Court File No. 07-CL-7120

DATE: April 24, 2008

TO: Service List

FROM: Ernst & Young Inc., Monitor of Hollinger Inc., Sugra Limited and 4322525 Canada Inc. (the "Applicants")

CC: Bill Aziz, Hollinger Inc.

RE: **Applicants' Information**

BACKGROUND

1. On August 1, 2007, the Applicants filed for and obtained protection from their creditors under the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the "CCAA") pursuant to the Order of the Ontario Superior Court of Justice dated August 1, 2007 (the "Initial Order"). Pursuant to the Initial Order, Ernst & Young Inc. was appointed as the Monitor of the Applicants (the "Monitor") in these CCAA proceedings.

PURPOSE

2. The purpose of this communication from the Monitor (the "Eighteenth Communication") is to provide a weekly information update to all stakeholders, including:

   (a) The Applicants' actual receipts and disbursements for the two weeks ended April 11, 2008, attached as Schedule 1; and

   (b) The Applicants' weekly reporting of all outstanding legal accounts receivable and work in process for the period ended April 11, 2008, attached as Schedule 2.

TERMS OF REFERENCE

3. Capitalized terms not defined in this Eighteenth Communication are as defined in the Initial Order. All references to dollars are in Canadian currency unless otherwise noted.

4. In preparing this Eighteenth Communication, the Monitor has relied upon unaudited financial information and records of the Applicants and certain of their affiliates and discussions with management of the Applicants. The Monitor has not performed an audit or other verification of such information.

5. The Monitor does not assume any responsibility or liability for losses incurred by the reader or any other party as a result of the circulation, publication, reproduction or use of this Eighteenth Communication.

INTER-COMPANY RECEIPTS

6. As previously reported, the Applicants indicated that 10 Toronto has committed to repay on an "as needed" basis up to $7.5 million of inter-company amounts owed to Hollinger. The total inter-company repayments since filing from 10 Toronto up to April 11, 2008 are $4.8 million.

CURRENT STATUS

7. On February 28, 2008 the Applicants, Davidson Kempner Capital Management LLC ("DK") and Sun Times Media Group ("STMG") each filed motions in this proceeding. Affidavits in support of each motion were served on March 18, 2008

8. On March 25, 2008 the Applicants and STMG announced that they had reached terms of a settlement.

9. On April 10, 2008 the Applicants filed a notice of motion seeking an Order (i) approving the terms of a settlement with STMG and authorizing and directing the implementation of the settlement, all as described in a term sheet dated March 25, 2008; (ii) authorizing the Applicants to take certain steps to restructure certain of their operations and management to further reduce costs and to continue to enhance asset realizations; and (iii) establishing a claims process as described in a draft Claims Order filed by the Applicants.

10. On Tuesday April 15, 2008 counsel for the Applicants, DK, STMG, the Indenture Trustees and certain others attended with the Monitor before Mr. Justice Campbell at a 9:30am appointment. His Honour has scheduled the motions described above to be heard Wednesday and Thursday, May 14 and 15, 2008 and established a schedule for the service of materials by all parties, completion of cross-examinations and the filing of facta. His Honour also indicated that he would be prepared to extend, on the same terms, the Stay Period, on the same terms, from April 25, 2008 through to a date after the motions are argued. A draft Order extending the Stay Period to May 30, 2008 has been approved by counsel for the Applicants, DK, STMG and the Indenture Trustees and has been sent by the Monitor to Justice Campbell to be issued, subject to His Honour's approval of same.

11. Affidavits have been exchanged and cross-examinations are scheduled to take place during the week of April 28, 2008 in accordance with the schedule set by Justice Campbell on April 15, 2008.

Hollinger Inc., 4322525 Canada Inc. and Sugra Limited (collectively the "Applicants")
Actual Cash Flow for the period from March 29, 2008 to April 11, 2008

C$ 000s	Total Actual Cash Flow for the period from March 29 to April 11, 2008	
Opening Cash, ex. Funds in Trust	**1,544**	
Receipts		
Dividends	-	
Interest income	2	
Other	-	
Intercompany Accounts Receivable (Payable)	-	
Total receipts	**2**	
Disbursements		
Payroll & Benefits	(19)	
Directors Fees and Insurance	-	
Legal Fees	(37)	
Chapter 15 Legal Fees (US)	-	
CCAA Legal Fees (Canada)	(13)	
CCAA Monitor Fees	(37)	
Contractor Fees	(121)	
Advisors	(10)	
Interest on Senior Secured Notes	-	
Operating Costs related to building	-	
Taxes	-	
Other	(8)	
Foreign Exchange Adjustment	3	1
Total Disbursements	**(241)**	
Change in cash	**(239)**	
Closing cash, ex. Funds in Trust	**1,305**	

1) Foreign Exchange Adjustment relates to a foreign exchange adjustment on cash in the bank as a result of the appreciation of US Dollar relative to the Canadian Dollar during the period.

Summary of Legal Accruals
As at April 11, 2008
CDN $

	Pre Filing	Post Filing	Outstanding Invoices	Estimated WIP from August 1 to April 11, 2008	Total Revised "Bubble" at April 11, 2008	Total Revised "Bubble" as of April 11, 2008 **(excluding pre filing amounts)**	Total Revised "Bubble" as of February 22, 2008 **(excluding pre filing amounts)**	Increase in (Decrease) "Bubble" **(excluding pre filing amounts)**
Legal Fees	56,270	155,022	211,292	106,509	317,801	261,531	186,963	74,568
CCAA Legal Fees	-	231,784	231,784	75,166	306,950	306,950	146,547	160,403
Chapter 15 Legal Fees	-	-	52,520	11,525	64,045	64,045	44,071	19,974
Overall Total	**56,270**	**386,806**	**495,596**	**193,200**	**688,796**	**632,526**	**377,581**	**254,945**

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The increase in the bubble represents the legal fees incurred from February 23 to April 11, 2008 less $0.6 million of payments, subject to additional information that may be received by the Applicants from their counsel.

Reconciliation for the period ended April 11, 2008

Reverse Opening Balance (as of February 22, 2008) including pre-filing amounts	(433,851)
Cash Distributions for the period ended April 11, 2008	
Legal Fees	252,753
CCAA Legal Fees	195,432
Chapter 15 Legal Fees	104,568
Reduction (increase) in contingency	(23,177)
Add Closing Balance (as of April 11, 2008) including pre-filing amounts	688,796
Approximate Legal Fees incurred during the period ended April 11, 2008	784,521