



January 31, 2019

To the Creditors in the Proposal of  
5274398 MANITOBA LTD., OPERATING AS  
CROSS COUNTRY MANUFACTURING

This letter is sent to you solely because you filed a Proof of Claim in the Proposal of 5274398 Manitoba Ltd. operating as Cross Country Manufacturing, which Proposal was approved and sanctioned by the Court of Queen's Bench on March 2, 2018.

Be advised that the Proposal Trustee received Proofs of Claim in the Proposal of 5274398 Manitoba Ltd., operating as Cross Country Manufacturing (the "**Debtor**"), from Bellhop Express Corp. and Cervus Contractors Equipment LP in the unsecured amount of \$3,706,325.00 (the "**Claims**"). The Proposal Trustee disallowed the Claims, meaning that these creditors would not be entitled to receive any payments under the Proposal. These creditors have appealed the Disallowances of their Claims to the Court of Queen's Bench. A date has been set for the Appeals to be heard: April 24, 2019 at 10:00 in the Court of Queen's Bench, 408 York Avenue, Winnipeg, Manitoba (the "**Appeals**" and the "**Appealing Creditors**").

The Proposal Trustee has been directed by the Court to ensure that you, as a creditor whose claim in the Proposal was accepted by the Proposal Trustee, are notified of the Appeals and that the hearing of the Appeals has been scheduled.

If the Appeals are successful, in whole or in part, the consequence will be that the Claims (or such portion of the Claims as the Court allows), will be accepted and included in the Proposal and as a result, unless your claim qualifies as a Floor Creditor Claim under the Proposal, there will be a dilution to your proportionate recovery in the Proposal because the Appealing Creditors will be entitled to receive a portion of the funds paid into the Proposal by the Debtor. Floor Creditors' Claims are defined in the Proposal as proven claims worth \$2,000.00 or less.

Further, as an alternate request in its Appeal, Cervus Contractors Equipment LP will ask the Court to delay, in whole or in part, the Proposal Trustee's distribution of funds received from the Debtor under the Proposal to the creditors whose claims have been approved and accepted by the Proposal Trustee.

Should the Appealing Creditors be substantially or entirely successful in their Appeals and their Claims substantially or entirely allowed, the Proposal Trustee projects, based on information known to date and assuming that the Debtor completes all payments required under the Proposal, that the total dividend expected to be paid to unsecured creditors will be equal to approximately 10% of such creditors' accepted claims, other than those creditors who qualify as Floor Creditors' Claims under the Proposal, whose recovery remains projected to be close to 100% of accepted claims.

Should the Appealing Creditors be substantially or entirely unsuccessful in their Appeals, the Proposal Trustee projects, based on information known to date and assuming that the Debtor completes all payments required under the Proposal, that the dividend expected to be paid to unsecured creditors in this Proposal will be equal to approximately 18% of such creditors' accepted claims, again other than those creditors with Floor Creditors' Claims.

Should the Appealing Creditors' Appeals be successful only in part, the total dividend expected to be paid will vary between the above two proportions depending on the extent of their success.

Should the alternate request of Cervus Contractors Equipment LP be granted by the Court, then the timing of your receipt of payments from the Proposal may be delayed; however, the Proposal Trustee is not able to estimate the length of such delay at this point in time.

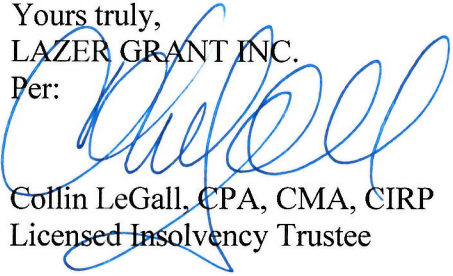
**Copies of the Claims and of each of the Notices of Disallowance thereof issued by the Proposal Trustee are contained the Eighth Report of the Proposal Trustee, which has been posted to the Proposal Trustee's website at:**

<https://www.lazergrant.ca/cross-country-manufacturing/>

**The Notices of Motion of the Appealing Creditors, in which they state the grounds for their Appeals, have also been posted to the Proposal Trustee's website. As a party whose payments from the Proposal may be affected by the outcome of the Appeals, you are entitled to seek to participate in the Appeals if you wish. To participate, please contact your solicitor who can inform you of any court filing fee and documentation required to be submitted and/or have your solicitor contact counsel for the Proposal Trustee at:**

**Fillmore Riley LLP,  
1700-360 Main Street, Winnipeg Manitoba R3C 3Z3  
204-957-8360 (p); 204-954-0360 (f)  
Attention, Andrew P. Loewen**

Yours truly,  
LAZER GRANT INC.  
Per:

  
Collin LeGall, CPA, CMA, CIRP  
Licensed Insolvency Trustee