

COURT FILE NUMBER Q.B. NO. _____ 2022

COURT OF QUEEN'S BENCH FOR SASKATCHEWAN
IN BANKRUPTCY AND INSOLVENCY

JUDICIAL CENTRE SASKATOON

APPLICANTS RURAL MUNICIPALITY OF LACADENA NO. 228
RURAL MUNICIPALITY OF MIRY CREEK NO. 229
RURAL MUNICIPALITY OF SNIPE LAKE NO. 259
GOVERNMENT OF SASKATCHEWAN, as represented by the
Minister of Energy and Resources

RESPONDENT ABBEY RESOURCES CORP.

IN THE MATTER OF THE RECEIVERSHIP OF ABBEY RESOURCES CORP.

AFFIDAVIT OF BRIAN SHAUF

I, Brian Shauf, of the Town of Eston, in the Province of Saskatchewan, make oath and say as follows:

1. I am the Administrator of the Rural Municipality of Snipe Lake No. 259 ("the RM"), and as such have personal knowledge of the facts and matters hereinafter sworn to, except where stated to be based on information and belief (and where so stated, I believe the same to be true).

2. I have reviewed my prior affidavit in the related proceedings [Q.B.G. No. 773 of 2021] sworn on July 26, 2021 ("the "First Affidavit"), and confirm all statements therein are true and accurate.

3. Further to the statement at paragraph 28 of the First Affidavit, the amount owing by Abbey Resources Corp. ("Abbey") to the RM as at February 1, 2022 is \$2,158,569.68. This is comprised of the following:

Taxing Authority	Principal Amount	Penalties	Total
Municipal	\$1,105,961.39	\$517,399.33	\$1,623,360.72
School	\$370,044.95	\$165,164.01	\$535,208.96
Total			\$2,158,569.68

4. Penalties continue to accrue on the Principal Amount at a rate of one and one-half (1.5 %) percent per month.

5. The taxes comprising the Principal Amount were levied by the RM pursuant to Division 7 of Part XI of *The Municipalities Act*, SS 2005, c M-36.1 (the "Act"). The penalties were levied by the RM pursuant to Division 6 of Part XI of the Act.

6. The RM is a secured creditor of Abbey Resources by virtue of Sections 282 and 320 of the Act.

7. The RM has not entered into any agreements with Abbey, made any resolutions, nor taken any steps to waive the secured status of the amount owing in relation to the assessed property.

8. The RM is in receipt of Minister's Order under *The Pipelines Act, 1998* and *The Oil and Gas Conservation Act*, being MRO 14/22, dated January 24, 2022 (the "Order"). The RM shares the concerns respecting the viability of the continued operation of Abbey, as described in the Affidavit of Krystal Graham sworn January 26, 2022 and the Affidavit of Yvonne Nelson sworn January 25, 2022.

9. The Council of the RM is of the view that the continuation of operations by Abbey Resources poses a significant risk to the RM and its residents and as such, believes that the appointment of a Receiver at this time is the appropriate course of action.

10. On 2022/02/10 the Council of the RM passed a resolution to support the Rural Municipality of Miry Creek No 229, the Rural Municipality of Lacadena No. 228 and the Government of Saskatchewan in their application to appoint a Receiver of the property of Abbey.

11. I make this Affidavit in support of the Notice of Application to appoint BDO Canada Limited as Receiver, without security, of the assets, undertakings and properties acquired for, or used in relation to, the business of Abbey.

SWORN BEFORE ME at the Town of Eston,)
in the Province of Saskatchewan,)
this 18 day of February, 2022.)

Ivah Larocque

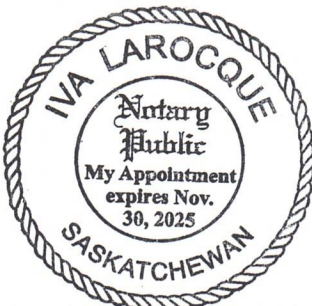
A Notary Public in and for the Province of Saskatchewan.

My commission expires: 2023/10/31

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Brian Shauf

Brian Shauf



CONTACT INFORMATION AND ADDRESS FOR SERVICE:

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