

No. S245481 Vancouver Registry

# IN THE SUPREME COURT OF BRITISH COLUMBIA

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

AND

# IN THE MATTER OF THE COOPERATIVE ASSOCIATION ACT, S.B.CC. 1999, c. 28

AND

## IN THE MATTER OF BC TREE FRUITS COOPERATIVE, BC TREE FRUITS INDUSTRIES LIMITED and GROWERS SUPPLY COMPANY LIMITED

PETITIONERS

#### **APPLICATION RESPONSE**

**Application Response of:** the voting members of the BC Tree Fruits Cooperative (the "**Members**")

THIS IS A RESPONSE TO the notice of application of Alvarez and Marsal Canada Inc. filed July 9, 2025.

The application respondent estimates that the application will take 30 minutes

#### Part 1: ORDERS CONSENTED TO

The Members consent to the granting of the orders set out in the following paragraphs of Part 1 of the notice of application: NIL

#### Part 2: ORDERS OPPOSED

The Members oppose the granting of ALL the orders set out in of Part 1 of the notice of application.

### Part 3: ORDERS ON WHICH NO POSITION IS TAKEN

The Members take no position on the granting of the orders set out in the following paragraphs of Part 1 of the notice of application: NIL

#### Part 4: FACTUAL BASIS

- 1. On July 9, 2025, the court-appointed monitor, Alvarez & Marsal Canada Inc. (the "**Monitor**") filed an application (the "**Application**") seeking to:
  - (a) appoint a representative and representative counsel for all former members of the BC Tree Fruits Cooperative ("BCTFC") who delivered fruit to BCTFC at any time during the years 2018 through 2023 (the "Former Members"); and
  - (b) grant a charge over the over the Property (as defined in the Amended and Restated Initial Order granted on August 26, 2024 in these proceedings) in the amount of \$50,000 as security for the Former Members' legal fees (the "Former Members Charge").
- 2. The Members oppose:
  - (a) the Monitor seeking to appoint a representative and counsel for the Former Members on its own initiative, with little supporting evidence, when similar assistance was not provided to the Members (who have a larger stake in these proceedings); and
  - (b) the Monitor seeking the Former Members Charge when Former Members have not been required to self-fund any of their own legal fees in relation to these CCAA proceedings (in comparison, the Members self-funded approximately \$32,000 of their own legal fees to obtain a representative and counsel).

# Affidavit #4 of Amarjit Singh Lalli sworn July 15, 2025 ("Lalli Affidavit #4"), para 8

- 3. The Application and its supporting materials lack sufficient evidence to justify the extraordinary relief being sought.
- 4. Further, if the Members pass a vote amending the BCFC rules to remove Former Members from a distribution of surplus funds, then Former Members will have no interest in the BCTFC estate, and therefore no justification to receive the Former Members Charge.

#### Part 5: LEGAL BASIS

- 5. The Members rely on Sections 11 and 11.52(1)(c) of the Companies' Creditors Arrangement Act, R.S.C. 1985, c. C-36.
- 6. This Court's factors to be considered for appointment of a Former Members' representative and representative counsel have not been satisfied. Similarly, the factors to approve the Former Members Charge have not been satisfied.

Mountain Equipment Co-Operative (Re), 2020 BCSC 2037 at para 23, citing Canwest Publishing Inc. (Re), 2010 ONSC 1328 at para 21

Mountain Equipment Co-Operative (Re), 2020 BCSC 2037 at para 58

7. As such, the application should be dismissed.

#### Part 6: MATERIAL RELIED ON

- 1. Fourth Affidavit of Amarjit Singh Lalli made July 15, 2025.
- $\boxtimes$  The application respondent has filed in this proceeding a document that contains the application respondent's address for service.
- The application respondent has not filed in this proceeding a document that contains an address for service. The application respondent's ADDRESS FOR SERVICE is: [insert address]

Maix

Signature of Mary Buttery, K.C. Counsel for BC Tree Fruits Members

Dated: July 15, 2025