall PE C0A 1H0	850.00	0.00	850.00
16	Innovation PEI	PO Box 910 Charlottetown PE C1A 7L9	0.00	486,000.00	486,000.00
17	IWMS	PO Box 686 Tignish PE C0B 2B0	753.00	0.00	753.00
18	Paul's Contracting Ltd.	Box 8066, RR 6 Kensington PE C0B 1M0	205.00	0.00	205.00
19	PEI Culinary Institute	140 Weymouth Street Charlottetown PE C1A 4Z1	220.00	0.00	220.00
20	Phillips Feed Service	18 Exhibition Drive Charlottetown PE C1E 5Z5	4,500.00	0.00	4,500.00
21	Prince Edward Island Century 2000 Fund Inc.	94 Euston Street, PO Box 1176 Charlottetown PE C1A 7M8	0.00	174,000.00	174,000.00
22	RECEIVER GENERAL FOR CANADA Attn: CUSTOMS AND EXCISE	SUMMERSIDE TAX CENTRE Summerside PE C1N 6A2 USA	5,210.00	0.00	5,210.00
23	William (steelwork)		1,800.00	0.00	1,800.00

23-Jan-2012

Date

District of: Prince Edward Island
Division No. 01 - Prince Edward Island
Court No.
Estate No.

FORM 78 -- Continued

	Total:	858,340.00	1,930,527.00	2,788,867.00
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23-Jan-2012

Date