

**DISTRICT OF ONTARIO
DIVISION NO. 09 - MISSISSAUGA
ESTATE NO. 32-1859233
COURT NO. 32-1859233**

***ONTARIO*
SUPERIOR COURT OF JUSTICE
(IN BANKRUPTCY AND INSOLVENCY)**

**IN THE MATTER OF THE PROPOSAL OF
733907 ONTARIO LTD. O/A EUROPEAN QUALITY MEATS & SAUSAGES
OF THE CITY OF BRAMPTON,
IN THE REGIONAL MUNICIPALITY OF PEEL,
IN THE PROVINCE OF ONTARIO.**

**REPORT OF THE TRUSTEE ON MATERIAL ADVERSE CHANGE
IN PROJECTED CASH FLOW OR FINANCIAL CIRCUMSTANCES**

We, BDO Canada Limited, of the City of Mississauga, Ontario, the Trustee acting in re the Proposal of 733907 Ontario Ltd. o/a European Quality Meats & Sausages, an insolvent person, hereby report to the Official Receiver and the Superintendent of Bankruptcy as follows:

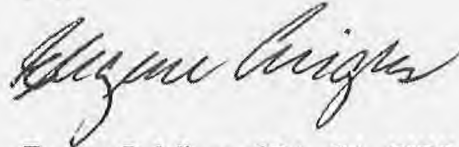
1. That the above named insolvent person did on the 11th day of April, 2014 file a Notice of Intention to Make a Proposal.
2. That the insolvent person did file with the Proposal a statement of projected cash flows and prescribed representations regarding the preparation of said statement.
3. That the Trustee has ascertained the following material adverse changes in the insolvent person's projected cash flow or financial circumstances:
 - The proceeds realized from a recent sale of the majority of the insolvent person's business operations and assets are substantially lower than originally anticipated;
 - The insolvent person has ceased its operations;

- A secured creditor has made an application for the appointment of a receiver to oversee the distribution of the sale proceeds. As part of the application, the secured creditor seeks to terminate the period for making a proposal as it relates to the insolvent person; and
- The insolvent person has no means with which to file a meaningful proposal to its creditors.

Dated at the City of Mississauga, in the Province of Ontario this 8th day of October, 2014.

BDO CANADA LIMITED

Per:

A handwritten signature in black ink, appearing to read "Eugene P. Migus". The signature is written in a cursive style with a large, stylized initial "E".

Eugene P. Migus, CPA, CA, CIRP
Senior Vice President