



BDO Dunwoody Goodman Rosen Inc.

Suite 620, 1718 Argyle Street  
Halifax, Nova Scotia, Canada, B3J 3N6  
Telephone: (902) 425-3100  
Fax: (902) 425-3777  
Toll Free: (800) 332-5764  
Email: [insol-halifax@bdo.ca](mailto:insol-halifax@bdo.ca)  
[www.bdo.ca](http://www.bdo.ca)

TO THE CREDITORS OF  
CANADIAN SAILING EXPEDITIONS INC.

June 27, 2008

Dear Sir or Madam:

We write to you with respect to the financial affairs of Canadian Sailing Expeditions Inc. ("CSE").

On June 27, 2008, an Initial Application under the Companies' Creditors Arrangement Act ("CCAA") was heard in the Supreme Court of Nova Scotia and the Initial Order was granted by Mr. Justice Gerald R.P. Moir.

Pursuant to Paragraph 11.7(1) of the CCAA, BDO Dunwoody Goodman Rosen Inc. has been appointed as Monitor under the CCAA proceedings.

As required by Paragraph 11(5) of the CCAA, we enclose a copy of the Initial Order granted on June 27, 2008 in the CCAA proceeding.


As you will note in the Initial Order, all pre filing debts of CSE and any potential actions of creditors related thereto are stayed by the CCAA process. Management of CSE plans to bring forward a restructuring plan for the consideration of the various classes of creditors in due course. A claims bar filing process and related timing will be established and you will receive notice related thereto. In the interim, you do not need to file a Proof of Claim.

We also refer you to Paragraph 2 in the Initial Order in which the Court has set July 24, 2008 at 9:30 a.m. for a further hearing in the CCAA proceeding.

We refer you to our website which address is [www.bdo.ca/canadiansailing](http://www.bdo.ca/canadiansailing) where we have placed and will place various materials relative to the Court filing under CCAA proceeding by CSE.

Yours very truly

BDO DUNWOODY GOODMAN ROSEN INC.  
Court-Appointed Monitor

  
Paul G. Goodman, FCA, FCIRP, FIIC  
President

PGG/dlc  
Enclosure



Suite 301, 290 George Street  
Sydney, Nova Scotia B1P 3J7

Toll Free: (888) 666-5764  
Telephone: (902) 539-9850  
Fax: (902) 539-5373  
Email: [insol-sydney@bdo.ca](mailto:insol-sydney@bdo.ca)

Appointments also held in other  
locations in Nova Scotia