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BDO Canada Limited
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January 14, 2014

To: The Creditors of The John Forsyth Shirt Company Ltd., Forsyth Holdings, Inc. and
Forsyth of Canada Inc.

On February 22, 2013, The John Forsyth Shirt Company Ltd., Forsyth Holdings, Inc. and Forsyth of Canada Inc. ("Forsyth") filed for protection under the Companies' Creditors Arrangement Act ("CCAA") and obtained an initial order from the Ontario Superior Court of Justice (the "Court").

The intent of the CCAA filing was to assist Forsyth in reorganizing its affairs which included negotiating a settlement of pre-filing debt with its existing unsecured creditors as well as finding a replacement senior secured lender. Subsequent to the CCAA filing Forsyth prepared a plan of arrangement which was approved by both the Creditors and the Court (the "Plan"). The Plan provided for a distribution to be made to the Creditors on January 15, 2014 (the "Distribution"). In addition, as you may be aware subsequent to the Plan approval Forsyth was successful in replacing its senior secured lender.

We are writing at this time to advise that the Distribution has been delayed due to ongoing negotiations with the replacement senior secured lender. Specifically, the replacement lender has made certain changes to Forsyth's borrowing base calculation resulting in insufficient availability and cash to make the Distribution to creditors on January 15, 2014 as initially intended. The Company and is currently negotiating with the replacement lender, and pursuing other measures to resolve the availability issue in order to catch up on the planned payment, and the Monitor will provide an update to the creditors by February 3, 2014.

Should you have any questions or concerns please feel free to contact Nathan Wong at 416-865-0210.

Yours very truly,
BDO CANADA LIMITED
In its capacity as Court Approved CCAA Monitor of
The John Forsyth Shirt Company Ltd.
Forsyth Holdings, Inc.
Forsyth of Canada, Inc.
Per:

Blair Davidson, CPA, CA, CIRP, CMC
President