



INSOLVENCY CONSULTANTS & TRUSTEE IN BANKRUPTCY

410 – 800 W Pender Street
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District of: British Columbia
Division No: 3
Court No: B8097
Estate No: 11-253022

FORM 67

Notice of Bankruptcy and First Meeting of Creditors

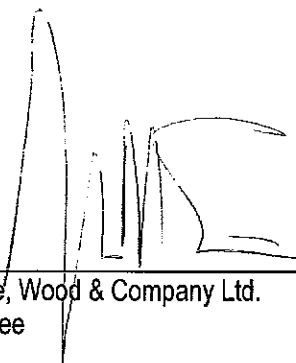
(Subsection 102(1) of the Act)

In the Matter of the bankruptcy of Douglas Victor MONTALDI

Take notice that:

1. A receiving order was made against Douglas Victor MONTALDI on the 31st day of May, 2010, and the undersigned, Boale, Wood & Company Ltd., was appointed as Trustee of the estate of the bankrupt by the court, subject to affirmation by the creditors of the Trustee's appointment or substitution of another Trustee by the creditors.
2. The first meeting of creditors of the bankrupt will be held on the 8th day of July, 2010, at 02:00 PM o'clock, at the office of the Chamber of Commerce (Heritage Room), at 540 Highway 16 W, City of Burns Lake, British Columbia.
3. To be entitled to vote at the meeting, a creditor must lodge with the Trustee, before the meeting, a proof of claim and, where necessary, a proxy.
4. Enclosed with this notice is a form of proof of claim, a form of proxy, and a list of creditors with claims amounting to 25 dollars or more, showing the amounts of their claims.
5. Creditors must prove their claims against the estate of the bankrupt in order to share in any distribution of the proceeds realized from the estate.
6. Included pursuant to paragraph 102(3) of the Act, is information concerning the financial situation of the bankrupt and the obligation of the bankrupt to make payments to the estate of the bankrupt, as required under section 68 of the Act.

Dated at Vancouver, this 24th day of June, 2010.



Boale, Wood & Company Ltd.
Trustee



Form 91 - s. 43 and 44

Bankruptcy Division
No. B8097
Prince Rupert Registry
Estate No. 11-253004

**IN THE SUPREME COURT OF BRITISH COLUMBIA
IN BANKRUPTCY AND INSOLVENCY**

**IN THE MATTER OF THE BANKRUPTCY OF
DOUGLAS VICTOR MONTALDI**

BANKRUPTCY ORDER

BEFORE THE HONOURABLE)
) MONDAY THE 31ST DAY
MR. JUSTICE PUNNETT) OF MAY, 2010

On the Petition filed on May 5, 2010 of PricewaterhouseCoopers Inc., of Suite 700, 250 Howe Street, Vancouver, British Columbia, in its capacity as Trustee in Bankruptcy of 439288 B.C. Ltd., a creditor;

Having heard Scott R. Andersen, counsel for the Petitioner, and Murray Weeres, counsel for Douglas Victor Montaldi;

And having seen the materials filed herein;

And it appearing to the court that the following acts of bankruptcy have been committed by Douglas Victor Montaldi.:

(a) ceasing to meet his obligations generally as they become due:

THIS COURT ORDERS THAT:

1. Douglas Victor Montaldi, of 4889 Colleymount Road, Burns Lake, British Columbia, be adjudged bankrupt by virtue of a bankruptcy order hereby made on

this date.

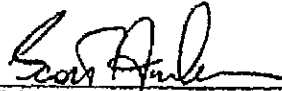
2. **Boate, Wood & Company Ltd., of 410 – 800 West Pender Street, Vancouver, in the Province of British Columbia, be appointed as trustee of the estate of the bankrupt.**
3. **The trustee give security in cash or by bond without delay, in accordance with subsection 16(1) of the *Bankruptcy and Insolvency Act*.**
4. **The costs of the Petitioner be paid out of the estate of the bankrupt on taxation of the estate.**

Dated at Prince Rupert, British Columbia this 31st day of May, 2010.

Digitally signed by
Punnett, Robert

Digitally signed by
White, Patricia

District Registrar



Solicitor for PricewaterhouseCoopers Inc.,
Trustee in Bankruptcy of 439288 B.C. Ltd.



Murray Weeres,
Solicitor for Douglas Montaldi

District of: British Columbia
 Division No: 3
 Court No: B8097
 Estate No: 11-253022

FORM 79

Statement of Affairs (Non-Business Bankruptcy)

(Subsection 49(2) and 158(d) of the Act)

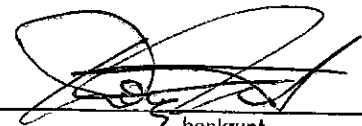
In the Matter of the bankruptcy of Douglas Victor MONTALDI

Original

Amended

ASSETS					
Type of assets	Description (Provide details)	Estimated dollar value	Exempt property	Secured Amount/Liens	Estimated net (realizable) dollar value
1. Cash on Hand		\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
2. Furniture	Furniture etc.	\$1,750.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
3. Personal Effects	Clothing etc.	\$500.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
4. Cash-surrender values of life insurance policies, RRSPs, etc.	CIBC Wood Gundy RRSP Contract #5500202410	\$45,558.95	<input checked="" type="checkbox"/>	\$0.00	\$0.00
	Manulife Financial Life Insurance Policy #3048103	\$6,741.45	<input checked="" type="checkbox"/>	\$0.00	\$0.00
	RBC Life Insurance Policy # 09093268	\$1.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
	RBC Life Insurance Policy # 09124705	\$1.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
	Manulife Financial Policy # 8401130	\$1.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
	CIBC Life Insurance Policy # 01121735	\$1.00	<input checked="" type="checkbox"/>	\$0.00	\$0.00
5. Securities		\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
6. Real property - House		\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
	Real property - Cottage	\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
	Real property - Land	Oregon Lot - 1/2 Interest	<input type="checkbox"/>	\$0.00	\$12,000.00
7. Motor Vehicle - Automobile	2006 Volkswagen Jetta TDI - VIN # 3VWNT81K76M804536 (Encumb.)	\$13,824.00	<input checked="" type="checkbox"/>	\$11,272.77	\$0.00
	Motor Vehicle - Motorcycle	\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
	Motor Vehicle - Snowmobile	Ski Doo	<input type="checkbox"/>	\$0.00	\$500.00
	Motor Vehicle - Other	\$0.00	<input type="checkbox"/>	\$0.00	\$0.00
8. Recreational Equipment	Rifles, Boats, etc.	\$4,210.00	<input type="checkbox"/>	\$0.00	\$4,210.00
9. Estimated Tax Refund		\$500.00	<input type="checkbox"/>	\$0.00	\$500.00
10. Other Assets	Collectibles	\$1,500.00	<input type="checkbox"/>	\$0.00	\$1,500.00
TOTAL		\$87,088.40		\$11,272.77	\$18,710.00

21 day of June, 2010
 Date


 bankrupt

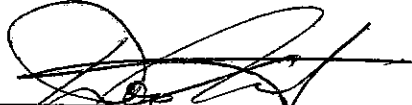
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Liabilities							
No	Creditor	Address including postal code	Account No.	Unsecured	Secured	Preferred	LTC
1	439288 BC LTD.	c/o PricewaterhouseCoopers 250 Howe Street, Suite 700 Vancouver, British Columbia, V6C 3S7		\$12,000,000.00	\$0.00	\$0.00	g
2	439288 BC LTD. DEBENTURE HOLDERS	c/o PricewaterhouseCoopers 250 Howe Street, Suite 700 Vancouver, British Columbia, V6C 3S7		\$16,000,000.00	\$0.00	\$0.00	g
3	AREA FINANCE DEBENTURE HOLDERS	c/o PricewaterhouseCoopers 250 Howe Street, Suite 700 Vancouver, British Columbia, V6C 3S7		\$16,000,000.00	\$0.00	\$0.00	g
4	BC SECURITIES COMMISSION	701 West Georgia Street P.O. Box 10142, Pacific Centre Vancouver, British Columbia, V7Y 1K2		\$240,000.00	\$0.00	\$0.00	g
5	C.I.B.C. - COLLECTIONS	750 Lawrence Avenue West, E-6 Toronto, Ontario, M6A 1B8	01050 03 89935	\$22,353.78	\$0.00	\$0.00	2
6	C.I.B.C. - VISA	750 Lawrence Avenue West, E-6 Toronto, Ontario, M6A 1B8	4500 6000 0541 1990	\$26,166.80	\$0.00	\$0.00	4
7	C.I.B.C. - VISA	750 Lawrence Avenue West, E-6 Toronto, Ontario, M6A 1B8	4505 5150 0016 9267	\$11,586.11	\$0.00	\$0.00	4
8	C.I.B.C. - VISA	750 Lawrence Avenue West, E-6 Toronto, Ontario, M6A 1B8	4789 8615 1005 7908	\$5,947.65	\$0.00	\$0.00	4
9	CANADA REVENUE AGENCY - BFTSO	Regional Intake Centre for Insolvency PO Box 11575, Station Main Surrey, British Columbia, V3T 0E5	GST#135683845 RT0001	\$1.00	\$0.00	\$0.00	6
10	CANADA REVENUE AGENCY - BFTSO	Regional Intake Centre for Insolvency PO Box 11575, Station Main Surrey, British Columbia, V3T 0E5	Payroll	\$1.00	\$0.00	\$0.00	6
11	CANADA REVENUE AGENCY - BFTSO	Regional Intake Centre for Insolvency PO Box 11575, Station Main Surrey, British Columbia, V3T 0E5	Income Tax	\$1.00	\$0.00	\$0.00	6
12	MBNA CANADA BANK - Post July 2009	c/o DRN Commerce Inc PO Box 2514 London, Ontario, N6A 4G9	5491 9800 1813 8212	\$68,452.72	\$0.00	\$0.00	4
13	ROYAL BANK OF CANADA	c/o Bankruptcy Highway PO Box 57100 Etobicoke, Ontario, M8Y 3Y2	19019074-001	\$26,500.00	\$0.00	\$0.00	2
14	ROYAL BANK OF CANADA - VISA	c/o Bankruptcy Highway PO Box 57100 Etobicoke, Ontario, M8Y 3Y2	4512 4050 2303 7017	\$24,901.22	\$0.00	\$0.00	4
15	TD CANADA TRUST	PO Box 5567 London, Ontario, N6A 6C7	Conversion of Account#XXX532 (Citizen's Bank)	\$5,800.00	\$0.00	\$0.00	2
16	VOLKSWAGEN FINANCE	500 - 333 Cole Vertu Saint Laurent, Quebec, H4R 2N1	241801489	\$0.00	\$11,272.77	\$0.00	3

Sub Totals: \$44,431,713.28 \$11,272.77 \$0.00
Total: \$44,442,986.05

VOLKSWAGEN FINANCE - 2006 Volkswagen Jetta TDI - VIN # 3VWNT81K76M804536

21 day of JUNE, 2010
Date


bankrupt

CAM

INFORMATION RELATING TO THE AFFAIRS OF THE BANKRUPT

A. PERSONAL DATA					
1. Family name: MONTALDI	Given names: Douglas Victor	Gender: <input checked="" type="checkbox"/> M <input type="checkbox"/> F	Marital Status: Separated	Date of birth: 29th day of November, 1954	
2. Also known as:					
3. Address: 4889 Colleymount Road, Burns Lake, British Columbia, V0J 1E2, Canada					
5. Full name of spouse or common-law partner:					
6. Name of present employer (bankrupt): Marmon Financial Management Co.	Occupation (bankrupt): Accountant				
7A. Number of persons in household family unit, including bankrupt: 1					
7B. Number of persons 17 years of age or less: 0					
8. Have you operated a business within the last five years? Yes					
Legal Name	Trade Name	Business Type	Operations Type	Address	Period of Operation
439288 BC LTD.	439288 BC LTD.	Incorporation	Loan Company	PO Box 813, Burns Lake, British Columbia, V0J 1E0	202 Month(s)
497868 BC LTD.	497868 BC LTD.	Incorporation	Contracting	PO Box 1378, Houston, British Columbia, V0J 1Z0	181 Month(s)
Area Finance Inc.	Area Finance Inc.	Incorporation	Loan Company	PO Box 813, Burns Lake, British Columbia, V0J 1E0	86 Month(s)
DVM Holdings Ltd.	DVM Holdings Ltd.	Incorporation	Travel Agency	1181 Main Street, PO Box 3879, Smithers, British Columbia, V0J 1E0	258 Month(s)
Frame Realty (1984) Ltd.	Frame Realty (1984) Ltd.	Incorporation	Real Estate Development	PO BOX 813, Burns Lake, British Columbia, V0J 1E0	316 Month(s)
Marmon Financial Management Co. Ltd.	Marmon Financial Management Co. Ltd.	Incorporation	Accounting Firm	118 Bay Street PO Box 614, Burns Lake, British Columbia, V0J 1E0	379 Month(s)
Omineca Lama Ranch	Omineca Lama Ranch	Incorporation	Alpaca Ranch	4889 Colleymount Road PO Box 614, Burns Lake, British Columbia, V0J 1E0	331 Month(s)
346280 BC LTD.	346280 BC LTD.	Incorporation	Inactive	PO Box 614, Burns Lake, British Columbia, V0J 1E0	253 Month(s)
Doug Montaldi	Doug Montaldi	Sole Proprietorship	Accounting/Management/Taxation	PO Box 614, Burns Lake, British Columbia, V0J 1E0	379 Month(s)
Houston Department Store Ltd.	Houston Department Store Ltd.	Incorporation	Commercial Property Holding Company	PO Box 1420, Houston, British Columbia, V0J 1Z0	606 Month(s)
B. WITHIN THE 12 MONTHS PRIOR TO THE DATE OF THE INITIAL INSOLVENCY EVENT, HAVE YOU EITHER IN CANADA OR ELSEWHERE:					
9A. Sold or disposed of any of your property?					Yes
9B. Made payments in excess of the regular payments to creditors?					No
9C. Had any property seized by a creditor?					No
C. WITHIN FIVE YEARS PRIOR TO THE DATE OF THE INITIAL INSOLVENCY EVENT, WHILE YOU KNEW YOURSELF TO BE INSOLVENT, HAVE YOU EITHER IN CANADA OR ELSEWHERE:					
10A. Sold or disposed of any property?					Yes
10B. Made any gifts to relatives or others in excess of \$500?					No
D. BUDGET INFORMATION: Attach Form 65 to this Form.					
11A. Have you ever made a proposal under the Bankruptcy and Insolvency Act?					No
11B. Have you been bankrupt before, either in Canada or elsewhere?					No
12. Do you expect to receive any sums of money which are not related to your normal income, or any other property within the next 12 months?					No
13. If you answered Yes to any of questions 9, 10 and 12, provide details:					

21 day of JUNE, 2010

Date


bankrupt

DM

Question 9A.

- 1) 2004 F350 Ford 4X4 Crew Cab VIN #1FTSW31P64EC19719 - to Sharol Briere as partial settlement of common-law marriage breakdown.
- 2) DVM Holdings Ltd. - Common Voting Shares (97%) redeemed by the company to facilitate the payment into trust of \$18,000, which was the fair market value of the shares as determined by an independent chartered business valuator.
- 3) Marmon Financial Management Co. Ltd. - common voting shares (51%) redeemed by the company to facilitate the payment into trust of \$18,000, which was the fair market value of the shares as determined by an independent chartered business valuator.
- 4) RRSP Withdrawals in the last 12 months - July 13, 2009 \$5,000; July 27, 2009 \$5,000; August 10, 2009 \$5,000; August 26, 2009 \$5,000; September 15, 2009 \$5,000; September 30, 2009 \$5,000; November 9, 2009 \$5,000; December 3, 2009 \$5,000; December 11, 2009 \$5,000; February 24, 2010 \$5,000.

Question 10A.

RRSP Withdrawal for the past five years:

- 2006 \$49,635.11
- 2007 \$75,000.00
- 2008 \$35,000.00
- 2009 \$60,000.00

Required the monies to cover monthly loan payment which included the first and second mortgage on the property at 4889 Colleymount Road, Burns Lake, BC.

14. Give reasons for your financial difficulties:

The debtor borrowed money personally for business investment but was unable to provide sufficient funds to repay loan principal and interest. The debtor provided personal guarantees on 439288 BC LTD. and Area Financial Debentures which the companies defaulted on.

I, Douglas Victor MONTALDI, of the city of Burns Lake in the Province of British Columbia, do swear (or solemnly declare) that this statement is, to the best of my knowledge, a full, true and complete statement of my affairs on the 21st day of JUNE, 2010 and fully discloses all property and transactions of every description that is or was in my possession or that may devolve on me in accordance with the Bankruptcy and Insolvency Act.

SWORN (or SOLEMNLY DECLARED)

before me in the of

in the Province of,

on this 21st day of JUNE, 2010


C. Louise Miller

Commissioner of Oaths for the
Province of

CORA LOUISE MILLER
 COMMISSIONER FOR TAKING AFFIDAVITS
 161 HIGHWAY 16, PO BOX 3500
 BURNS LAKE BC V0J 1E0
 PHONE: 250-692-2528
 #2010-001 (Expires Dec 31, 2012)

21 day of June, 2010

Date


 bankrupt

District of: British Columbia
 Division No: 3
 Court No: B8097
 Estate No: 11-253022

RECEIVED
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FORM 65

**Monthly Income and Expense Statement of the Bankrupt and the Family Unit and Information
 (or Amended Information) Concerning the Financial Situation of the Individual Bankrupt**

(Section 68 and Subsection 102(3) of the Act and Rule 105(4))

In the Matter of the bankruptcy of Douglas Victor MONTALDI

Original Amended

The information concerning the monthly income and expense statement of the Bankrupt and the family unit, the financial situation of the Bankrupt and the Bankrupt's obligation to make payments required under section 68 of the Act to the estate of the Bankrupt are as follows:

MONTHLY INCOME			
Description	Bankrupt	Other members of the family unit	Total
Net Employment Income	\$3,685.00	\$0.00	\$3,685.00
TOTAL MONTHLY INCOME	\$3,685.00(1)	\$0.00(2)*	
TOTAL MONTHLY INCOME OF THE FAMILY UNIT ((1) + (2))			\$3,685.00(3)
MONTHLY NON-DISCRETIONARY EXPENSES			
Description	Bankrupt	Other members of the family unit	Total
Medical Condition Expenses - Health-related prescriptions	\$35.00	\$0.00	\$35.00
Other Expenses - Employment-related expenses	\$2,033.00	\$0.00	\$2,033.00
Total Monthly Non-Discretionary Expenses	\$2,068.00(4)	\$0.00(5)	
Total Monthly Non-Discretionary Expenses of the Family Unit ((4) + (5))			\$2,068.00(6)
AVAILABLE MONTHLY INCOME OF THE DEBTOR ((1) - (4))			\$1,617.00(7)
AVAILABLE MONTHLY INCOME OF THE FAMILY UNIT ((3) - (6))			\$1,617.00(8)
BANKRUPT'S PORTION OF THE AVAILABLE MONTHLY FAMILY UNIT INCOME((7) / (8) X 100))			100 %(9)

MONTHLY DISCRETIONARY EXPENSES (Family Unit)	
Description	Total
Rent / Mortgage	\$675.00
Telephone	\$30.00
Cable	\$92.00
Other Housing Expenses	\$20.00
Dining / Lunches / Restaurants	\$100.00
Entertainment / Sports	\$176.00
Gifts / Charitable Donations	\$45.00
Food / Grocery	\$350.00
Laundry / Dry Cleaning	\$15.00
Grooming / Toiletries	\$20.00
Clothing	\$50.00
Other Living Expenses - Bank Charges	\$24.00
Public Transportation	\$10.00
Furniture / Contents	\$35.00
Bankrupt/Debtor Agreed Monthly Payment	\$180.00
TOTAL MONTHLY DISCRETIONARY EXPENSES (FAMILY UNIT)	\$1,822.00(10)
MONTHLY SURPLUS OR (DEFICIT) FAMILY UNIT ((8)-(10))	\$-205.00(11)

Information (or Amended Information) Concerning the Financial Situation of the Individual Bankrupt


Payments to the Estate as per Agreement	
Number of persons in household family unit, including bankrupt:	1
Total amount Bankrupt has agreed to pay monthly	\$180.00(12)
Amount Bankrupt has agreed to pay monthly to repurchase assets (provide details)	\$0.00(13)
Residual amount paid into the estate ((12) - (13))	\$180.00(14)


Payments required by the Directive on Surplus Income	
Monthly amount required by the Directive on Surplus Income based on Bankrupt's Portion Of the Available Monthly Family Unit Income(9)	\$0.00(15)
Difference between the amounts at lines (14) and (15)	\$180.00(16)

Other applicable comments:

Amendment or material change:

Dated at Burnaby, BC this 16th day of June, 2010.


Trustee


Per: Douglas Victor MONTALDI
Debtor