Court File No. 03-CL-5145

ONTARIO
SUPERIOR COURT OF JUSTICE
(Commercial List)

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

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF IVACO INC. AND THE APPLICANTS LISTED IN SCHEDULE "A"

FORTY-THIRD REPORT OF THE MONITOR
NOVEMBER 14, 2007

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Ernst & Young Inc.

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INTRODUCTION

1. Ivaco Inc. ("Ivaco" or the "Company") and certain of its affiliates (collectively, the "Applicants") obtained protection from their creditors pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985 c. C-36, as amended (the "CCAA"), through an order of this Honourable Court dated September 16, 2003 (the "Initial Order"). Pursuant to the Initial Order, Ernst & Young Inc. was appointed as monitor (the "Monitor") of the Applicants.

2. The Applicants for the Initial Order included, among others, Ivaco, Ivaco Rolling Mills Inc., Ifastgroupe Inc., IFC (Fasteners) Inc. ("IFC") and Docap (1985) Corporation. For purposes of this Report, Ivaco Rolling Mills Inc. and the related limited partnership Ivaco Rolling Mills Limited Partnership will be referred to as "IRM" and Ifastgroupe Inc. and the related limited partnership Ifastgroupe and Company Limited Partnership will be referred to as "Ifastgroupe". Both partnerships are protected under the Initial Order.

3. The Monitor's Forty-Third Report (the "Report") is provided to this Honourable Court to report on the results of the meetings of creditors of IRM, Ifastgroupe and IFC all held on November 13, 2007 (together, the "Meetings"),

and to describe certain amendments made to the draft Sanction Order included in the Meeting Materials.

4. The Meetings were held pursuant to three orders of this Honourable Court dated October 23, 2007 (the "Meeting Orders") which set out the procedures for the calling and conduct of the Meetings.

TERMS OF REFERENCE

5. Capitalized terms not defined in this Report are defined in the Initial Order, the Plans and the Monitor's previous reports. All references to dollars are in Canadian currency unless otherwise noted. The estimates provided in this report are based on the Monitor's current assessment and incorporate assumptions as to possible future events and outcomes. The Monitor has not audited or otherwise verified the figures and estimates included herein. Actual results may vary and the differences may be material.

MEETING OF CREDITORS

Background

6. The Meeting Orders require the Monitor to report to this Honourable Court on the results of the voting on the resolutions to approve the Plans at the Meetings, and the effect, if any, that the Disputed Claims would have on the results of such voting if the votes of such Disputed Claims were counted in the voting.

Notice of Meetings

7. The Meetings were called for November 13, 2007. In accordance with the Meeting Orders, Notices of the Meetings were published in The Globe and Mail (National Edition) and La Presse (in French) on October 26 and 31, 2007.

8. The Meeting Materials in respect of the Plans (including a copy of the Notice to Creditors, a Proxy Form, an Instruction Letter, a copy of the applicable Plan, a copy of the applicable Meeting Order and a copy of the Monitor's Forty-First Report, which described the Plan) were mailed to a total of 1509 creditors of IRM, Ifastgroupe and IFC on October 26, 2007. The Meeting Materials were also made available on the Monitor's website on and after October 26, 2007.

9. The Monitor used a toll free telephone inquiry line established by the Monitor, and advertised in the Notice to Creditors published in the newspapers and included in the Meeting Materials, to respond to numerous enquiries from Creditors.

Conduct of Meetings

10. Each of the Meetings was chaired by Mr. Brian Denega of Ernst & Young Inc. (the "Chair"). Mr. Michel Marleau of Ernst & Young Inc. and Mr. Ashley Taylor of Stikeman Elliott LLP acted as co-secretaries of the Meetings. Mr. Christopher Mediratta, Mr. Robert Ferguson and Mrs. Donna Hatfull of Ernst & Young Inc. acted as scrutineers (the "Scrutineers"). A quorum of Affected Creditors was present either in person or by proxy at each of the Meetings.

Results of the Voting

11. A motion to consider a resolution to approve the applicable Plan was proposed at each of the Meetings (the "Resolutions") and a vote by ballot was called for by the Chair. The Affected Creditors at each Meeting voted as a single class as provided for in the Plans. A copy of the Resolution was included with the Meeting Materials previously circulated and filed.

12. The Scrutineers tabulated the ballots cast in respect of each of the Plans and the Chair reported the results at each Meeting.

13. The Affected Creditors of IRM or their proxy holders voted on the resolution to approve the IRM Plan as follows:

IRM Plan	**For**		**Against**	
	#	**$**	**#**	**$**
Affected Creditors having a Proven Voting Claim voting in person or by proxy	139	$259,600,271	1	$1,500,695
Percentage of the total votes	99.3%	99.4%	0.7%	0.6%

14. The Affected Creditors of Ifastgroupe or their proxy holders voted on the resolution to approve the Ifastgroupe Plan as follows:

Ifastgroupe Plan	**For**		**Against**	
	#	**$**	**#**	**$**
Affected Creditors having a Proven Voting Claim voting in person or by proxy	146	$99,358,061	2	$3,315,895
Percentage of the total votes	98.6%	96.8%	1.4%	3.2%

15. The Affected Creditors of IFC or their proxy holders voted on the resolution to approve the IFC Plan as follows:

IFC Plan	**For**		**Against**	
	#	**$**	**#**	**$**
Affected Creditors having a Proven Voting Claim voting in person or by proxy	6	$83,301,419	1	$517,947,
Percentage of the total votes	85.7%	99.4%	14.3%	0.6%

16. As required by the Meeting Orders, the Monitor kept separate records and tabulations of the votes that would have been cast in respect of Disputed Claims if they had been Proven Claims as of the Meeting Record Date. The

Meeting Orders provide that if the approval or non-approval of the Plans by Affected Creditors would be altered by the votes cast in respect of Disputed Claims (Claims that have not been accepted or resolved by the Monitor or otherwise finally determined) such result shall be reported to the Court as soon as reasonably possible. All Disputed Claims voted in favour of the Plans and therefore there was no effect on the voting results.

HEICO

17. As previously reported in prior reports of the Monitor, the Applicants and Heico concluded sale transactions for substantially all the assets of Ivaco, IRM and Ifastgroupe. Since December 2004, the parties have been involved in a working capital dispute regarding the quantum of the working capital adjustment.

18. On July 25, 2007, the Honourable Mr. Justice Ground ordered Heico to pay approximately $53 million plus interest forthwith as a partial payment of the working capital adjustment (pending the trial of an issue described in the Thirty-Fourth Report).

19. Heico filed Subsequent Claims against Ivaco, IRM, Ifastgroupe and IFC stating that "The Creditors' claims are for the amounts that will be determined by the Court to be owing from the Estates of the Applicants...either in connection with the issues to be determined in the Trial of Issue directed by the Ontario Superior Court of Justice by Order dated November 7, 2006 or in connection with proceedings involving the Proof of Claim as a result of the restructuring, repudiation, breach or termination of any contract, lease, employment agreement, collective agreement or other agreement after June 18, 2004".

20. Each of the Plans contemplates that the Monitor will reserve from any distribution an amount sufficient to cover unresolved claims and future

administration costs. As reported in paragraph 16 (f) of the Forty-Second Report of the Monitor, on two occasions at the Court of Appeal Hearing of October 26, 2007 counsel for Heico stated to the Court of Appeal panel and the parties present that he was instructed to advise the Court that with respect to the Claims it filed in the Subsequent Claims Process, Heico did not seek any funds from the monies in the estates, but rather that its claims were limited to a reduction or set-off of the amounts that Heico is said to owe the estates in the working capital dispute. Consequently, the Monitor and the Plan Sponsors do not propose to distribute or reserve any of the sale proceeds currently held by the Monitor on behalf of the Applicants to satisfy any potential claim by Heico.

SANCTION ORDER AMENDMENTS

21. At the request of counsel to the former Directors and Officers of the Applicants, certain amendments were made to the Draft Sanction Orders to ensure the survival of the Directors' Charge as defined in the Amended and Restated Initial Order, and to confirm that nothing in the Draft Sanction Order shall terminate or modify any of the existing protections afforded to the former Directors and Officers in these proceedings.

MONITOR'S ANALYSIS

22. A majority in number representing in excess of 66 2/3% in value of the Affected Creditors holding Proven Affected Claims and voting in person or by proxy at each of the Meetings voted in favour of the resolution to approve each Plan and hence the requisite majorities required by section 6 of the CCAA were obtained.

23. The Monitor believes that IRM, Ifastgroupe and IFC have complied with the provisions of the CCAA and the Orders of this Court made in these CCAA preceedings.

24. The Monitor is not aware that IRM, Ifastgroupe or IFC have done or purported to do anything that is not authorized by the CCAA.

25. As previously reported, the Monitor believes that the Plans are fair and reasonable.

All of which is respectfully submitted this 14th day of November, 2007.

ERNST & YOUNG INC.

In its capacity as Court-Appointed Monitor of
Ivaco Inc. and certain of its affiliates

Per

Brian M. Denega
Senior Vice-President

SCHEDULE "A"

Ivaco Rolling Mills Inc.
Ifastgroupe Inc.
IFC (Fasteners) Inc.
Ifastgroupe Realty Inc.
Docap (1985) Corporation
Florida Sub One Holdings, Inc.
3632610 Canada Inc.