

July 9, 2019

To: The Creditors of PRAIRIE PLUMBING & HEATING LIMITED

Re: NOTICE OF INTENTION TO MAKE A PROPOSAL

TAKE NOTICE THAT PRAIRIE PLUMBING & HEATING LIMITED (“PPHL” or the “Company”) filed a Notice of Intention to Make a Proposal (“**NOI**”) under Division I, Part III, of the Bankruptcy and Insolvency Act (“**BIA**”) on July 8, 2019.

LINK & ASSOCIATES INC. Receivers + Trustees has consented to act as trustee under the NOI (the “**Proposal Trustee**”).

Pursuant to Section 69 of the BIA, all proceedings against the Company are stayed effective July 8, 2019.

Attached please find the following documents:

1. Notice of Stay of Proceedings
2. A copy of the NOI and a list of creditors owed \$250 or more
3. Certificate of Filing of the Notice of Intention
4. Consent of the Trustee

The Company expects to file a proposal (the “**Proposal**”) within 30 days of the filing of the NOI, in accordance with the requirements of the BIA, and subject to any extension(s) to the time period for filing of the Proposal that may be granted by the Court.

A copy of the Proposal, when filed, will be sent to each of the creditors together with a notice calling a meeting of creditors to consider the Proposal, such meeting to be held within 21 days of the Proposal being filed. A report of the Trustee will also be provided to the creditors.

It is important for all creditors to know that PPHL has *not* filed for bankruptcy. Rather, it is in the process of developing a Proposal to its creditors which is intended to result in a better recovery to the creditors than would otherwise be available in a bankruptcy.

During the Proposal proceedings:

- (i) No person or creditor can commence or continue any action, execution or other proceedings for the recovery of a debt until the Trustee has been discharged, or until the Proposal has been refused, without leave of the Court and on such terms as the Court may impose.

- (ii) No person or creditor may terminate or amend any agreement with PPHL, or claim an accelerated payment, or a forfeiture of the term, under any agreement with PPHL by reason only that PPHL is insolvent or by reason of the filing of the NOI;
- (iii) Suppliers of goods and services to PPHL should discuss directly with PPHL management the terms of payment for goods and/or services that they will provide to PPHL after the date of filing of the NOI.

At present, creditors are not required to file a proof of claim. The Proposal Trustee will provide you with further information and a proof of claim form and voting letter at a later date, once the Proposal has been filed.

During these proceedings, PPHL continues to be under the direction of its current management.

The above measures are mandated by the BIA and are necessary to ensure that all creditors of PPHL are treated equitably in the Proposal process, and no creditor exercises remedies in a manner that it receives preferential treatment relative to other creditors.

Yours truly,
LINK & ASSOCIATES INC.
Licensed Insolvency Trustee
Proposal Trustee in re
Prairie Plumbing & Heating Limited

Per:  Robert G. Link, CIRP, LIT

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