



BDO Dunwoody Limited

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[www.bdo.ca](http://www.bdo.ca)

25 July 2007

TO THE CREDITORS:

Dear Sirs:

**Re: *In the Matter of the Companies' Creditors Arrangement Act and Brake Pro, Ltd. (hereinafter referred to as the "Company")***

Please be advised that the Company obtained an Initial Order of the Ontario Superior Court of Justice (the "Order") pursuant to the provisions of the *Companies' Creditors Arrangement Act* ("CCAA") on Tuesday, the 24<sup>th</sup> day of July, 2007, which provides a stay of proceedings for an initial period expiring the 17<sup>th</sup> day of August, 2007, subject to further extensions. BDO Dunwoody Limited ("BDO") was appointed as Monitor. The Order can be accessed on our website, at [www.bdo.ca/brakepro](http://www.bdo.ca/brakepro) or will be provided by mail or fax on request.

The Order enables the Company to continue its day-to-day operations in the ordinary course without interference from its creditors. The Order specifically requires suppliers, including utilities, to continue to supply at normal prices, and landlords to continue to allow the tenant its usual occupancy.

The Company is required to pay in the ordinary course for all goods or services supplied after the date of this Order. Any person claiming to be prejudiced by this Order is permitted to seek direction from the Court.

The Monitor's duties include the monitoring of the business, operations and financial affairs of the Company, including receipts and disbursements, and assisting the Company in formulating a plan of recovery, including selling or refinancing the business, and providing information to the creditors.

The Monitor is not operating the business of the Company. The management of the Company continues to operate the business.

It is not necessary at this time to submit evidence of indebtedness, or a proof of claim form.

Please address any inquiries to Mr. Christopher Porter, 416-865-0210 or by email [cporter@bdo.ca](mailto:cporter@bdo.ca).

Yours very truly,  
BDO DUNWOODY LIMITED  
Monitor  
Per:

Uwe Manski, FCA, FCIRP  
President

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