Court File No. 07-CL-7120

ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)

THE HONOURABLE	)	**MONDAY, THE**
	)	
MR. JUSTICE MORAWETZ	)	**21ST DAY OF JULY, 2008**

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED

AND IN THE MATTER OF A PROPOSED PLAN OF COMPROMISE OR ARRANGEMENT WITH RESPECT TO **HOLLINGER INC.**, **4322525 CANADA INC.** AND **SUGRA LIMITED**

Applicants

ORDER

(Consent to Cease Trade Order, De-listing of Shares and Extension of AGM)

THIS MOTION, made by the Applicants for certain relief as set out in its Notice of Motion dated July 14, 2008 was heard this day at 330 University Avenue, Toronto, Ontario.

ON READING the Notice of Motion of the Applicants dated July 14, 2008 and the Affidavit of William E. Aziz sworn July 14, 2008, and on being advised that the Service List as of July 14, 2008 and Computershare Investor Services Inc. ("Computershare") were served electronically with the Applicants' Motion Record and upon being further advised that no party opposes the relief sought by the Applicants;

1. **THIS COURT ORDERS** that Hollinger Inc. ("Hollinger") and Ernst & Young Inc., the Monitor in these proceedings (the "Monitor"), be and they are hereby authorized to consent to the issuance of a Cease Trade Order ("CTO") by the Ontario Securities Commission substantially in the form annexed hereto as Schedule "A" and to execute any necessary or ancillary documents in connection with the issuance of the CTO.

2. **THIS COURT ORDERS** that Hollinger and the Monitor be and they are hereby authorized to consent to the de-listing by the Toronto Stock Exchange ("TSX") of Hollinger's common shares and Series II preference shares from the TSX and to execute any necessary or ancillary documents in connection with such de-listing.

3. **THIS COURT ORDERS** that the relief sought by the Applicants with respect to Computershare be adjourned on a without prejudice basis to be brought back for hearing on not less than seven (7) days notice to the Service List and Computershare.

4. **THIS COURT ORDERS** that Hollinger be and it is hereby granted an extension of time within which it must hold an annual general meeting for a period of six months following the expiry or earlier termination of the Stay Period (as defined in the Initial Order of this Honourable Court dated August 1, 2007), as such Stay Period has been and may be further extended from time to time.

ENTERED AT / INSCRIT À TORONTO
ON / BOOK NO:
LE / DANS LE REGISTRE NO.:

JUL 2 1 2008

Joanne Nicoara
Registrar. Superior Court of Justice

PER/PAR: JN

Schedule "A"

Ontario Securities Commission | Commission des valeurs mobilières de l'Ontario | P.O. Box 55, 19th Floor 20 Queen Street West Toronto ON M5H 3S8 | CP 55, 19e étage 20, rue queen ouest Toronto ON M5H 3S8

IN THE MATTER OF THE SECURITIES ACT, R.S.O. 1990, CHAPTER S.5, AS AMENDED (THE "ACT")

AND

IN THE MATTER OF

HOLLINGER INC.

<u>ORDER</u>
(Paragraphs 127(1)2 and 2.1)

WHEREAS Hollinger Inc. (the "Reporting Issuer") is a reporting issuer in Ontario;

AND WHEREAS the Reporting Issuer's common shares and series II preference shares are listed on the Toronto Stock Exchange (the "TSX") under the symbols "HLG.C" and "HLG.PR.B", respectively;

AND WHEREAS the Reporting Issuer issued a press release on August 1, 2007 which announced that it together with certain subsidiaries (collectively, the "Companies") had initiated a Court-supervised restructuring under the *Companies' Creditors Arrangement Act* (Canada) (the "CCAA Proceeding") and a companion proceeding in the United States pursuant to Chapter 15 of the U.S. *Bankruptcy Code* (the "U.S. Bankruptcy Code Proceeding"). Pursuant to an Order of the Ontario Superior Court of Justice dated August 1, 2007 issued in connection with the CCAA Proceeding, Ernst & Young Inc. was appointed by the Court as Monitor (the "Monitor") to assist the Companies through their restructuring process;

AND WHEREAS the Reporting Issuer issued a press release on June 16, 2008 that announced that, in the interests of reducing its costs for the benefit of its stakeholders, the Reporting Issuer will not be preparing and filing annual audited financial statements and other annual disclosure documents required by Canadian securities laws in respect of the Reporting Issuer's financial year ended March 31, 2008. Consequently, following June 30, 2008, the Reporting Issuer has been and remains in default of its continuous disclosure filing requirements under Canadian securities laws;

AND WHEREAS the Reporting Issuer failed to file the following continuous disclosure materials as required by Ontario securities law by the required filing deadline of June 30, 2008:

a) audited annual financial statements for the year ended March 31, 2008;

b) management's discussion and analysis ("MD&A") relating to the audited annual financial statements for the year ended March 31, 2008;

c) annual information form for the year ended March 31, 2008; and

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CEO and CFO certifications in respect of the foregoing filings;

AND WHEREAS the Director is of the opinion that it is in the public interest to make an order that trading in and acquisitions of the securities of the Reporting Issuer cease, subject to certain permitted exceptions as described herein;

IT IS ORDERED pursuant to paragraph 2 and paragraph 2.1 of subsection 127(1) of the Act that, effective • (the "Effective Date"),

1. subject to paragraph 2 hereof, all trading in and all acquisitions of the securities of the Reporting Issuer, whether direct or indirect, shall cease until further order by the Director;

2. this Order does not apply to the following trades or acquisitions:

   (a) a trade or acquisition in a security of the Reporting Issuer made in connection with i) the CCAA Proceeding and approved by the Ontario Superior Court of Justice, and, if required, ii) the U.S. Bankruptcy Code Proceeding and approved by the U.S. Bankruptcy Court;

   (b) a trade to or acquisition by a person or company in a security of the Reporting Issuer for nominal consideration for the purpose of permitting security holders of the Reporting Issuer to crystallize any losses for tax purposes provided that, prior to such trade or acquisition, such person or company

      (a) receives a copy of this Order; and

      (b) provides a written acknowledgement to the seller that the securities of the Reporting Issuer remain subject to this Order in accordance with its terms following such trade or acquisition; or

   (c) a trade to or an acquisition by a person or company who is an "accredited investor", as defined in National Instrument 45-106 *Prospectus and Registration Exemptions*, provided that, prior to such trade or acquisition, such person or company

      (a) receives a copy of this Order; and

      (c) provides a written acknowledgement to the seller that the Reporting Issuer's securities remain subject to this Order in accordance with its terms following such trade or acquisition.

DATED at Toronto this ____ day of July, 2008.

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Ontario Securities Commission

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[Signed by]
[Manager/Assistant Manager] , Corporate

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(Commercial List)

Proceeding Commenced at Toronto

ORDER

(CONSENT TO CEASE TRADE ORDER, DE-LISTING OF SHARES AND EXTENSION OF AGM DATE)

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