

**ksv advisory inc.**

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February 9, 2016

To: Creditors of Danier Leather Inc.

We are writing to advise you that on February 4, 2016 Danier Leather Inc. (the "Company") commenced restructuring proceedings by filing a Notice of Intention to Make a Proposal ("NOI") pursuant to the *Bankruptcy and Insolvency Act* ("BIA"). A copy of the NOI and a preliminary listing of creditors is attached. KSV Kofman Inc. has been appointed as the Trustee under the NOI ("Trustee").

Although the NOI proceeding is pursuant to the BIA, it is important to note that the Company is not bankrupt. The Company has sufficient liquidity to continue to operate and to fund these proceedings.

The principal purpose of the restructuring proceedings is to create a stabilized environment to complete a sale of the Company's business and assets pursuant to a sale and investor solicitation process ("SISP"). In this regard, the Company has received an offer from GA Retail Canada, ULC, (the "Stalking Horse") which it intends to seek to have the Ontario Superior Court of Justice approve as the Stalking Horse bid. It is the Company's objective to complete the SISP by early March, 2016.

At present, creditors are not required to file a proof of claim. The Trustee will provide you with further information and a proof of claim form at a later date.

During the restructuring proceedings:

- no person may terminate or amend any agreement with the Company, or claim an accelerated payment, or a forfeiture of the term, under any agreement with the Company, by reason only that the Company is insolvent or by reason of the filing of the Notice of Intention, pursuant to Section 65.1(1) of the BIA;
- no creditor has any remedy against the Company or its property or shall commence or continue any action, execution, or other proceedings against the Company, pursuant to Section 69.1(1) of the BIA; and
- suppliers should discuss directly with their usual Company representative the terms of payment for goods and/or services that they provide to the Company.

If you have any questions after speaking with your contact at the Company, please contact Noah Goldstein from the Trustee's office at ngoldstein@ksvadvisory.com.

Yours very truly,

**KSV KOFMAN INC.
TRUSTEE UNDER THE NOTICE OF INTENTION TO MAKE
A PROPOSAL OF DANIER LEATHER INC.**

FORM 33

Notice of Intention to Make a Proposal
[Subsection 50.4(1)]

**IN THE MATTER OF THE PROPOSAL OF
DANIER LEATHER INC.**

TAKE NOTICE THAT:

1. Danier Leather Inc., an insolvent person, pursuant to subsection 50.4(1) of the *Bankruptcy and Insolvency Act*, intends to make a proposal to its creditors.
2. **KSV KOFMAN INC.** of 150 King Street West, Suite 2308, Toronto, Ontario, a licensed trustee, has consented to act as trustee under the proposal and a copy of the consent is attached hereto.
3. A list of the names of the known creditors with claims amounting to \$250 or more and the amounts of their claims is attached.
4. Pursuant to Section 69 of the *Bankruptcy and Insolvency Act*, all proceedings against Danier Leather Inc. are stayed as of the date of filing this notice with the Official Receiver in its locality.

DATED at Toronto, Ontario this 4th day of February 2016

DANIER LEATHER INC.

Per: 

Name: Brent Holden

Title: CFO

**IN THE MATTER OF THE PROPOSAL OF
DANIER LEATHER INC.**

CONSENT

KSV KOFMAN INC. hereby consents to act as Trustee under the Notice of Intention to Make a Proposal and/or Proposal to be filed by Danier Leather Inc.

DATED at Toronto, Ontario this 4th day of February, 2016.


KSV KOFMAN INC.

Per: _____

Name: Robert Kofman

Title: Authorized Signing Officer

**In the Matter of the Proposal of Danier Leather Inc.
of the City of Toronto, in the Province of Ontario**

Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
1386073 Ontario Inc.		Unknown
1451945 Ontario Limited and Sun Life Assurance Company of Canada		Unknown
20 VIC Management Inc.		Unknown
20 VIC Management		Unknown
713949 Ontario Limited		Unknown
9139-6366 Quebec Inc.		Unknown
A Custom Solution		1,186.50
Abeer Verma		1,130.00
Abell Pest Control Inc.		535.12
Accendo Networks Inc.		3,766.29
Acclaim Signs		382.10
Admor Industrial Dock & Door Systems Inc.		327.70
Advance Shipping Supplies Inc.		930.44
Airport Cargo Warehouse Inc.		275.80
All Type Transport		13,521.50
Alpha Cartage Ltd.		534.51
Always Bright Commercial Cleaning Services		500.85
American & Efid Canada Inc.		1,742.65
Anselmo Window Cleaning		38.00
Aptos Canada Inc.		165.97
Areal Cleaning Services Inc.		2,653.79
Arsenal Cleaning Services Ltd.		7,035.38
Art & Science Digital Experience Design Inc.		51,162.77
Artech Window Cleaning Ltd.		90.40
Astra Electric Inc.		545.79
B & R Transfer		1,063.70
BC Hydro	2000 1020 001	671.97
BCIMC Realty Corporation		Unknown
Beck Taxi		343.78
Bell Aliant		192.98
Bell Canada		2,688.22
Bell Canada		250.04
Bellville Rodair International		38,291.35
Bentall Kennedy (Canada) LP		Unknown
Bereskin & Parr Barristers		577.43
Bram Knit Ltd.		745.80
BSC Solutions Group Ltd.		2,154.91
Cadillac Fairview Corp.		Unknown
Calloway REIT - Cambridge		Unknown
Calloway REIT - Halifax		Unknown
Calloway REIT - Winnipeg SW		Unknown
Cambridge & North Dumfries Hydro Inc.	00043097	1,708.82
Cameron Corporation		Unknown
Canada Lock & Key		129.95
Canada Post Corporation		99,672.39
Canada Revenue Agency	104844610	Unknown
Canadian Linen and Uniform Service		84.75
Canadian Linen and Uniform-Halifax		121.97
Canadian Springs		124.57
Cansew Inc.		359.13
Capitol Management Corp. (Meadowlands)		Unknown
Cascades Recovery Inc.		906.15

**In the Matter of the Proposal of Danier Leather Inc.
of the City of Toronto, in the Province of Ontario**

Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
Children Ff Hope Uganda		2,320.00
Chinook (2014) Inc.		Unknown
Cintas Canada Limited (Eddystone)		3,652.52
City Window Cleaners		77.70
Clark Alexander		8,237.70
Cominar Real Estate Investment Trust		Unknown
Computershare		766.14
Continental Press		4,181.00
Cornwall Centre Inc.		Unknown
Corvette Neave Holdings Limited		337.75
Creit Management L.P. in Trust for Creit Ontario		Unknown
Crombie Real Estate Investment Trust		Unknown
Crownhill Packaging		784.68
Crystal Lodge		Unknown
Curbex - Mobile Ad.		770.48
Customer Deposits		1,763,000.00
D. Zinman Textiles Ltd.		2,325.55
Delmar International Inc.		8,704.45
Direct Fire Protection Systems		2,542.50
Directors		Unknown
Eclipse Imaging		118,712.15
Eglinton Town Centre Inc.		Unknown
Eigen Development Limited		100.57
Elysia Closs		1,757.82
Employees - Various		1.00
Enbridge Consolidated		5,961.56
Enbridge Gas New Brunswick		144.61
Enersource Hydro Mississauga		3,626.33
Enmax Cons.		307.77
Envoy Express		1,270.44
Equifax Canada Inc.		104.99
Fairmall Leaseholds Inc.		Unknown
Fairview Glass & Mirror Ltd.		2,055.47
Fairview Park Leaseholds Inc.		Unknown
Fairview Point-Claire Inc.		Unknown
Falls Management Group, LP		Unknown
Federal Express		88,397.19
Filebank Record Centre Ltd.		222.08
Foster Parent Plan		23,000.00
Fujitsu Canada, Inc.		85,923.93
Fusion Security Inc.		17,617.99
Galleries D'anjou Leasehold Inc.		Unknown
Garda Du Canada		1,245.53
Gary's Window Cleaning Ltd.		107.10
Gateway Freight Systems Inc.		550.00
Gaz Metropolitain Cons.		1,016.48
General Industrial Sewing Machine Co.		119.50
Geomedia Inc.		251,929.05
GFL Environmental Inc.		475.47
Grand & Toy Limited		15,679.29
Grauman Packaging		9,592.21
Guildford Town Centre L.P.		Unknown

**In the Matter of the Proposal of Danier Leather Inc.
of the City of Toronto, in the Province of Ontario**

Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
Gunnebo Security Inc.		1,134.73
Halton Hills Shopping Centre Partnership		Unknown
Harri Hoffmann Co., Inc.		22,340.53
Hebei Peter Geng Double Face Leather Co. Ltd.		13,019.92
Hespro/EDS (1314495 Ontario Ltd.)		332.22
Hewlett-Packard (Canada) Co.		542.40
Hewlett-Packard Financial Services Canada Co.		12,207.39
Home Depot Credit Services		96.21
Huzhou Tianbao Dress Co. Ltd.		135,268.11
Hydro Ottawa Cons.		2,982.53
Hydro Quebec Cons.		1,842.96
IBM Canada Ltd.	T-5044	2,367.96
Image Tag, Inc.		1,133.07
Imperial Coffee Services Inc.		2,777.99
Independent Linen Service		190.99
Inflection Point Partners Inc.		1,271.25
Insight Window Cleaning		74.75
International and Ottawa Tax Services Office	104844610	Unknown
Inter-Transport Ltd.		16,911.36
Ivanhoe Cambridge II Inc.		Unknown
Ivanhoe Cambridge Inc.		Unknown
Jinhua Xinhua Leather Co. Ltd.		343,435.04
JL Inc.		4,009.52
Johanne Henson		2,160.78
Jonquiere Tax Centre	104844610	Unknown
Karimjee Greene LLP		8,033.80
Kleenway Building Maintenance Services Inc.		27,746.33
Lampton Mall G.P.		Unknown
Laura Hensley		500.00
Le Carrefour Laval (2013) Inc.		Unknown
Lenovo (Canada) Inc.		11,278.04
Les Promenade St-Bruno		Unknown
Linkman International Ltd.		Unknown
Look Sign Rentals		429.40
M.P.N Holdings Ltd.		Unknown
Magnetsigns Cambridge - Brant		671.97
Market Mall Leaseholds Inc.		Unknown
Mayfair Shopping Centre LP		Unknown
Mckinlay Door Sales & Inst. Ltd		2,094.20
McNeill Maintenance		154.81
MDR Thermocollage Fusing		2,339.10
Mercury Lighting (Division Of Mercor Lighting)		3,373.46
Meteor Telecommunications		1,130.00
MI9 Business Intelligence Systems		57,831.14
Mic Mac Mall L.P.		Unknown
Michael Wong		95.20
MIL LTF Hoopp Realty Inc. (Intercity)		Unknown
MIL LTF Hoopp Realty Inc. (Sudbury)		Unknown
Milgram Int'l Shipping		1,164.00
Minister of Finance - British Columbia - PST	1001-6947	Unknown
Minister of Finance - Insolvency Unit - GST	104644810	Unknown
Minister of Finance - Manitoba	104644810MT0002	Unknown

**In the Matter of the Proposal of Danier Leather Inc.
of the City of Toronto, in the Province of Ontario**

Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
Minister of Finance - Saskatchewan	1872654	Unknown
Mirabel Outlet Centre General Partnership		Unknown
Mississauga Cartons		785.35
Mobile Support Services		50.85
Moneysworth & Best Shoe Care Inc.		18,598.89
Multitech Graphics Inc.		54.24
National Projects		11,942.49
Newfoundland and Labrador Tax Services Office	104644810	Unknown
Northwest Atlantic Inc. Broker		2,100.00
Nova Scotia Department of Finance	104644810	Unknown
Numount Ancaster		Unknown
Oakville Place Developments Limited		Unknown
OBN Security And Investigative Consultants		16,085.58
OCR Canada Ltd.		575.45
Ontrea Inc.		Unknown
Ontrea Inc., Limeridge Mall		Unknown
Ontrea Inc., Masonville Pl		Unknown
Ontrea Inc., Sherway Gardens		Unknown
Onyx-Fire Protection Services Inc.		209.38
OPB (EMTC) Inc.		Unknown
OPB (St. Vital) Inc.		Unknown
OPB Realty Inc.		Unknown
Orkin Canada Corporation		92.66
Orlando Corporation		Unknown
Oshawa Centre Holdings Inc.		Unknown
Oxford ITF ECC West		Unknown
Oxford ITF Southcentre Mall		Unknown
Oxford Properties Group		Unknown
Park Royal SC		Unknown
Paxar Canada Corporation		1,955.25
Pelmorex Canada Inc.		10,848.00
Pen Equity Realty		Unknown
Pensionfund Realty Limited		Unknown
Plan International Canada Inc.		16,236.00
Powerstream		2,965.34
Pricewaterhousecoopers		42,524.16
Primaris Management Inc.		Unknown
Primary Response Inc.		5,069.46
Prism Window Cleaning		25.00
Progress Packaging Co. Ltd.		106,906.31
Progressive Waste Solutions Canada Inc.		386.40
Promat Service Ltd.		473.02
Protec Invest. & Security Inc.		5,353.86
Quintex Services Ltd.		86.73
Radiant Communications		17,918.06
RBC Insurance		37,000.00
React Mobile Sign Rentals Inc.		498.22
Relco Inc.		120.91
Remco Forwarding Limited		47,185.73
Revenue Quebec	1147590062	Unknown
Ricoh Canada Inc.		5,568.83
Riocan (REIT) West		Unknown

**In the Matter of the Proposal of Danier Leather Inc.
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Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
Riocan (REIT)*		Unknown
Riocan Management Inc.		Unknown
RMI - ITF - Cookstown Mall		Unknown
RMI - ITF - Tanger Outlets Ottawa		Unknown
Robert Grainger		19.00
Rochester Midland Limited (Water Energy Group)		235.04
Rocky Cross Construction (North) Ltd.		2,488.56
RPS - Beacon Hill		Unknown
Russell A. Farrow (US) Inc.		866.06
Scarborough Town Centre Holdings Inc.		Unknown
Scott McFadyen		2,825.00
SDM Realty Advisors Ltd.		Unknown
Securitas Canada Limited - Dartmouth		159.18
Security Resource Group Inc.		3,781.84
Sensormatic Canada, Inc.		11,220.34
Sensors Quality Management Inc.		508.50
Shawinigan-Sud Tax Centre	104844610	Unknown
Shergroup Textiles Limited		413.58
Shred-It International ULC		463.11
Shutterstock, Inc.		180.00
Smart Clean Maintenance Co.		508.50
St. John's Tax Centre	104844610	Unknown
St. Joseph Communications Content Group		10,475.10
Standard Mechanical Systems		4,780.15
Stingray 360 Commercial Solutions Inc		2,570.54
Strategic Security Group Ltd.		6,276.96
Sudbury Tax Centre	104844610	Unknown
Summerside Tax Centre	104844610	Unknown
Sureguard Industries Inc.		71.73
Surrey Tax Centre	104844610	Unknown
Swan Dust Control Limited		73.89
T.E.C. Leaseholds Limited		Unknown
Tenaquip Limited		194.49
The Data Group of Companies		116.80
The Fashion Distributors		831.13
The Outlet Collection (Niagara) Ltd.		Unknown
Thyssenkrupp Elevator		824.90
Toronto Dominion Centre		Unknown
Toronto Hydro Cons.		4,383.49
Totino's Property Services Ltd.		184.00
Trane Canada ULC	T42324C	457.65
Trebor Personnel Inc.		23,911.45
Tyco Integrated Security		2,822.94
Union Gas Ltd. Cons.		391.16
United Way of Greater Toronto		225.00
Upper Canada Mall Limited		Unknown
Vaughan Promenade Shopping Ctr Inc.		Unknown
Veratex Lining Ltd.		1,178.00
Victory Cleaning Company		350.00
Viking Rideau Corporation		Unknown
VP Protection Inc.		1,256.00
Wah Lung Labels (Canada) Inc.		840.72

**In the Matter of the Proposal of Danier Leather Inc.
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Preliminary list of creditors as at February 1, 2016, as submitted by Danier Leather Inc., without admission as to any liability or privilege herein shown.

Creditor	Account No.	Amount Due (\$)
West Edmonton Mall Property		Unknown
White Oaks Mall Holdings Ltd.		Unknown
Winnipeg Tax Centre	104844610	Unknown
Workplace Safety & Insurance Board		59,000.00
XSI Technologies		1,637.00
Yorkdale Shopping Centre Holdings Inc.		Unknown
Total		<u>3,843,311.61</u>



Industry Canada

Office of the Superintendent
of Bankruptcy Canada

Industrie Canada

Bureau du surintendant
des faillites Canada

District of Ontario
Division No. 09 - Toronto
Court No. 31-2084381
Estate No. 31-2084381

In the Matter of the Notice of Intention to make a
proposal of:

DANIER LEATHER INC.

Insolvent Person

KSV KOFMAN INC.

Licensed Insolvency Trustee

Date of the Notice of Intention: February 04, 2016

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforementioned insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the *Bankruptcy and Insolvency Act*.

Pursuant to subsection 69(1) of the Act, all proceedings against the aforementioned insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: February 04, 2016, 11:47

E-File/Dépôt Electronique

Official Receiver

25 St. Clair Avenue East, 6th floor, Toronto, Ontario, Canada, M4T1M2, (877)376-9902

Canada