

February 18, 2016

To the Creditors of Advance Engineered Products Ltd.

**In the matter of the Bankruptcy of Advance Engineered Products Ltd. (Note)**

**Note: This bankruptcy relates to the “legacy” corporation that filed for protection under the Companies’ Creditors Arrangements Act in April 2015 and not the Corporation currently operating under the Advance Engineered Products name.**

**Background**

Advance Engineered Products Ltd (“AEPL”) was incorporated in 1984 and operated until 2015 when a drop in orders and a lack of liquidity caused it to file for protection under the Companies’ Creditors Arrangements Act. (“CCAA”). EY Inc. was appointed as Monitor (the “Monitor”) pursuant to those proceedings. AEPL was not successful in reorganizing itself and the assets of the company were liquidated pursuant to the CCAA proceedings. Creditors can find the documents related to those proceedings here (<http://documentcentre.eycan.com/Pages/Main.aspx?SID=333>).

The Monitor retains control of any remaining assets and the proceeds of disposition and has advised us that it expects there will be no funds available for creditors generally as there will not be sufficient funds to repay the indebtedness owed to secured creditors.

The bankruptcy is being filed primarily to allow former employees of AEPL to file claims under the Wage Earner Protection Program Act (“WEPPA”) which requires that a corporation be in bankruptcy or receivership proceedings. The Monitor is paying the costs of the bankruptcy to allow the WEPPA claims to be filed.

**Meeting of Creditors**

A meeting of creditors will be held at 10 AM on March 7, 2015 at our offices – Suite 900, 2010 11<sup>th</sup> Ave., Regina, Saskatchewan. We would appreciate your advising us if you plan on attending so we can ensure we have a meeting room of the appropriate size.

**Statement of Affairs**

The Statement of Affairs is rather large and in the interests of saving postage costs is not included in this mailing. You can find a copy on our website here

(<http://mnpdebt.ca/en/corporate-insolvency/corporate-engagements/pages/a-e.aspx>) or we would be happy to mail, fax or email you a copy on request.

**If you were an Employee**

If you were an Employee of AEPL and are entitled to file a claim under WEPPA you should find enclosed a separate letter explaining the process you will have to go through to file your claim and a draft proof of claim for you to complete and return to our attention as soon as possible.

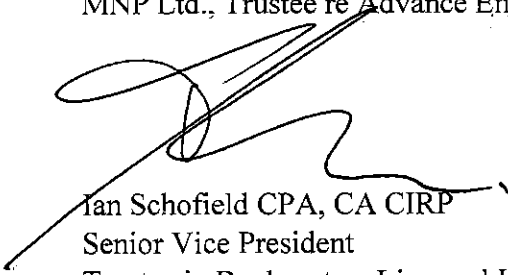
**If you are a General Creditor**

If you are a general creditor of AEPL we enclose a blank proof of claim for you to complete as you see fit. We note that, in the event there are funds to be distributed to creditors, it will be done under the CCAA proceedings and you would already have filed a claim in those proceedings (since that is where the list of creditors was obtained). You are certainly entitled to file a claim in the bankruptcy proceedings if you wish but it is not necessary to do so for your claim to valid in the CCAA proceedings.

If you have any questions please do not hesitate to contact the undersigned at 306-790-7904 or by email at [ian.schofield@mnp.ca](mailto:ian.schofield@mnp.ca)

Yours Truly

MNP Ltd., Trustee re Advance Engineered Products Ltd.



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