

IN THE SUPREME COURT OF NOVA SCOTIA

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 the Applicant,
Federal Gypsum Company
Court Administration

ORDER

BEFORE THE HONOURABLE JUSTICE A. DAVID MACADAM

OCT 23 2007

Halifax, N.S.

UPON READING the Affidavit of Michael Simpson sworn October 15, 2007; and

UPON HEARING Maurice P. Chiasson, counsel for the Company

AND UPON HEARING:

- Carl Holm, Q.C., counsel to BDO Dunwoody Goodman Rosen Inc.
- Thomas Boyne, Q.C., counsel to Royal Bank of Canada
- Robert Sampson, counsel to Enterprise Cape Breton Corporation and Cape Breton Growth Fund Corporation
- Joe Pettigrew, counsel to Her Majesty in Right of the Province of Nova Scotia (Nova Scotia Economic Development) and Nova Scotia Business Incorporated

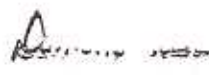
IT IS HEREBY ORDERED THAT:

1. The Company not be required to serve notice of this application on any of its creditors except for Royal Bank of Canada, Enterprise Cape Breton Corporation, Cape Breton Growth Fund Corporation, Her Majesty in Right of the Province of Nova Scotia (Nova Scotia Economic Development), Nova Scotia Business Incorporated and Black & McDonald.
2. The Stay Termination Date as set out in paragraph 3 of the initial order of this Honourable Court dated September 18, 2007 (the "Initial Order") be extended to November 29, 2007 at 4:00 p.m. subject to the right of the creditors of the Company to request a review and reconsideration of this Order on November 5, 2007 at 9:30 a.m.
3. The Company shall file an application before this Honourable Court relating to the consideration of further debtor-in-possession financing for hearing on November 5, 2007

at 9:30 a.m. The Company shall file materials in connection with this application on all parties consenting to this Order no later than October 31, 2007.

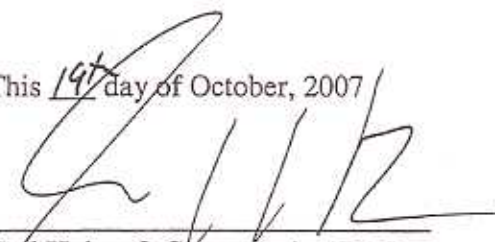
- 4. Subject to the provisions of this Order, the time for the filing of a Plan of Arrangement as stipulated in paragraph 23 of the Initial Order be extended to November 29, 2007 at 4:00 p.m.

DATED at Halifax, Nova Scotia, this 23 day of October, 2007.


Danielle Dixon-Toulouse
 Deputy Prothonotary

CONSENTED TO:

DANIELLE DIXON-TOULOUSE
Deputy Prothonotary

This 19th day of October, 2007

 Carl Holm, Q.C., counsel to BDO
 Dunwoody Goodman Rosen Inc.

This ___ day of October, 2007

I hereby certify that the foregoing document is a true copy of the original.

Dated 23 day of October, 07
Dixon-Toulouse
 Deputy Prothonotary

 Thomas Boyne, Q.C., counsel to
 Royal Bank of Canada

This ___ day of October, 2007

 Robert Sampson, counsel to
 Enterprise Cape Breton Corporation
 and Cape Breton Growth Fund Corporation

at 9:30 a.m. The Company shall file materials in connection with this application on all parties consenting to this Order no later than October 31, 2007.

4. Subject to the provisions of this Order, the time for the filing of a Plan of Arrangement as stipulated in paragraph 23 of the Initial Order be extended to November 29, 2007 at 4:00 p.m.

DATED at Halifax, Nova Scotia, this ___ day of October, 2007.

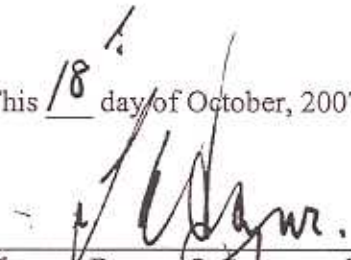
Deputy Prothonotary

CONSENTED TO:

This ___ day of October, 2007

Carl Holm, Q.C., counsel to BDO
Dunwoody Goodman Rosen Inc.

This 18th day of October, 2007



Thomas Boyne, Q.C., counsel to
Royal Bank of Canada

This ___ day of October, 2007

Robert Sampson, counsel to
Enterprise Cape Breton Corporation
and Cape Breton Growth Fund Corporation

at 9:30 a.m. The Company shall file materials in connection with this application on all parties consenting to this Order no later than October 31, 2007.

- 4. Subject to the provisions of this Order, the time for the filing of a Plan of Arrangement as stipulated in paragraph 23 of the Initial Order be extended to November 29, 2007 at 4:00 p.m.

DATED at Halifax, Nova Scotia, this ___ day of October, 2007.

Deputy Prothonotary

CONSENTED TO:


This ___ day of October, 2007

Carl Holm, Q.C., counsel to BDO
Dunwoody Goodman Rosen Inc.

This ___ day of October, 2007

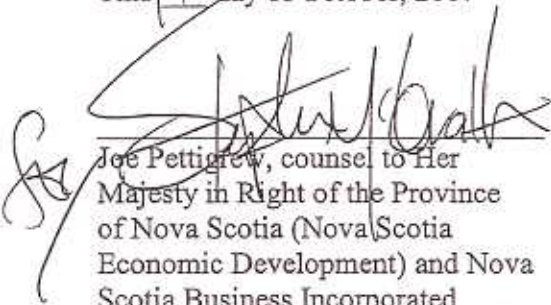
Thomas Boyne, Q.C., counsel to
Royal Bank of Canada

This 19 day of October, 2007



Robert Sampson, counsel to
Enterprise Cape Breton Corporation
and Cape Breton Growth Fund Corporation

This 1st day of October, 2007


Joe Pettigrew, counsel to Her
Majesty in Right of the Province
of Nova Scotia (Nova Scotia
Economic Development) and Nova
Scotia Business Incorporated