

COURT OF QUEEN'S BENCH OF ALBERTA

**IN THE MATTER OF THE PROPOSAL OF
COIL WORKS INC.
OF THE CITY OF CALGARY
IN THE PROVINCE OF ALBERTA**

**REPORT OF PROPOSAL TRUSTEE ON PROPOSAL
HARDIE & KELLY INC.
SEPTEMBER 29, 2016**

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INTRODUCTION

1. On August 29, 2016, Coil Works Inc. (“CWI” or the “Company”) filed a notice of intention to file a proposal pursuant to section 50.4(1) of the *Bankruptcy and Insolvency Act* (“BIA”).
2. On September 27, 2016, CWI filed a proposal (the “Proposal”) to its creditors pursuant to Part III, Division I of the *BIA*.
3. Hardie & Kelly Inc. (the “Trustee”) has been named as the Trustee under the Proposal.
4. The Trustee’s First Report is intended to provide the Company’s creditors and other interested parties with information on the following:
 - a) The background of the Company, its operations and its current status;
 - b) The Company’s current financial position and an estimated liquidation analysis;
 - c) The terms of the Proposal;
 - d) The Company’s creditors;
 - e) The conduct of the debtor;
 - f) The Trustee’s remuneration;
 - g) The procedure for voting on the Proposal; and
 - h) The Trustee’s recommendation to creditors.

TERMS OF REFERENCE

5. In developing this report (the “Trustee’s Report on Proposal”), the Trustee has relied upon unaudited financial information prepared by Company management based on available records of the Company and discussions with management of the Company. The Trustee has not performed an audit or other verification of such information. An examination of the Company’s financial forecasts as outlined in the Canadian Institute of Chartered Accountants Handbook has not been performed. Future oriented financial information relied upon in the Trustee’s Report on Proposal is based on the Company’s assumptions regarding future events; actual results achieved may vary from this information and these variations may be material. The Trustee expresses no opinion or other form of assurance with respect to the accuracy of the financial information presented in the Trustee’s Report on Proposal, or relied upon by the Trustee in preparing the Trustee’s Report on Proposal.

6. All capitalized terms not otherwise defined within this report shall take on the meaning defined in the Proposal.

BACKGROUND AND CAUSES OF FINANCIAL DIFFICULTY

7. CWI was incorporated in May of 2010 pursuant to the *Business Corporations Act* of Alberta. The Company provided service and supplies, including coil tubing and cementing services, to oil and gas companies primarily in central Alberta. Although its registered office is in Calgary, Alberta, CWI's centre of operations was located in Castor, Alberta.
8. CWI is a private company owned by Albers Family Holding Corporation ("AFHC"), which is also a creditor of CWI.
9. Our review indicates that the causes of CWI's insolvency are as follows:
 - a) The economic recession in Alberta, particularly in the oil and gas industry, caused the Company's sales to decline dramatically;
 - b) Company management did not adjust quickly enough to the reduction in sales in order to preserve the Company's financial ability to operate; and
 - c) The Company was unable to continue paying its liabilities as they became due, resulting in several creditor actions such as judgments, asset seizures, and bank account garnishees.
10. As a result, CWI ceased operating on or about March 31, 2016, including closing its Castor, Alberta office and terminating the employment of all of its employees.
11. CWI had two directors prior to its insolvency – Ernie Methot and Tim Albers.
12. The Trustee understands Ernie Methot was responsible for managing the Company's day to day operations leading up to the company's insolvency, but resigned after operations ceased.
13. The Trustee understands Tim Albers assumed control of the Company as its sole remaining director following the ceasing of operations and since then Mr. Albers has focused on locating and gathering up all of the Company's physical assets while collecting the information necessary to facilitate making this Proposal.

CURRENT FINANCIAL POSITION AND ESTIMATED LIQUIDATION ANALYSIS

14. The Trustee has reviewed the Company's unaudited balance sheet as at July 31, 2016. In reviewing the financial position of CWI, the Trustee has necessarily relied on financial information and representations from the Company. Although the financial information provided by the Company has not been audited and may be incomplete due to the resignation

of former management, the Company has been diligent and responsive in providing all available information requested by the Trustee.

15. Based on the Trustee's review, it appears clear that CWI is insolvent, with its liabilities exceeding its assets by more than \$18.0 million and, as discussed further in this report:
- a) According to information provided by the Company, it owes Canada Revenue Agency ("CRA") in respect of un-remitted employee source deductions an amount exceeding \$580,000 and it appears to be indebted to other government bodies such Workers Compensation and Employment Standards as well; and
 - b) There are numerous registrations in the Personal Property Registry (the "PPR"), several of which appear to relate to potential Secured Claims, and the known Secured Claims appear to far exceed the current value of the Company's assets.
16. In the event CWI's Proposal is not approved by the Statutory Majority of Creditors (as defined in paragraph 24(a)) or the Court, the Company will be deemed to have made an immediate assignment into bankruptcy and its assets will be liquidated. Based on the Trustee's review, CWI's current financial position and the estimated realization in the event of a liquidation can be summarized in the following table:

Coil Works Inc.	Balance Sheet (unaudited) As at July 31, 2016	Estimated Liquidation Value As at August 29, 2016
Assets		
Cash	\$2,193	\$ -
Short-term investments	24,793	-
GST refund receivable	20,597	-
Accounts receivable	314,142	-
Fixed assets	3,768,359	2,517,600
Total Assets	\$4,130,084	\$2,517,600
Liabilities		
Accounts payable / accrued liabilities	\$2,892,288	
Customer deposits	77,672	
Advances from affiliated companies	947,275	
Advances from shareholders	16,920,260	
Total Liabilities	\$20,837,495	\$20,728,987¹
Equity/(Deficiency)	(\$16,707,411)	(\$18,211,387)

¹ In the liquidation scenario, total liabilities are derived from the Company's Statement of Affairs

17. The Trustee offers the following comments in respect of the Company's assets:

- a) Cash – as of the date of this report, CWI's cash balance is in a small deficit position. The Company has advised that it is aware of certain garnished funds held in court that may be returned to the Company in the future, however the Trustee notes that, based on the available information, it appears that the amount of any such funds is immaterial.
- b) Short-term investments – the Company has paid funds to its legal counsel as a retainer for fees relating to the preparation of the Proposal. The Company advises that \$10,500 of the retainer funds has been applied against third party expenses, and it is expected that the majority of the remaining funds will have been paid to the Company's counsel prior to the date of the meeting to vote on the Proposal on account of invoices rendered.
- c) GST refund – According to Company records, the Company is eligible for a GST refund. However, the amount owing has not yet been subjected to an audit and it is anticipated that any refund owing to the Company will be set off against unremitted source deductions by CRA.
- d) Accounts receivable – due to the fact the Company has ceased operating and was operating at a reduced level in the months prior to shutting down, the Company's level of outstanding receivables has been reduced to six outstanding accounts totaling only approximately \$314,000. The Company advises it has contacted customers owing a material amount, and each has refused to pay the balance owing, claiming either that the balances are incorrect or that the balance is subject to a mutual set-off for amounts owing to those customers by another company managed by Ernie Methot, the former director of CWI. While a portion of these receivables may ultimately be collectible, there would likely be significant legal costs involved to achieve collection which may significantly offset the collectable balance.
- e) Fixed assets – since CWI ceased operating, Company management has attempted to locate and collect the items listed in the Company's fixed asset register. The realizable value of these assets (reflected in the table on the preceding page) reflects the forced sale value of the items the Company has been able to collect to date, as appraised by a third party appraiser in a report dated July 26, 2016. The appraiser did not deduct any potential costs of sale including commissions, transportation expense, or equipment repairs in arriving at the appraised value. The Trustee has reviewed the appraisal report and is of the opinion that it appears reasonable.

In addition to the appraised assets, the Company reports that it recently wrote off several other items which the Company was unable to locate. The Trustee has reviewed the list of assets written off, which totaled \$836,000 in book value. These items include:

- i. Capitalized tubing inventory with a book value of approximately \$523,000 which, according to the Company, no longer appears to exist and likely relates to tubing that was previously used on jobs but never properly recorded as such;
- ii. Tools and small equipment with a book value of approximately \$156,000 which, according to the Company, is either worthless or no longer exists; and
- iii. 16 items of machinery including trucks, trailers, and tanks with a book value of approximately \$167,000 which appear to be lost or stolen. A detailed list of these items is attached as Appendix 1 to this report. The Company has advised that it has made significant efforts to locate these items and will continue to do so despite having written the assets off for accounting purposes.

It is further noted that five additional items, listed in Appendix 2 to this report, that do not appear to exist in the Company's fixed asset register were included in PPR Reports of Seizure by Autobody Services (Red Deer) Ltd. ("Autobody"). The Trustee has been unable to confirm if these assets belong to CWI. The Company has advised that these assets are missing in any event and that it intends to file a police report with respect to their disappearance.

18. The Trustee also notes that the Company has sustained significant losses over the period since it commenced operating, totaling more than \$16 million. These losses have likely resulted in significant tax pools that the Company could potentially offset against future profits. Although such tax pools may be saleable by way of a sale of the Company's shares, such a sale is highly unlikely to attract any material proceeds, especially given the amount of debt owed by the Company, which would be assumed by any purchaser of the shares.
19. Based on the above information, the Company and the Trustee estimate that the realizations from the liquidation of CWI's assets will result in a significant shortfall in comparison to the amounts owed to Secured Creditors as follows:

Coil Works Inc.**Estimated Liquidation Analysis****as at August 29, 2016**

Estimated realizable value of assets	\$2,517,600
Less: Estimated costs of realization ¹	(100,000)
Less: Deemed trust re: CRA source deductions	(587,000)
Less: Estimated s. 81.3 employee claims	(35,000)
Less: Amount due to Secured Creditors ²	(17,049,777)
Estimated shortfall from realizations	(\$15,254,177)

¹ The Trustee has estimated the costs which would likely be incurred to realize upon the Company's assets, including commissions paid to sales agents, preparation of assets for sale, such as minor repairs and transportation costs, and Trustee's fees resulting directly from asset realization activities.

² This includes only the proven secured claim of AFHC. Any other proven secured claims would only increase the already substantial shortfall from realizations

20. Based on the foregoing, it is anticipated that in the event the Proposal is not approved by both the Affected Creditors and the Court there will be no funds available for Ordinary Unsecured Creditors or shareholders, as it is estimated that the Secured Creditors would experience a significant shortfall from realizations amounting to upwards of \$15 Million. Notwithstanding that there are several missing, stolen, or potential assets which a bankruptcy trustee may attempt to recover, we are satisfied that it is extremely unlikely that any additional net proceeds obtained through recovery of those items would outweigh the current shortfall to Secured Creditors.
21. A detailed listing of the liabilities of the Company is contained in the Company's Statement of Affairs, and a discussion of the classes of creditors' claims is contained in the Creditor's Claims section of this report.

PROPOSAL TERMS

22. The key terms of the Proposal are *inter alia* as follows:
- a) Payment in full to all proven Crown Creditors and Preferred Creditors as defined in the Proposal;
 - b) A fund of the lesser of \$215,000 and 7% of proven Ordinary Unsecured Claims (the "Dividend Fund") will be made available for distribution to Ordinary Unsecured Creditors on a pro rata basis as full and final settlement of the Company's obligations to Ordinary Unsecured Creditors;

- c) Secured Creditors and the unsecured portion of the Claim of AFHC will be unaffected by the Proposal; and
 - d) All payments to Crown Creditors, Preferred Creditors, and Ordinary Unsecured Creditors (the "Proposal Payments") shall be without interest or penalty and subject to deduction of the Levy payable to the Superintendent of Bankruptcy, based on payments pursuant to this Proposal.
23. Since all of the CWI assets appear to be fully encumbered by potential Secured Claims, the Proposal Payments will be entirely funded by AFHC despite the fact that AFHC maintains it has no obligation absent the Proposal to fund any of CWI's debts.
24. In order for the Proposal to proceed, it must be approved by both:
- a) A majority in number and 2/3 in dollar value of those proven Ordinary Unsecured Creditors eligible to vote on the Proposal according to the BIA who have voted on the Proposal (the "Statutory Majority of Creditors"); and
 - b) The Court of Queen's Bench of Alberta (the "Court").
25. In the event the Proposal is not approved by either the Statutory Majority of Creditors or the Court, CWI shall irrevocably be deemed to have thereupon immediately made an assignment in bankruptcy. In that case the Proposal Payments, including the Dividend Fund to Ordinary Unsecured Creditors, would not be made and the Trustee expects that either AFHC, or another one of the Company's secured creditors, would appoint a Receiver to realize on the assets of CWI.

CREDITORS' CLAIMS

26. The listing of creditors contained in the Statement of Affairs has been estimated by the Company and can vary materially from proven Claims (as defined in the Proposal).

Crown Claims

27. Crown Claims, as defined in the Proposal, which are proven, will be paid in full without interest or penalty within 6 months of the Effective Date (as defined in the Proposal) as required by the BIA.
28. According to Company records, CWI owes approximately \$587,000 to CRA in respect of unremitted employee source deductions which would likely qualify as Crown Claims. CRA has informed the Trustee that it has not yet conducted an audit of the amount owing but according to CRA the final calculation could be in excess of \$600,000.

Secured Creditors

29. Pursuant to the Proposal, Secured Creditors' claims will not be affected by the Proposal to the extent there is sufficient security to satisfy their Claim. However, any portion of a Secured Creditor's Claim that is not sufficiently secured by the collateral (according to a valuation of the security) may be proven as an Ordinary Unsecured Claim, with the exception of AFHC as discussed below.
30. A summary of known or potential Secured Creditors is as follows:

AFHC Secured Debt

- a) According to records provided by AFHC, since the Company's inception AFHC has loaned a total of approximately \$17 million, including accrued interest, to CWI in the form of:
- i. Cash provided directly to CWI;
 - ii. Payments made to CWI creditors on behalf of CWI; and
 - iii. Unpaid rent due to AFHC from CWI in accordance with a lease agreement.

AFHC has provided documentation supporting its secured claim and the Trustee has obtained an independent legal opinion which indicates that AFHC holds valid and enforceable security against all of the assets of CWI.

The quantum of AFHC's claim is significantly higher than the estimated realizable value of the Company's assets. However, as a term of the Proposal, AFHC has agreed that it will not assert an Ordinary Unsecured Claim for any portion of its Secured Claim which cannot be satisfied from the collateral and instead AFHC is treated as an Unaffected Creditor for the unsecured portion of its debt. This will result in increased pro-rata dividends to other unsecured creditors. AFHC is also funding all the Proposal Payments.

WCB

- b) The Worker's Compensation Board ("WCB") of Alberta has registered a charge against the Company's assets for amounts owing totaling \$1,696.10. According to the *Worker's Compensation Act*, WCB's claim ranks in priority to any other secured claim over the assets of the Company. Therefore, it appears WCB's Claim in relation to this registration is likely a Secured Claim.

Other potential Secured Claims

- c) A number of other creditors have registered charges against the Company in the Alberta PPR. It appears that the three key additional secured registrations in the PPR are as follows:

Name	Registration type
TDF Group Inc.	Security Agreement
Autobody Services (Red Deer) Ltd.	Rent Distress Seizure(s)
Tubing Technology Canada Inc.	Security Agreement

The Trustee has obtained preliminary information relating to these registrations and understands the Company has been in contact with the parties to attempt to resolve their claims. However, at this time the Trustee has not performed a formal review or obtained a legal opinion with respect to the validity or enforceability of any Secured Claims which may relate to these three PPR registrations. In addition, the Trustee has not performed a formal review or obtained a legal opinion with respect to the relative priority of the various Secured Claims and potential Secured Claims discussed herein.

The quantum of AFHC's Secured Claim is sufficient to significantly outweigh the potential realizable value of the Company's assets such that in all likelihood the validity or ranking of any of these potential Secured Claims would not impact the amount of assets available for Unsecured Creditors.

Preferred Creditors

31. Preferred Claims, as defined in the Proposal, which are proven, will be paid in full without interest or penalty within 6 months of the Effective Date as required by the BIA.
32. The only known Preferred Claims of the Company relate to amounts owing to former employees of the Company. According to Company records and orders issued by Alberta Employment Standards ("AES"), there appears to be a total of approximately \$250,000 owing to former employees of the Company.

33. According to the BIA, certain amounts payable to employees rank as preferred claims payable in priority to ordinary unsecured claims. Based on the available information, the Trustee has calculated the portion of each former employee's claim which is preferred, totaling approximately \$35,000, with the remainder to be treated as an Ordinary Unsecured Claim.

Ordinary Unsecured Creditors

34. According to the Statement of Affairs, approximately \$18.2 million is owed to Ordinary Unsecured Creditors. This amount is roughly summarized as follows:
- a) The unsecured portion of former employees' AES claims totals approximately \$240,000, including fees owed to AES;
 - b) The unsecured portion of AFHC's Claim which is estimated at \$15.1 million;
 - c) Approximately \$670,000 represents claims made by Autobody and Tubing Technology Canada Inc. ("Quality Tubing") which are the subject of the PPR registrations noted in section 30(c) above; and
 - d) Approximately \$2.15 million relates to estimated amounts owing to a large number of other Ordinary Unsecured Creditors.

Estimated Payments to Ordinary Unsecured Creditors under the Proposal

35. Pursuant to the Proposal, proven Ordinary Unsecured Creditors will receive a pro-rata share of payments from the Dividend Fund.
36. As mentioned previously, as a term of the Proposal, AFHC has agreed that it will not submit a proof of claim for the unsecured portion of its Claim and will instead be treated as an Unaffected Creditor. Therefore, AFHC will not be eligible to vote on the Proposal and this amount will not be included as an Ordinary Unsecured Creditor Claim if the Proposal is completed.
37. Further, the Trustee is unable to determine at this time how much (if any) of Autobody and Quality Tubing's claims against the Company might be proven as Ordinary Unsecured Creditor Claims.
38. Therefore, based on the Proposal terms and the information contained in the Statement of Affairs, the claims of Ordinary Unsecured Creditors eligible to participate in the Dividend Fund total approximately \$3.06 million. As such, the Dividend Fund would be calculated at approximately \$214,000, which is 7% of the balance.

39. The actual claims proven by Ordinary Unsecured Creditors may vary from those contained in the Statement of Affairs. If such a variance results in the Proven Claims of participating Ordinary Unsecured Creditors being materially higher than those estimated herein, the Dividend Fund would be capped at \$215,000 according to the Proposal terms, and the resulting percentage of Ordinary Unsecured Claims paid would be reduced.

CONDUCT OF DEBTOR

40. The Trustee has completed a preliminary review of banking activities in the 90 days preceding the date of the Company's filing of a Notice of Intention. During this period, it appears that the Company collected approximately \$25,000 in accounts receivable and refunds. These funds appear to have been immediately garnished by CRA. According to the Company, it believes these funds have been applied by CRA against the Company's debt related to unremitted source deductions. As it is the Trustee's view that this debt is in priority to all other claims, it is unlikely that such transactions have prejudiced any other creditors.
41. In the Trustee's view, current management of the Company has been working diligently and with good faith to formulate the Proposal and provide all relevant information to the Trustee.

LEGAL PROCEEDINGS

42. A review of the PPR registrations registered against the Company reveals a number of writs of enforcement by various creditors in relation to judgments obtained by those creditors prior to the NOI Date.
43. The Trustee has become aware of an application filed by Autobody on August 30, 2016 requesting certain relief as against CWI, its current and former directors, and a former employee of CWI. The Trustee understands that this application is in respect of certain assets which Autobody believes it has an interest in pursuant to a prior seizure pursuant to a bailee's undertaking. According to CWI's legal counsel, Autobody has informed CWI that it does not believe the stay of proceedings resulting from the Notice of Intention applies to its application on the basis that it is a secured creditor which seized assets prior to the NOI Date.

REMUNERATION OF TRUSTEE

44. The Trustee's fees will be based on the time spent by the Trustee and the various members of its staff at their respective standard billing rates plus any direct out-of-pocket expenses incurred. All administrative fees and expenses of the Trustee will be approved by the Court. The Trustee will be entitled to take regular interim fees as approved by either the Court or Inspectors elected by the Unsecured Creditors. The Trustee's fees and expenses are being funded by AFHC.

PROCEDURE FOR VOTING ON THE PROPOSAL

45. The primary purpose of the Creditor's Meeting, to be held on October 17, 2016 is to permit creditors to consider the acceptance or rejection of the Proposal. For the Proposal to be accepted, the BIA requires that the proven Affected Creditors, vote in favour of the Proposal at the meeting either in person, by proxy, or by voting letter. For the Proposal to pass, at least two thirds (66.67%) of the Ordinary Unsecured Creditors by dollar value and more than fifty percent (50%) of the Ordinary Unsecured Creditors by number of those who vote, vote in favour of the Proposal.
46. **To be eligible to vote, creditors must have filed with the Trustee, Hardie & Kelly Inc. before the meeting, a Proof of Claim form, properly completed, signed and witnessed as required, accompanied by supporting documentation.**
47. Blank proof of claim forms and proxy forms have been included with the package of information with this report. If you are planning to attend the meeting in person, you are encouraged to submit your voting letter to the Trustee in advance of the Creditor's Meeting to have your vote registered. Those creditors who do not intend to have a personal representative at the meeting to be held on October 17, 2016 should also prior to the meeting complete and submit the voting letter which is enclosed, indicating their vote for or against the acceptance of the Proposal.
48. **If the Proposal is not accepted by the requisite majority of Ordinary Unsecured Creditors, CWI automatically will be deemed to have thereupon made an assignment in bankruptcy as of the date of the vote defeating the Proposal.**
49. If the Proposal is accepted by the statutory majority of Ordinary Unsecured Creditors, the Trustee will then make application to the Court for approval of the Proposal. If the Court gives such approval, the Proposal, as approved, will be binding on all the creditors with claims pursuant to the provisions of the BIA.

RECOMMENDATION

50. The benefits of the Proposal include the following:
 - a) Based on the amount of Ordinary Unsecured Creditors eligible to participate in the Proposal, as represented by the Company in the Statement of Affairs provided with the Proposal, it appears that the Proposal terms will result in payment of 7% of the total principal balance of participating Ordinary Unsecured Creditors' claims;

- b) According to the Proposal terms, Creditors receiving payments pursuant to the Proposal will receive such payments within 6 months of the Effective Date or upon final resolution of all Claims submitted to the Trustee in accordance with the Proposal. However, AFHC has stated it intends to fund the Proposal Payments sooner than 6 months after the Effective Date, such that timing of payments to Affected Creditors may be reduced depending on the timing of resolution of proven Claims; and
 - c) If the Proposal is completed, the Crown Creditors and Preferred Creditors will be paid in full by AFHC.
51. If the Proposal is not accepted by the creditors, or if the Company is unable to comply with its terms resulting in an annulment of the Proposal, the Company will be bankrupt. As discussed above, in a bankruptcy liquidation scenario, it is highly unlikely that there will be any funds to pay any claims of the Ordinary Unsecured Creditors.
52. Therefore, the Trustee respectfully recommends that the Ordinary Unsecured Creditors accept the Proposal.

DATED at Calgary, Alberta, this 29th day of September, 2016.

Hardie & Kelly Inc.

Per: Charla Smith

Charla Smith, CGA, CIRP, LIT
Vice President

APPENDIX 1

Coil Works Inc
Machinery Lost or Stolen
April 30, 2016

Item	Unit #	YEAR	Make	Model	TYPE	SERIAL#	Cost	Accum. Amortizatr	Net Book Value (NBV)
CTU#005 2002 Kenworth T800B Coil Tubing Truck (Class 10) Additions to CB 102- 1978 Pneuhal pneumatic Bulker	CTU005	2-Jun-11	Hydraco Industries #39310 & #39308		coil tubing unit	unknown	8,603.08	5,431.86	3,171.22
	CB102	1978	Fruhauf	Pneumatic Bulker	Pneumatic Bulker	DX2870802	25,000.00	15,784.00	9,216.00
Cement Bulker Trailer	CB102	41180	R.A.M. Welding 2002 Inc.	repairs to Piping Mods, Rear Hitch Fenders Light boxes, Flange ring and Chain Racks	repairs		5,040.00	2,718.00	2,322.00
Small trailer	GH202	41031	Western Iron Trailers	2012 PJ Trailer	Carhauler	4P5CC2023C1168334	5,316.00	2,865.60	2,450.40
2008 Ford F350SRW #62823	#25	2008	Ford	F350	White	1FTWW31R68EC62823	21,752.50	17,313.77	4,438.73
2012 Ford F150 #50481	#31	2012	Ford	F150	Grey	1FTFW1EF8CFA50481	17,064.50	12,088.67	4,975.83
2010 Ford F150#10860	#32	2010	Ford	F150	Black	1FTFW1EV8AFA10860	15,727.50	11,142.13	4,585.37
2005 Lec Specialties	#BOP01	2005	Lec Specialties	Bowen	Triple	0401-019	20,000.00	15,226.40	4,773.60
2005 Lec Specialties	#BOP02	2005	Lec Specialties	20 Gallon Accum	Skid System	0508-096	20,000.00	15,226.40	4,773.60
2001 International Picker	#906	2001	International	Picker	5600	1HTXHAET61J010000	100,000.00	76,131.97	23,868.03
40' Steel Container	no unit	2011	part of original purchase			n/a	5,000.00	3,806.60	1,193.40
Catch Tank	#BB02	2006	Blue Sky	Catch Tank	Trailer	2B9TS324264098329	20,000.00	15,226.40	4,773.60
2007 Mack RD640	#RR01	2007	Mack	Tractor	Rod Rig Plus Kobe Derrick Ser# KWRAD071002 and a Gardiner Triplex SER#Q013711	1M2AD65C97M002665	200,000.00	138,305.66	61,694.34
Catch Tank	#006T	unknown	Catch Tank			2C9MES23X6B193037	25,000.00	17,288.08	7,711.92
BOP Trailer	#BOP06	unknown	BOP Trailer			2SLFC6271AR002864	40,000.00	27,661.93	12,338.07
2005 Int'l Cummins 990	#502	2005	International	9900	Tractor	2HSCHAPR65C145941	40,000.00	25,254.00	14,746.00

Total

568,503.58 401,471.47 167,032.11

APPENDIX 2

Search ID#: Z08095603

Phone #: 403 262 8800

Fax #: 403 262 8801

Debtor(s)

Block

Status

1 COIL WORKS INC.
#8, 39207 - RR271
Red Deer County, AB T4S 2M4

Current

Creditor(s)

Block

Status

1 AUTOBODY SERVICES (RED DEER) LTD.
13, 7860 - 49 Ave
Red Deer, AB T4P 2B5

Current

Phone #: 403 343 6615

Collateral: Serial Number Goods

<u>Block</u>	<u>Serial Number</u>	<u>Year</u>	<u>Make and Model</u>	<u>Category</u>	<u>Status</u>
1	2FMDK4JC8ABA59059	2010	Ford Edge	MV - Motor Vehicle	Current
2	2HSCHAPR65C034855	2004	International 9900	MV - Motor Vehicle	Current
3	DXV188701	1980	Fruchauf Tank Trailer	TR - Trailer	Current
4	2HSCHAPR54C091322	2004	International 9900	MV - Motor Vehicle	Current
5	DX2870802	1978	Fruchauf Tank Trailer	TR - Trailer	Current
6	2HSCKAPR64C092108	2004	International 9900	MV - Motor Vehicle	Current
7	1FTWW31RX9EA17508	2009	Ford F-350	MV - Motor Vehicle	Current
8	510250650	1900	Bobcat Loader	FV - Farm Vehicle	Current
9	5KJRALD14DPFJ9712	2013	Western Star 4900	MV - Motor Vehicle	Current
10	2PLC0SS68DBH16515	1983	Peerless Trailer	TR - Trailer	Current

Collateral: General

Block

Description

Status

1 1 (one) Homemade Spoiling Trailer (no serial number)

Current

Particulars

Block

Additional Information

Status

1 Block 0008 in serial number goods. The year of this unit was unknown at the time of seizure therefore we have used 1900 to allow for registration of the seizure under serial number goods.

Current

Search ID#: Z08095603

COIL WORKS INC.
8, 39207 Range Road 271
Red Deer, AB T4S 2M4

Creditor(s)

Block

Status

1	AUTO BODY SERVICES (RED DEER) LTD, 8, 39207 Range Road 271 Red Deer County, AB T4S 2M4	Current
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Collateral: Serial Number Goods

<u>Block</u>	<u>Serial Number</u>	<u>Year</u>	<u>Make and Model</u>	<u>Category</u>	<u>Status</u>
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1	5KKHALDR3DPBX4380	2012	Western Star	MV - Motor Vehicle	Current
2	1FTWW31R68EC62823	2007	Ford F350	MV - Motor Vehicle	Current

Collateral: General

Block

Description

Status

1	All Property worth of value to satisfy Warrant and costs to file located at 8, 39207 Range Road 271, Red Deer County, Alberta.	Current
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Particulars

Block

Additional Information

Status

1	File# RD20160513100	Current
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Block

Additional Information

Status

2	Assets have been seized and left on a Bailee's Undertaking. For further inquiries, please contact Prairie Bailiff Services.	Current
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