ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF SILVER STREAMS HOMES INC., SILVER STREAMS HOMES (PUCCINI) INC., 2148993 ONTARIO INC., 2148990 ONTARIO INC., 2147681 ONTARIO INC. AND 2147650 ONTARIO INC.

Applicants

REPORT ON CASH FLOW STATEMENT
(Section 10(2)(b) of the *Companies' Creditors Arrangement Act* ("CCAA"))

Silver Stream Homes (Puccini) Inc. and the other Applicants listed above (collectively, **"Silver Streams"**) have prepared the attached statement of projected cash flow of Silver Streams as of December 16, 2013 (the "**Cash Flow Statement**") consisting of a 13 week cash flow for the period December 16, 2013 to March 14, 2014. Silver Streams developed the assumptions contained in the Notes to the Cash Flow Statement (the "**Notes**"). The purpose of the Cash Flow Statement is to determine the liquidity requirements for Silver Streams during the CCAA proceedings.

The hypothetical assumptions are reasonable and consistent with the purpose of the projections described herein, and the probable assumptions are suitably supported and consistent with the plans of Silver Streams and provide a reasonable basis for the projections. All such assumptions are disclosed in the Notes.

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

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The projections have been prepared solely for the purpose described herein, using the probable and hypothetical assumptions set out in the Notes. Consequently, readers are cautioned that the Cash Flow Statement may not be appropriate for other purposes.

Dated: December 16, 2013

SILVER STREAMS HOMES INC., SILVER STREAMS HOMES (PUCCINI) INC., 2148993 ONTARIO INC., 2148990 ONTARIO INC., 2147681 ONTARIO INC. AND 2147650 ONTARIO INC.

Per:

Imran Jinnah

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Mr. Imran Jinnah

Title: CEO

I have the authority to bind the corporations

Silver Streams Homes Puccini Inc. et. al.
Projected Statement of Cash Flow
For the 13-week period ending March 14, 2014
(Unaudited, $C)

		2013		2014											
		20-Dec	27-Dec	03-Jan	10-Jan	17-Jan	24-Jan	31-Jan	07-Feb	14-Feb	21-Feb	28-Feb	07-Mar	14-Mar	Total
Receipts															
Lot #22															
Gross closing proceeds, net of deposit collected	1	-	-	-	827,257	-	-	-	-	-	-	-	-	-	827,257
Commission payable (2.5% of gross purchase price)	1	-	-	-	(24,500)	-	-	-	-	-	-	-	-	-	(24,500)
Lot #25															
Gross closing proceeds, net of deposit collected	1	-	-	-	-	-	-	918,257	-	-	-	-	-	-	918,257
Commission payable (3.5% of gross purchase price)	1	-	-	-	-	-	-	(39,086)	-	-	-	-	-	-	(39,086)
General															
Interim financing facility (i.e. DIP loan)	2	425,000	-	-	-	-	-	-	-	-	-	-	-	-	425,000
HST rebates		-	-	-	-	-	-	-	-	-	-	-	-	48,000	48,000
HST collected	1	-	-	-	112,743	-	-	128,473	-	-	-	-	-	-	241,217
Total receipts		425,000	-	-	915,500	-	-	1,007,644	-	-	-	-	-	48,000	2,396,144
Disbursements															
Lot #22															
Interior finishing cost	3	19,800	12,952	-	-	-	-	-	-	-	-	-	-	-	32,752
Exterior finishing cost	3	5,500	5,700	-	-	-	-	-	-	-	-	-	-	-	11,200
HST (13%)		3,289	2,425	-	-	-	-	-	-	-	-	-	-	-	5,714
Lot #25															
Interior finishing cost	3	13,750	10,807	21,332	1,000	-	-	-	-	-	-	-	-	-	46,889
Exterior finishing cost	3	3,500	5,500	-	5,500	-	-	-	-	-	-	-	-	-	14,500
HST (13%)		2,243	2,120	2,773	845	-	-	-	-	-	-	-	-	-	7,981
Lot #23															
Interior finishing cost	3	-	-	-	-	5,494	24,826	28,020	12,020	9,950	19,764	4,300	1,400	-	105,774
Exterior finishing cost	3	-	-	-	-	10,556	-	-	-	-	-	-	5,500	-	16,056
HST (13%)		-	-	-	-	2,086	3,227	3,643	1,563	1,294	2,569	559	897	-	15,838
Lot #24															
Interior finishing cost	3	-	-	-	-	5,494	24,826	28,020	12,020	9,950	19,764	4,300	1,400	-	105,774
Exterior finishing cost	3	-	-	-	-	10,556	-	-	-	-	-	-	5,500	-	16,056
HST (13%)		-	-	-	-	2,086	3,227	3,643	1,563	1,294	2,569	559	897	-	15,838
Lot #20															
Interior finishing cost	3	-	-	-	-	17,238	6,631	19,509	1,000	-	-	-	-	-	44,377
Exterior finishing cost	3	-	-	-	-	-	-	-	5,500	-	-	-	-	-	5,500
HST (13%)		-	-	-	-	2,241	862	2,536	845	-	-	-	-	-	6,484
Lot #19															
Interior finishing cost	3	-	-	-	-	5,500	700	-	-	-	-	-	-	-	6,200
Exterior finishing cost	3	-	-	-	-	-	5,500	-	-	-	-	-	-	-	5,500
HST (13%)		-	-	-	-	715	806	-	-	-	-	-	-	-	1,521
Lot #1															
Interior finishing cost	3	-	-	-	-	27,038	17,700	2,800	-	-	-	-	-	-	47,538
Exterior finishing cost	3	-	-	-	-	5,450	1,200	3,600	-	-	-	-	-	-	10,250
HST (13%)		-	-	-	-	4,223	2,457	832	-	-	-	-	-	-	7,512
General (inclusive of HST)															
Management fees	4	40,320	-	-	-	32,410	-	-	-	32,410	-	-	-	32,410	137,550
Property taxes		-	-	-	-	-	-	-	-	-	-	-	-	-	-
Insurance		6,000	-	-	-	2,746	-	-	-	2,746	-	-	-	2,746	14,239
Office expenses		4,000	-	-	-	4,000	-	-	-	4,000	-	-	-	4,000	16,000
Automotive expenses		7,000	-	-	-	7,000	-	-	-	7,000	-	-	-	7,000	28,000
Post-closing service costs re: Lot 17		8,475	-	-	-	-	-	-	-	-	-	-	-	-	8,475
Tarion warranty - service and materials	5	24,360	6,090	6,090	6,090	6,090	6,090	6,090	6,090	6,090	6,090	6,090	6,090	6,090	97,440
Interest/loan payments	6	-	-	-	-	-	-	-	-	-	-	-	-	-	-
HST remittance/(refund)		-	-	-	-	-	-	-	-	-	-	-	-	84,717	84,717
Contingency (15% of construction costs)		7,212	5,926	3,616	1,102	14,801	13,794	13,890	5,177	3,373	6,700	1,458	2,339	-	79,388
Repayment of the interim financing facility	2	-	-	-	-	200,000	-	105,367	-	-	-	1,151	-	-	306,518
Professional fees	7	175,000	-	-	75,000	-	-	75,000	-	-	75,000	-	-	50,000	450,000
Total disbursements		320,449	51,519	33,811	89,537	365,724	111,847	292,950	45,777	78,107	132,457	18,416	24,023	186,963	1,751,580
Net cash inflow (outflow)		104,551	(51,519)	(33,811)	825,963	(365,724)	(111,847)	714,694	(45,777)	(78,107)	(132,457)	(18,416)	(24,023)	(138,963)	644,565
Bank account - opening balance		-	104,551	53,032	19,221	845,185	479,460	367,613	1,082,307	1,036,531	958,424	825,967	807,551	783,528	-
Bank account - closing balance		104,551	53,032	19,221	845,185	479,460	367,613	1,082,307	1,036,531	958,424	825,967	807,551	783,528	644,565	644,565
Holdback for first mortgage	1	-	-	-	300,000	300,000	300,000	570,000	570,000	570,000	570,000	570,000	570,000	570,000	570,000
Net Cash Available for Use		104,551	53,032	19,221	545,185	179,460	67,613	512,307	466,531	388,424	255,967	237,551	213,528	74,565	74,565

Silver Streams Homes Puccini Inc. et. al.
Projected Statement of Cash Flow
For the 13-week period ending March 14, 2014
(Unaudited, $C)

Hypothetical Assumptions:

1. Lots 22 and 25 are subject to sale agreements with third parties. These homes are projected to be substantially completed by the end of December, 2013 and mid-January, 2014, respectively. The sale closings are anticipated to take place in January 2014. It is assumed that proceeds of realization in these proceedings would be held by the Monitor pending further order of the Court regarding creditor priority; however, a part of the interim financing facility is assumed to be repaid from the proceeds of the closing of the sale of Lots 22 and/or 25, as are the cost of construction for the remaining homes and the outstanding costs of the CCAA proceedings. The amounts due to the first mortgagees are assumed to be held by the Monitor until further order of the Court.

2. The interim financing facility is subject to a term sheet that is attached to the Affidavit of Imran Jinnah filed with the Applicants' motion record. The loan attracts interest at 12% per year. The lender is also affiliated with one of the Applicants' private mortgage lenders. The loan is anticipated to be partially repaid from the proceeds of sale of Lots 22 and 25.

3. Represents the estimated costs to complete the homes currently under construction.

4. Represents amounts payable to various parties, including the management team responsible for all construction and sales activities of the Applicants. Parties receiving payments include the Applicants' principals as well as third party vendors/service providers.

5. Represents post-closing servicing costs as required by the Tarion new home warranty program. Includes three weeks of arrears in the week ending December 20, 2013.

6. Interest and loan payments are not projected to be paid during the CCAA proceedings.

7. Represents the fees and costs of the Applicants' counsel, the Monitor and the Monitor's independent counsel.

Probable Assumptions:

1. The sale of homes other than those located on lots 22 and 25 are assumed to close after March 14, 2014.

IMJ