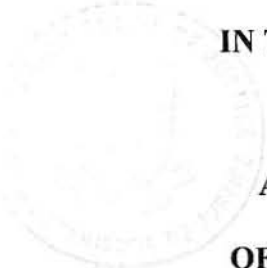


**ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST**

THE HONOURABLE )  
JUSTICE *NEWMAN*) FRIDAY, THE 18TH  
 ) DAY OF MARCH, 2016  
 )



**IN THE MATTER OF THE *BANKRUPTCY AND INSOLVENCY ACT*,  
R.S.C. 1985, c. B-3, AS AMENDED**  
  
**AND IN THE MATTER OF THE NOTICE OF INTENTION OF  
DACO MANUFACTURING LTD.  
OF THE CITY OF TORONTO, IN THE PROVINCE OF ONTARIO**

**DISCHARGE ORDER**

THIS MOTION, made by Richter Advisory Group Inc. ("Richter") in its capacity as the Court-appointed receiver (the "Receiver") of the undertaking, property and assets of Daco Manufacturing Ltd. (the "Debtor"), for an order substantially in the form attached at Tab 1A to the Motion Record of the Receiver providing for the discharge of the Receiver and for related relief was heard this day at 330 University Avenue, Toronto, Ontario.

ON READING the Second Report of the Receiver to the Court dated March 10, 2016 (the "Report") the affidavits of the Receiver and its counsel as to fees (the "Fee Affidavits"), and on hearing the submissions of counsel for the Receiver, no one else appearing although served as evidenced by the Affidavit of Alma Cano sworn March 11, 2016, filed;

1. THIS COURT ORDERS that the time for service of the Notice of Motion, the Motion Record and the Report is hereby abridged and validated so that this Motion is properly returnable today, and hereby dispenses with further service thereof.

2. THIS COURT ORDERS that the activities of the Receiver, as set out in the Report, are hereby approved.

3. THIS COURT ORDERS that the fees and disbursements of the Receiver and its counsel, as set out in the Report and the Fee Affidavits, including the Receiver's estimate of professional fees and disbursements required to complete the administration of these receivership proceedings (the "Remaining Fees and Distributions") are hereby approved.

4. THIS COURT ORDERS that the distributions of the proceeds from the sale of the Debtor's property to Meridian Credit Union Limited and Roynat Capital Inc. on account of their outstanding secured indebtedness are hereby approved.

5. THIS COURT ORDERS that the Receivers statement of receipts and disbursements from July 17, 2015 to March 7, 2016, are hereby approved.

6. THIS COURT ORDERS that the Receiver is authorized and directed to:

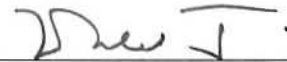
- (a) make a payment to the Receiver General in the amount of \$5,222.35 and take such steps as necessary to settle any claim by Canada Revenue Agency ("CRA") in respect of source deductions;
- (b) make a payment of any Accrued Obligations as described in the paragraph 25 of the Report; and
- (c) make payments to the Receiver and its counsel in respect of any Remaining Fees and Distributions.

7. THIS COURT ORDERS that, after payment of the amounts set out in paragraphs 5 the Receiver shall pay the monies remaining in its hands to Richter in its capacity as Trustee in Bankruptcy of the Debtor.

8. THIS COURT ORDERS that upon payment of the amounts set out in paragraph 5 and 6 hereof and upon the Receiver filing a certificate certifying that it has completed the other activities described in the Report (the "Certificate"), the Receiver shall be discharged as Receiver of the undertaking, property and assets of the Debtor, provided however that notwithstanding its discharge herein (a) the Receiver shall remain Receiver for the performance of such incidental duties as may be required to complete the administration of the receivership herein, and (b) the Receiver shall continue to have the benefit of the provisions of all Orders made in this

proceeding, including all approvals, protections and stays of proceedings in favour of Richter in its capacity as Receiver.

9. THIS COURT ORDERS AND DECLARES that upon the Receiver filing the Certificate Richter is hereby released and discharged from any and all liability that Richter now has or may hereafter have by reason of, or in any way arising out of, the acts or omissions of Richter while acting in its capacity as Receiver herein, save and except for any gross negligence or wilful misconduct on the Receiver's part. Without limiting the generality of the foregoing, Richter is hereby forever released and discharged from any and all liability relating to matters that were raised, or which could have been raised, in the within receivership proceedings, save and except for any gross negligence or wilful misconduct on the Receiver's part.



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ENTERED AT / INSCRIT A TORONTO  
ON / BOOK NO:  
LE / DANS LE REGISTRE NO.:



MAR 18 2016

Court File No.: 31-1995891  
Estate No.: 31-1995891

**IN THE MATTER OF *THE BANKRUPTCY AND INSOLVENCY ACT*, R.S.C. 1985, c. B-3, AS AMENDED**

**AND IN THE MATTER OF THE NOTICE OF INTENTION OF DACO MANUFACTURING LTD. OF THE CITY OF TORONTO  
IN THE PROVINCE OF ONTARIO**

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
(COMMERCIAL LIST)  
  
(PROCEEDING COMMENCED AT TORONTO)**

**DISCHARGE ORDER**

**GOWLING WLG (CANADA) LLP**  
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**Clifton P. Prophet (LSUC No.: 34845K)**  
**C. Haddon Murray (LSUC No. 61640P)**  
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Facsimile: (416) 862-7661

**Solicitors for Richter Advisory Group Inc., in its capacity  
as Proposal Trustee of Daco Manufacturing Ltd.**