

NOTICE AND STATEMENT OF RECEIVER

(Subsections 245(1) and 246(1) of the Act)

**IN THE MATTER OF THE RECEIVERSHIP OF
LR PROCESSING LTD. AND LR PROCESSING PARTNERSHIP****THE RECEIVER HEREBY GIVES NOTICE AND DECLARES THAT:**

1. On the 13th day of June, 2017, upon application by the Alberta Energy Regulator (“**AER**”), the undersigned, Grant Thornton Limited, was Court-appointed receiver (“**GTL**” or the “**Receiver**”) of the assets, properties and undertakings of LR Processing Ltd. (“**LR Ltd.**”) and LR Processing Partnership (“**LR Processing**”) (collectively, the “**Entities**”). Based on the electronic accounting records of the Entities, which the Receiver notes appear to have been combined into one accounting unit and further are not current given that accounting activity ceased June 30, 2016, a summary of the Entities’ assets and their respective book values (other than cash, which the Receiver knows to be \$Nil) is as follows:

Accounts Receivable	\$ 693,751
Intercompany Receivables	2,064,948
Capital Assets	23,155,148
	<u>\$ 25,913,847</u>

2. The undersigned was appointed Receiver of the Entities by the Court of Queen’s Bench of Alberta (the “**Court**”), pursuant to a consent receivership order (the “**Receivership Order**”) pronounced on June 13, 2017. The Receivership Order, and other relevant materials pertaining to this matter are available by visiting the undersigned’s website at: www.grantthornton.ca/lexin
3. Pursuant to the Receivership Order, the Receiver is empowered and authorized, but not obligated, to take possession of the property of the Entities, with the exception of taking possession of or exercising physical control over any well, facility or pipelines licensed to any of the Entities by the AER (“**Sites and Abandoned Sites**”).

Except for the Sites and Abandoned Sites, which are currently under the care and custody of either the Orphan Well Association (“**OWA**”) or Working Interest Partners (“**WIP**”s), the Receiver continues to exercise its powers granted in the Receivership Order to take possession of the Entities’ remaining property.

4. The following information relates to the receivership:
 - a) Registered and Records Office:

- i. LR Ltd. – Based on the Corporate Registries of Alberta, 1600, 333 – 7th Avenue SW, Calgary Alberta; and
 - ii. LR Processing – Unknown, as there is no address listed based on a search of the Corporate Registries of Alberta.
- b) Principal line of business: Natural gas processing.
- c) Location of the businesses: MD of Foothills, Alberta.
- d) Based on the Alberta Personal Property Registries and Alberta Land Title Search, the creditors with a registered security interest in the Entities are as follows: Young EnergyServe Inc., Techmation Electric & Controls Ltd., Unique Scaffold Inc., 721381 Alberta Ltd., Autopro Automation Consultants Ltd., and 1049597 B.C. Ltd.
- e) A list of creditors is attached as Schedule “A”, which was obtained from the Entities’ combined electronic accounting records.
- f) The intended plan of the Receiver is to continue with its Court-approved sales process to sell the assets of the Entities and administer the affairs of the Entities.
- g) Contact number for Receiver: 403-508-1371

For more information on the receivership proceedings, please visit: www.grantthornton.ca/lexin

DATED at Calgary, Alberta, this 24th day of November, 2017.

Grant Thornton Limited,
in its capacity as receiver and manager of
LR Processing Ltd. and LR Processing Partnership
and not in its personal capacity


Per: Andrew Basi, CPA, CA, LIT, CIRP
Senior Vice President

**In the Matter of the Receivership of
LR Processing Ltd. and LR Processing Partnership**

List of Creditors

Creditor Name	Amount
0989 RESOURCE PARTNERSHIP	\$ 37,477.60
1739913 AB LTD.	21,000.00
550030 ALBERTA LTD.	2,600.00
631854 ALBERTA LTD.	3,275.00
A.R. THOMSON GROUP	524.01
AARON'S DRAIN CLEANING	315.00
ABSA	13,075.03
ABSA	1,075.00
ACCESS ANALYTICAL LABORATORIES INC.	266.70
ACKLANDS-GRAINGER INC.	10,247.03
AGAT LABORATORIES	413.49
AIR LIQUIDE CANADA INC.	10,559.88
ALAN E. BISHOP AND	800.00
ALBERTA ASSOCIATION OF OPTOMETRISTS	156.08
ALBERTA GOVERNOR SERVICE INC.	18,445.82
ALBERTA ONE-CALL CORPORATION	507.15
ALBERTA TANK FABRICATION & COATING LTD.	50,400.00
ALEXANDER GREGORY SOUTZO	14,000.00
ALSCO CANADA CORP.	1,864.44
AMAZON SPRINGS WATER CO. LTD	1,044.50
AMETEK CANADA INC	2,499.00
ANATECH	2,646.00
AON HEWITT INC.	27,405.17
ARCS OILFIELD SERVICES LTD	6,683.25
ARMCOR CORROSION SERVICES INC	13,116.65
AR-TECH COATING LTD.	56,710.50
ART'S MAINTENANCE SERVICE LTD.	32,445.05
ARW TRUCK EQUIPMENT LTD	3,339.57
ATCO STRUCTURES	10,107.43
ATLAS COPCO COMPRESSORS CANADA	330.67
AUTOPRO AUTOMATION CONSULTANTS LTD.	8,259.20
B&B ENERGY SERVICES LTD.	176,876.76
BAKER HUGHES SUPPORT SERVICES	33,377.86
BENCH OILFIELD CONSULTING LTD.	41,947.50
BLAKE, CASSELS & GRAYDON LLP	30,396.68
BOB MILLER TRUCKING (2001) LTD.	1,239.00
BOSS LUBRICANTS	3,753.76
BOUNDARY TECHNICAL GROUP INC.	918.75
BOW CITY DELIVERY	247.00
BRAVO TARGET SAFETY	60,974.55

Creditor Name	Amount
BRENNTAG CANADA INC.	20,263.55
BRIGGS IGNITION & CONTROLS	10,665.22
BRITE-LITE INC.	849.09
BUFFALO INSPECTION SERVICES (2005) INC	33,865.40
BURSTALL WINGER ZAMMIT LLP	6,938.66
CALIBER PLANNING	4,712.36
CANADIAN HEAT EXCHANGERS	97,075.60
CANADIAN PACIFIC RAILWAY	1,365.00
CANADIAN PACIFIC RAILWAY	210.00
CANDOR ENGINEERING (2007) LTD.	50,242.96
CANON CANADA	1,954.36
CANWEST PROPANE	3,971.05
CHEMTREAT INTERNATIONAL INC - CANADA	65,998.43
CLB PAINTING	8,631.00
CLH ENERGY & IND SVC CRP C3191	6,356.41
CLHB EXPLORATION SVC LTD C3191	5,475.75
CLYDE UNION CANADA LIMITED	25,495.39
COLWELL FARMS LTD.	1,650.00
CONNEX ONTARIO INC	1,321.70
CONTINENTAL ELECTRIC MOTOR SERVICES	646.80
CONTINENTAL STRESS	315.00
CONVERSION VENDOR	420,000.00
CROP PRODUCTION SERVICES	8,366.40
DAFCO FILTRATION GROUP CORPORATION	1,408.68
DATUM SOLUTIONS INC.	3,282.30
DAWSCO COFFEE SERVICE LTD	1,507.50
DENMAX ENERGY SERVICES LTD.	95,252.74
DESJARDINS CARD SERVICES 0001	733.82
DESJARDINS CARD SERVICES 0002	2,608.50
DIRECT ENERGY MARKETING LIMITED	13,671.65
DIRTY BIRDY LANDSCAPING	262.50
DNOW CANADA ULC	43,005.86
DRESSER-RAND CANADA INC.	740.56
EATON INDUSTRIES (CANADA) COMPANY	782.46
EC&M ELECTRIC 1934 LTD	2,543.92
EECOL ELECTRIC CORP	153.15
ELLIOTT TURBOMACHINERY CANADA INC.	47,090.53
ELSPECT ELECTRICAL (2007) LTD	5,393.68
ENMAX COMMERCIAL SERVICE	147,136.20
ENVIROCAN LTD - ALDERSYDE	1,701.11
EQUINOX ENGINEERING CANADA LTD.	28,925.85
ERIK PETERSEN	500.00
F. R. WEBSTER & COMPANY LIMITED	300.00
FERG'S SEPTIC SERVICE LTD	1,172.85
FERNANDO WIEBE	262.50

Creditor Name	Amount
FLO CORR SERVICES LIMITED	17,973.05
FLOWERVE CANADA CORP	3,039.74
FOUR QUEST ENERGY	94,351.87
FRANK AND JOCELYN WAKEFORD	10,000.00
G&R PICKER SERVICES LTD	3,927.00
GAS LIQUIDS ENGINEERING LTD.	36,939.08
GATEWAY TUBULARS LTD	7,053.81
GIBSON ENERGY PARTNERSHIP	39,370.82
GLOBAL ANALYZER SYSTEMS LTD.	5,788.13
GLOBAL TRAINING CENTRE	10,835.26
GORDON WILLIAMS FRASER	800.00
GOVERNMENT OF ALBERTA	100.00
H.H. ANGUS AND ASSOCIATES LTD	8,610.00
HANGIN ARCH LIMITED	1,000.00
HENRIK ORMSTRUP & DANNA ORMSTRUP	1,100.00
HES PV	2,235.81
HEWLETT PACKARD (CANADA) CO.	6,224.40
HIFAB HOLDINGS LTD.	1,578.12
HIGHFIELD INVESTMENT GROUP INC.	623.70
HIGH-TECH RIGGING LTD.	85,072.05
HOWARD KNOX SUITOR	1,100.00
HRR RENTALS	7,103.00
HYDRO SCOTFORD INC	106,853.25
IMAGEWEAR A DIVISION OF MARK'S	2,148.52
INDUSTRIAL PROCESS PRODUCTS LTD.	5,859.00
INDUSTRY CANADA	18,480.40
INTERCO - MFC RP AND MFC PP	23,554,711.92
JAMES ELECTRIC MOTOR SERVICES LTD.	1,719.59
JAMES STANLEY EVANS	500.00
JOHN CHRISTIAN & THELMA JEAN BERGER	850.00
JOHNSON CONTROLS #C3039	655.20
KENNETH JACK PATTON AND	750.00
LARIAT WATER HAULING	1,732.50
LEAK TECHNOLOGIES SOLUTIONS LTD.	682.50
LESLIE GROENEVELD	200.00
LIFTING EQUIPMENT LTD.	5,727.30
LIGHTSTREAM RESOURCES LTD.	172.02
LINDE CANADA LIMITED C3199	3,210.55
LOOMIS EXPRESS	692.09
M.D. OF FOOTHILLS NO. 31	495,675.05
MANULIFE FINANCIAL	43,887.12
MARK ZACHARY COOPER AND	800.00
MAR-QUINN INDUSTRIES LTD.	163,267.65
MAXXAM ANALYTICS	44,365.79
METRO TECH SYSTEMS LTD.	437.85

Creditor Name	Amount
METTRON PROVING SERVICE (1998) LTD.	1,311.72
MICHAEL IMLER	1,800.00
MICHAEL IMLER	1,454.13
MICRO-WATT CONTROL DEVICES LTD.	593.25
MIDSTREAM EQUIPMENT CORP	2,100.00
MIDWEST SURVEYS INC.	17,862.98
MILLER SUPPLY LTD.	2,623.64
MINISTER OF FINANCE	165.00
MPP LTD.	22,660.00
MRC GLOBAL (CANADA) ULC	232,867.95
MRO ELECTRONIC SUPPLY LTD.	325.08
NETWORK RECYCLING INC.	38,011.05
NEWALTA CORPORATION	243.60
NEWCART CONTRACTING (1993) LTD.	18,624.09
N-FORCE CRANE & EQUIPMENT LTD.	59,113.43
OLGA MAY COTE	4,050.00
ONSTREAM PIPELINE INSPECTION LTD.	199,400.99
OWEN R. LEWIS AND CAROL M. LEWIS	1,100.00
PAUL HERR AND SHELLEY HERR	800.00
PAUL S HAMER AND KAREN L HAMER	1,545.87
PAUL S HAMER AND KAREN L HAMER	1,300.00
PCA VALENCE ENGINEERING	4,226.25
PEDERSEN TRANSPORT LTD	357.96
PENTAIR VALVES & CONTROLS CANADA INC	4,284.21
POWER PLANT	6,667.96
PROCON SYSTEMS INC.	1,417.50
PROMET ENVIROMENTAL GROUP LTD.	10,689.12
PROPAK SYSTEMS LTD	19,464.87
QUADRA CHEMICALS LTD.	7,516.28
QUALITY COMPRESSOR & MACHINE INC.	888.18
QUANTUM MURRAY LP	31,074.08
RANDLE FARMS LTD	500.00
RBC INVESTOR SERVICES TRUST	9,600.00
RECEIVER GENERAL	101,634.78
REDING INSTRUMENT SERVICES LTD	693.00
ROBERT ROY FRASER	1,200.00
ROCKY VIEW COUNTY	5,888.75
RODAN ENERGY SOLUTIONS CORP.	6,755.31
SAFETY BOSS INC.	5,076.87
SANDOR ARANY	1,700.00
SASKATOON BOILER MFG. CO. LTD.	1,268.62
SCOTT CHARLES HENRY & SHERRI-DALE HENRY	600.00
SHOCK TRAUMA AIR RESCUE SOCIETY	174.00
SHRED-IT INTERNATIONAL ULC	588.58
SIEMENS CANADA LIMITED	262.50

Creditor Name	Amount
SITECH SPECIALTY SERVICES LTD.	1,391.25
SKID-DADDLE COURIER	435.03
SKYSTONE INTERNATIONAL LP	1,275.75
SOLUTIONCORP INC.	10,340.50
SPARTAN CONTROLS LTD.	23,784.77
STANTEC CONSULTING LTD	11,022.06
STAPLES ADVANTAGE	934.56
STREMCO ENGINEERING LTD.	12,230.40
SUMMIT FLEET	15,032.88
SUMMIT INSPECTION SERVICES LTD.	22,989.76
SUN LIFE ASSURANCE CO OF CANADA	45,212.13
TANNAS CONSERVATION SERVICES LTD	11,544.90
TARPON ENERGY SERVICES LTD.	37,478.70
TCI BUSINESS CAPITAL, INC.	9,486.75
TECHMATION ELECTRIC & CONTROLS LTD.	192,983.35
TELUS COMMUNICATIONS	5,629.55
TELUS MOBILITY	373.66
TELVENT CANADA LTD.	45,202.13
TERRA HDD SOLUTIONS INC.	21,022.02
TERVITA CORPORATION	72,556.67
THE CITY OF CALGARY	5,518.33
THE COVERALL SHOP	3,134.75
THE HEALING HANDS BUSY BOOK	210.00
THE PADDON HUGHES DEVELOPMENT CO. LTD.	490.16
THOMAS J BERGER AND LORETTA L BERGER	1,200.00
TNT PIPELINE SERVICES	2,917.78
TOMCO PRODUCTION SERVICES LTD	2,272.20
TOWN OF HIGH RIVER	1,123.57
TRANSMISSION SUPPLIES LTD.	2,132.40
TRIPLE D BENDING	2,559.90
TRIPLE SEVEN INTEGRITY MANAGEMENT INC	22,372.88
TRIPLE T ENERGY SERVICES LTD	65,682.77
TUNDRA PROCESS SOLUTIONS LTD	2,256.45
UNIFIED VALVE GROUP LTD.	99,985.21
UNIQUE SCAFFOLD	153,568.21
UNITED FARMERS OF ALBERTA	1,280.28
VERTEX RESOURCE SERVICES LTD.	58,154.17
WEIR CANADA INC.	28,825.01
WENDY ROCHELLE WILDEMAN	150.00
WESTBURNE WEST	10,201.97
WESTECH INDUSTRIAL LTD.	8,521.80
WESTERN HIGH VOLTAGE TEST CENTRE INC	22.05
WHEATLAND COUNTY	3,841.90
WI-COM SOLUTIONS	12,658.80
WORLEYPARSONS CANADA SERVICES LTD.	48,175.23

Creditor Name	Amount
YOUNG ENERGYSERVE INC	266,945.72
	<u>\$ 28,849,941.67</u>