

COURT FILE NO. 24-2823737, 24-2823718, 24-2823740  
COURT COURT OF QUEEN'S BENCH OF ALBERTA  
JUDICIAL CENTRE EDMONTON



IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A  
PROPOSAL OF 3MK ENERGY SERVICES LTD., CLL CAPITAL CORP.  
AND LAST CHANCE TRUCKING (1995) LTD.

DOCUMENT **FIRST REPORT OF MNP LTD., PROPOSAL TRUSTEE**

DATE **MAY 19, 2022**

ADDRESS FOR  
SERVICE AND  
CONTACT  
INFORMATION OF  
PARTY FILING  
THIS DOCUMENT

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## APPENDICES

APPENDIX A Report on Cash Flow Statement by Person Making a Proposal (30) for the Projected Statement of Cash Flow for the Period Ending August 7, 2022, Projected Cash Flow Statement for the Period Ending August 7, 2022 and Trustee's Report on

APPENDIX B: Summary of the actual versus projected Cash Flow Statement results.

## INTRODUCTION AND BACKGROUND

1. On April 21, 2022, CLL Capital Corp. (“**CLL**”), Last Chance Trucking (1995) Ltd. (“**LCT**”) and 3MK Energy Services Ltd. (“**3MK**”, collectively as the “**Companies**”) filed a Notice of Intention to Make a Proposal (“**NOI**”) pursuant to the *Bankruptcy and Insolvency Act* (“**BIA**”) and MNP Ltd. consented to act as proposal trustee (the “**Proposal Trustee**”).
2. The Companies provided heavy equipment rentals, trucking services, general oilfield construction and temporary portable water storage tanks to customers in the oil and gas and forestry industries. Mr. Robert Lloyd was authorized by the Companies directors to sign the NOI and all related documents.
3. The Companies head office is in Drayton Valley, Alberta, and its operations are located chiefly in Drayton Valley and the surrounding areas.
4. In accordance with an April 21, 2022 Corporate Registry Search, 3MK’s voting shareholders are Gordon Bjerkness (25%) and CLL (75%) and its directors are Ken Carstairs and Robert Lloyd.
5. In accordance with an April 21, 2022 Corporate Registry Search CLL’s voting shareholders are Ken Carstairs (33.33%), Robert Lloyd (33.33%) and Jason Lloyd (33.33%) and its directors are Ken Carstairs, Robert Lloyd, and Ken Lloyd.
6. In accordance with an April 21, 2022 Corporate Registry Search, LCT’s voting shareholder is CLL (100%) and its directors are Ken Carstairs and Robert Lloyd.
7. On April 11 2022 Canadian Western Bank (“**CWB**”), the Companies primary lender, issued demand letters and notices of intention to enforce security pursuant to section 244 of the *Bankruptcy and Insolvency Act* (the “**BIA**”) to each of the Companies. This precipitated the NOI filing.
8. This is the Proposal Trustee’s first report to the Court of Queen’s Bench of Alberta (the “**Court**”) (the “**First Report**”).
9. A copy of the First Report and other relevant documents in the Companies restructuring proceedings will also be available on the Proposal Trustee’s website at <https://mnpdebt.ca/en/corporate/corporate-engagements/cll-capital-corp>.

## RESTRICTIONS AND LIMITATIONS

10. In preparing its First Report, the Proposal Trustee has relied upon unaudited financial information, the Companies records, financial information, and discussions with the Companies’ management. While the Proposal Trustee reviewed various documents provided by the Companies and believes that the information therein provides a fair summary of the transactions and material, as reflected in the documents, such work does not constitute an audit or verification of such information for accuracy, completeness, or compliance with Generally Accepted Accounting Principles (“**GAAP**”), International Financial Reporting Standards (“**IFRS**”), or Generally Accepted Auditing Standards (“**GAAS**”). Accordingly, the Proposal Trustee expresses no opinion or other form of assurance pursuant to GAAP, IFRS or GAAS with respect to such information.
11. The First Report has been prepared for the purpose described below. Accordingly, the reader is cautioned that the First Report may not be appropriate for any other purpose. The Proposal Trustee will not assume responsibility or liability for losses incurred by the reader as a result of the circulation, publication, reproduction or use of the First Report contrary to the provisions of this paragraph.

12. All amounts included herein are in Canadian dollars unless otherwise stated.

### PURPOSE OF THE REPORT

13. The purpose of the First Report is to provide the Court and other interested parties with
- background information on the Companies, their operations, creditors, current financial state and restructuring efforts to date as well as information regarding the Companies' application, scheduled to be heard on May 20, 2022 seeking approval of the following:
  - An administration charge (the "**Admin Charge**");
  - The substantive consolidation of the proposal proceedings for the Companies; and,
  - An extension of the time period for the Companies to file their proposal until July 5, 2022 (the "**Extension Period**").

### CREDITOR CLAIMS

14. The potential creditor claims against the Companies, based solely on the NOI filing documents, are summarized as follows:

	CLL	3MK	LCT
Secured Debt	\$ 2,383,195.00	\$ 2,416,827.00	\$ 2,436,871.00
Unsecured Debt	\$ 97,245.00	\$ 389,558.00	\$ 335,924.00
<b>Total</b>	<b>\$ 2,480,440.00</b>	<b>\$ 2,806,385.00</b>	<b>\$ 2,772,795.00</b>

15. The secured debt consists primarily of amounts due to CWB (totaling \$2,383,195), which have been cross secured by each of CLL, LCT and 3MK and are reflected in the total secured debt recorded above for each of the Companies. The Proposal Trustee's legal counsel, Field Law LLP ("**Field**") is in the process of completing an independent legal opinion as to the validity and enforceability of the security held by CWB and specific lienholders on individual equipment, where necessary.
16. As no proposal has yet been filed, creditors have not been requested to file a proof of claim and therefore the total claims noted above are subject to change.

### CASH FLOW STATEMENT AND VARIANCE ANALYSIS

17. The Companies prepared its projected statement of cash flow (the "**Cash Flow Statement**") for the period of May 2, 2022 to August 7, 2022 (the "**Cash Flow Period**") which is attached to its Report on Cash Flow Statement ("**Form 30**"). Copies of the Cash Flow Statement and Form 30 and Form 29 (Trustee's Report on Cash Flow Statement) are attached hereto as **Appendix "A"**. A summary of the estimated cashflow, as described in the Cash Flow Statement is set out on the following page:

**CLL CAPITAL CORP., LAST CHANCE TRUCKING &  
3MK ENERGY SERVICES**

Summary of Estimated Cash Flow  
For the Period from May 2 to Aug 7, 2022

<b>CASH RECEIPTS</b>	\$
Accounts Receivable	348,079.22
Work in Progress (WIP)	59,595.00
Gross Sales Proceeds from Equipment Sales	2,988,230.00
<b>TOTAL ESTIMATED CASH RECEIPTS</b>	<b><u>3,395,904.22</u></b>
<b>CASH DISBURSEMENTS</b>	
Fuel Expense	20,000.00
Repairs & Maintenance Expense	3,000.00
Insurance	14,949.57
Shop Rent / Property Taxes	40,500.00
Yard Maint / Garbage Disposal	978.18
Bank Charges & Service Charges	480.00
Office, Postage, & General Expense	300.00
Appraisal Fee	5,000.00
Professional Fees Expense	90,000.00
Telephone, Utilities & Taxes	4,800.00
Salaries including employee benefits	87,779.22
Total Loan Payments	2,509,318.51
Government Remittances	231,326.54
Post Filing Business Expenses	24,270.67
Commissions paid on equipment Sales	219,801.00
Contingency for Unplanned Expense	17,500.00
<b>TOTAL ESTIMATED CASH DISBURSEMENTS</b>	<b><u>3,270,003.69</u></b>
<b>Estimated Cash Receipts over Cash Disbursements</b>	<b>125,900.53</b>
<b>Opening Cash Balance</b>	<b>102,712.73</b>
<b>ESTIMATED CLOSING CASH BALANCE</b>	<b><u>228,613.26</u></b>

**Note: The amounts noted in the summary of Cash Flow Statement above, and in particular the Gross Sales from Equipment Sales, are based on assumptions prepared by the Companies and actual results, including the gross sales proceeds from equipment sales, may be materially different.**

18. From its review of the Cash Flow Statement, the Proposal Trustee notes that after taking into account all estimated cash receipts and all cash disbursements and the assumptions prepared by the Companies, the Companies should have sufficient cash to cover its expenses to the period ending August 7, 2022, such date which is beyond the Extension Period.

19. The Companies prepared its Cash Flow Statement in two-week intervals, commencing on May 2, 2022. As of the date of the First Report, the Trustee has reviewed actual versus projected results from the Cash Flow Statement for the period of May 2, 2022 through May 13, 2022. A summary of the actual versus projected Cash Flow Statement variance is attached as **Appendix “B”**.
20. The Proposal Trustee confirms that it has reviewed financial information for the entire period of April 21, 2022 (the NOI date) to May 13, 2022 and it has not identified any transactions which would constitute a material adverse change to the Companies’ Cash Flow Statement.

### **CONTINUING OPERATIONS**

21. The Companies have maintained a skeletal staff and minimal operations (limited to performing perform critical duties, including the billing and collection of accounts receivable and organizing the sale of assets) during the Cash Flow Period.
22. At this time, the Proposal Trustee and the Companies do not anticipate that interim financing will be required based on the Cash Flow Statement.

### **ADMIN CHARGE**

23. The Companies are seeking an Admin Charge of \$100,000 to rank in priority to all creditor claims against the assets of the Companies. The Admin Charge is sought to provide sufficient security for the restructuring costs to be incurred by the Proposal Trustee, its legal counsel and legal counsel for the Companies during the NOI proceedings. In the Proposal Trustee’s view, and on the assumption that CWB has no objection to the Admin Charge, the Admin Charge will allow the effective participation of the Companies professional advisors in these proceedings. Provided timely payments of accounts issued by the restructuring professionals are made, then the Admin Charge, combined with any retainers previously paid by the Companies, will provide adequate coverage during the NOI proceedings.

### **CONSOLIDATION OF PROCEEDINGS**

24. The Companies are seeking to have the three individual insolvent estates consolidated for the purposes of administration.
25. The Proposal Trustee believes that a consolidation of the three estates is appropriate in the circumstances for the following reasons:
  - a. The Companies have historically operated as a single entity from the same business premises;
  - b. In many cases, the Companies work jointly and contribute resources to jobs;
  - c. The debt owed to CWB has been cross secured by each of the Companies and there is currently no guarantee that the liquidation of the assets will be sufficient to repay the indebtedness of CWB in full;
  - d. Given the nature of the debt being cross secured, it is unlikely that either of CLL, 3MK or LCT would be able to make stand-alone proposals and therefore a joint proposal is appropriate in the circumstances; and,

- e. It will be more efficient and cost effective to administer the three individual proposal filings as one estate.

## PROPOSED SALE OF ASSETS

26. The Companies have been working diligently during the time leading up to the filing of the NOI and beyond to secure proposals from well-known auction companies as well as private offers to purchase in respect of the Companies' assets.
27. The Companies' proposed sale of its assets includes all (or substantially all) of its operating assets by way of an orderly wind-down.
28. The Companies solicited proposals from seven auction companies and obtained auction proposals from each of:
  - a. Team Auctions (aka Sekura Auctions Ltd.) ("**Team**");
  - b. Ritchie Brothers Auctioneers ("**Ritchie Brothers**");
  - c. GD Auctions & Appraisals Inc. ("**GD**"); and,
  - d. Maynards Industries Canada Ltd. ("**Maynards**");(the "**Auction Proposals**")
29. In addition to seeking auction proposals, and prior to filing the NOI, the Companies had sourced certain private offers to purchase resulting from its own marketing efforts and those of Firing Iron Inc. ("**FII**"), with whom the Companies entered into a commission-based agreement. None of the proposed private sales had closed prior to the Companies filing the NOI.
30. Subsequent to filing the NOI, the Companies, with support of each of the Proposal Trustee and its senior secured lender, have accepted certain private offers to purchase of a number of small items, including shop equipment, furniture and computer equipment that would otherwise need to be moved or abandoned. Given the value of the assets involved, which combined total less than \$25,000, and considering the moving costs, the sales are reasonable and practical in the circumstances. Any commission payable to FII for participation in these sales will be honoured by the Companies. Given the dollar value of these transactions, the Companies are not seeking Court approval as the administrative costs will outweigh the value.
31. The Companies also received private offers to purchase certain of its higher valued pieces of equipment, one such offer which was from IHD Energy Services Ltd. ("**IHD**") (the "**IHD Offer**").
32. The original Ritchie Brothers proposal included the assets subject to the IHD Offer. The Companies have requested and are awaiting an updated proposal from Ritchie Brothers that exclude the assets subject to the IHD Offer in order to properly assess which sales process would provide for the highest and best realization of the Companies' assets. Once the updated Ritchie Brothers proposal is received, it will be shared with the Proposal Trustee who will then prepare a supplementary report to the Court outlining its position on the proposed sales process, including whether an auction and/or the IHD Offer appears fair and reasonable in the circumstances.

## REQUEST FOR EXTENSION

33. Pursuant to the BIA, the Companies must file a Proposal no later than May 21, 2022 unless an extension is granted by the Court.
34. Since the date of the NOI the Companies have been taking steps towards its restructuring efforts including:
  - a. Meeting with the Proposal Trustee and assisting in developing Cash Flow Statement;
  - b. Soliciting offers and proposals in relation to the sale of its assets from both private purchasers and public auction companies;
  - c. Meeting with the Proposal Trustee with respect to proposed sales of assets, including both private and public sales; and,
  - d. Corresponding with CWB and answering its questions with respect to the NOI process and proposed asset sales.
35. The Proposal Trustee is of the view that the Extension Period will allow the Companies to review, accept and engage in the closing of sales, both the private and public as set out herein, will preserve the value of the Companies and its assets for the creditors, and more generally, is in the best interests of all of the Companies' stakeholders. Additionally, upon liquidation of the Companies' assets, the Companies will be in a better position to determine the terms of its proposal to its creditors.

## CONCLUSIONS AND RECOMMENDATIONS

36. The Proposal Trustee is of the view that additional time will provide the Companies with the ability to maximize the sale of its assets which is a view of maximizing the return to the Companies creditors. In addition:
  - a. The Proposal Trustee believes the Companies will likely be able to make a viable proposal if an extension of time for the Companies to file a proposal is granted;
  - b. On the assumption that CWB has no objections, the Proposal Trustee is supportive of the \$100,000 Admin Charge in favour of the Companies legal counsel, the Proposal Trustee and Field in order to secure the payment of their fees in the context of the NOI;
  - c. Consolidation of the three individual estates into one proceeding is appropriate in the circumstances for the reasons set out herein;
  - d. The Proposal Trustee is also of the view that the Companies are acting in good faith and with due diligence in taking steps to resolve any outstanding issues and claims of creditors in order that it might be in a position to make a proposal to its creditors; and,
  - e. The Proposal Trustee does not believe that any creditor would be materially prejudiced if an extension of time for the Companies to file a proposal is granted.

All of which is respectfully submitted this 19<sup>th</sup> day of May 2022.

**MNP Ltd.** in its capacity as Proposal Trustee in the  
Notice of Intention to Make a Proposal of  
**CLL Capital Corp., 3MK Energy Services Ltd.  
and Last Chance Trucking (1995) Ltd.**  
and not in its personal capacity

For:



-Per:

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Victor P. Kroeger CPA, CA, LIT, CIRP, CFE  
Senior Vice President

# APPENDIX “A”



District of: Alberta  
Division No. 01 - Edmonton  
Court No. 24-2823740  
Estate No. 24-2823740

- 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  
3MK Energy Services Ltd.  
of the city of Calgary, in the Province of Alberta

The Management of 3MK Energy Services Ltd., has/have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 28th day of April 2022, consisting of Projected revenues and expenses for the period of May 2, 2022 to August 7, 2022..

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 Calgary in the Province of Alberta, this 28th day of April 2022.



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3MK Energy Services Ltd.  
Debtor

Robert Lloyd - President

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Name and title of signing officer

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Name and title of signing officer

District of: Alberta  
Division No. 01 - Edmonton  
Court No. 24-2823740  
Estate No. 24-2823740

FORM 30 - Attachment  
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  
3MK Energy Services Ltd.  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of 3MK Energy Services Inc., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

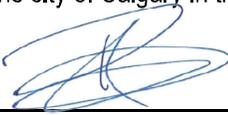
Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.

  
\_\_\_\_\_  
3MK Energy Services Ltd.

District of: Alberta  
Division No. 01 - Edmonton  
Court No. 24-2823740  
Estate No. 24-2823740

-- 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  
3MK Energy Services Ltd.  
of the city of Calgary, in the Province of Alberta

The attached statement of projected cash flow of 3MK Energy Services Ltd., as of the 28th day of April 2022, consisting of Projected revenues and expenses for the period of May 2, 2022 to August 7, 2022., 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 Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

~~Per:~~ For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

District of: Alberta  
Division No. 01 - Edmonton  
Court No. 24-2823740  
Estate No. 24-2823740

\_FORM 29\_ - Attachment  
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  
3MK Energy Services Ltd.  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of 3MK Energy Services Inc., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

-Per:- For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823737  
Estate No. 24-2823737

- 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  
CLL Capital Corp.  
of the city of Calgary, in the Province of Alberta

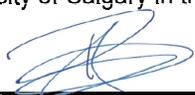
The Management of CLL Capital Corp., has/have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 28th day of April 2022, consisting of Projected revenues and expenses for the period of May 2, 2022 to August 7, 2022.

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 Calgary in the Province of Alberta, this 28th day of April 2022.

  
\_\_\_\_\_  
CLL Capital Corp.  
Debtor

Robert Lloyd - President

\_\_\_\_\_  
Name and title of signing officer

\_\_\_\_\_  
Name and title of signing officer

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823737  
Estate No. 24-2823737

FORM 30 - Attachment  
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  
CLL Capital Corp.  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of CLL Capital Corp., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.



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CLL Capital Corp.

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823737  
Estate No. 24-2823737

-- 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  
CLL Capital Corp.  
of the city of Calgary, in the Province of Alberta

The attached statement of projected cash flow of CLL Capital Corp., as of the 28th day of April 2022, consisting of Projected revenues and expenses for the period of May 2, 2022 to August 7, 2022, 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.

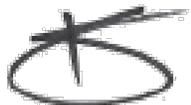
Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

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 Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

-Per: For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823737  
Estate No. 24-2823737

\_FORM 29\_ - Attachment  
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  
CLL Capital Corp.  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of CLL Capital Corp., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

~~Per:~~ For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823718  
Estate No. 24-2823718

- 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  
Last Chance Trucking 1995 Ltd  
of the city of Calgary, in the Province of Alberta

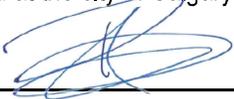
The Management of Last Chance Trucking 1995 Ltd, has/have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 28th day of April 2022, consisting of The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022.

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 Calgary in the Province of Alberta, this 28th day of April 2022.

  
\_\_\_\_\_  
Last Chance Trucking 1995 Ltd  
Debtor

Robert Lloyd - President  
\_\_\_\_\_  
Name and title of signing officer

\_\_\_\_\_  
Name and title of signing officer

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823718  
Estate No. 24-2823718

FORM 30 - Attachment  
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  
Last Chance Trucking 1995 Ltd  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of Last Chance Trucking Ltd., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

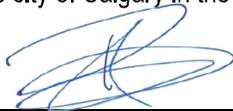
Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.



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Last Chance Trucking 1995 Ltd

District of: Alberta  
Division No. 02 - Calgary  
Court No. 24-2823718  
Estate No. 24-2823718

-- 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  
Last Chance Trucking 1995 Ltd  
of the city of Calgary, in the Province of Alberta

The attached statement of projected cash flow of Last Chance Trucking 1995 Ltd, as of the 28th day of April 2022, consisting of The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022, 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 Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

-Per:- For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

District of: Alberta  
Division No. 02 - Calgary  
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\_FORM 29\_ - Attachment  
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  
Last Chance Trucking 1995 Ltd  
of the city of Calgary, in the Province of Alberta

Purpose:

The Projected Cash-Flow Statement has been prepared solely for the Official Receiver, the Court and the creditors of Last Chance Trucking Ltd., an Insolvent Person, and readers are cautioned that it may not be suitable for other purposes.

The Projected Cash-Flow Statement has been prepared for the period of May 2, 2022 to August 7, 2022 and was filed pursuant to Part III of the Bankruptcy and Insolvency Act.

The Projected Cash-Flow Statement has been prepared for the purpose of preparing and completing a Proposal pursuant to Part III of the Bankruptcy and Insolvency Act.

Projection Notes:

Hypothetical assumptions as defined in Exposure Draft No. 10 of the Canadian Insolvency Practitioners Association are assumptions that assume 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.

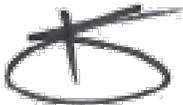
Assumptions:

- (1) Collection of accounts receivable is assumed full collection of the outstanding debt within normal payment terms;
- (2) Remainder of work required to bill and collect WIP will be completed by existing staff and equipment resources;
- (3) Projected Gross Sales Proceeds from equipment sales is based on the completion of a combination of private and public sales in line with prior appraised values;
- (4) Commission on public sales is assumed to be at a rate 10%;
- (5) General and Administrative expenses will decline over time as assets are liquidated;
- (6) Projected cash flow shortages in any given period will be covered by prior period surplus;
- (7) Expenses will be paid in the period in which they are invoiced; and,
- (8) Payments to secured creditors are made on the assumption that the security is valid and enforceable.

Dated at the city of Calgary in the Province of Alberta, this 28th day of April 2022.

MNP Ltd. - Licensed Insolvency Trustee

~~Per.~~ For:



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Victor Kroeger - Licensed Insolvency Trustee  
1500, 640 - 5 Avenue SW  
Calgary AB T2P 3G4  
Phone: (403) 538-3187 Fax: (403) 537-8437

# APPENDIX “B”

# CLL CAPITAL CORP., LAST CHANCE TRUCKING & 3MK ENERGY SERVICES

Actual vs. Projected Cash Flow Results  
For the Period from May 2, 2022 to May 15, 2022

<b>CASH RECEIPTS</b>	<b>Projected</b>	<b>Actual</b>	<b>Variance</b>
Accounts Receivable	102,296.00	127,776.00	- 25,480.00
Work in Progress (WIP)	-		
Gross Sales Proceeds from Equipment Sales	-		
<b>TOTAL ESTIMATED CASH RECEIPTS</b>	<b>102,296.00</b>	<b>127,776.00</b>	<b>- 25,480.00</b>
<b>CASH DISBURSEMENTS</b>			
<b>GENERAL &amp; ADMINISTRATION EXPENSES</b>			
Fuel Expense	-	884.00	- 884.00
Repairs & Maintenance Expense	1,000.00	4,686.00	- 3,686.00
Insurance	7,450.00	7,450.00	-
Shop Rent / Property Taxes	13,500.00		13,500.00
Yard Maint / Garbage Disposal	-		-
Bank Charges & Service Charges	160.00	93.00	67.00
Office, Postage, & General Expense	100.00	4,010.00	- 3,910.00
Appraisal Fee	5,000.00		5,000.00
Professional Fees Expense	15,000.00		15,000.00
Telephone, Utilities & Taxes	1,600.00		1,600.00
Wages Expense	17,000.00	17,392.00	- 392.00
WCB Expense	-		-
Loan Payments	42,058.00	38,557.00	3,501.00
Government Remittances	27,890.00		27,890.00
Post Filing Business Expenses	4,271.00		4,271.00
Contingency for Unplanned Expense	2,500.00		2,500.00
<b>TOTAL ESTIMATED CASH DISBURSEMENTS</b>	<b>137,529.00</b>	<b>73,072.00</b>	<b>64,457.00</b>
<b>Estimated Cash Receipts over Cash Disbursements</b>	- 35,233.00	54,704.00	- 89,937.00
<b>Opening Cash Balance</b>	102,712.73	127,648.00	- 24,935.27
<b>ESTIMATED CLOSING CASH BALANCE</b>	<b>67,479.73</b>	<b>182,352.00</b>	<b>- 114,872.27</b>