

District of: Nova Scotia
Division No. 01 – Halifax
Court No. 45522
Estate No. 51-2967109



**SUPREME COURT OF NOVA SCOTIA
IN BANKRUPTCY AND INSOLVENCY**

**IN THE MATTER OF THE PROPOSAL OF
BLUE ROSE GARDENING INC.**

FIRST REPORT OF MNP LTD, THE PROPOSAL TRUSTEE

August 4, 2023



LICENSED INSOLVENCY TRUSTEES
1801 HOLLIS STREET, SUITE 1400, HALIFAX, NS B3J 3N4
1.888.792.3328 P: 902.334.2000 F: 902.701.3690 MNPdebt.ca

Introduction and Purpose of the Report

1. Blue Rose Gardening Inc. ("BR" or the "Company") filed a Notice of Intention to Make a Proposal ("NOI") on July 20, 2023, in accordance with subsection 50.4 (1) of the *Bankruptcy and Insolvency Act* ("BIA") and MNP Ltd. consented to act as Proposal Trustee. A copy of the Certificate of Filing a Notice of Intention to Make a Proposal is attached as Schedule "A".
2. On July 20th, 2023, the Trustee issued a copy of the NOI to all known creditors, as required pursuant to subsection 50.4(6) of the BIA. A copy of the NOI mailing is attached as Schedule "B".
3. The Projected Cash Flow Statement (the "Cash Flow") was prepared and filed with the Office of the Superintendent of Bankruptcy ("OSB") on July 28, 2023, together with the Trustee's Report on Projected Cash Flow Statement and the Report on Projected Cash Flow Statement by the Person Making the Proposal, in accordance with subsection 50.4 (2) of the BIA. The Cash Flow and the associated reports are attached as Schedule "C".
4. It is the Trustee's view that the Company will not be in a position to file a definitive Proposal by August 19, 2023, being the thirty (30) day deadline to file a Proposal pursuant to Section 50.4(8) of the BIA.
5. The Company is seeking an extension of the time within which it is required to file a Proposal, pursuant to subsection 50.4(9) of the BIA. The Trustee has prepared this First Report in order to provide the Court with a background of the Company, details with respect to the Company's post filing operations and as a Report under Section 50.4(7)(b)(ii) of the BIA.

Background

6. The Company operates a "The Gardener" franchise as the franchisee for Halifax and the HRM area. The franchisor has franchised other operations in Alberta, Ontario and Nova Scotia that are unrelated to these proceedings.
7. The Company offers residential and commercial property maintenance services in the areas of grass cutting, garden maintenance, lawn care and fertilizing, spring/fall yard clean-ups, irrigation services, soil and mulch installations, hedge trimming, sodding and overseeding, and snow plowing and salting/sanding.
8. The Company's financial difficulties are attributed to rapid growth, staffing acquisition and retention issues during the COVID-19 pandemic, and the lack of a dedicated finance team. Without a finance team, the Company did not have the accurate and timely information it needed to make important management decisions, causing losses on certain jobs and contracts and to accrue a significant debt to Canada Revenue Agency ("CRA") for unpaid source deductions.

Secured and Priority Creditors

9. In accordance with a April 26 2023 Personal Property Registry ("PPR") search the following creditors have registered secured interests in the Company's assets:
 - O'Regan Chevrolet Buick GMC Cadillac Limited (O'Regan's Leasing)
 - CWB National Leasing Inc.
 - Business Development Bank of Canada ("BDC");
 - Dynamic Leasing / Steele Chrysler Plymouth Limited / Steele Leasing
 - Jim Pattison Industries Ltd.
 - Kubota Canada Ltd.
 - Add Capital Corp.
 - Mortley Investments Inc.

10. The Trustee has not reviewed any of the secured encumbrances to determine whether or not these encumbrances are valid and enforceable.

11. As at the date of the last unaudited, externally prepared financial statements, being the year ended March 31, 2022, the Company reported Cash and Accounts Receivable of \$181,064 and Capital Assets of \$447,715. The Company has supplied the Trustee with an appraisal report, dated May 27, 2023 which indicates the capital assets are worth significantly more than the March 31, 2022 book value.

12. The secured liabilities of the Company total \$1,160,539, excluding CRA's deemed trust claim in respect of the unremitted payroll deductions. The Company's internal records show that CRA is owed \$765,442.37 for payroll arrears beginning in 2018 up to and including the first quarter of 2023. BDC, and Add Capital Corp have General Security Agreements (GSA's) as well as specific security, all other secured creditors have security interests in specific goods and equipment, including serial numbered goods.

13. The Company has advised us that it is in good standing with most of its secured creditors, except CRA and Mortley Investments Inc. The CRA has issued Requirements to Pay ("RTP's") to several of the Company's customers. Under the terms of the RTP's the Company's customers are required to pay the CRA 50% of any amounts due to the Company. This has caused considerable cash constraints for the Company which we expect to be alleviated under the Stay of Proceedings, (the "Stay"). Mortley Investments Inc. is represented by Patterson Law and had, prior to these proceedings, commenced an action against the Company. The Company has advised us that Mortley may have obtained default judgement pursuant to its action however any contemplated enforcement of the judgement is presently Stayed.

14. The Company's unsecured liabilities total \$592,030.63.

Post Filing Activities

15. Subsequent to filing the NOI the Company has carried on its business operations. The Company has had meetings with its staff and has corresponded with its customers and key suppliers to explain the restructuring process and that it intends to continue doing business in the ordinary course throughout.
16. The Trustee has advised the Company that an updated Projected Cash Flow will need to be prepared to better plan the timing of the collection of specific accounts receivable as a seasonal average has been used in the initial projections. The Company does not presently have an operating line of credit to assist it when fluctuations occur in the timing of its receipts and disbursements and accordingly, it is the Trustee's opinion that cash management will be critical during these proceedings and for the future success of the Company.
17. The Company has advised us that it is presently working with its accountants to organize its bookkeeping and reporting processes and to prepare and file all outstanding CRA returns.

Conclusion

18. As the Company's financial information is not yet fully organized and updated, it is the Trustee's opinion that the Company would not be in a position to file a definitive Proposal by August 19, 2023.
19. Based upon the information available to the Trustee, the Trustee is of the opinion that:
 - a) The Company has acted and continues to act in good faith and with due diligence in formulating a Proposal;
 - b) The Company would likely be able to formulate a viable Proposal if an extension were to be granted; and
 - c) No creditor will be materially prejudiced if an extension is granted and the Company continues to act in good faith.

All of which is respectfully submitted on this 4th day of August 2023.

MNP LTD.

Trustee in re the Proposal of Blue Rose Gardening Inc.


Per: J. Eric Findlay, CIRP, LIT, CPA
Senior Vice President

SCHEDULE "A"



Industry Canada
**Office of the Superintendent
of Bankruptcy Canada**

Industrie Canada
**Bureau du surintendant
des faillites Canada**

District of Nova Scotia
Division No. 01 - Halifax
Court No. 45522
Estate No. 51-2967109

In the Matter of the Notice of Intention to make a proposal of:

Blue Rose Gardening Inc.

Insolvent Person

MNP LTD / MNP LTÉE

Licensed Insolvency Trustee

Date of the Notice of Intention:

July 20, 2023

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforementioned insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforementioned insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2023, 12:56

E-File/Dépôt Electronique

Official Receiver

Maritime Centre , 1505 Barrington Street, 16th Floor, Halifax, Nova Scotia, Canada, B3J3K5, (877)376-9902

Canada

SCHEDULE "B"

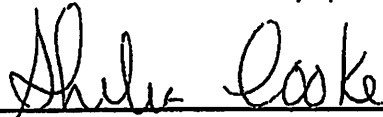
CANADA
Province of Nova Scotia
District of: Nova Scotia
Division No. 01 - Halifax
Court No. 45522
Estate No. 51-2967109

- Affidavit of Mailing -

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

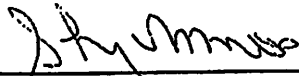
I, Shelia Cooke, of the Trustee's office of MNP Ltd., 1801 Hollis Street, Suite 1400, Halifax, NS, B3J 3N4, hereby make oath (or solemnly affirm) and say:

That on the 20th day of July 2023, I did cause to be sent by Prepaid ordinary mail or electronic facsimile to everyone, whose names and addresses appear on the paper writing marked exhibit "A" annexed hereto, a copy of: Notice of Intention to make a proposal.



Shelia Cooke
Phone: (902) 334-2000
Fax: (902) 701-3690

SWORN (or SOLEMNLY DECLARED) before me in the City of Sydney in the Province of Nova Scotia, this 20th day of July 2023.



Shelley Munroe, Commissioner of Oaths
For the Province of Nova Scotia
Expires December 8, 2027

SHELLEY DAWN MUNROE
A COMMISSIONER OF THE SUPREME
COURT OF NOVA SCOTIA

- Creditor Mailing List -

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

Exhibit "A"

Creditor Type	Name	Attention	Address
Director E	Robert Carey		103-287 Laccwood Drive, Suite 292 Halifax NS B3M 3Y7 r.corey@thegardenerhalifax.com
Court M	Supreme Court of Nova Scotia, Halifax	Christine Hilverda, Deputy Registrar of Bankruptcy	1815 Upper Water Street Halifax NS B3J 1S7 Fax: (902) 424-0524 Christine.Hilverda@novascotia.ca
Secured E	ADD Capital Corp.	Mike F.	2 - 500 Cochrane Drive Markham ON L3R 8E2 Fnx: (905) 940-1434 mike.f@addcapital.ca
E	Business Development Bank of Canada - Atlantic	Atlantic Special Accounts	159326-04 1234 Main Street 5th Floor Moncton NB B1C 1H7 Fax: (506) 851-6836 brigitte.dupuis@bdc.ca
E	CWB National Leasing Inc./ (formerly National Leasing Group Inc)	Bankruptcy Designate	1525 Buffalo Pl Winnipeg MB R3T 1L9 Fax: (866) 408-4852 debt enforcement@cwbnationalleasing.com
MA	Dynamic Leasing		8 Basinview Drive Dartmouth NS B3B 1G4 Fax: (902) 454-3865
E	Flex Cap Inc.		CP 302 BP Rive-Nord Boisbriand QC J7E 4J4 credit@flex-cap.ca
E	Jim Pattison Industries Ltd. dba Jim Pattison Lease	Ion Lazar	4937 Regent Street Burnaby BC V5C 4H4 Fax: (604) 433-3392 ion.lazar@jplease.com
E	Kubota Canada Ltd.	Tara Benson	1155 Kubota Dr Pickering ON L1X 0H4 Fax: (800) 878-8279 tara.benson@kubota.com
M	Mortley Investments Inc.	Scott A. Reinhardt	201-339 Herring Cove Road Halifax NS B3R 1V5
E	O'Regan's National Leasing	Shelley Giffin	3224 Kempt Road Halifax NS B3K 4X1 Fax: (902) 465-1226 sgiffin@oregans.com
Unsecured FM	Bergman Landscape & Masonry		847 Hammonds Plains Road Bedford NS B4B 1B2 Fax: (902) 835-8393
E	Business Development Bank of Canada - Atlantic	Atlantic Special Accounts	159326-03 1234 Main Street 5th Floor Moncton NB B1C 1H7 Fax: (506) 851-6836 brigitte.dupuis@bdc.ca

- Creditor Mailing List -

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

Creditor Type	Name	Attention	Address
Unsecured E	Business Development Bank of Canada - Atlantic	Atlantic Special Accounts	159326-02 1234 Main Street 5th Floor Moncton NB E1C 1H7 Fax: (506) 851-6836 brigitte.dupuis@bdc.ca
E	Business Development Bank of Canada - Atlantic	Atlantic Special Accounts	159326-01 1234 Main Street 5th Floor Moncton NB E1C 1H7 Fax: (506) 851-6836 brigitte.dupuis@bdc.ca
F	CRA - Tax - Atlantic		819499120RP001 Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9 Fax: (833) 697-2390
F	CRA - Tax - Atlantic		CEBA Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9 Fax: (833) 697-2390
F	CRA - Tax - Atlantic		819499120RT001 Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9 Fax: (833) 697-2390
E	Dura Cast Hardscape Solutions		c/o Credit Consultants Ltd., 11 Scarfe Court Dartmouth NS B3B 1W4 payments@colns.ca
M	Eastern Fence Erectors Limited		145 Cutler Avenue Dartmouth NS B3B 0J5
E	Patterson Law - Halifax		Notice-File # 4214757 & 4219422 2100 - 1801 Hollis St Halifax NS B3J 3N4 Fax: (902) 405-8001 contactus@pattersonlaw.ca
F	West Nova Fuels Limited		830578 P.O. Box 880, 73 Falkland Street Lunenburg NS B0J 2C0 Fax: (902) 634-4409



July 20, 2023

To the creditors of Blue Rose Gardening Inc. o/a The Gardener Halifax (the "Company")

Attached please find a Notice of Intention of make a proposal ("NOI") pursuant to the provisions of the *Bankruptcy and Insolvency Act* filed by the Company on July 20, 2023. MNP Ltd. has consented to act as trustee in these proceedings.

The Company has not filed for bankruptcy and is not in receivership. The NOI provides the Company with an automatic Stay of Proceedings, for 30-days against all current, or pending legal actions creditors may be undertaking to collect their debts. During this initial 30-day Stay period, the trustee will be monitoring the Company's affairs, preparing a report to creditors on the Company's financial affairs and assisting the Company to develop a proposal to creditors to settle their debts.

At this time, you do not need to file a proof of claim or report any discrepancies to us in the amounts the Company claims is owing to you. All creditors will have an opportunity to file their claims and comment on the proposal at a creditors meeting which will be held approximately three weeks following the filing of the proposal. You will receive further communication on this process once the proposal has been made.

Copies of relevant documents to this proceeding will be posted on the trustee's website at <https://mnpdebt.ca/en/corporate/corporate-engagements>

If you have any questions, or need further clarification, please contact Justin Nofall at justin.nofall@mnp.ca or 902.334.2024

Yours very truly,

MNP Ltd. as Licensed Insolvency Trustee acting in re the Proposal of Blue Rose Gardening Inc.

Per: J. Eric Flindlay, CIRP, LIT, CPA

Senior Vice President



LICENSED INSOLVENCY TRUSTEES
1801 HOLLIS STREET, SUITE 1400, HALIFAX, NS B3J 3N4
1.888.792.3328 P: 902.334.2000 F: 902.701.3690 MNPdebt.ca

July 20, 2023

To our valued partners:

I wanted to include this letter to set out our intentions to move forward with you during our financial restructuring.

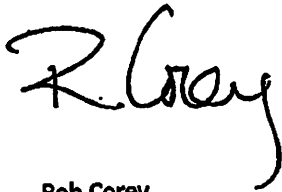
We have worked very hard to avoid this step, that we eventually had no choice but to make. Our existing debt load and expense structure is such that we simply cannot continue without making significant financial and operational changes.

The last three years have presented us with a number of significant challenges including labour shortages, COVID-related issues and most importantly, poor financial management driven in part by decision-making based on inaccurate accounting. Many changes have already been made to reduce overhead, improve margins on quoting and most significantly, we have engaged a firm to provide accounting and comptroller services. This is already translating into a positive (and accurate) bottom line since the beginning of the landscaping season.

I am committed to making this restructuring work and ensuring business continues. In the meantime, it is business as usual. All suppliers will be paid for goods or services delivered after the date of our NOI filing on a COD basis. Amounts owed prior to that date will be dealt with under our proposal to creditors.

I appreciate your continued support of our business and our relationship during this difficult time. I would be happy to speak with you at any time if you have questions or concerns.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Corey". The signature is fluid and cursive, with a large, sweeping "R" and a long, trailing "y".

Rob Corey

The Gardner Halifax

District of: Nova Scotia
Division No. 01- Halifax
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

Take notice that:

1. I, Blue Rose Gardening Inc., an insolvent person, state, pursuant to subsection 50.4(1) of the Act, that I intend to make a proposal to my creditors.
2. MNP Ltd. of 1801 Hollis Street, Suite 1400, Halifax, NS, B3J 3N4, a licensed trustee, has consented to act as trustee under the proposal. A copy of the consent is attached.
3. A list of the names of the known creditors with claims of \$250 or more and the amounts of their claims is also attached.
4. Pursuant to section 69 of the Act, all proceedings against me are stayed as of the date of filing of this notice with the official receiver in my locality.

Dated at the City of Halifax in the Province of Nova Scotia, this 20th day of July 2023.



Blue Rose Gardening Inc.
Insolvent Person

To be completed by Official Receiver:

Filing Date

Official Receiver

District of: Nova Scotia
 Division No. 01 - Halifax
 Court No.
 Estate No.

- FORM 33 -

Notice of Intention To Make a Proposal
 (Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
 Blue Rose Gardening Inc.
 of the Town of Brookside, in the Province of Nova Scotia

List of Creditors with claims of \$250 or more.			
Creditor	Address	Account#	Claim Amount
ADD Capital Corp. Mike F.	2 - 500 Cochrane Drive Markham ON L3R 8E2		76,237.00
Bergman Landscape & Masonry	847 Hammonds Plains Road Bedford NS B4B 1B2		78,485.00
Business Development Bank of Canada - Atlantic Atlantic Special Accounts	1234 Main Street 5th Floor Moncton NB E1C 1H7	159326-04	168,860.00
Business Development Bank of Canada - Atlantic Atlantic Special Accounts	1234 Main Street 5th Floor Moncton NB E1C 1H7	159326-03	10,620.00
Business Development Bank of Canada - Atlantic Atlantic Special Accounts	1234 Main Street 5th Floor Moncton NB E1C 1H7	159326-02	29,148.00
Business Development Bank of Canada - Atlantic Atlantic Special Accounts	1234 Main Street 5th Floor Moncton NB E1C 1H7	159326-01	28,980.00
CRA - Tax - Atlantic	Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9	819499120RT0001	363,815.00
CRA - Tax - Atlantic	Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9	819499120RP0001	765,442.00
CRA - Tax - Atlantic	Shawinigan-Sud National Verification and Collection Centre 4695 Shawinigan-Sud Blvd Shawinigan-sud QC G9P 5H9	CEBA	40,000.00
CWB National Leasing Inc./ (formerly National Leasing Group Inc) Bankruptcy Designate	1525 Buffalo Pl Winnipeg MB R3T 1L9		21,600.00

District of: Nova Scotia
 Division No. 01- Halifax
 Court No.
 Estate No.

- FORM 33 -

Notice of Intention To Make a Proposal
 (Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
 Blue Rose Gardening Inc.
 of the Town of Brookside, in the Province of Nova Scotia

List of Creditors with claims of \$250 or more.			
Creditor	Address	Account#	Claim Amount
Dura Cast Hardscape Solutions	c/o Credit Consultants Ltd., 11 Scarfe Court Dartmouth NS B3B 1W4		13,082.00
Dynamic Leasing	8 Basinview Drive Dartmouth NS B3B 1G4		86,000.00
Eastern Fence Erectors Limited	145 Cutler Avenue Dartmouth NS B3B 0J5		6,555.00
Flex Cap Inc.	CP 302 BP Rive-Nord Bolsbriand QC J7E 4J4		17,500.00
Jim Pattison Industries Ltd. dba Jim Pattison Lease Ion Lazar	4937 Regent Street Burnaby BC V5C 4H4		292,366.00
Kubota Canada Ltd. Tara Benson	1155 Kubota Dr Pickering ON L1X 0H4		165,300.00
Mortley Investments Inc. Scott A. Reinhardt	201-339 Herring Cove Road Halifax NS B3R 1V5		108,976.00
O'Regan's National Leasing Shelley Giffin	3224 Kempl Road Halifax NS B3K 4X1		225,700.00
West Nova Fuels Limited	P.O. Box 880, 73 Falkland Street Lunenburg NS B0J 2C0	830578	21,345.00
Total			2,518,011.00


 Blue Rose Gardening Inc.
 Insolvent Person



Industry Canada
Office of the Superintendent
of Bankruptcy Canada

Industrie Canada
Bureau du surintendant
des faillites Canada

District of Nova Scotia
Division No. 01 - Halifax
Court No. 45522
Estate No. 51-2967109

In the Matter of the Notice of Intention to make a proposal of:

Blue Rose Gardening Inc.

Insolvent Person

MNP LTD / MNP LTÉE

Licensed Insolvency Trustee

Date of the Notice of Intention:

July 20, 2023

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforementioned insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforementioned insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2023, 12:56

E-File/Dépôt Electronique

Official Receiver

Maritime Centre, 1505 Barrington Street, 16th Floor, Halifax, Nova Scotia, Canada, B3J3K5, (877)376-9902

Canada

SCHEDULE "C"

District of: Nova Scotia
Division No. 01 - Halifax
Court No. 45522
Estate No. 51-2987109

-- FORM 29 --
Trustee's Report on Cash-Flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

The attached statement of projected cash flow of Blue Rose Gardening Inc., as of the 28th day of July 2023, consisting of the hypothetical assumptions and probable assumptions set out in the attached notes, has been prepared by the management of the insolvent person (or the insolvent debtor) for the purpose described in the notes attached, using the probable and hypothetical assumptions set out in the notes attached.

Our review consisted of inquiries, analytical procedures and discussion related to information supplied to us by: the management and employees of the insolvent person or the insolvent person. Since hypothetical assumptions need not be supported, our procedures with respect to them were limited to evaluating whether they were consistent with the purpose of the projection. We have also reviewed the support provided by: management or the insolvent person for the probable assumptions and preparation and presentation of the projection.

Based on our review, nothing has come to our attention that causes us to believe that, in all material respects,

(a) the hypothetical assumptions are not consistent with the purpose of the projection;

(b) as at the date of this report, the probable assumptions developed are not suitably supported and consistent with the plans of the insolvent person or do not provide a reasonable basis for the projection, given the hypothetical assumptions; or

(c) the projection does not reflect the probable and hypothetical assumptions.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

The projection has been prepared solely for the purpose described in the notes attached, and readers are cautioned that it may not be appropriate for other purposes.

Dated at the City of Halifax in the Province of Nova Scotia, this 28th day of July 2023.

MNP Ltd. - Licensed Insolvency Trustee

Per:



Eric Findlay, CIRP, LIT, CPA - Licensed Insolvency Trustee
1801 Hollis Street, Suite 1400
Halifax NS B3J 3N4
Phone: (902) 334-2000 Fax: (902) 701-3690

District of: Nova Scotia
Division No. 01- Halifax
Court No. 45522
Estate No. 51-2967109

- FORM 30 -

Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2)(c) of the Act)

In the Matter of the Proposal of
Blue Rose Gardening Inc.
of the Town of Brookside, in the Province of Nova Scotia

I, Blue Rose Gardening Inc., have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 28th day of July 2023, consisting of the hypothetical assumptions and probable assumptions set out in the attached notes.

The hypothetical assumptions are reasonable and consistent with the purpose of the projection described in the notes attached, and the probable assumptions are suitably supported and consistent with the plans of the insolvent person and provide a reasonable basis for the projection. All such assumptions are disclosed in the notes attached.

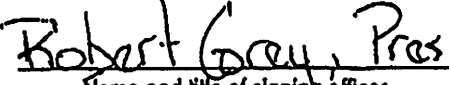
Since the projection is based on assumptions regarding future events, actual results will vary from the information presented, and the variations may be material.

The projection has been prepared solely for the purpose described in the notes attached, using a set of hypothetical and probable assumptions set out in the notes attached. Consequently, readers are cautioned that it may not be appropriate for other purposes.

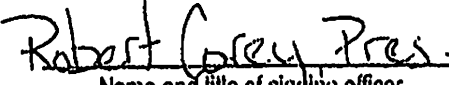
Dated at the City of Halifax in the Province of Nova Scotia, this 28th day of July 2023.



Blue Rose Gardening Inc.
Debtor



Name and title of signing officer




Name and title of signing officer

Blue Rose Gardening Inc.
13 Week Rolling Cash Flow

Account	Week Ending													TOTALS
	1	2	3	4	5	6	7	8	9	10	11	12	13	
	10-01-21	10-08-21	10-15-21	10-22-21	10-29-21	11-05-21	11-12-21	11-19-21	11-26-21	12-03-21	12-10-21	12-17-21	12-24-21	
Cash inflows:														
A/R Collections - net of GST	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	
Gift Certificates	31,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	
Other Non-Client Collections (Fees, refunds, etc.)														
Equipment/Asset Sales														
Other cash receipts														
Total Cash Inflows	91,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	71,000	
Cash Outflows:														
Payroll	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000	
Payroll Remittance - Annual														
Payroll Remittance - Current														
GST Remittance														
Professional Fees - Legal	750	750	750	750	750	750	750	750	750	750	750	750	750	
Professional Fees - Accounting & Bookkeeping	9,731	6,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	
Professional Fees - Merchandising	750	750	750	750	750	750	750	750	750	750	750	750	750	
Other Supplies & Tools														
Subscriptions	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	13,500	
Wholesale & Retail														
Advertising & Promotion														
Bank Charges														
Business Fees & Licenses														
Insurance - COI														
Office / Shop														
Rent	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	5,750	
Supplier Fees														
Utilities														
Software	175	600	175	160	600	175	160	600	175	160	600	175	160	
Cell Phone														
Supplies	350	350	350	350	350	350	350	350	350	350	350	350	350	
Vehicle and Equipment:														
Lease Payments	5,943	6,092	11,156	6,137	5,943	6,178	11,156	6,137	5,943	6,178	11,156	6,137	5,943	
Repairs & Maintenance	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	
Fuel	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	3,100	
Insurance	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300	
Corporate Expenses														
Traveling & Entertainment														
Health Benefits	400	400	400	400	400	400	400	400	400	400	400	400	400	
Wages & Employment	400	400	400	400	400	400	400	400	400	400	400	400	400	
Debitans & PPE														
Equipment Rentals	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	
Contingency/Reserves														
Total Outflows	81,214	79,817	109,977	100,650	86,774	85,208	111,977	102,000	85,943	60,964	79,014	89,110	113,164	
Net Change in Cash	9,786	11,183	-38,977	-29,650	15,226	26,792	-40,977	-30,977	-14,944	10,036	12,986	6,890	-42,164	
Opening Cash - Enter bank balance on 10-01-21	54	9,345	21,453	2,716	-4,944	282	31,079	7,762	-2,317	3,110	34,156	47,143	14,032	
Closing Cash	9,238	20,528	2,476	-2,228	12,712	282	29,079	-2,215	-1,207	13,120	47,143	54,033	28,868	

This statement of projected cash flow has been prepared by the authors in accordance with IASB (2010) of the Bankruptcy and Insolvency Act and should be read in conjunction with the Trustee's Report.

This Statement of Projected Cash Flow includes the hypothetical and/or probable assumptions attached (or as noted above) to this projected cash flow.


Blue Rose Gardening Inc.
Date: July 28, 2021

**IN THE MATTER OF THE PROPOSAL OF
BLUE ROSE GARDENING INC.
OF THE TOWN OF BROOKSIDE, HALIFAX COUNTY, THE PROVINCE OF NOVA SCOTIA
NOTES TO AND ASSUMPTIONS UNDERLYING THE STATEMENT OF PROJECTED CASH
FLOW FOR THE PERIOD JULY 24, 2023 – OCTOBER 20, 2023**

NOTES

The purpose of the statement from Blue Rose Gardening Inc. (the "Company") of projected cash flow for the period July 24, 2023 to October 20, 2023 is to comply with the provisions of the *Bankruptcy and Insolvency Act*.

HYPOTHETICAL ASSUMPTIONS

An assumption that assumes a set of economic conditions or courses of action that are not necessarily the most probable in the insolvent person's judgment but are consistent with the purpose of the cash-flow projection.

None.

PROBABLE ASSUMPTIONS

An assumption that the insolvent person believes reflects the most probable set of economic conditions and planned courses of action; they are suitably supported, consistent with the plans of the insolvent person and provide a reasonable basis for the revised cash-flow statement.

1. The Company has approximately \$750,000 of scheduled and contracted work for the period of this cash flow statement. The balance is estimated revenues based on existing quotes that have historically closed or become completed sales at 75% of the quoted jobs. The Company will continue to operate on a going concern basis providing its service to its customers during the restructuring process. The specific timing of the collection of the Accounts Receivable will fluctuate from the amounts shown as a seasonal average has been used.
2. The Company has significant payroll remittance arrears. It expects to make operational changes which will allow it to pay down the arrears in a reasonable period of time. We expect to file a revised cash flow statement, once these operational changes have been fully identified and evaluated as part of the overall restructuring plan.
3. Operating expenses will be paid in the ordinary course and suppliers will continue to supply the Company all of its needs on a regular terms during the period covered by this cash flow statement. The amounts are estimated based on historical averages and internal estimates.
4. The Company expects to make changes to several of its existing equipment leases. An amended cash flow statement will be filed once these leases are fully identified and evaluated as part of the overall restructuring plan.
5. A contingency is built in to the projections at 5% of forecasted revenues.