

ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST

THE HONOURABLE MR.	)	FRIDAY, THE 15 TH
	)	
JUSTICE MORAWETZ	)	DAY OF JUNE, 2012

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 TERRACE BAY PULP INC.



Applicant

STAY EXTENSION ORDER

THIS MOTION, made by Terrace Bay Pulp Inc. (the “**Applicant**”), pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the “**CCAA**”) for an Order:

- (a) abridging the time for service of the Notice of Motion, Motion Record and the Fifth Report of the Monitor, Ernst & Young Inc., (the “**Monitor**”) dated June 12, 2012 (the “**Fifth Report**”), and declaring that the motion is properly returnable on June 15, 2012;
- (b) extending the stay of proceedings provided for at paragraph 10 of the Order of the Honourable Mr. Justice Morawetz dated January 25, 2012 (as amended and restated, the “**Initial Order**”), from June 15, 2012 to July 16, 2012; and

(c) approving the Fourth Report of the Monitor dated April 25, 2012 (the "**Fourth Report**") and the conduct and activities of the Monitor as described therein;

was heard this day at 330 University Avenue, Toronto, Ontario.

ON READING the Notice of Motion, the Affidavit of Wolfgang Gericke sworn June 12, 2012 and the Exhibits thereto, and the Fifth Report, and on hearing the submissions of counsel for the Applicant and counsel for the Monitor, no other parties appearing though properly served,

1. **THIS COURT ORDERS** that the time for service of the Notice of Motion, the Motion Record and the Fifth Report is hereby abridged so that this Motion is properly returnable today and that any requirement for service of the Notice of Motion, the Motion Record and the Fifth Report on any parties other than the parties actually served with the Notice of Motion, Motion Record and the Fifth Report is hereby dispensed with and that service in the manner effected by the Applicant is validated in all respects.
2. **THIS COURT ORDERS** that the Fourth Report and the conduct and activities of the Monitor as described therein are hereby approved.
3. **THIS COURT ORDERS** that the Stay Period (as defined in the Initial Order) is hereby extended until and including July 16, 2012.

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ON / BOOK NO:
LE / DANS LE REGISTRE NO.:



JUN 15 2012



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
TERRACE BAY PULP INC.

Court File No. CV-12-9566-00CL

Applicant

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Proceeding commenced at Toronto

STAY EXTENSION ORDER

Blake, Cassels & Graydon LLP
Suite 4000, Commerce Court West
199 Bay Street
Toronto, Ontario M5L 1A9

Pamela L.J. Huff LSUC#: 27344V
Tel: (416) 863-2958
Fax : (416) 863-2653

Marc Flynn LSUC#: 52831B
Tel: (416) 863-2685
Fax : (416) 863-2653

Chris Burr LSUC#: 55172H
Tel: (416) 863-3301
Fax: (416) 863-2653

Lawyers for the Applicant