

**In the Matter of the Interim Receivership of
SHANE SCOTT AND MICHELLE SCOTT
of the Town of Eastend
In the Province of Saskatchewan**

**Notice of Receiver
(Subsections 246(2))**

Take notice that:

On the 9th day of October, 2012, PricewaterhouseCoopers Inc. ("PwC") was appointed Interim Receiver pursuant to an Order of the Court of Queen's Bench of Saskatchewan, Judicial District of Saskatoon in respect of the inventory and all of assets, undertakings and properties of Shane Scott and Michelle Scott acquired for, or used in relation to the business carried on by Shane Scott and Michelle Scott ("Scott" or Debtors"), including all proceeds thereof, provided that the property shall exclude any asset that would comprise an "implement" as defined in The *Saskatchewan Farm Security Act*, S.S. 1988, c. S-17.1 with the authority to take possession, preserve, protect and maintain control and value the property.

On February 13th, 2013 an Amended and Restated Receivership Order was filed appointing PricewaterhouseCoopers Inc. as Receiver, without security, of all of the assets, undertakings and properties of the Debtor acquired for, or used in relation to the business carried on by the Debtor, including all proceeds thereof, subject to paragraph 2C of the Amended and Restated Receivership Order. This Order was effective as of 8 a.m. Saskatoon time on February 19, 2013.

The Debtors provided an incomplete copy of a list of the debtor's assets. To the best of our knowledge, and based on observation, the Debtors' assets include:

	Value
• Cash in Bank	\$2,800
• Accounts receivable	Unknown
• Livestock	Approximately 1,800 livestock
• Grain/Feed	Unknown
• Equipment	Unknown

2. PwC, in its capacity as Receiver, took possession and control of the property described above on the 19th day of February, 2013.

Secured Creditors

Name	Amount
BMO Bank of Montreal	\$ 1,686,606.92
B&A Petroleum Ltd.	\$ 55,427.62
Double G Marketing (Gleim/Gordon)	\$ 20,110.00
National Leasing Group Inc.	Unknown
Teale, Lenard	Unknown
Guckert, Sheldon and Belinda	Unknown
Toronto Dominion Bank - Western Credit Centre	Unknown
Farm Credit Canada	Unknown
Canadian Livestock Advance Association	\$ 680,383.15
Maple Creek Tire Ltd.	\$ 35,266.82
Irvin Goodon Industries Ltd.	\$ 12,153.00
Viterra Inc.	Unknown

Unsecured Creditors

The list of unsecured creditors was attached to the Receivers Report filed in March 2013.

Plan of Action

- PwC, in its capacity as Receiver, took possession and control of the property described above on the 19th day of February, 2013.
- A website has been set up which will be updated regularly for the benefit of all interested parties. This website is www.pwc.com/car-scott
- The Receiver is not aware of any accounts receivable, as the Debtors have not provided a listing of the accounts, if any.
- The Interim receiver conducted a Court sanctioned Property Claims Process to establish ownership claims in the livestock in the possession of the Debtors. Of the 9 claims received, 2 were accepted by the receiver for a total of 76 animals. One of the claimants has appealed the receiver's response and the appeal is to be heard by the Court.
- The Receiver has taken possession of the livestock that it has been able to locate and these animals have been sold at auction.
- The Receiver has terminated all of the Debtors' land leases and paid all landlords per diem usage for the period covered by the Interim Receivership and the Receivership.
- The Receiver is currently dealing with the non-livestock assets of the Debtor that are a part of its mandate as set out in the Amended and Restated Receivership Order which may be downloaded from our website www.pwc.com/car-scott.
- A Statement of Receipts and Disbursements for the period October 12, 2012 to September 15, 2013 is attached as Schedule 'A'.
- The Receiver has engaged independent legal counsel of McPherson Leslie Tyerman, Saskatoon, Saskatchewan.

Other Pertinent Matters (Specify)

Contact persons for Receiver: Name: Susan Shabluk
Telephone: 403-509-7316
Facsimile: 403-781-1825

Dated at Calgary, Alberta this 16th day of September, 2013.

PricewaterhouseCoopers Inc.
Receiver of
Shane Scott and Michelle Scott

Per:

Rick Osuna
Vice President

Notice to Reader

We have compiled the accompanying Statement of Receipts and Disbursements for the period October 12, 2012 to September 15, 2013 from the receivership records which we have maintained in our capacity as Receiver of Shane Scott and Michelle Scott.

We have not engaged external accountants to audit, review or otherwise attempt to verify the accuracy or completeness of the Statement of Receipts and Disbursements.

Readers are cautioned that this statement may not be appropriate for their purposes.

**PricewaterhouseCoopers Inc.
Receiver of
Shane Scott and Michelle Scott**

**Shane Scott and Michelle Scott - Interim Receivership
Statement of Receipts and Disbursements
for the period October 9, 2012 to September 15, 2013**

Receipts	\$
Receiver's Certificate	1,937,734.24
Sales Proceeds from Auction	1,937,734.24
Total Receipts	1,937,734.24

Disbursements	
Advertising	2,782.51
Auction Deductions	
Commission	100,435.81
Check Off	5,853.00
Hay	49,039.00
Insurance	3,430.20
Brand Inspector	3,902.00
CCIA Tag Service	10,350.00
Pregnancy Tests	6,048.00
Scan and Vet	7,786.06
Chute	1,950.00
Straw	4,587.00
Travel, Accommodation and Labour	32,556.81
Trucking	19,400.00
Bank Charges	774.03
Court Fees re Examination	628.00
Debtor Salary	10,928.57
Deductions/Expenses Applied to Livestock Funds to Proven/Accepted Claimants	(74,478.40)
Distribution of Livestock Funds to Proven/Accepted Claimants	188,611.02
Feed	15,666.30
Fuel	19,424.21
GST Paid/Remitted	44,537.34
Insurance	19,836.00
Interest	3,510.78
Inventory Monitoring	175,215.06
Land Lease	58,545.33
Legal Fees and Disbursements	127,189.20
McKnight Pricing Adjustment re Sale of Hay	10,000.00
National Leasing Equipment Lease Payment	7,940.94
Office and Miscellaneous	1,223.04
Payroll Expenses	25,366.85
Possession Assistance	49,379.35
Propane	5,045.18
PST	6,499.41
Receivers Fees	302,529.00
Receivers Disbursements	22,183.08
Repairs and Maintenance	24,505.42
Shipping	11,907.76
Tub Grinding	600.00
Utilities Including Telephone	20,923.07
Veterinary Costs	24,084.24
Total Disbursements	1,350,695.17

Balance of Funds in Bank **587,039.07**