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**IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT  
ACT,**

**R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR  
ARRANGEMENT OF LABRADOR IRON MINES HOLDINGS LIMITED,  
LABRADOR IRON MINES LIMITED and SCHEFFERVILLE MINES INC.  
(the "Applicants")**

**NOTICE OF MEETING OF AFFECTED UNSECURED CREDITORS**

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**NOTICE IS HEREBY GIVEN** that meetings (the "**Meetings**") of Affected Unsecured Creditors of Labrador Iron Mines Holdings Limited ("**LIMH**"), Labrador Iron Mines Limited ("**LIM**") and Schefferville Mines Inc. ("**SMI**" and collectively with LIMH and LIM, the "**Applicants**") entitled to vote on a plan of compromise and arrangement (the "**Plan**") proposed by the Applicants under the *Companies Creditors' Arrangement Act* (the "**CCAA**") will be held to:

- (1) consider and, if deemed advisable, to pass, with or without variation, a resolution to approve the Plan; and
- (2) transact such other business as may properly come before the Meetings or any adjournment thereof.

The Meetings are being held pursuant to an order of the Ontario Superior Court of Justice (Commercial List) (the "**Court**") dated November 10, 2016 (the "**Meeting Order**").

The Meeting Order established the procedures for the Applicants to call, hold and conduct Meetings of the Affected Unsecured Creditors. For the purpose of voting on and receiving distributions pursuant to the Plan, the holders of Affected Unsecured Claims against the Applicants will be grouped into two classes, being the Affected Unsecured Creditors of LIMH, and the Affected Unsecured Creditors of LIM and SMI.

The Meetings will be held at the following dates, times and location:

Date: December 6, 2016

Time: 10:00 a.m. (Eastern Time) - Affected Unsecured Creditors of LIMH

11:00 a.m. (Eastern Time) or as directed by the Chair of the Meeting—  
Affected Unsecured Creditors of LIM and SMI

Location: The offices of Paliare Roland Rosenberg Rothstein LLP, Barristers, 155 Wellington Street West, 35<sup>th</sup> Floor, Toronto ON M5V 3H1

Affected Unsecured Creditors can attend the applicable Meetings and vote on a resolution to approve the Plan with respect to their Voting Claims. The votes of Affected Unsecured Creditors holding Disputed Voting Claims will be separately tabulated and Disputed Voting Claims will not be counted unless there is a further Order of the Court.

An Affected Unsecured Creditor may vote by proxy, subject to the terms of the Meeting Order.

In order for the Plan to become effective:

1. the Plan must be approved by the required majorities of Affected Unsecured Creditors voting on the Plan as required under the CCAA and in accordance with the terms of the Meeting Order;
2. the Plan must be sanctioned by the Court; and
3. the conditions to implementation and effectiveness of the Plan as set out in the Plan must be satisfied or waived.

### **Deemed Voting in Favour of the Plan**

Convenience Creditors will be deemed to vote in favour of the Plan.

### **Forms and Proxies**

#### **Convenience Claim Election**

Affected Unsecured Creditors with one or more Voting Claims in an amount in aggregate in excess of \$5,000 may elect to be treated as a Convenience Creditor and receive \$5,000 by completing a Convenience Claim Election and filing it by 5:00 p.m. at least one Business Day before any Meeting or adjourned Meeting, or depositing such Convenience Claim Election with the Chair at the Meeting (or any adjournment thereof) before the vote at the time specified by the Chair (the “**Election/Proxy Deadline**”).

## Proxy Form

**An Affected Unsecured Creditor may attend at a Meeting in person or may appoint another person as its proxyholder by inserting the name of such person in the space provided in the form of Proxy or by completing another valid form of Proxy.**

In order to be effective, proxies must be received by the Monitor, prior to the Election/Proxy Deadline, at:

KSV Kofman Inc., Court-appointed Monitor of Labrador Iron Mines Holdings Limited, Labrador Iron Mines Limited and Schefferville Mines Inc.  
Suite 2308, 150 King Street West  
Toronto, Ontario  
M5H 1J9

Attention: Adam Zeldin  
Facsimile: 416-932-6266

Email: [azeldin@ksvadvisory.com](mailto:azeldin@ksvadvisory.com).

If an Affected Unsecured Creditor (other than those who are deemed to vote in favour of the Plan) specifies a choice with respect to voting on the resolution on a Proxy, the Proxy will be voted in accordance with the specification so made. **In the absence of such specification, a Proxy will be voted FOR the resolution provided that the proxyholder does not otherwise exercise its right to vote at the Meeting.**

**NOTICE IS ALSO HEREBY GIVEN** that if the Plan is approved at the Meetings by the required majorities of Creditors and other necessary conditions are met, the Applicants intend to make an application to the Court on December 14, 2016 (the "**Sanction Hearing**") seeking an order sanctioning the Plan pursuant to the CCAA (the "**Sanction Order**"). Any person wishing to oppose the application for the Sanction Order must have filed a Notice of Appearance in these proceedings in conformity with the Ontario *Rules of Civil Procedure*, and must serve a copy of its materials setting out the basis for its opposition upon the lawyers for the Applicants and the Monitor and those parties listed on the Service List posted on the Monitor's website. Such materials must be served by 5:00pm (Toronto time) on the date that is 7 days before the Sanction Hearing.

Additional copies of the Meeting Materials may be obtained from the Monitor's Website at [www.ksvadvisory.com/insolvency-cases-2/labrador-iron-mines-holdings-limited/](http://www.ksvadvisory.com/insolvency-cases-2/labrador-iron-mines-holdings-limited/) or by contacting the Monitor by telephone at (416) 932-6262 or by email at [azeldin@ksvadvisory.com](mailto:azeldin@ksvadvisory.com).

All capitalized terms used but not otherwise defined herein have the meanings ascribed to them in the Meeting Order.

**DATED** at Toronto, Ontario, this 14<sup>th</sup> day of November, 2016.