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**EXHIBIT "3"**

**To the Receiver's Seventh Report to Court  
Dated January 14, 2019**

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Tel: 403 232 0688  
Fax: 403 262 6184

[www.debtsolutions-calgary.ca](http://www.debtsolutions-calgary.ca)

BDO Canada Limited  
307, 3016 - 5 Avenue NE  
Calgary AB T2A 6K4 Canada

## MEMO

To: Investors and Interested Parties in the matter of the Receivership of Base Finance Ltd. & Base Mortgage Investment Ltd.

From: BDO Canada Ltd. - The Receiver

Date: May 28, 2018

Re: An update to the investors and interested parties of the recent charges laid against the directors.

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On May 25, 2018, the RCMP confirmed fraud charges have been laid against Mr. Arnold Breitzkreutz and Ms. Susan Way, in connection to the Base Finance Ltd., and Base Mortgage and Investments Ltd. operations.

The Receiver continued to assist the RCMP throughout the receivership in their investigations into the fraud allegations. To avoid jeopardizing the investigation, the Receiver needed to provide minimal details to the investors of our findings.

This memo, the Alberta Securities Decision released on March 2, 2018, as well as links to the articles published in the Calgary Sun and CTV News can be found on BDO's website at [www.extranets.bdo.ca/base/](http://www.extranets.bdo.ca/base/).

The Receiver anticipates circulating further communication shortly to update all interested parties and investors on remaining proceedings in the receivership.

Should any investor or interested party have further questions or concerns, please do not hesitate to contact the Receiver's office detailed below:

Jacqueline Shellon  
403-213-5444  
[jshellon@bdo.ca](mailto:jshellon@bdo.ca)

Yours very truly,  
BDO CANADA LIMITED  
In its capacity as Court Appointed Receiver of  
Base Mortgage & Investments Ltd. and  
Base Finance Ltd.

Per:

David Lewis, CA, CPA, CIRP, LIT  
Vice President