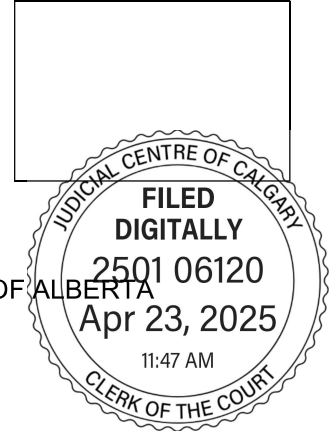


Clerk's Stamp:



COURT FILE NUMBER

2501-06120

COURT

COURT OF KING'S BENCH OF ALBERTA

JUDICIAL CENTRE OF

CALGARY

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
SUNTERRA FOOD CORPORATION, TROCHU
MEAT PROCESSORS LTD., SUNTERRA QUALITY
FOOD MARKETS INC., SUNTERRA FARMS LTD.,
SUNWOLD FARMS LIMITED, SUNTERRA BEEF
LTD., LARIAGRA FARMS LTD., SUNTERRA FARM
ENTERPRISES LTD., SUNTERRA ENTERPRISES
INC.

APPLICANT(S):

SUNTERRA FOOD CORPORATION, TROCHU
MEAT PROCESSORS LTD., SUNTERRA QUALITY
FOOD MARKETS INC., SUNTERRA FARMS LTD.,
SUNWOLD FARMS LIMITED, SUNTERRA BEEF
LTD., LARIAGRA FARMS LTD., SUNTERRA FARM
ENTERPRISES LTD., SUNTERRA ENTERPRISES
INC.

DOCUMENT

Monitor's Initial Preliminary Cash Flow Statement

CONTACT INFORMATION OF PARTY
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File No. 1001338711

Sunterra Group - Consolidated Cash Flow

April 12 to August 1, 2025																	
S/CAD	Week 1	Week 2	Week 3	Week 4	Week 5	Week 6	Week 7	Week 8	Week 9	Week 10	Week 11	Week 12	Week 13	Week 14	Week 15	Week 16	16 Week Total
Week ending	18-Apr-25	25-Apr-25	2-May-25	9-May-25	16-May-25	23-May-25	30-May-25	6-Jun-25	13-Jun-25	20-Jun-25	27-Jun-25	4-Jul-25	11-Jul-25	18-Jul-25	25-Jul-25	1-Aug-25	
Cash Receipts																	
1	\$ 1,506,000	\$ 1,135,200	\$ 1,243,000	\$ 1,351,800	\$ 1,316,900	\$ 1,163,300	\$ 1,285,400	\$ 1,310,900	\$ 1,324,000	\$ 1,298,900	\$ 1,278,700	\$ 1,187,800	\$ 1,484,800	\$ 1,269,400	\$ 1,278,000	\$ 1,269,400	\$ 20,703,500
2	74,100	77,100	67,500	97,500	61,000	68,000	71,000	70,500	94,000	98,000	77,800	47,700	121,000	37,500	37,500	37,500	1,137,700
3	3,181,000	-	-	-	-	-	-	4,774,000	-	-	-	-	-	-	-	-	7,955,000
4	121,400	204,500	181,800	204,500	102,200	178,900	182,900	182,900	182,900	143,600	70,300	140,600	140,600	140,600	140,600	140,600	2,458,900
5	340,800	298,200	340,800	170,400	340,800	303,700	340,800	170,400	340,800	307,800	340,800	170,400	340,800	307,800	340,800	340,800	4,625,500
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	22,500	25,000	-	47,500	-	25,000	22,500	25,000	-	47,500	-	25,000	22,500	25,000	-	25,000	312,500
8	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	6,300	100,800
9	-	-	69,000	-	-	-	-	69,000	-	-	-	69,000	-	-	-	69,000	276,000
10	-	-	-	-	600,000	-	-	-	1,800,000	-	-	-	-	-	-	-	2,400,000
Total Cash Receipts																	
	\$ 5,252,100	\$ 1,746,300	\$ 1,908,400	\$ 1,878,000	\$ 2,427,200	\$ 1,745,200	\$ 1,908,900	\$ 6,609,000	\$ 3,748,000	\$ 1,902,100	\$ 1,773,900	\$ 1,646,800	\$ 2,116,000	\$ 1,786,600	\$ 1,803,200	\$ 1,718,200	\$ 39,969,900
Operating Cash Disbursements																	
11	932,300	715,200	773,200	855,100	813,000	726,400	800,300	815,000	836,600	824,200	800,300	728,900	947,400	771,100	947,400	771,100	13,057,500
12	10,540	-	12,550	-	10,540	-	-	12,550	-	10,540	-	12,550	10,540	-	-	12,550	92,360
13	55,300	42,400	45,900	50,700	48,200	43,100	47,500	48,300	49,600	48,900	47,500	43,200	56,200	45,700	56,200	45,700	774,400
14	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	30,800	492,800
15	-	-	188,500	-	-	-	-	188,500	-	-	-	188,500	-	-	-	188,500	754,000
16	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	157,900	2,526,400
17	466,400	439,000	458,400	424,000	443,400	424,000	445,800	424,000	443,400	424,000	443,400	424,000	443,400	424,000	443,400	417,000	6,987,600
18	-	-	67,000	145,800	-	-	-	157,000	49,300	-	-	157,000	47,300	-	38,000	135,000	796,400
19	-	-	155,000	-	-	-	-	155,000	-	-	-	155,000	-	-	-	-	512,500
20	32,800	32,800	32,800	24,600	24,600	32,800	32,800	24,600	32,800	32,800	24,600	24,600	32,800	32,800	32,800	24,600	475,600
21	106,561	-	123,100	-	-	70,200	-	90,100	-	70,200	-	90,100	-	-	-	90,100	640,361
22	40,250	96,650	93,255	108,550	40,250	96,650	37,750	164,055	37,750	99,150	37,750	164,055	37,750	99,150	37,750	157,155	1,347,920
23	30,000	10,000	10,000	20,000	30,000	10,000	10,000	20,000	30,000	10,000	10,000	20,000	20,000	20,000	10,000	30,000	290,000
Net Cash Flow From Operations																	
	\$ 1,862,851	\$ 1,524,750	\$ 2,148,405	\$ 1,817,450	\$ 1,598,690	\$ 1,591,850	\$ 1,562,850	\$ 2,287,805	\$ 1,668,150	\$ 1,708,490	\$ 1,552,250	\$ 2,196,605	\$ 1,784,090	\$ 1,581,450	\$ 1,754,250	\$ 2,107,905	\$ 28,747,841
Non-Operating Cash Disbursements																	
24	-	380,000	-	-	-	200,000	-	-	-	-	200,000	-	-	-	-	200,000	980,000
25	850,000	3,181,000	-	-	600,000	-	-	4,774,000	1,800,000	-	-	-	-	-	-	-	11,205,000
26	-	-	69,000	-	-	-	-	69,000	-	-	-	69,000	-	-	-	69,000	276,000
Total Non-Operating Cash Disbursements																	
	\$ 850,000	\$ 3,561,000	\$ 69,000	\$ -	\$ 600,000	\$ 200,000	\$ -	\$ 4,843,000	\$ 1,800,000	\$ -	\$ 200,000	\$ 69,000	\$ -	\$ -	\$ -	\$ 269,000	\$ 12,461,000
Net Cash Flow																	
	\$ 2,539,249	\$ (3,339,450)	\$ (309,005)	\$ 60,550	\$ 228,510	\$ (46,650)	\$ 346,050	\$ (521,805)	\$ 279,850	\$ 193,610	\$ 21,650	\$ (618,805)	\$ 331,910	\$ 205,150	\$ 48,950	\$ (658,705)	\$ (1,238,941)
Operating Cash																	
27	2,862,492	\$ 5,401,741	\$ 2,062,291	\$ 1,753,286	\$ 1,813,836	\$ 2,042,346	\$ 1,995,696	\$ 2,341,746	\$ 1,819,941	\$ 2,099,791	\$ 2,293,401	\$ 2,315,051	\$ 1,696,246	\$ 2,038,156	\$ 2,233,306	\$ 2,282,256	\$ 2,862,492
Net Cash Flow																	
	2,539,249	(3,339,450)	(309,005)	60,550	228,510	(46,650)	346,050	(521,805)	279,850	193,610	21,650	(618,805)	331,910	205,150	48,950	(658,705)	(1,238,941)
Ending Cash																	
	\$ 5,401,741	\$ 2,062,291	\$ 1,753,286	\$ 1,813,836	\$ 2,042,346	\$ 1,995,696	\$ 2,341,746	\$ 1,819,941	\$ 2,099,791	\$ 2,293,401	\$ 2,315,051	\$ 1,696,246	\$ 2,038,156	\$ 2,233,306	\$ 2,282,256	\$ 1,623,551	\$ 1,623,551

Consolidated Cash Flow of the Sunterra Group
Notes to the Statement of Cash Flow for the 16-Week period
ending August 1, 2025

Hypothetical and Probably Assumptions of the Consolidated Cash Flow Statement

1. Retail receipts are the estimated weekly sales from the 8 Sunterra Markets and 3 licensed Starbucks locations owned by Sunterra Markets. The estimated weekly receipts are based on historical results and input from the Company's management for sale trends consistent with the current business operations.
2. Catering receipts relate to sales for catering that Sunterra Markets estimated based on historical results and input from the Company's management.
3. Insurance proceeds relate to (i) the remaining estimated insurance receipts due to Trochu Meat Processors Ltd. from the insurance companies resulting from a fire and a settlement agreement reached with the insurance companies in June 2024 and (ii) proceeds due to Sunwold Farms Ltd. sourced from AgriStability from a claim relating to previous years operating results are anticipated to be received in June 2025.
4. Feeder sales relate to revenues generated from the sale of Feeder pigs. The United States Department of Agriculture (USDA) publishes weekly pricing, and receipts are estimated based on the published prices. The pigs are transported weekly to the USA to be marketed and sold.
5. Livestock sales relate to revenues generated from the sales of pigs. The United States Department of Agriculture (USDA) publishes weekly pricing, and receipts are estimated based on the published prices. The pigs are transported weekly to the USA to be marketed and sold.
6. Hedging proceeds related to a hedging program that Sunterra Farms participated in to protect the sale value of the pigs sold. Sunterra Farms Ltd. has traded out of its position and is in receipt of funds as estimated in the Cash Flow Period.
7. Receipts for herd culls (female pigs that have reached the end of their productive life) sold to processors in Canada. The estimated receipts are based on the current number of herd culls in stock and market prices.
8. Receipts for slaughter are estimated based on the number of pigs that are fully grown in Alberta and sent to market when they reach a target weight. Pricing is based on current market prices.
9. Sunterra Food Corporation is a holding company and receipts of \$276,000 are expected during the Cash Flow Period sourced exclusively from a related company Trochu Meat Processors Ltd. The purpose of the intercompany loan is to cover the interest and operating costs of the Sunterra Food Corporation.

10. Sunterra Farms Ltd. intends to sell a number of assets during the Cash Flow period, specifically: ½ section of land for estimated proceeds of \$600,000; estimated proceeds from the sale of 4 condos totaling \$500,000 and estimated proceeds shares in a trucking company of \$1,300,000.
11. Cost of Goods Sold are estimated based on current inventory levels and information provided through the inventory management system. Amounts are estimated by the Company's Management based on their knowledge of the supplies required and current margin expectations.
12. Sunterra Quality Food Markets Inc's monthly insurance is \$12,550 payable on the first of every month and Trochu Meat Processors Ltd.'s monthly insurance policy is \$10,540 payable on the 15th day of every month.
13. Estimated monthly supply costs related to packaging, bags, containers, and other supplies based on historical amounts and input from the Company's management.
14. Included in this amount are the contracted costs for cleaning, garbage removal, cleaning supplies and costs of contracted cleaners for the Sunterra Markets locations.
15. Monthly lease payments of approximately \$188,150 for rent at the various Sunterra Market locations.
16. Feed purchases are weekly purchases required to feed the livestock. It is assumed that all amounts owing prior to the Proposal Proceedings are stayed. Post-filing payments are to be made in normal course and are based on historical amounts and input from the Company's management.
17. Salaries, wages, remittances and all employee benefits for salaries and hourly employees paid on a bi-weekly basis.
18. Utilities include estimated monthly internet, water, natural gas, heat and electricity. It is assumed that all amounts owing prior to the Proposal Proceedings are stayed. Post-filing utility payments are to be made in normal course and are based on historical amounts and input from the Company's management.
19. Livestock medications related to monthly costs for vaccinations and medical supplies for the welfare of the animals. Costs are estimated based on historical amounts and input from Company's management.
20. Transportation costs relate to weekly costs to transport livestock from the farms to the Mid-West United States and based on management's estimated number of livestock being transported.
21. Interest and fees related to borrowing costs paid on a monthly basis.
22. Other operating costs include all other expenses incurred for the operations of the farm and are estimated based on historical amounts and input from Company's management.
23. A contingency of \$290,000 for the 16-week period has been incorporated into the cashflow to cover unexpected amounts the Company may occur during the CCAA Proceedings.

24. Includes the estimated payments to the Applicant's legal counsel, the Proposed Monitor, and the Proposed Monitor's legal counsel. These are forecast costs that may vary depending on the complexity and uncertainty of the CCAA proceedings.
25. Repayments of amounts owed by Sunterra Groups to the National Bank of Canada. The Repayments are indicative only and sourced from proceeds generated by third parties and, as such, are subject to variances in timing and other factors beyond the control of the Applicants. Any such variations shall not be considered a material adverse event and will be made available as and when received by the Applicants. The Repayments as set out in the cash flow forecast are to be made to National Bank of Canada provided the Monitor consents to such payments being made.
26. A intercompany loan Trochu Meat Processors Ltd. from to Sunterra Food Corporation in the total amount of \$276,000 is forecast to cover the interest charges and operating expenses of Sunterra Food Corporation.
27. Opening cash is expected to be \$2,862,492 for the Sunterra Group as a whole as at April 12, 2025.