

Superior Court

CANADA
PROVINCE OF QUEBEC
DISTRICT OF MONTREAL

N°: 500-11-033234-085

DATE : June 4, 2008

PRESIDING: The Honourable Robert Mongeon, J.S.C.

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

SHERMAG INC.

- and -

JAYMAR FURNITURE CORP.

- and -

SCIERIE MONTAUBAN INC.

- and -

MÉGABOIS (1989) INC.

- and -

SHERMAG CORPORATION

- and -

JAYMAR SALES CORPORATION

Petitioners

- and -

RSM RICHTER INC.

Monitor

**FIRST ORDER EXTENDING THE STAY TERMINATION DATE
AND OTHER RELIEF**

CONSIDERING that on May 5, 2008, Petitioners presented to this Court a Petition for the issuance of an Initial Order under the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the "CCAA") (the "Petition for an Initial Order");

CONSIDERING that this Court, after having heard the Petition for an Initial Order, issued on the same date an Initial Order under the CCAA (the "Initial Order");

SEEING Petitioners' Motion for an order extending the stay period and other requested relief (the "Motion") under CCAA and the affidavit of Josée Girard in support thereof;

GIVEN the provisions of the CCAA;

FOR THESE REASONS, THE COURT:

GRANTS the Motion;

DECLARES that all capitalized terms used herein and not otherwise defined shall have the meanings ascribed to them in the Initial Order Motion;

EXTENDS the Stay Period and the Stay Termination Date to ~~August~~ ^{September} 8, 2008, the whole subject to all other terms and conditions of the Initial Order;

ADDS after paragraph 48 of the Initial Order the following paragraph:

ORDERS that Shermag be relieved of any obligation to prepare any quarterly financial statements, for any quarter ending after the Initial Order, except for the one quarter which will end immediately after the Stay Termination Date, and then, Petitioners shall have four (4) months from said Stay Termination Date to prepare the said quarterly financial statement.

DECLARES that notices given of the presentation of this Motion are proper and sufficient

THE WHOLE without costs.



The Honourable Robert Mongeon, J.S.C.

COPIE CONFORME
Carole Royot
Greffier adjoint