



SUPERIOR COURT OF JUSTICE

COUNSEL SLIP

COURT FILE NO.: CV-22-00690657-00CL

DATE: February 22, 2023

REGISTRAR: Julietta Costa-Singh

NO. ON LIST: 1

TITLE OF PROCEEDING: **SPRINGER AEROSPACE HOLDINGS LTD.
and 1138969 ONTARIO INC.**

BEFORE JUSTICE: **PENNY**

PARTICIPANT INFORMATION

For Plaintiff, Applicant, Moving Party, Crown:

Name of Person Appearing	Name of Party	Contact Info
Haddon Murray	Counsel for Caisse Desjardins Ontario Credit Union Inc.	Haddon.murray@gowlingwlg.com
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For Defendant, Respondent, Responding Party, Defence:

Name of Person Appearing	Name of Party	Contact Info

For Other, Self-Represented:

Name of Person Appearing	Name of Party	Contact Info
Matilda Lici	Counsel for MNP Ltd. (Monitor)	mlici@airdberlis.com
Ian Aversa		iaversa@airdberlis.com
Vern DaRe	Counsel for the DIP Lender	vdare@foglens.com

ENDORSEMENT OF JUSTICE PENNY (RELEASED FEBRUARY 23, 2023):

The Debtor seeks orders:

- a) increasing the DIP loan by up to \$200,000;
- b) extending the deadline for Phase 2 of the approved SISP to March 31, 2023;
- c) approving the creation of a KERP for a number of key employees in the amount of \$70,000; and
- d) extending the stay to April 14, 2023.

This motion involves a difficult balance between prejudice to the first in priority secured creditor, Desjardins, resulting from the expenditure of more time and money on restructuring efforts (where Desjardins has lost faith in management's ability to conduct a successful restructuring) and the potential for a viable transaction with bidders who emerged from Phase 1 of the SISP.

As I will explain in written reasons to follow (since time is of the essence at this point), the motion is granted in part. I order as follows:

- a) the DIP loan may be increased by up to \$170,000;
- b) Phase 2 of the approved SISP is extended to March 21, 2023;
- c) the proposed KERP is approved up to a maximum of \$70,000; and
- d) no extension of the stay is approved at this time.

In addition, it shall be a condition of the grant of these orders that the Debtor and Monitor, in consultation and co-operation with Desjardins and its proposed receiver, immediately begin to work toward a listing for sale of the Debtor's real property and other assets.

A handwritten signature in blue ink, appearing to read "Penny J.", followed by a period.

Penny J.