



This is the 3<sup>rd</sup> affidavit of John McEown  
in this case and was made on June 29, 2012

**No. S-113550**  
**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 *CANADA BUSINESS CORPORATIONS*, R.S.C. 1985, c. C-44  
and the *BUSINESS CORPORATIONS ACT*, S.B.C. 2002, c. 57**

**AND**

**IN THE MATTER OF WORLDSPAN MARINE INC., CRESCENT CUSTOM YACHTS  
INC., QUEENSHIP MARINE INDUSTRIES LTD., 27222 DEVELOPMENTS LTD. AND  
COMPOSITE FRP PRODUCTS LTD.**

**AFFIDAVIT**

I, **JOHN McEOWN, CA, CIRP**, licensed trustee, of 1140 – 800 West Pender Street,  
Vancouver, British Columbia, **SWEAR THAT:**

1. I am a licensed trustee with Boale, Wood & Company Ltd., the court-appointed Monitor in these proceedings, and as such I have personal knowledge of the facts and matters deposed to in this affidavit, except where stated to be made on information and belief, in which case I verily believe those facts and matters to be true.
2. As was the case with respect to the previous application in these proceedings (being on April 20, 2012) for an order extending the stay of proceedings, I will in this affidavit provide the information that I have received and then provide my very limited comments.
3. As in that case, I have not prepared a formal report, for the following reasons:
  - (a) The Petitioners have no ongoing business at all and are currently not in a position to formulate a plan given the number of unknowns at this point. Likewise, there is

nothing for me to comment upon in that respect; and

(b) All of the significant creditors and the Petitioners have requested that I take the minimum number of steps as a means of keeping the costs of the Monitor as low as possible. Given that there is no ongoing business in any event, I have indeed minimized my involvement while at the same time nevertheless meeting my statutory duties under the *Companies Creditors Arrangement Act*.

4. Attached as exhibit "A" to this affidavit is a copy of the most current cash flow provided to me by the Petitioners. From my review of it I confirm that there appears to be nothing unusual or necessarily inaccurate. As indicated, the only source of funding this year has been from Cspan Financial (B.C.) Inc., which was previously the first mortgage holder on the premises when they were owned by Worldspan Marine Inc.
5. Attached as exhibit "B" to this affidavit is a chart of the anticipated Harmonized Sales Tax refunds for which Worldspan Marine Inc. has filed returns with Canada Revenue Agency. Those total \$74,780.90. As set out in the order dated April 20, 2012 of Mr. Justice Pearlman in these proceedings, Worldspan Marine Inc. is required to pay those refunds to the Monitor upon receipt thereof.
6. Attached as exhibit "C" to this affidavit is a copy of an email message dated May 4, 2012 from Mr. Esterly containing his marketing report for the month of April, 2012.
7. Attached as exhibit "D" to this affidavit is a copy of an email message dated June 21, 2012 from Mr. Esterly containing his marketing report for the months of May and June, 2012.
8. Attached as exhibit "E" to this affidavit is a copy of a letter dated June 12, 2012 from Alan Brown of Boughton Law Corporation, being the lawyers for Caterpillar Financial Services Corporation ("CAT"). Mr. Brown confirms that the sale of the A129 Vessel (which was the subject of the hearing on April 20, 2012) has been completed and the Net Sale Proceeds (as defined in Mr. Justice Pearlman's order of that date) have been received in trust.
9. In that regard, the Monitor has retained Jack Buchan of the firm Cohen Buchan Edwards to provide an opinion with respect to the validity, enforceability and priority of CAT's security so as to assist the Monitor and in making a recommendation to the parties and the Court with

respect to the proper disposition of the Net Sale Proceeds. I anticipate that Mr. Buchan will have his opinion available by later this week.

10. As set out in that order of Mr. Justice Pearlman, if CAT does indeed have priority to the Net Sale Proceeds over the other creditors, there will still remain in trust an amount of \$170,000.00 pending a determination as to whether that amount is subject to the Administration Charge pursuant to the Initial Order in these proceedings. As set out Mr. Justice Pearlman's order, that determination is to occur no earlier than July 20, 2012.
11. In the meantime, I confirm that the Monitor has received the amount of \$10,000.00 from the lawyers for the Petitioners, as required by the order of Mr. Justice Pearlman.
12. As well, the Monitor has been advised by the lawyers for the Petitioners that they will be applying in the proceedings in the Federal Court of Canada for a charge on the Vessel similar to the Administration Charge in these proceedings. Included in that charge will be an amount on account of the Monitor's fees and disbursements from June 27, 2012 to September 15, 2012 (being the requested date for the extension of the stay of proceedings in the within application). The Monitor and its lawyers have agreed that the total charge for that period of time will be \$25,000.00, assuming that the current pattern of review and monitoring takes place.
13. Attached as exhibit "F" to this affidavit is a copy of a letter dated June 15, 2012 received from Peter Mogan of Mogan Daniels Slager LLP, being the lawyers for 642385 B.C. Ltd., which is the landlord of the premises. As indicated, the deferred rent under the lease has not been paid. As well, there is concern with various containers on the premises.
14. Attached as exhibit "G" to this affidavit is a copy of an email message and photographs received from Mr. Mogan as a follow-up to his letter.
15. The Monitor has forwarded Mr. Mogan's letter and email to the Petitioners for comment.
16. The Monitor understands that the significant stakeholders and creditors have requested to visit the premises to review matters and arrangements in that regard are currently being worked out with the Petitioners.



**Worldspan Group of Companies  
Cash Flow Statement**

	Actual Month Ending Aug 31	Actual Month Ending Sep 30	Actual Month Ending Oct 31	Actual Month Ending Nov	Actual Month Ending Dec 31	Actual Month Ending Jan 31	Actual Month Ending Feb 29	Actual Month Ending Mar 31	Actual Month Ending Apr 30	Actual Month Ending May 31	Total
<b>Production</b>											
<i>Weekly production (canopies)</i>											
Opening Cash Position	58,125	6,176	7,771	8,392	12,005	8,932	348	58	792	55	58,125
<b>Cash Inflows</b>											
AR Collections	-	-	-	-	-	-	-	-	-	-	-
Rental	-	-	-	15,792	16,800	-	-	-	-	-	32,592
GST Refund	-	-	-	-	-	-	-	-	-	-	-
DIP Financing	-	-	-	-	-	-	-	-	-	-	-
Misc	-	-	-	-	-	-	-	-	511	-	511
Cspan Financial Loan	10,000	374,604	15,792	16,800	3,000	-	3,000	-	1,000	391,604	
	10,000	374,604	15,792	16,800	3,000	-	3,000	511	1,000	424,707	
<b>Cash Outflows</b>											
<b>Production</b>											
Comp One	-	-	-	-	-	-	-	-	-	-	246
Raider Hansen	-	-	-	-	-	-	-	-	-	-	-
Maple Leaf Disposal	1,004	-	2,100	-	700	-	-	-	-	-	3,804
Direct Labor	374	-	5,003	4,848	(1,558)	(560)	-	-	-	-	8,107
	1,624	-	7,103	4,848	(858)	(560)	-	-	-	-	12,157
<b>Fixed Overheads</b>											
Management/consulting	12,500	-	-	-	-	4,000	-	-	-	-	16,500
J Hawkins	6,045	1,000	9,403	-	6,235	7,822	-	-	-	-	30,505
Martin Biros	-	-	-	-	-	-	-	-	-	-	-
Chris Grimes-Goard	1,180	1,000	-	-	-	-	-	-	-	-	2,180
CRA	6,883	-	2,706	1,667	2,567	-	-	-	-	-	13,823
Hydro	1,311	-	2,146	2,583	2,398	-	-	-	-	-	8,438
Insurance	1,000	-	5,000	-	-	-	-	-	-	-	6,000
Terasen Gas	148	148	148	-	299	(5,800)	-	-	-	-	(5,057)
Bell Mobility	30	-	176	155	143	-	-	-	-	-	504
Telus	464	354	10	464	-	-	-	570	-	384	2,246
Internet	178	75	-	150	75	-	-	150	-	151	779
Sewage Inspection Orion	-	-	-	-	-	-	-	-	-	-	-
Golden Ears Alarm	-	476	-	-	106	-	-	-	-	-	582
Worksafe BC (WCB)	-	2,489	-	230	-	-	-	-	-	-	2,719
Property taxes	-	-	250,000	-	-	-	-	-	-	-	250,000
Miscellaneous	9,250	-	847	-	10,775	1,035	-	1,296	11	225	23,439
Professional Fees	-	2,863	96,444	2,082	700	2,520	-	250	210	200	105,269
HST Paid	11,336	-	-	-	-	-	290	-	1,027	-	12,653
	50,325	8,405	366,880	7,331	20,731	12,144	290	2,266	1,248	960	470,580
<b>Cash Increase (Decrease)</b>	(51,949)	1,595	621	3,613	(3,073)	(8,584)	(290)	734	(737)	40	(58,030)
<b>Closing Cash Position</b>	\$ 6,176	\$ 7,771	\$ 8,392	\$ 12,005	\$ 8,932	\$ 348	\$ 58	\$ 792	\$ 55	\$ 95	\$ 95

This is Exhibit "A" referred to in the  
 affidavit of JOHN McEDOWN  
 sworn before me at Vancouver, BC this  
 29th day of June 2012  
 [Signature]  
 Commissioner for taking Affidavits  
 British Columbia

Worldspan Group of Companies  
HST Refund Calculation  
19-Jun-12

Period	Worldspan	Crescent	Queenship	27222
Jun 6/11	6309.55	0	0	0
Jun 30/11	5810.83	0	0	0
Jul31/11	7666.99	0	0	0
Aug31/11	10665.7	0	0	0
Sept30/11	5263.7	0	0	0
Oct 31/11	3438.89	0	0	0
Nov 30/11	15541.87	0	0	0
Dec 31/11	10777.7	0	0	0
Jan31/12	2648.12	0	0	0
Feb28/12	0	0	0	0
Mar 31/12	0	0	0	0
Apr 30/12	3938.05	0	0	0
May31/12	2719.5	0	0	0
Total	74780.9	0	0	0

This is Exhibit "B" referred to in the affidavit of John McEown

sworn before me at Vancouver, BC this 29<sup>th</sup> day of June, 2012

*[Handwritten Signature]*

A Commissioner for taking Affidavits for British Columbia

**Geoffrey Dabbs**

**From:** John McEown <jmceown@boalewood.ca>  
**Sent:** Friday, May 04, 2012 11:49 AM  
**To:** Geoffrey Dabbs; wharton@bernardpartners.com; rmorse@farris.com; kes@bht.com; john.mclean@gowlings.com; neva.beckie@justice.gc.ca  
**Subject:** RE: Crescent 144 Marketing Update

This is Exhibit "C" referred to in the affidavit of John McEown sworn before me at Vancouver, BC this 29th day of June 2012  
BRB  
A Commissioner for taking Affidavits for British Columbia

Following is a marketing update received from Fraser Yachts today:

Dear Mr. McEown,

My update on the Crescent 144 market for April is as follows:

The worldwide superyacht (yachts over 84') market for April 2012 paralleled April 2011. Candidly, this is a disappointment. During April, worldwide, there 22 brokerage superyacht closings and 5 new build sales. Of the brokerage group, none where in the size or price range of the Crescent. In fact, its alarming that the most expensive brokerage sale was a 130' boat sold in the Med (sold to a gentleman from BC) for \$12m. For this time of year, when we should be well into an active market, I find this stagnant activity a major concern. In my conversations with brokers on the east coast, they too are seeing activity below well normal. Of the new boats sold, three were 130' or less and two where over 160'. One sale was by a US yard (I believe Christensen or Delta), three were European and one was in the UAE.

Specifically on the Crescent 144:

**BROKERS:** Of the 3 brokers mentioned in my last report who had clients showing interest, only one is still viable but with no progress with them scheduling a visit. Of the other two, one is not at all realistic as to price (wants a completed boat for under \$10m) and the other now has some business issues that he will limit his ability to do anything in the near future. So, I feel we have currently one possibility. There are other brokers who I am communicating with who have specific clients, but none of these have percolated to the top yet.

**DIRECT CLIENTS:** I now have one new lead through a captain friend of mine. It is too early to say if there is further interest, but I do know the captain is in contact with very qualified individuals.

**MARKETING:** We have l ads scheduled in May and June and July publications in Europe and the US. We normally reduce our ads in July and August because it is a slower time of the year for inquires. We then pick up the number of ads in September and October as we move towards the time of the major Ft. Lauderdale and Monaco Shows. I will organize it so that the Crescent has a presence at these shows.

As mentioned last month, I am still concern about the new 43m boat (Asking \$26m) that is now being offered by Christensen Yachts in Vancouver, WA. It will force us to be more aggressive on pricing so as to create a larger gap between the Christensen and the Crescent.

The nature of our business is that one never knows what the next call will bring! I have often had the market on a particular boat change dramatically in a matter of days.

As always, please do not hesitate to contact me if I can provide any further information, including graphs for sales and other specifics.

Best Regards,

Neal Esterly  
Yacht Broker

Fraser Yachts California  
4990 N. Harbor Dr. Suite 200  
San Diego, CA 92106, USA  
T +1 619 225 0588 F +1 619 225 1325  
Hm +1 619 222 6620 M +1 619 823 9034  
[neal.esterly@fraseryachts.com](mailto:neal.esterly@fraseryachts.com)  
[www.fraseryachts.com](http://www.fraseryachts.com)

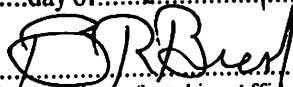
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## Geoffrey Dabbs

**From:** John McEown <jmceown@boalewood.ca>  
**Sent:** Thursday, June 21, 2012 9:46 AM  
**To:** Geoffrey Dabbs  
**Subject:** FW: May report Crescent 144  
**Attachments:** 20120620123434.pdf; 20120620103447.pdf

This is Exhibit "D" referred to in the affidavit of John McEown sworn before me at Vancouver, BC this 29<sup>th</sup> day of June, 2012

  
A Commissioner for taking Affidavits for British Columbia

**From:** Neal Esterly [mailto:Neal.Esterly@FraserYachts.com]  
**Sent:** Thursday, June 21, 2012 9:23 AM  
**To:** John McEown  
**Subject:** May report Crescent 144

Dear Mr. McEown,

I did not provide you with my market report on Crescent 144 for May because I listing had expired. It has now been renewed. The following is an update for May and June to date:

The worldwide superyacht (yachts over 84') market for May 2012 have slipped substantially from May 2011. While not unexpected due to the economic problems in the EU, the market continues to be a disappointment. Worldwide brokerage sales during May numbered 17 and so far for June there are 11. This is a significant drop from one year ago. With new boats there were 9 in May and 5 in June thus far. Of the brokerage group, there were two sales in the 144' category that are significant to us: The 150' Delta, MONARCH, in Seattle that was sold to an east coast buyer who wanted a boat for the summer. I have heard prices from \$26,000 to \$28,000. The second was the 151' Northern Marine in Florida asking \$21m. These boats were boats that we could have been compared with and its encouraging to see activity in this price and size range. Of the new boats sold none where in North America, but as I have stated in the past, a large US builder, Westport Yachts, does not report their sales. Attached please find graphs for new and brokerage sales.

Specifically on the Crescent 144:

**BROKERS:** Since my last report, we still have one previous broker who is still somewhat viable but his client continues to show little initiative due to being involved in a business transaction that is dragging on. As for new leads, a Fraser broker in Florida has an interested buyer and are asking questions that lead me to believe that they are seriously considering the 144. In addition, there is another fellow who is working with a well qualified Canadian who is also showing very good interest. Both parties hope to know within the next two weeks as to whether they will pursue the boat with an offer. I am taking both of these leads very seriously. We have had no other new enquiries.

**DIRECT CLIENTS:** None at this time.

**MARKETING:** We reduce our ads in July and August because it is a slower time of the year for inquires. A further complication was that since I did not have a renewed listing I could not schedule ads for the boat. I will be shortly submitting ads for Sept. I intend to have significant ads in key publications that coincide with the Monaco Boat show in Sept and the Ft. Lauderdale show in October. These are the two most significant yacht shows in our industry. I will organize it so that the Crescent has a presence at these shows via picture board and in the case of Ft. Lauderdale, a model of the boat which has become available. In addition to this, we will continue doing our periodic Efyers to brokers reminding them of the 144.

**SUMMARY:** While the new and brokerage transactions are not at all at the levels that we had been expecting and we find the yacht business in still suffering from the world's economic concerns, there are buyers. These buyers are for the most part driving very hard bargains with their cash. Unfortunately, whatever values we, as brokers, were calculating for boats being offered for sale one year ago, those values are now consider to be high and not obtainable. A statistic supporting this is that there where 85 price changes in May 2012 vs. 39 in May of 2011. I feel that in the brokerage market, sellers and brokers are still trying to reach price levels that generate a sale. With new builds, the yards have their fixed costs and cannot go below those levels so they have less flexibility in negotiations. This puts the 144 Crescent at a distinct advantage since she her asking price is below costs. The problem for new builds is that they face stiff competition from late model boats that are being discounted to attractive levels.

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As always, please do not hesitate to contact me if I can provide any further information, including graphs for sales and other specifics.

Best Regards,

**Neal Esterly**

Yacht Broker

**Fraser Yachts California**

4990 N. Harbor Dr. Suite 200

San Diego, CA 92106, USA

T +1 619 225 0588 F +1 619 225 1325

Hm +1 619 222 6620 M +1 619 823 9034

[neal.esterly@fraseryachts.com](mailto:neal.esterly@fraseryachts.com)

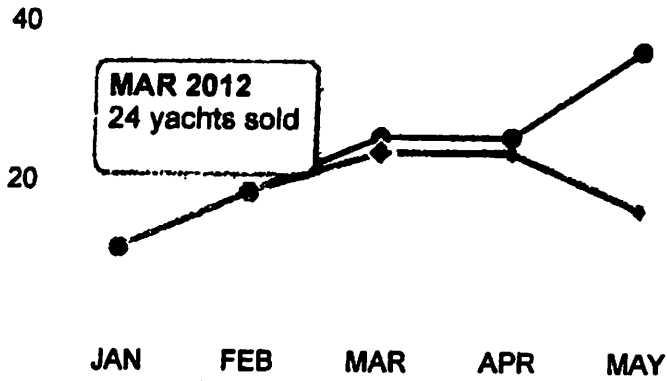
[www.fraseryachts.com](http://www.fraseryachts.com)

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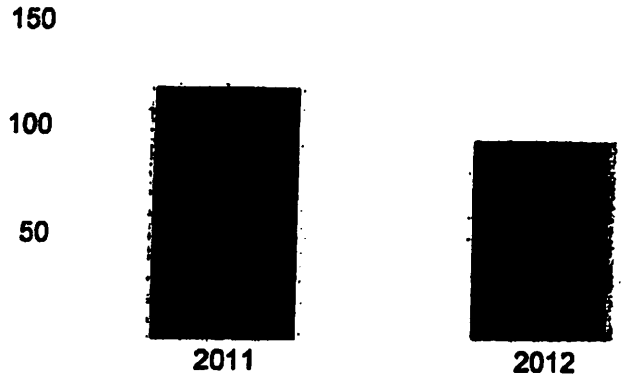
This e-mail (including any attachments), may be confidential and is intended only for the use of the addressee(s). If you are not an addressee, please inform the sender immediately by contacting Fraser Yachts at [http://fraseryachts.com/Contact\\_Us/Default.aspx](http://fraseryachts.com/Contact_Us/Default.aspx). No warranty is given that this email is free of viruses, secure or error free. No liability or responsibility is accepted if information or data is, for whatever reason corrupted or does not reach its intended recipient. The views expressed in this email are, unless otherwise stated, those of the author and not those of Fraser Yachts Monaco S.A.M., or of any of its affiliates.

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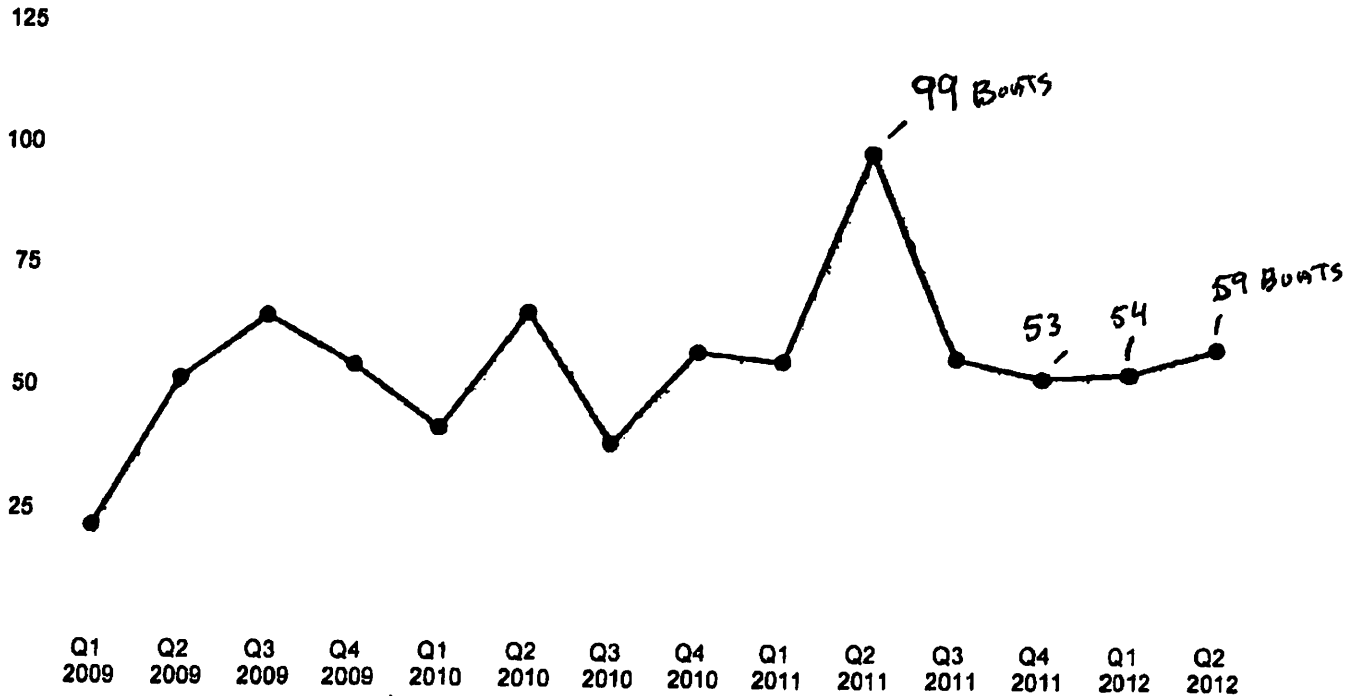
**Sales tracker YTD**



**Total sales YTD**



**CHART 1: SUPERYACHT SALES BY QUARTER**





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This is Exhibit "E" referred to in the affidavit of John McEOWN sworn before me at Vancouver, BC this 29<sup>th</sup> day of June, 2012

*[Signature]*  
A Commissioner for taking Affidavits for British Columbia

File number 81451 2      Direct line 604.647.6426      email abrown@boughton.ca

June 12, 2012

BY EMAIL

DMJR Family Holdings Ltd. and/or Mr. Dale A. Martin Jr.  
610 - 4th Street South  
Lethbridge, AB  
T1J 4P3

Attention:      Mr. Dale A. Martin Jr.

Dear Sirs and Mesdames:

Re:      Purchase of 70' Queenship Vessel S/N A129 (the "A129") from Caterpillar Financial Services Corporation ("CAT")  
S.C.B.C. No. S113550 - *Companies Creditors Arrangement Act* and Worldspan Marine Inc. and others - Order made April 20, 2012 (the "Order")

We are solicitors for CAT in relation to the captioned matter.

Paragraph 1 of the Order specified that title to the A129 would be transferred to CAT or its nominee, effective upon Boughton Law Corporation ("Boughton") delivering to the Purchaser (with a copy to the Monitor) a letter confirming that the net proceeds of the sale of the A129 have been received and placed in their trust account.

This will confirm that Boughton has received the sum of US\$945,000.00 from the Purchasers solicitors and those funds have been placed in our trust account.

The deposit of US\$105,000.00 (the "Deposit") was not paid to Boughton. However, CAT and Boughton are satisfied that Grand Banks Northwest was entitled to retain the Deposit pursuant to paragraph 10 F. of the Brokerage Purchase and Sale Agreement dated March 29, 2012 and para. 3 of the Central Listing Agreement dated December 22, 2009.

**BOUGHTON LAW CORPORATION**  
Suite 700, 595 Burrard Street • P.O. Box 49290 • Vancouver, BC V7X 1S8  
Ph 604.687.6789 • F 604.683.5317 • E lawyers@boughton.ca • boughton.ca

MERITAS LAW FIRMS WORLDWIDE

AC/1716285.1

Accordingly, CAT and Boughton are satisfied that the "Net Proceeds" as defined in the Order have been received and placed in Boughton's trust account.

Yours truly,

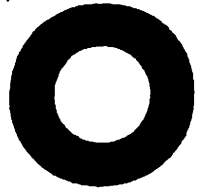
BOUGHTON LAW CORPORATION  
by Alan H. Brown Law Corporation

Per:   
Alan Brown

AHB/ahb

cc William DeVoe, Homes, Weddle & Barcott  
Brett Parks, CAT  
Chris Oberholtzer, CAT  
Sergio Custodio, Fasken Martineau  
John McEown, Boale Wood  
Jeffrey Dabbs, Gehlen Dabbs

This is Exhibit "F" referred to in the affidavit of John McEown sworn before me at Vancouver, BC this 29<sup>th</sup> day of June, 2012  
[Signature]  
A Commissioner for taking Affidavits for British Columbia



June 15, 2012

Worldspan Marine Inc.  
27222 Lougheed Highway  
Maple Ridge, British Columbia

**BY FACSIMILE**

Attention: Mr. Dan Fritz

Dear Mr. Fritz,

**RE: 642385 B.C. Ltd. ("Landlord") lease of part of 27222 Lougheed Highway, Maple Ridge, B.C. to Worldspan Marine Inc. ("Tenant") by lease dated November 18, 2011 (the "Lease")**

We write to you, the Tenant, as legal counsel to the Landlord.

The Lease provides that the Tenant "shall seek an order from the Federal Court of Canada providing a priority charge against the Vessel as security for the payment for the Basic Rent and Additional Rent or the borrowing therefore". Kindly advise what steps the Tenant has taken to comply with the foregoing covenant of the Tenant.

The Lease also provides that the Tenant is to pay the Basic Rent, as provided for in the Lease, from the Commencement Date to May 31, 2012, on May 31, 2012. My client, the Landlord has not received any payment of Basic Rent. Kindly advise as to what the intention of the Tenant is regarding the payment of the Basic Rent.

The Landlord advised the Tenant on April 22, 2012 of the existence of a shipping container owned by the Tenant and located at the west end of the property that contains potentially hazardous materials as identified by the building maintenance coordinator, Paul Churchill-Browne. Your were advised of the potential risk of exposing employees and visitors to the Building to hazardous materials and the possibility of a potential spill or emission of hazardous materials and were requested to take immediate action to removee the subject container from the Lands. Your were

value focused. values driven.

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advised that "any delay in removing these potentially hazardous material risks potential spill or exposure that can result in significant harm to our employees, tremendous clean-up cost and serious damage to the property" Kindly advise what steps the Tenant has taken and is taking to address this very serious issue.

We would ask you to kindly respond to this letter by 5 pm on Wednesday June 20, 2012. We look forward to your response.

Yours very truly,

MOGAN DANIELS SLAGER LLP

Per:

Peter J. Mogan

cc. Geoffrey Dabbs, as counsel to Boale, Wood & Company Ltd.

**Geoffrey Dabbs**

**From:** Peter Mogan <pmogan@mdslawyers.com>  
**Sent:** Thursday, June 21, 2012 10:53 AM  
**To:** Geoffrey Dabbs  
**Subject:** FW: Worldspan  
**Attachments:** IMAG0872.jpg; IMAG0873.jpg; IMAG0875.jpg

This is Exhibit "G" referred to in the affidavit of John McEOWN sworn before me at Vancouver, BC this 29th day of June, 2012  
*[Signature]*  
A Commissioner for taking Affidavits for British Columbia

Hi Geoff,

I've attached three images for reference.

**Image 1)**

-The container that is currently storing the hazardous waste in question

- 30 empty drums (previous contents unknown) = \$1,200
  - 30 Partially full with unknown liquid contents = \$5,250
  - 30 Full drums with gelled or hardened material = \$16,500
  - 3 Pallets of assorted small containers (unknown) = \$750
- Total for above disposal = \$23,700

-Since this list was first compiled, more drums and items have been added. Disposal of added items is approx. \$5,000-\$7,000

-General stored contents are epoxy, resin, gel coat, acetone, paint and other industry related chemical products

-I have contacted "Clean Harbors" (the chemical disposal company) and they will be submitting a revised quote in the next few days, but they emphasize the fact that there are a lot of unforeseen factors to consider. Final price will depend on what they discover inside the containers.

-Clean Harbors has verbally stated that in their preliminary inspections, certain items will be requiring sensitive handling

**Image 2)**

-Approx. 30 Additional drums that are being stored in the gravel yard

-Drums range from empty and filled with water to hardened gel coat and recycled acetone etc...

**Image 3)**

-This is the other container mentioned by Geoffrey (it is being leased to Worldspan through Big Steel

Box)

-This container is storing a lot of sensitive/expensive electronic equipment for the vessel

-Big Steel Box came by recently requesting the return of the container as payment is overdue for the

past 4 months

-The stored items could be relocated (with Worldspans approval) to the 3<sup>rd</sup> floor finishing area if needed and the container returned to BSB

-There is concern (through Jim Hawkins) that a "federal arrest" has been placed on the stored items and container. I don't see it applying to the container as it's a leased item through Big Steel Box, but that was the concern.

I trust this is what you were looking for.

Peter



mogan•daniels•slager



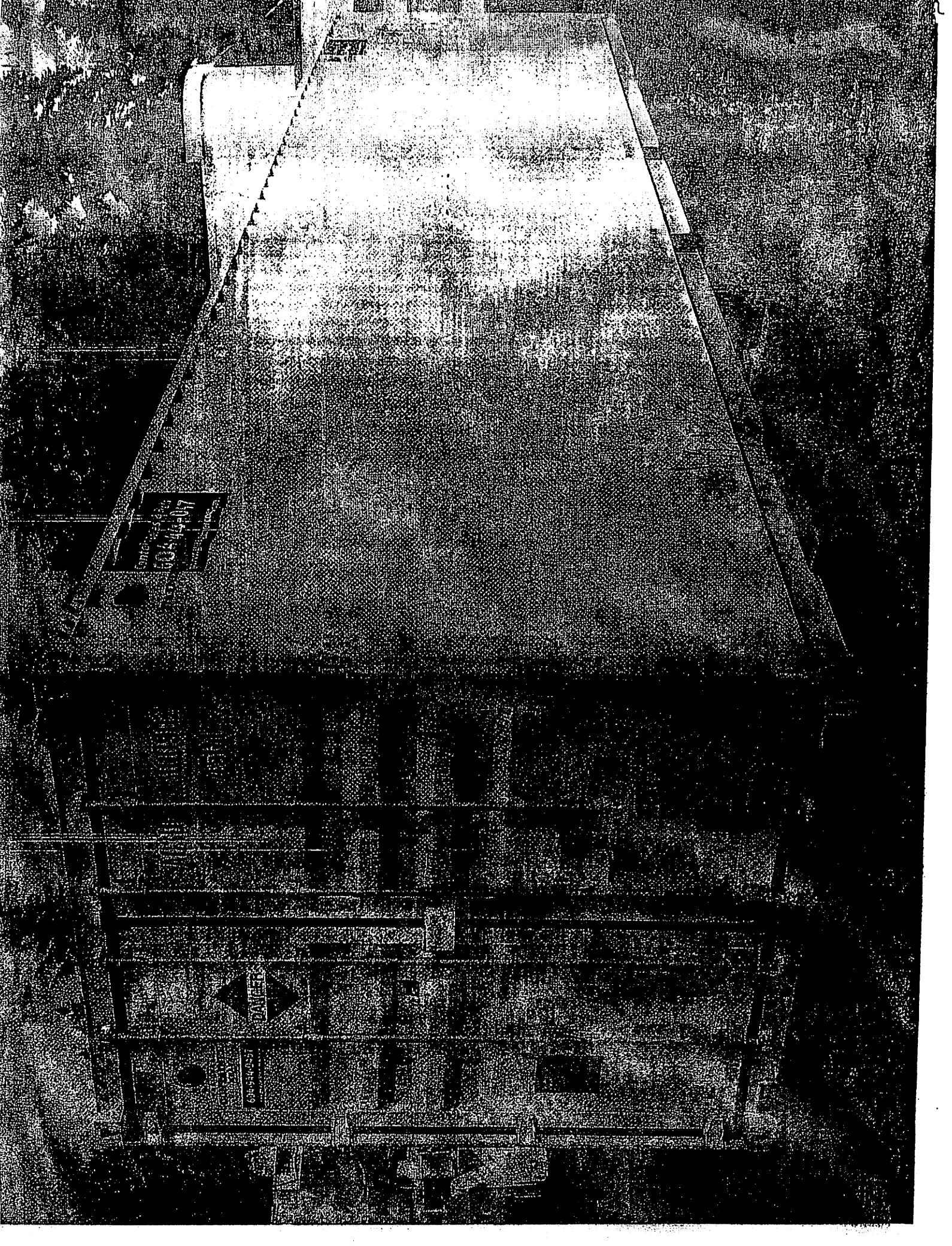
Peter J. Mogan  
MOGAN DANIELS SLAGER LLP  
Suite 1700 - 1185 West Georgia Street  
Vancouver, British Columbia V6E 4E6

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