

ONTARIO  
SUPERIOR COURT OF JUSTICE  
(COMMERCIAL LIST)

THE HONOURABLE ) THURSDAY, THE 1<sup>ST</sup>  
 )  
JUSTICE DIETRICH ) DAY OF AUGUST, 2019



IN THE MATTER OF THE NOTICE OF INTENTION  
TO MAKE A PROPOSAL OF PARISCRIBE INC., A  
CORPORATION INCORPORATED UNDER THE  
*CANADA BUSINESS CORPORATIONS ACT*

**ORDER**  
**(Extension of Time to File a Proposal and Approval of  
Debtor-in-Possession Financing)**

**THIS MOTION** made by Pariscrite Inc. (“**Pariscrite**”) for: (i) an order extending from August 25, 2019 to September 26, 2019 the time limit for MNP Ltd. in its capacity as proposal trustee (in such capacity, the “**Trustee**”) to file with the official receiver, on behalf of Pariscrite, a proposal pursuant to the *Bankruptcy and Insolvency Act* (the “**BIA**”); and (ii) an order authorizing Pariscrite to obtain and borrow under a credit facility (the “**Credit Facility**”) from iGan Partners Inc. (the “**DIP Lender**”) on terms set out in the Amended and Restated DIP Term Sheet between OrbCare Inc., OrbCare US and Pariscrite Inc., as borrowers and guarantors, and the DIP Lender, as lender, dated July 29, 2019 (the “**DIP Loan Agreement**”) and granting in favour of the DIP Lender a charge (the “**DIP Lender’s Charge**”) on Pariscrite’s current and future assets, undertakings and properties of every nature and kind whatsoever, and wherever situate including all proceeds thereof (“**Property**”); was heard this day at 330 University Avenue, Toronto, Ontario.

**ON READING** the affidavit of Olivier Giner sworn July 29, 2019 and the Second Report dated July 29, 2019 (the “**Second Report**”) of the Trustee and upon hearing the submissions of counsel for Pariscrite, the Trustee, the DIP Lender, and those other parties present, as indicated in the counsel slip, no other parties being present although duly served as appears from the affidavit of service of Joël Turgeon dated July 29, 2019.

#### **NOTICE AND SERVICE**

1. **THIS COURT ORDERS** that the time for service of the Motion Record in respect of this motion and the Second Report is hereby abridged and validated so that the motion is properly returnable today, and that further service thereof is hereby dispensed with.

#### **EXTENSION OF TIME TO FILE A PROPOSAL**

2. **THIS COURT ORDERS** that, pursuant to Section 50.4(9) of the BIA, the period within which a proposal may be filed on behalf of Pariscrite be and is hereby extended to September 26, 2019.

#### **DIP FINANCING**

3. **THIS COURT ORDERS** that Pariscrite is hereby authorized and empowered to obtain and borrow under the Credit Facility from the DIP Lender on the terms set out in the DIP Loan Agreement, provided that borrowings under the Credit Facility shall not exceed the maximum principal amount of \$1,200,000 unless permitted by further Order of this Court.

4. **THIS COURT ORDERS** that Pariscrite is hereby authorized and empowered to execute and deliver such credit agreements, mortgages, charges, hypothecs and security documents, guarantees and other definitive documents (collectively, the “**Definitive Documents**”), as are contemplated by the DIP Loan Agreement or as may be reasonably required by the DIP Lender pursuant to the terms thereof, and Pariscrite is hereby authorized and directed to pay and perform all of its indebtedness, interest, fees, liabilities and obligations to the DIP Lender under and pursuant to the DIP Loan Agreement and the

Definitive Documents as and when the same become due and are to be performed, notwithstanding any other provision of this Order.

5. **THIS COURT ORDERS** that notwithstanding any other provision of this Order, the DIP Loan Agreement and the Definitive Documents, Pariscribe shall not be authorized and empowered to operate any form of draw on the Credit Facility without the written approval of the Trustee, who, in deciding whether to issue its approval, shall consider the best interests of Pariscribe and its stakeholders;

6. **THIS COURT ORDERS** that pursuant to Section 50.6 of the BIA, the DIP Lender shall be entitled to the benefit of and is hereby granted the DIP Lender's Charge on the Property, which DIP Lender's Charge shall not secure an obligation that exists before this Order is made.

7. **THIS COURT ORDERS** that, notwithstanding any other provision of this Order or the provisions of Section 69 of the BIA:

- (a) the DIP Lender may take such steps from time to time as it may deem necessary or appropriate to file, register, record or perfect the DIP Lender's Charge or any of the Definitive Documents;
- (b) upon the occurrence of an event of default under the Definitive Documents or the DIP Lender's Charge, the DIP Lender will be entitled to exercise any and all of its rights and remedies under or pursuant to the DIP Loan Agreement, the Definitive Documents and the DIP Lender's Charge, including without limitation, to cease making advances to Pariscribe and set off and/or consolidate any amounts owing by the DIP Lender to Pariscribe against the obligations of Pariscribe to the DIP Lender under the DIP Loan Agreement, the Definitive Documents or the DIP Lender's Charge, to make demand, accelerate payment and give other notices, or to apply to this Court for the appointment of a receiver, receiver and manager or interim receiver, or for a bankruptcy order against Pariscribe and for the appointment of a trustee in bankruptcy of Pariscribe; and

(c) the foregoing rights and remedies of the DIP Lender shall be enforceable against any trustee in bankruptcy, interim receiver, receiver or receiver and manager of Pariscribe or the Property.

8. **THIS COURT ORDERS AND DECLARES** that the DIP Lender shall be treated as unaffected in any proposal filed by Pariscribe under the BIA or any plan of arrangement or compromise filed by Pariscribe under the *Companies' Creditors Arrangement Act* with respect to any advances made under the Definitive Documents or the Credit Facility.

9. **THIS COURT ORDERS** that the filing, registration or perfection of the DIP Lender's Charge shall not be required, and that the DIP Lender's Charge shall be valid and enforceable for all purposes, including as against any right, title or interest filed, registered, recorded or perfected subsequent to the DIP Lender's Charge coming into existence, notwithstanding any such failure to file, register, record or perfect.

10. **THIS COURT ORDERS** that the DIP Lender's Charge shall constitute a charge on the Property and such DIP Lender's Charge shall rank in priority to all other security interests, trusts, liens, charges and encumbrances, claims of secured creditors, statutory or otherwise (collectively, "**Encumbrances**") in favour of any individual, firm, corporation, governmental body or agency, or any other entities (each and any, a "**Person**").

11. **THIS COURT ORDERS** that except as otherwise expressly provided for herein, or as may be approved by this Court, Pariscribe shall not grant any Encumbrances over any Property that rank in priority to, or *pari passu* with, the DIP Lender's Charge, unless Pariscribe also obtains the prior written consent of the Trustee and the DIP Lender, or further Order of this Court.


12. **THIS COURT ORDERS** that the DIP Loan Agreement, the Definitive Documents and the DIP Lender's Charge shall not be rendered invalid or unenforceable and the rights and remedies of the DIP Lender thereunder shall not otherwise be limited or impaired in any way by (i) the pendency of these proceedings and the declarations of insolvency made herein; (ii) any application(s) for bankruptcy order(s) issued pursuant to the BIA, or any bankruptcy order made pursuant to such applications; (iii) any deemed or voluntary

assignment for the general benefit of creditors pursuant to the BIA; (iv) the provisions of any federal or provincial statutes; or (v) any negative covenants, prohibitions or other similar provisions with respect to borrowings, incurring debt or the creation of Encumbrances, contained in any existing loan documents, lease, sublease, offer to lease or other agreement (each and any, an “**Agreement**”) which binds Pariscribe, and notwithstanding any provision to the contrary in any Agreement:

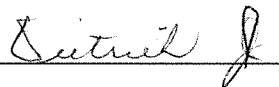
- (a) neither the creation of the DIP Lender’s Charge nor the execution, delivery, perfection, registration or performance of the DIP Loan Agreement or the Definitive Documents shall create or be deemed to constitute a breach by Pariscribe of any Agreement to which it is a party;
- (b) the DIP Lender shall have no liability to any Person whatsoever as a result of any breach of any Agreement caused by or resulting from Pariscribe entering into the DIP Loan Agreement, the creation of the DIP Lender’s Charge, or the execution, delivery or performance of the Definitive Documents; and
- (c) the payments made by Pariscribe pursuant to the DIP Loan Agreement or the Definitive Documents, and the granting of the DIP Lender’s Charge, do not and will not constitute preferences, fraudulent conveyances, transfers at undervalue, oppressive conduct, or other challengeable or voidable transactions under any applicable law.

13. **THIS COURT ORDERS** that the DIP Lender’s Charge created by this Order over leases of real property in Canada shall only be a charge in Pariscribe’s interest in such real property leases.

14. **THIS COURT ORDERS THAT** the E-Service Guide of the Commercial List (the “**Guide**”) is approved and adopted by reference herein and, in this proceeding, the service of documents made in accordance with the Guide (which can be found on the Commercial List website at [www.ontariocourts.ca/scj/practice/practice-directions/toronto/eservice-commercial]) shall be valid and effective service. Subject to Rule 17.05 of the Ontario *Rules of Civil Procedure*, this Order shall constitute an order for substituted

service pursuant to Rule 16.04 of the *Rules*. Subject to Rule 3.01(d) of the *Rules* and paragraph 13 of the Guide, service of documents in accordance with the Guide will be effective on transmission. This Court further orders that a Case Website shall be established in accordance with the Guide with the following URL: [[https://mnpdebt.ca/en/corporate/Engagements/ orbcase - inc.](https://mnpdebt.ca/en/corporate/Engagements/orbcase-inc) ].

15. **THIS COURT HEREBY REQUESTS** the aid and recognition of any court, tribunal, regulatory or administrative body having jurisdiction in Canada or in the United States or elsewhere, to give effect to this Order and to assist Pariscribe, the Trustee and their respective agents in carrying out the terms of this Order. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders and to provide such assistance to Pariscribe and to the Trustee, as an officer of this Court, as may be necessary or desirable to give effect to this Order, to grant representative status to the Trustee in any foreign proceeding, or to assist Pariscribe and the Trustee and their respective agents in carrying out the terms of this Order.

  
\_\_\_\_\_

IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A  
PROPOSAL OF PARISCRIE INC., A CORPORATION  
INCORPORATED UNDER THE CANADA BUSINESS  
CORPORATIONS ACT

Estate No. 31-2516167

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST**

Proceeding commenced in TORONTO

**ORDER**

**(Extension of Time to File a Proposal and Approval  
of Debtor-in-Possession Financing)**

**GOLDMAN SLOAN NASH & HABER LLP**  
480 University Avenue, Suite 1600  
Toronto (ON) M5G 1V2

**Brendan Bissell** (LSUC# 40354v)  
Tel: 416-597-6489  
Email: [bissell@gsnh.com](mailto:bissell@gsnh.com)

Lawyers for OrbCare Inc., Pariscrite Inc. and  
OrbCare US, Inc..