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Estate File No. 31-2675288

**IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A PROPOSAL OF
2505243 ONTARIO LIMITED,
OF THE CITY OF TORONTO, IN THE PROVINCE OF ONTARIO
CREDITOR PACKAGE**

August 5, 2021

**To: Creditors and Former and Current Employees of 2505243 Ontario Limited
(the “Company”)**

On July 26, 2021, the Company filed a proposal (“Proposal”) with the Office of the Superintendent of Bankruptcy (Canada). KSV Restructuring Inc. is the Proposal Trustee (“Proposal Trustee”) of the Company.

You are receiving this package because you are either a creditor, a potential creditor or a former or current employee of the Company. In this regard, enclosed please find the Trustee’s Report to Creditors (“Report”), which attaches:

- a) the Proposal (Appendix “A”);
- b) Certificate of Filing of the Proposal (Appendix “B”);
- c) Notice of Appeal (Appendix “C”)
- d) Proof of Claim Form, Proxy and Voting Letter (Appendix “D”);
- e) Notice of Proposal to Creditors (Appendix “E”);
- f) Statement of Affairs summary (Appendix “F”); and
- g) List of Creditors (Appendix “G”).

As detailed in the Report, to vote on a Proposal, a creditor of the Company must file a proof of claim with the Proposal Trustee prior to the meeting to consider the Proposal on August 16, 2021 at 1 p.m. Creditors can vote at the meeting by attending in person or by submitting a voting letter to the Proposal Trustee prior to the meeting. Creditors can also vote by way of proxy and can identify the Proposal Trustee as their proxy.

Also enclosed is a notice of the hearing for Court approval of the Proposal pursuant to Section 58(b) of the BIA if the Proposal is accepted at the creditors’ meeting.

Former and Current Employees

As detailed in the Report, former **employees who are owed amounts for termination and severance under the Employment Standards Act** ("Employee ESA Claims") **are not currently required to file a claim in the Proposal** as these claims are anticipated to be settled from a separate pool of funds ("PGH Litigation Employee Funds") which do not form part of the Company's assets available for distribution to creditors, pursuant to a Decision of the Ontario Superior Court of Justice dated July 5, 2021. However, if the PGH Litigation Employee Funds are insufficient to fully repay the Employee ESA Claims, employees having such claims will be entitled to file claims under the Proposal. The Proposal Trustee will advise you in due course if the Employee ESA Claims exceed the PGH Litigation Employee Funds and will provide instructions to file a claim, if necessary.

Former or current **employees with any other claims other than Employee ESA Claims** (such as unpaid wages or vacation pay) are required to **file a proof of claim with the Proposal Trustee in order to receive dividends under the Proposal.**

Should you have any questions on any of the enclosed materials, please contact the undersigned.

A handwritten signature in blue ink that reads "KSV Restructuring Inc." The signature is written in a cursive, flowing style.

**KSV RESTRUCTURING INC.
SOLELY IN ITS CAPACITY AS TRUSTEE UNDER THE PROPOSAL
OF 2505243 ONTARIO LIMITED
AND NOT IN ITS PERSONAL CAPACITY**