



MEMORANDUM

110/19-7

CLASSIFICATION

TO
A

Indian Affairs Branch - Ottawa

YOUR FILE No.
Votre dossier

OUR FILE No. 774/19-7
Notre dossier

DATE Jan. 11, 1967

FROM
De

Regional Director - Alberta

FOLD

SUBJECT
Sujet

Revolving Fund Loan
Edward F. Archand - 241 Alexander Band

Attached please find an Application for a Loan of \$5,000 to purchase a Service Station, a letter from the applicant, an appraisal report and a report from the District-Supervisor Edmonton-Hobbema District.

We agree with Supervisor T. A. Turner's recommendation that this loan should be declined.

The applicant has had numerous changes in his employment over the past seven years, and has not demonstrated any managerial ability. He also lacks the funds to properly equip the business.

We are not satisfied that the value obtained in the appraisal is valid. The appraiser states that he is using a market approach to value, but has made no comparison with other similar properties sold. We suspect that, had an income approach been used, the appraiser would have found it difficult to establish any value whatsoever in view of the history, of the business by experienced managers.

A loan in this case would not afford the applicant a reasonable chance of success.

R. D. Ragan

Attach.

cc: District-Supervisor
Edmonton-Hobbema District

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