

ONTARIO
SUPERIOR COURT OF JUSTICE
IN BANKRUPTCY AND INSOLVENCY

THE HONOURABLE *Madam*)
JUSTICE TRANQUILLI)

FRIDAY, THE 13TH DAY
OF NOVEMBER, 2020

BETWEEN:

ROYAL BANK OF CANADA

Plaintiff

- and -

SLE-CO PLASTICS INC., SLE-CO PROPERTIES INC., and
1142024 ONTARIO INC.

Defendants



ANCILLARY ORDER

THIS MOTION, made by BDO Canada Limited, in its capacity as the Court-appointed receiver (in such capacity, the “Receiver”), without security, of certain of the assets, undertakings and properties of Sle-Co Plastics Inc. (“Plastics Inc.”), Sle-Co Properties Inc. (“Properties Inc.”) and 1142024 Ontario Inc. (“114 Inc.” and, together with Plastics Inc. and Properties Inc., the “Debtors”), acquired for, or used in relation to a business carried on by the Debtors, for an order, *inter alia*: (i) approving the actions of the Receiver described in section 4.14(a) of the First Report of the Receiver dated June 1, 2020 (the “First Report”); (ii) approving the Second Report of the Receiver dated October 29, 2020 (the “Second Report”) and the actions of the Receiver described therein, including, without limitation, the statement of receipts and disbursements appended

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Superior Court
of Justice
[Signature]
Pour copie conforme
Cour Supérieure
de Justice

thereto; (iii) approving the Confidential Supplement to the Second Report of the Receiver dated October 29, 2020 (the “**Second Confidential Supplement**”) and the actions of the Receiver described therein; (iv) sealing the Second Confidential Supplement until closing of the 400 South Edgeware Transaction (as defined in the Second Report) or further Order of the Court; (v) requiring Libro (as defined below) to produce certain materials to the Receiver; (vi) approving the fees and disbursements of the Receiver and its counsel; (vii) approving a distribution to Rassaun Services Inc. (“**Rassaun**”) in full and final satisfaction of Rassaun’s claims against Plastics Inc. and Properties Inc.; and (ix) approving an interim distribution to Royal Bank of Canada (“**RBC**”), was heard this day via teleconference due to the Covid-19 crisis.

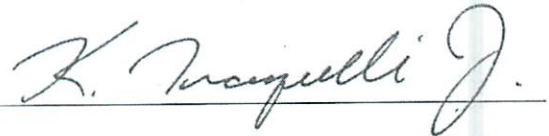
ON READING the Second Report and appendices thereto (including, without limitation, the affidavits of Stephen N. Cherniak sworn October 28, 2020 and Damian Lu sworn October 28, 2020 (the “**Fee Affidavits**”)) and the Second Confidential Supplement and the appendices thereto, and on hearing the submissions of counsel for the Receiver and such other counsel as were present, no one appearing for any other person on the service list, although properly served as appears from the affidavit of Eunice Baltkois sworn October 30, 2020, filed,

1. **THIS COURT ORDERS** that the time for service of the notice of motion and the motion record is hereby abridged and validated so that this motion is properly returnable today and hereby dispenses with further service thereof.
2. **THIS COURT ORDERS** that the Receiver’s activities described in section 4.14(a) of the First Report be and are hereby approved.

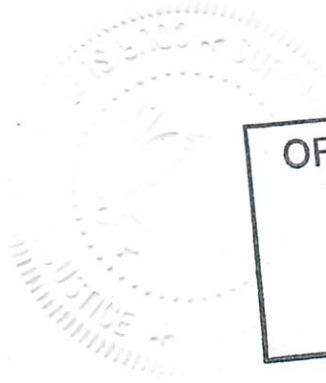
3. **THIS COURT ORDERS** that the Second Report and the activities of the Receiver described therein be and are hereby approved, including, without limitation, the statement of receipts and disbursements appended thereto.
4. **THIS COURT ORDERS** that the Second Confidential Supplement and the activities of the Receiver described therein be and are hereby approved.
5. **THIS COURT ORDERS** that the Second Confidential Supplement be and is hereby sealed until closing of the 400 South Edgeware Transaction or further Order of the Court.
6. **THIS COURT ORDERS** that the fees and disbursements of the Receiver and its counsel, as set out in the Fee Affidavits, be and are hereby approved.
7. **THIS COURT ORDERS** that the Receiver be and is hereby authorized and directed, without further Order of this Court, to distribute \$439,712.11 to Rassaun in full and final satisfaction of Rassaun's claims against Plastics Inc. and Properties Inc.
8. **THIS COURT ORDERS** that the Receiver be and is hereby authorized and directed, without further Order of this Court, to distribute \$5,000,000 to RBC on partial account of the secured indebtedness owing by Plastics Inc. and Properties Inc. to RBC for principal, interest and costs.
9. **THIS COURT HEREBY REQUESTS** the aid and recognition of any court, tribunal, regulatory or administrative body having jurisdiction in Canada or in the United States to give effect to this Order and to assist the Receiver and its agents in carrying out the terms of this Order.
All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to

make such orders and to provide such assistance to the Receiver, as an officer of this Court, as may be necessary or desirable to give effect to this Order or to assist the Receiver and its agents in carrying out the terms of this Order.

10. **THIS COURT ORDERS** that, notwithstanding Rule 59.05 of the *Rules of Civil Procedure* (Ontario), this Order is effective from the date on which it is made, and is enforceable without any need for entry and filing; provided, however, that any party may nonetheless submit a formal order for original, signing, entry and filing, as the case may be.



ORDER ENTERED
NOV 16 2020
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ROYAL BANK OF CANADA

Plaintiff

-and-

SLE-CO PLASTICS INC., SLE-CO PROPERTIES INC. and
1142024 ONTARIO INC.

Defendants

Court File No. 35-2220172T

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

Proceedings commenced at London

ANCILLARY ORDER

AIRD & BERLIS LLP
Barristers and Solicitors
Brookfield Place
181 Bay Street, Suite 1800
Toronto, ON M5J 2T9

Sanjeev P.R. Mitra (LSO # 37934U)
Tel: (416) 865-3085
Fax: (416) 863-1515
Email: smitra@airdberlis.com

Jeremy Nemers (LSO # 66410Q)
Tel: (416) 865-7724
Fax: (416) 863-1515
Email: jnemers@airdberlis.com

Lawyers for the Receiver