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April 10, 2012

To the creditors of Ivaco Inc.

IN THE MATTER OF THE BANKRUPTCY OF IVACO INC.

Ivaco Inc. ("Ivaco") filed an assignment in bankruptcy and the undersigned Ernst & Young Inc. was appointed as Trustee in the matter on April 5, 2012.

Ivaco obtained protection from its creditors pursuant to the *Companies' Creditors Arrangement Act, R.S.C. 1985 c. C-36 ("CCAA")*, as amended, through an order of the Honourable Mr. Justice Farley dated September 16, 2003, as amended and restated from time to time (the "Initial Order"). Pursuant to the Initial Order, Ernst & Young Inc. was appointed monitor (the "Monitor") of Ivaco Inc.

We enclose herewith the following:

1. Notice to Creditors of First Meeting
2. Statement of Affairs
3. Proxy
4. A proof of claim

Paragraphs 5 & 6 of the CCAA Order of the Honourable Justice Wilton-Siegel dated February 29, 2012:

5. *This Court orders that the Claims Procedure Order, the Subsequent Claims Procedure Order, the D&O Claims Process Order, the Claims Bar Date, the Subsequent Claims Bar Date, the D&O claims Bar Date and the Indemnity Claims Bar Date shall continue to apply in respect to the identification and determination of all Claims, Subsequent Claims, D&O Claims, Indemnity Claims and CCAA Charge Indemnity Claims in relation to Ivaco in the Bankruptcy Proceedings.*
6. *This Court orders that if a Creditor's Claim or Subsequent Claim has not been finally determined in accordance with the Claims Procedure Order, the Subsequent Claims Procedure Order or the D&O Claims Process Order, its value for voting purposes in the Bankruptcy Proceedings shall be the value shown in the Creditor's duly filed Proof of Claim or Proof of Subsequent Claim.*

Pursuant to the above paragraphs, if you have already submitted a claim with the Monitor in the above-mentioned CCAA proceedings of Ivaco and are shown on the list of creditors or have had your claim finally determined, you do not need to file another proof of claim.

In accordance with the CCAA Order dated February 29, 2012, the aforementioned claims will be treated as bankruptcy claims which have either been accepted or have been previously disputed and will be resolved in due course.

In order to be eligible to vote at the meeting of creditors to be held on April 26, 2012, creditors may attend in person or file the attached proxy form. There is no expectation of a distribution to unsecured creditors in these bankruptcy proceedings.

A copy of the court orders and Monitor's reports are available on Ernst & Young Inc.'s website at www.ey.com/ca/ivaco.

If you have any questions, please contact us at 1-866-259-1420.

Sincerely,

ERNST & YOUNG INC.

In its capacity as Trustee of the Estate
of Ivaco Inc.
and not in its personal capacity

Per: A handwritten signature in black ink, appearing to read 'C. Mediratta', written over a horizontal line.

Christopher Mediratta
Vice President