

May 7, 2019

To: All Known Creditors of Solo Liquor Stores Ltd. and Solo Liquor Holdings Ltd.

Solo Liquor Stores Ltd. and Solo Liquor Holdings Ltd. – In Receivership (the “Debtors”)

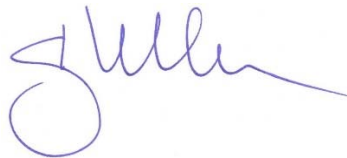
On May 1, 2019, FTI Consulting Canada Inc. was appointed as receiver and manager (the “**Receiver**”) of all the current and future assets, undertakings and properties of the Debtors pursuant to the Order of the Court of Queen’s Bench of Alberta (the “**Receivership Order**”). A copy of the Receivership Order and other public materials in respect of the receivership proceedings are available at the Receiver’s website:

<http://cfcanada.fticonsulting.com/sololiquor/>

Periodic updates on the progress of the receivership proceedings will be posted on the Receiver’s website. The Receiver may be contacted by email at sololiquor@fticonsulting.com or by phone at 1-855-344-1825.

Enclosed is a copy of the Receiver’s Notice and Statement provided in accordance with Subsection 245(1) and 246(1) of the *Bankruptcy and Insolvency Act*.

Yours very truly,



FTI Consulting Canada Inc.,
in its capacity as receiver of
Solo Liquor Stores Ltd. and Solo Liquor Holdings Ltd.
and not in its personal capacity

FORM 87

NOTICE AND STATEMENT OF THE RECEIVER

(Subsection 245(1) and 246(1) of the *Bankruptcy and Insolvency Act*)

IN THE MATTER OF THE RECEIVERSHIP OF

Solo Liquor Stores Ltd. and Solo Liquor Holdings Ltd.

The Receiver gives notice and declares that:

1. On the 1st day of May 2019, FTI Consulting Canada Inc. (“**Receiver**”) became Receiver in respect of the property and undertaking of the Solo Liquor Stores Ltd. and Solo Liquor Holdings Ltd. (the “**Debtors**”), which is described below (in thousands of Canadian dollars).

Cash and cash equivalents [1]	0
Trade and other receivables	564
Inventories [1]	9,777
Due from shareholder	7,906
Prepaid expenses	70
Long-term deposits	786
Property & equipment	<u>13,731</u>
Total Assets	\$ 32,834

Note: the foregoing are the assets and book value as stated in the financial statements of the Debtors as at December 31, 2017. The Receiver has not audited, reviewed, or otherwise attempted to verify the accuracy of the foregoing. The Receiver provides no comment on the realizable value of the assets.

[1] Inventories are stated as per the results of a physical count completed on or around February 8, 2019, cash is stated as per cash balance as at May 1, 2019.

2. The Receiver was appointed pursuant to the Order of the Court of Queen’s Bench of Alberta granted May 1, 2019 and took possession and control of the assets on May 2.
3. The following information relates to the receivership.

- a) Address of the insolvent person: Suite 1100, 634 6th Avenue S.W.
Calgary, AB T2P 0S4
- b) Principal line of business: Solo’s primary activity is the retailing of wines, beers and spirits.
- c) Location of business: The Company provides retail liquor sales throughout the Province of Alberta.

- d) As at Feb 1, 2019, the total amount owed to each creditor who holds a security on the property described above was approximately (amounts in thousands of Canadian dollars):

Secured Lender: \$46,863

- e) The list of other creditors and the amount due is listed in Schedule "A" attached hereto.
- f) The intended plan of action of the Receiver during the receivership is to evaluate and execute on the appropriate steps to realize on the assets with a view to maximizing recoveries for all creditors.
- g) Contact person for the Receiver:

FTI Consulting Canada Inc.
Suite 1610, 520 Fifth Avenue S.W.
Calgary, AB T2P 3R7

Telephone: 1-855-344-1825
Email: sololiquor@fticonsulting.com

Dated at the city of Calgary in the province of Alberta, this 7 day of May 2019.

FTI Consulting Canada Inc. in its capacity as Receiver



Deryck Helkaa, LIT
Senior Managing Director

Schedule A**Solo Liquor Stores Ltd.****Creditor Listing as at May 7, 2019**

All amounts in CDN

Unsecured Creditor	Amount
1662288 Alberta Ltd.	\$ 12,514
2034683 Alberta Ltd.	5,598
Alberta Sign Rental	1,431
AM/PM Systems Ltd	3,150
Apex Security Inc.	283
Automated Entrances (Alberta) Ltd.	1,176
Balpreet Tatla	1,061
Barnet POS Systems Coprp	8,405
Canada Revenue Agency	775,000
Canadian Linen & Uniform Service	3,162
Capital City Signs	36,960
Capreit Limited Partnership	45,819
Chestermere Utilities Incorporated	226
Choice Properties REIT	18,185
Cintas Location #851	5,520
City of Camrose	78
City of Edmonton	239
City of Lloydminster	45
City of Medicine Hat	2,754
City of Red Deer	111
City of Spruce Grove	72
CMP AUTOMOTIVE	638
Coca Cola Refreshments Canada	6,138
Comfort Aire Ltd.	5,529
Corporate Express	80
Curbex Div/ of 9003088 Canada Corp.	208
David E. Prasow Professional Corporation	15,446
Dentons Canada LLP	6,500
Developments 2 Vermilion Inc	9,844
Eastlink	355
EFCO Investments	14,811
ENMAX	606
Epcor	1,023
Executive Mat Service	101
Fasken Martineau DuMoulin LLP	14,465
FE Security Systems Ltd	8,411
First Capital Holdings (ALB) Corporation	2,338
G & L Distributors Ltd	32,172
G.N Johnston Equipment Co. Ltd.	140
Gaetz Plaza Corp c/o Blackstone Commerical Calgary	7,749
Genco (Walden) Ltd.	19,409
GFL Enveronmental Inc.	138
GP Brewing Co	128,903
Great West Newspapers	2,480
Harpal Sandhu	199
Interloq Capital Corp.	21,531

Unsecured Creditor	Amount
JH Holdings Ltd	35,000
K & F Rollshutter Mfg. (1989) Ltd.	21,730
Kondro Electric 1980 Ltd.	322
Kost Fire Equipment Ltd.	81
KPMG	345,027
Kubik Developments Corp.	86,888
Lansdowne Equity Ventures Ltd.	650
Liberty Security Systems Inc	655
Lloyd Lock & Key (2008) Ltd.	126
Longhorn Ad Board Co. Ltd.	399
Loomis Express	495
Magnet Signs	221
Magnet Signs	215
Magnet Signs GP	945
Magnet Signs Medicine Hat	525
Magnetsigns Calgary NE	794
MagnetSigns Calgary SE	1,848
Magnetsigns Calgary SW	604
MagnetSigns Cold Lake	693
Magnetsigns of Calgary NW	1,838
MagnetSigns Spruce Grove	2,097
MCCarthy Tetrault LLP	9,740
MMP Structural Engineering Ltd.	7,848
Navjit Tatla	6,313
Navpreet Bedi	3,000
Newcap Radio	3,638
Nolan Inc.	794,675
Norr Architects Engineers Planners	302
Northern Bottling Distributors Ltd.	1,792
NU Era Fire Protections Inc.	604
Paramount Properties	4,873
Pasychny Holdings Ltd. o/a MagnetSigns Edson / White Court	209
PB Genco Consulting Ltd	92,976
PB HOLDINGS LTD	35,000
Posch Industries Ltd	17,999
Postmedia Network Inc	2,783
Prat Bros Lock & Safe Ltd.	1,991
Primaris Management Inc. Re: Northpointe	18,337
PV & District AG Society	500
Ramandeep Singh Bhatia	2,266
Ranjit Singh	238
R-Cap Leasing	571
Red Deer Bottling	1,251
Rocky Mountain Roll Shutter Service Ltd	1,142
Rogers Wireless	617
Shaw Business	5,063
Smart Limited Partnership III	1,795
Southview Investments Corp.	9,709
Spruce Grove Chamber of Commerce	171
Strathcona County	133
Sukhdeep Hayer	3,991

Unsecured Creditor	Amount
Tatla Holdings Ltd	35,000
Telus Communiations Inc.	2,037
The Phone Man	676
TLC Disposal	345
Town of Beaumont	95
Town of Bonnyville	26
Town of Drayton Valley	7
Town of Hinton	176
Town of Olds	96
Town of Vermilion	63
Tremar Computer Solutions	3,831
Waste Connections of Canada Inc.	469
Waste Management	1,391
TOTAL UNSECURED CREDITORS	\$ 2,795,889
Secured Indebtedness	46,863,177
TOTAL CREDITORS	\$ 49,659,066