
**INSTRUCTION LETTER
FOR THE CLAIMS PROCEDURE FOR
HOLLINGER INC., 4322525 CANADA INC. and SUGRA LIMITED
(collectively, the “Applicants”)**

CLAIMS PROCESS

By Order of the Honourable Mr. Justice Campbell dated May 21, 2008 (as may be amended from time to time, the “Claims Order”) under the *Companies’ Creditors Arrangement Act*, R.S.C. 1985, c. C-36 (the “CCAA”), the Monitor has been authorized to conduct a claims process (the “Claims Process”). A copy of the Claims Order can be obtained from the website of the Monitor Ernst & Young Inc. at www.ey.com/ca/hollinger

This letter provides general instructions for completing the Proof of Claim form. As of the date of this instruction letter, there have been no proposed plans of arrangement or compromise pursuant to the CCAA. Capitalized terms not defined within this instruction letter shall have the meaning set out in the Claims Order. You should review the Claims Order carefully for all terms defined therein.

The Claims Process is intended for any Person with a Claim of any kind or nature whatsoever, other than an Excluded Claim, against any or all of the Applicants arising on or prior to August 1, 2007, whether unliquidated, contingent or otherwise.

All notices and inquiries with respect to the Claims Process should be directed to the Monitor by prepaid registered mail, courier, personal delivery or facsimile transmission at the address below:

Ernst & Young Inc., the Court-appointed Monitor of the Applicants

By Mail:

P.O. Box 251
Ernst & Young Tower
222 Bay Street, 21st Floor
Toronto, ON M5K 1J7

By Courier:

222 Bay Street, 21st Floor
Ernst & Young Tower
Toronto, ON M5K 1J7

Attention: Christopher Mediratta
Telephone: 1-888-788-9099
Fax: (416) 943-3300

FOR CREDITORS SUBMITTING A PROOF OF CLAIM FORM

If you believe that you have a Claim against any or all of the Applicants you must file a Proof of Claim form with the Monitor. A separate Proof of Claim must be filed for each Applicant against which you believe you have a Claim. All Proofs of Claim for Claims arising prior to August 1, 2007 **must be received by the Monitor on or before 5:00 pm (Eastern Standard Time) on July 11, 2008**, unless the Monitor and the Applicants agree in writing or the Court orders that the Proof of Claim be accepted after that date.

All Claims are to be filed in the currency of the transactions. For the purposes of the Claims Process only (and without prejudice to the terms of any plan of arrangement or compromise) Claims in foreign currency will be converted to Canadian dollars at the Bank of Canada noon spot rate as at the Valuation Date (exchange rate conversions on such date were CAD\$1.00 = USD\$.99 and CAD\$1.00 = .64 Euro).

Additional Proof of Claim forms can be obtained from the Monitor's website at www.ey.com/ca/hollinger or by contacting the Monitor at 1-888-788-9099 and by providing the particulars as to your name, address, facsimile number, email address and contact person. Once the Monitor has this information, you will receive, as soon as practicable, additional Proof of Claim forms.