

# BANKRUPTCY AND INSOLVENCY ACT

## Form 87

### Notice and Statement of the Receiver (Subsections 245(1) and 246(1) of the Act)

#### IN THE MATTER OF THE RECEIVERSHIP OF THE PROPERTY OF BEARSTONE ENVIRONMENTAL SOLUTIONS INC.

**The Receiver gives notice and declares that:**

1. On the 6<sup>th</sup> day of August, 2019, the undersigned, KPMG Inc., became the receiver and manager (the "Receiver") in respect of the assets, undertakings and properties of Bearstone Environmental Solutions Inc. (the "Company"). The property of the Company can be summarized as follows<sup>1</sup>:

	Estimated Amount (CAD \$)
Property, plant and equipment (including capital leases)	6,412,362.36
Accounts receivable	1,101,624.68
Computer hardware and software	201,227.51
<b>Total</b>	<b>7,715,214.55</b>

2. The undersigned became a Receiver in respect of the assets, undertakings and properties described above by virtue of being appointed by the Court of Queen's Bench of Alberta File No. 1901-08251, Calgary Judicial Centre, dated August 6, 2019. A copy of the appointing order can be found on the receiver's website at: <https://home.kpmg/ca/en/home/services/advisory/deal-advisory/creditorlinks/bearstone-environmental-solutions-inc.html>
3. The undersigned took possession or control of the property described above on the 6<sup>th</sup> day of August, 2019.
4. The following information relates to the Receivership:

- (a) Address of insolvent persons: #500-435-4 Ave SW  
Calgary, AB T2P 2V6
- (b) Principal line of business: Oil and gas field services
- (c) Locations of business: #500-435-4 Ave SW  
Calgary, AB T2P 2V6
- 9502 42 Avenue  
Grande Prairie, AB T8W 5A8
- 1463 32 St SW  
Medicine Hat, AB T1B 4A6

<sup>1</sup> The above summary of estimated assets has been prepared based the book value of the Company's internal unaudited financial statements dated June 30, 2019.

*Notice and Statement of the Receiver (Subsections 245(1) and 246 (1))*

- (d) Estimated amount owed by the Company to each creditor who holds security on the property described above<sup>2</sup>:

	<b>Estimated Amount (CAD \$)</b>
Nations Fund I, LLC	5,132,649.90
Hopf Mechanical	15,177.64
Dunlop Truck Centres (Medicine Hat)	11,204.50
Kal Tire Ltd.	4,678.67
Bradvin Trailer Sales Ltd.	1,055.25
<b>Total</b>	<b>5,164,765.96</b>

- (e) The list of other creditors of the insolvent persons and the amount owed to each creditor (to the extent that it is known) and the total amount due by the insolvent persons is attached to this notice as Appendix "A".
- (f) On August 6, 2019, the Court issued a sale approval and vesting order (the "Vesting Order") approving the sale transaction between the Company and Silverpoint Energy Services Inc. ("Silverpoint") as purchaser, but adopted by the Receiver as vendor and Silverpoint as the purchaser. The adoption of the sale transaction was approved and ratified. A copy of the Vesting Order can be found on the receiver's website. This sale transaction transfers substantially all of the Company's assets located at the Medicine Hat site to Silverpoint.

The intended plan of action of the Receiver during the receivership, to the extent that such a plan has been determined, is as follows:

- To safeguard and preserve the property and equipment of the Company (mainly, equipment located at the Grand Prairie site), and eventually realize on that property, likely through auction or *en bloc* purchase;
- To collect outstanding receivables; and
- To realize on other assets, as appropriate.

- (g) Contact Person for Receiver:

Cameron Browning  
KPMG Inc.  
Suite 3100, 205-5<sup>th</sup> Avenue SW  
Calgary, AB, T2P 4B9  
Telephone: (403) 691-8413  
Facsimile: (403) 691-8008  
Email: cbrowning@kpmg.ca

George Bourikas  
KPMG Inc.  
Suite 4600, 333 Bay Street  
Toronto, ON, M5S 2H5  
Telephone: (416) 777-8887  
Facsimile: (416) 777-3364  
Email: gbourikas@kpmg.ca

<sup>2</sup> Amount owing to Nations Fund I, LLC is based on the Affidavit of Mark Skura dated June 12, 2019.

*Notice and Statement of the Receiver (Subsections 245(1) and 246 (1))*

Dated at Calgary, Alberta, this 16<sup>th</sup> day of August, 2019.

**KPMG Inc.**, in its capacity as receiver and manager of  
Bearstone Environmental Solutions Inc.  
and not in its personal or corporate capacity

A handwritten signature in black ink, appearing to read 'Neil Honess', with a stylized flourish above the name.

Per: Neil Honess  
*Senior Vice President*



**Appendix A**  
**Unsecured Creditor List**  
**In the matter of the receivership of**  
**BEARSTONE ENVIRONMENTAL SOLUTIONS INC.**

<b>Creditor Name</b>	<b>Amount Owing</b>
1698747 Alberta Ltd.	6,057.92
1975689 Alberta Ltd.	11,598.93
1989099 Alberta Ltd.	6,554.52
2008631 Alberta Ltd	1,137.68
2081508 Alberta Ltd	2,086.03
2095068 Alberta Ltd.	1,029.85
745466 Alberta Ltd.	UNKNOWN
A&B Steel	1,056.46
AccuChem	786.66
Action Auto Parts Plus	2,008.81
AGAT Laboratories	105,126.47
Air Liquide Canada Inc.	2,940.56
Albo Farms Ltd	472.50
Alliance Disposal 2010 Ltd.	1,701.00
Alpine Water Store Ltd.	2,279.03
ALS Laboratory Group	33,537.03
AlSCO Canada Corporation	628.24
Anarchy Mechanical Ltd	236.25
Anhorn, Gerald	10,935.00
Apparel Solutions International	4,670.16
Applied Industrial Technologies	279.23
Assure Lock	545.23
B.C. Ministry of Finance	20,579.11
Bank of Montreal	UNKNOWN
Bartee Holdings	UNKNOWN
Beaut Oilfield Services	6,271.78
Bell	193.59
Bernard Vac Ltd.	35,683.99
Big Rock Water Hauling Service	64,688.89
Black Target Sales & Rentals Ltd.	210.00
Boulerice, Jeff	2,000.00
Boulerice, Shane	4,000.00
Boylan Imaging	2,625.00
Bradvin Trailer Sales Ltd.	52,359.50
Bremner Creek Famrs Ltd o/a Deken Oilfield Transport	405,428.88
Brogan Safety Supply Ltd.	480.42
Brothers Transport Inc.	10,755.78
Brovac (a Division of 654963 Alberta Ltd.)	3,139.50
Bulacan Transportation	117.33
Bulldog Energy Group Ltd.	49,267.50
C Pete Consulting Inc.	3,067.84
Caledon Environmental Services Ltd.	4,168.13
Campbell, Ken	4,000.00
Canada Revenue Agency	UNKNOWN
Canadian Western Bank	UNKNOWN

Catalyst Software Inc	23,093.13
Caylee Trucks Inc.	2,600.00
Centre West Enviro Wash & Lube Ltd	58.36
Certified Laboratories	523.64
CFR Chemicals Inc.	9,430.36
Chewy's Water Hauling Ltd.	105,414.75
Chinook Oilfield Services Inc	3,234.00
City of Medicine Hat	UNKNOWN
Cloud Bay Consulting Ltd	7,937.65
Collabria	10,167.14
Connections Career & Safety Services Ltd.	300.00
Cordy Environmental Inc.	75,033.00
Crouse's Cleaners	699.89
Cullen Contracting Ltd	1,606.50
Culligan	25.43
Culligan Bottled Water	655.05
Cypress Communications Ltd.	771.75
Davidson Brothers Farms	UNKNOWN
DC Derrick Oilfield Services	36,434.43
Derryn Farms Ltd	2,100.00
Desjardins Card Services (Staples)	597.26
Direct Energy Regulated Services	3,711.99
Diversified Chain & Rigging Inc.	2,071.86
Dunlop Truck Centres (Medicine Hat)	37,171.95
ECS Safety Services Ltd.	1,516.23
Edmonton Kenworth Ltd	405.00
Element Materials Technology Canada Inc.	5,335.62
Enterprise Rent A Car Canada Company	5,278.59
Excel Fire & Safety	3,326.93
Exova Canada Inc	15,942.41
Ezra Industrial Corp.	1,312.50
F&S Safety Buzz Ltd.	131.25
Farm Land Supply Centre Inc	325.35
Fleet Brake Parts & Service Ltd	2,095.43
Formula Powell L.P.	8,972.05
Fort Garry Industries	1,975.72
Fountain Tire Ltd.	72,816.37
Free Eagle Trucking	2,047.60
Fresh Coast Investments	UNKNOWN
G.U.N.N. Oilfield Services Ltd.	46,806.81
Gallagher Energy Risk Services	UNKNOWN
Gallup Agitator Systems Inc	2,114.95
Gamble, Barbara	UNKNOWN
Getz, Neil	525.00
Gibson Energy Infrastructure Partnership	UNKNOWN
Glacier Mobile Glass	UNKNOWN
Goal FX Signs & Graphics	1,128.75
Good To Go Trucking	4,158.00
Greenery Office Interiors Ltd	1,476.92
Greschner, Tony	17,920.00
Hancock Petroleum Inc.	2,529.47
Heartland Truck Rentals Ltd.	92,274.39

Helgason Acres Ltd	1,155.00
High Gear Contracting Ltd.	13,187.05
Higson Enterprises Ltd	5,284.63
Hi-Volt Safety	558.75
Home Inn Express	540.30
Horse, Norman	UNKNOWN
HT Motorhome RV Rentals	2,374.05
Hydraco Industries	2,634.52
Infinity Dynamics	348.01
J. Martinson Consulting Inc.	2,007.34
Jenn Oilfield Consulting	1,050.00
Jenner Sales & Service	3,984.79
Jones, Harry	7,000.00
K & E Paulgaard Farms	5,500.00
Kal Tire - Dawson Creek	1,239.51
Kal Tire - Grande Prairie	1,549.01
Kal Tire - Leduc	263.51
Kal Tire - North Battleford	374.63
Kal Tire - Provost	1,012.52
Kal Tire -Stettler	1,890.15
Kalmic Ventures Inc.	4,521.48
Kazak Machining Ltd.	84.00
Kel-Can Mechanical Ltd	23,112.14
Keogan Mountain Trucking Ltd	14,421.09
KI & D Ventures	UNKNOWN
King Vac & Tank Services Inc.	13,777.28
Kirk's Mid-Way Tire Ltd	4,906.66
Kost Fire Equipment Ltd	107.89
Kyle Farming Co. Ltd.	6,500.00
Ledarco Construction & Trucking Ltd.	4,233.08
Lewis, Brian	1,500.00
Lil Fella Trucking Ltd.	7,560.00
Lipan Environmental Consulting Ltd.	UNKNOWN
LMT Enterprises Ltd	296.55
LSM Service Division LTD	858.00
Lyons, Tim	150.00
Malinsky, Lynn	10,350.00
Manitoulin Transport	214.58
Maverick Farms Ltd	35,195.00
Max Fuel Distributors	62.92
McDonald, David	2,200.00
McMillan Environmental Consulting	343.88
Medicine Hat Sign Works	997.50
Midpoint Mechanical Ltd.	2,949.45
Mikula Farms Ltd	UNKNOWN
MNP LLP	20,840.50
Mobster Mechanical Inc.	UNKNOWN
Morgan Farms	4,500.00
Movac Mobile Vacuum Serv Ltd	15,880.07
Napa Auto Parts Grande Prairie	276.02
New Horizon Co-Operative Ltd.	18,552.95
New West Freightliner Inc.	3,813.71

New West Leasing #153	2,023.64
New West Leasing #154	2,367.96
New West Leasing #155	4,742.29
Northern Commercial Inspections	514.08
Northern Metallic	43,695.34
Northern Star Cattle Company	UNKNOWN
Ocean Fluids and Filtrations	1,415.40
Olson, Brent	582.75
Olson, Chris	500.00
Overhead Door	200.04
Overhead Door Co. of Grande Prairie (1979) Ltd.	469.88
Paramount Parts Inc.	49.01
Parson, Mitch	500.00
Pat's Auto Supply	7.31
Peaceland Oilfield Services Ltd.	86,597.98
Pitneyworks	95.13
Pitneyworks / Pitney Bowes	233.67
Priority Fluid Power Ltd.	1,039.93
PumpGuy Water Services	651.00
Pure North Water Ltd.	UNKNOWN
Purolator Courier Ltd	163.33
Querin, Tammy	20,000.00
RB Curry Auto Transport Ltd.	5,318.25
Reactive Group of Companies Inc.	186.64
Rebel Metal Fabricators Ltd	5,313.11
Red L Distributors Ltd.	UNKNOWN
Resch, Linda	1,273.69
Resch, Trent	154.21
RHM Transportation Inc	49,692.64
Ricoh Canada Inc	5,829.41
Rob Rasi Ventures Ltd.	24,294.37
Rodeo Express Delivery Ltd	2.31
Rondo Roads Ventures Ltd.	763.09
RT Rentals Inc.	10,500.00
Sanctuary Flats Ltd	3,000.00
Sask Valley Oilfield Maintenance Inc.	976.80
SCREO 1 Calgary Office LP	UNKNOWN
Sever, John	2,000.00
SH Hauling Inc.	UNKNOWN
Shamrock Vue Trucking Inc	3,957.37
Shaw Cable	78.75
SOS Graphics	327.31
South Point Hose & Fitting	15,120.07
Spider Rentals Ltd.	UNKNOWN
Stahl Peterbilt Inc	444.09
Standoff Colony Farming Co.	UNKNOWN
Staples Advantage (ED c/o C25043C	2,577.93
Stericycle Communication Solution ULC	410.49
Strategic Industrial Cleaning Solutions	8,350.12
Summit Motors Ltd.	784.33
SureHire Inc.	938.80
Telus Mobility	3,282.00



Tervita Corporation	2,611.77
The Bolt Supply House Ltd	55.78
The Gear Centre	9,175.26
The Glass Shop Inc.	1,330.88
The Print Shop	4,972.80
The Printing House Ltd	1,237.57
Timber Pro Logging Ltd.	599.16
Titan Supply	5,174.40
TKRP Contracting	2,130.62
T'N'T Tank & Trailer Repair Grande Prairie LP	340.74
TNT Tank and Trailer Repair	15,851.43
Torque Industrial Ltd.	UNKNOWN
Torys LLP	12,590.32
Tower Oilfield Services Ltd.	20,790.00
Town of Spirit River	260.49
Tri-Co Machining Ltd	2,046.21
Trim FX Sign and Design	5,919.90
UFA	36,503.00
United Farmers of Alberta	38,265.04
Vector Communications	2,336.78
Warkentin Land & Cattle	2,000.00
Warkentin, Hudson	5,170.00
Waste Connections of Canada Inc.	110.18
Water Blast Manufacturing	3,225.43
Western Backhoe Service	242.00
Western Canada Welding Products Ltd.	96.60
Western Star and Freightliner Trucks of GP	UNKNOWN
Williams Environmental Consulting Ltd	15,638.75
Willsie, Gerald	5,000.00
Wilmar Oilfield Pressures Ltd.	32,980.33
Work Safe BC	UNKNOWN
Wurth Canada Limited	1,238.00
X-Calibre Industries	5,261.36
Yaniuk, Glen	UNKNOWN
Ziebart	438.90
KERKHOFF, Gerry	UNKNOWN
JENKINS, Barbara	UNKNOWN
SMITH, Wade	UNKNOWN
DEVITT, James	UNKNOWN
PARR-ANSTEY, Lois	UNKNOWN
HAYDEN, Erin	UNKNOWN
GUEST, Deborah	UNKNOWN
KERKHOFF, Galin	UNKNOWN
HADDOCK, Ang	UNKNOWN
HAMM, Dwight	UNKNOWN
AMERO, Mitchell	UNKNOWN
ANAKA, Adam	UNKNOWN
ANDERSON, Bryce	UNKNOWN
BARRETT, Robert (Bob)	UNKNOWN
BELER, Brian	UNKNOWN
CHAISSON, Joe	UNKNOWN
CLAYTON, Jordan	UNKNOWN

DARR, Terry	UNKNOWN
DAUTREMONT, Clinton	UNKNOWN
DAVIS, Wilfred (Arnie)	UNKNOWN
DRAKE, Jason	UNKNOWN
DUMONT, Norm	UNKNOWN
GALLUP, Jay	UNKNOWN
GORNISIEWICZ, Lukasz	UNKNOWN
HOUSE, Keith	UNKNOWN
KOUBRIAK, Valetin	UNKNOWN
MCDONALD, Mike	UNKNOWN
NEWSTEAD, Joshua	UNKNOWN
NOVISKI, Marie	UNKNOWN
PELLAND, Brook	UNKNOWN
ROCHOW, Brad	UNKNOWN
TIMMINS, William (Scott)	UNKNOWN
WELLWOOD, Ivan	UNKNOWN
WICK, Barry	UNKNOWN
WATSON, Mark	UNKNOWN
HADDOCK, Jamie	UNKNOWN
CHRISTIE, Shawn	UNKNOWN
BURSTON, Robert	UNKNOWN
BURSTON, Ashley	UNKNOWN
CHRISTENSEN, Christina	UNKNOWN
MARTENS, Jacob	UNKNOWN
SMITH, Anthony	UNKNOWN
Workers' Compensation Board	UNKNOWN