

**ONTARIO
SUPERIOR COURT OF JUSTICE
(Commercial List)**

THE HONOURABLE ~~MADAM~~) MONDAY, THE 30TH DAY
JUSTICE ~~MESBUR~~) OF OCTOBER, 2006

**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 SKLAR-PEPLER FURNITURE CORPORATION**



ORDER

(Terminating CCAA)

THIS MOTION, made by Sklar-Pepler Furniture Corporation (the "**Applicant**"), pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the "**CCAA**") was heard this day at 393 University Avenue, Toronto, Ontario.

ON READING the affidavit of Fiorella Sasso sworn October 27, 2006 and the exhibits thereto, and on hearing the submissions of counsel for the Applicant and BDO Dunwoody Limited ("**BDO**") in its capacity as monitor of the Applicant,

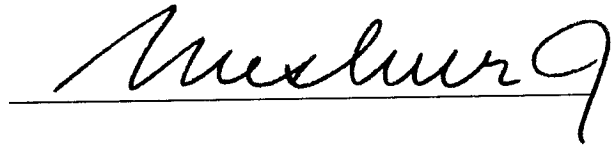
- 1. THIS COURT ORDERS** that: (a) the time for service of the Notice of Motion, the Motion Record be and it is hereby abridged; and (b) the Motion is properly returnable today.
- 2. THIS COURT ORDERS** that, the stay of proceedings imposed by the order (the "**Initial Order**") made in respect of the SPFC on August 8, 2005 pursuant to the *Companies' Creditors Arrangement Act* (the "**CCAA**") and the proceedings commenced in respect of the Applicant

under the CCAA terminate immediately upon the filing by the Applicant of a Notice of Intention to Make a Proposal (the "NoI") pursuant to section 50.4 of the *Bankruptcy and Insolvency Act*.

3. **THIS COURT ORDERS** that the discharge of BDO as Monitor, pursuant to the order of Justice Pepall in these proceedings dated October 25, 2006, shall be effective at 5:00 PM on October 30, 2006 and BDO shall forthwith account to the Applicant for all amounts paid by the Applicant to BDO in respect of fees and disbursements (including the disbursements of BDO's counsel).

4. **THIS COURT ORDERS** that, notwithstanding the provisions of this Order, paragraphs 28 through 37 of the Initial Order remain in full force and effect in accordance with their terms unless varied or terminated by further Order of this Honourable Court.

5. **THIS COURT ORDERS** that, upon the filing of the NoI, the Applicant shall file with this Honourable Court a signed certificate substantially in the form attached and marked as **Schedule "A"**.



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

OCT 30 2006

PER/PAR 

**SCHEDULE "A"
(Certificate)**

Court File No.: 06-CL-6585

**ONTARIO
SUPERIOR COURT OF JUSTICE
(Commercial List)**

**IN THE MATTER OF THE COMPANIES' CREDITORS
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CERTIFICATE

A. FARBER & PARTNERS INC. (the "Trustee") in its capacity as trustee in re the proposal of Sklar-Peppler Furniture Corporation ("SPFC") certifies that on October 30, 2006 SPFC has, pursuant to subsection 50.4 of the *Bankruptcy and Insolvency Act* (the "BIA"), lodged with the Trustee a Notice of Intention to Make Proposal.

DATED at Toronto this ___ day of October, 2006

**A. FARBER & PARTNERS INC. in its capacity
as trustee in re the proposal of Sklar-Peppler
Furniture Corporation**

IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT, R.S.C. 1985, C. c-36, AS AMENDED
IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF SKLAR-PEPPLER FURNITURE CORPORATION

ONTARIO
SUPERIOR COURT OF JUSTICE
(PROCEEDING COMMENCED AT TORONTO)

ORDER

GOWLING LAFLEUR HENDERSON LLP
Barristers and Solicitors
Suite 1600, 1 First Canadian Place
100 King Street West
Toronto, Ontario M5X 1G5

E. PATRICK SHEA (LSUC No.: 39655K)
Telephone: (416) 369-7399
Facsimile: (416) 862-7661

Solicitors for the Applicant,
Sklar-Peppler Furniture Corporation