

COURT FILE NUMBER 1703-21274

COURT COURT OF QUEEN'S BENCH OF ALBERTA

JUDICIAL CENTRE EDMONTON

PLAINTIFF ROYAL BANK OF CANADA

DEFENDANTS 1679775 ALBERTA LTD., REID-BUILT HOMES LTD., REID WORLDWIDE CORPORATION, BUILDER'S DIRECT SUPPLY LTD., REID BUILT HOMES CALGARY LTD., REID INVESTMENTS LTD., REID CAPITAL CORP., and EMILIE REID



IN THE MATTER OF THE RECEIVERSHIP OF 1679775 ALBERTA LTD., REID-BUILT HOMES LTD., REID WORLDWIDE CORPORATION, BUILDER'S DIRECT SUPPLY LTD., REID BUILT HOMES CALGARY LTD., REID INVESTMENTS LTD., 1852512 ALBERTA LTD., and REID CAPITAL CORP.

APPLICANT ALVAREZ & MARSAL CANADA INC., in its capacity as Court-appointed Receiver of the current and future assets, undertakings and properties of 1679775 ALBERTA LTD., REID-BUILT HOMES LTD., REID WORLDWIDE CORPORATION, BUILDER'S DIRECT SUPPLY LTD., REID BUILT HOMES CALGARY LTD., REID INVESTMENTS LTD., 1852512 ALBERTA LTD., and REID CAPITAL CORP.

DOCUMENT **APPLICATION**
(Extending Receivership [Anchorview])

ADDRESS FOR SERVICE AND CONTACT INFORMATION OF PARTY FILING THIS DOCUMENT

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NOTICE TO THE RESPONDENTS

This application is made against you. You are a respondent.

You have the right to state your side of this matter before the Justice.

To do so, you must be in Court when the application is heard as shown below:

Date:	December 12 2018
Time:	8:30pm
Where:	Edmonton Calgary Courts Centre
Before Whom:	The Honourable Mr. Justice R.A. Graesser

Go to the end of this document to see what else you can do and when you must do it.

Remedy claimed or sought:

1. Alvarez and Marsal Canada Inc. in its capacity as Court-appointed Receiver (the **Receiver**) of the current and future assets, undertakings and properties of Reid-Built Homes Ltd., 1679775 Alberta Ltd., Reid Worldwide Corporation, Builder's Direct Supply Ltd., Reid Built Homes Calgary Ltd., Reid Investments Ltd., 1852512 Alberta Ltd., and Reid Capital Corp. (each, a **Debtor**, and collectively referred to as the **Debtors**), seeks the following relief:
 - a. Dispensing with service of this Application and supporting materials.
 - b. An Order, substantially in the form attached hereto as **Schedule "A"**, extending the scope of this receivership to encompass the current and future assets, properties, and undertakings of Anchorview Capital Corp. (**Anchorview**), a wholly-owned subsidiary of Reid Investments Ltd., an entity presently within this receivership proceeding.

Grounds for making this application:

2. On November 2, 2017, Alvarez & Marsal Canada Inc. was appointed as Receiver over the current and future assets, undertakings and properties of the Debtors pursuant to a Consent Receivership Order granted by the Honourable Justice Hillier, as amended (**Receivership Order**).

Extending Receivership over Anchorview

3. Anchorview is a wholly-owned subsidiary of Reid Investments Ltd.
4. Anchorview was not initially placed into receivership by the Royal Bank of Canada (the secured creditor which **applied** for the Receivership Order) because the Royal Bank of Canada did not have registered security interests against that entity. Nevertheless, Anchorview's parent company, Reid Investments Ltd., was placed into receivership, that entity being subject to secured interests in favour of the Royal Bank of Canada. Reid Investments Ltd. is the 100% shareholder in each of Anchorview, Reid Land, and Reid Management.
5. Nearly all of the Reid Built entities and subsidiary entities are encompassed by the within receivership proceedings. Anchorview is an outlier.

6. The Receivership Order authorizes the Receiver to exercise "any shareholder, partnership, joint venture or other rights which the Debtor may have" (emphasis added). As a result, the Receiver submits that it should be thereby empowered to bring an application to include Anchorview in the existing receivership proceeding.
7. Anchorview has assets which are of value to the receivership estate by reason of Reid Investments Ltd.'s share ownership of Anchorview.
8. It would be just, convenient, and reasonable in the circumstances to place Anchorview into receivership.

Material or Evidence to be relied on:

9. The Receivership Order;
10. The Thirteenth Report of the Receiver;
11. The pleadings and Orders in this Action;
12. Such further and other materials as counsel may advise and this Honourable Court may permit.

Applicable Rules:

13. Rules 6.3(1), 6.9(1), and 6.28 - 6.36 of the *Alberta Rules of Court*.
14. Such further and other Rules as counsel may advise and this Honourable Court may permit.

Applicable Acts and regulations:

15. The *Alberta Rules of Court*.
16. Such further and other Acts and regulations as counsel may advise and this Honourable Court may permit.

Any irregularity complained of or objection relied on:

17. There are no irregularities complained of or objections relied on.

How the application is proposed to be heard or considered:

18. Oral submissions by counsel.

WARNING

If you do not come to Court either in person or by your lawyer, the Court may give the applicant(s) what they want in your absence. You will be bound by any order that the Court makes. If you want to take part in this application, you or your lawyer must attend in Court on the date and at the time shown at the beginning of the form. If you intend to give evidence in response to the application, you must reply by filing an affidavit or other evidence with the Court and serving a copy of that affidavit or other evidence on the applicant(s) a reasonable time before the application is heard or considered.

SCHEDULE A

COURT FILE NUMBER 1703-21274
COURT COURT OF QUEEN'S BENCH OF ALBERTA
JUDICIAL CENTRE EDMONTON
PLAINTIFF ROYAL BANK OF CANADA

Clerk's Stamp

DEFENDANTS REID-BUILT HOMES LTD., 1679775
ALBERTA LTD., REID WORLDWIDE
CORPORATION, BUILDER'S DIRECT
SUPPLY LTD., REID BUILT HOMES
CALGARY LTD, REID INVESTMENTS LTD.,
REID CAPITAL CORP., and EMILIE REID

IN THE MATTER OF THE RECEIVERSHIP
OF REID-BUILT HOMES LTD., 1679775
ALBERTA LTD., REID WORLDWIDE
CORPORATION, BUILDER'S DIRECT
SUPPLY LTD., REID BUILT HOMES
CALGARY LTD, REID INVESTMENTS LTD.,
and REID CAPITAL CORP.

APPLICANT ALVAREZ & MARSAL CANADA INC. in its
capacity as Court-appointed Receiver of the
current and future assets, undertakings and
properties of REID-BUILT HOMES LTD.,
1679775 ALBERTA LTD., REID
WORLDWIDE CORPORATION, BUILDER'S
DIRECT SUPPLY LTD., REID BUILT HOMES
CALGARY LTD, REID INVESTMENTS LTD.,
and REID CAPITAL CORP.

DOCUMENT

ORDER
(Extending Receivership Order
[Anchorview])

ADDRESS FOR SERVICE AND
CONTACT INFORMATION OF
PARTY FILING THIS
DOCUMENT

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Attention: Howard A. Gorman, Q.C. / Aditya M. Badami
File No.: 1001004429

DATE ON WHICH ORDER WAS PRONOUNCED: December 12, 2018

LOCATION WHERE ORDER WAS PRONOUNCED: Edmonton, Alberta

NAME OF JUSTICE WHO MADE THIS ORDER: Honourable Mr. Justice Graesser

UPON THE APPLICATION of Alvarez & Marsal Canada Inc. in its capacity as Court-appointed receiver and manager (**Receiver**) of the current and future assets, undertakings and properties of REID-BUILT HOMES LTD., 1679775 ALBERTA LTD., REID WORLDWIDE CORPORATION, BUILDER'S DIRECT SUPPLY LTD., REID BUILT HOMES CALGARY LTD, REID INVESTMENTS LTD., 1852512 ALBERTA LTD., and REID CAPITAL CORP. (collectively, **Reid Built**); **AND UPON HAVING READ** the Consent Receivership Order dated November 2, 2017 (the **Receivership Order**) and the Thirteenth Report of the Receiver dated December 4, 2018; **AND UPON** having read the pleadings, proceedings, orders and other materials filed in this action; **AND UPON** noting the insolvency of Anchorview Capital Corp.; **AND UPON** it appearing to be just and convenient to do so; **AND UPON HEARING** counsel for the Receiver and any other interested parties that may be present; **AND UPON IT APPEARING** that all interested and affected parties have been served with notice of this Application;

IT IS HEREBY ORDERED AND DECLARED THAT:

SERVICE

1. Service of notice of this application and supporting materials is hereby declared to be good and sufficient, and no other person is required to have been served with notice of this application, and time for service of this application is abridged to that actually given.

RECEIVERSHIP EXTENDED OVER ANCHORVIEW CAPITAL CORP.

2. The Receiver is hereby appointed as the receiver of the current and future assets, properties, and undertakings of Anchorview Capital Corp., on the same terms, and with the same powers and charges in its favour, as the Receiver was appointed pursuant to the Receivership Order.
3. The Receivership Order is hereby amended to reflect the terms of this Order, such that the Receivership Order is to be read as though each of Anchorview Capital Corp., and its current and future assets, undertakings, and properties, are included in the Receivership Order.

J.C. C.Q.B.A