

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST**

**THE HONOURABLE MR. ) FRIDAY, THE 4<sup>TH</sup>**  
**JUSTICE MORAWETZ ) DAY OF MARCH, 2011**



**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 NELSON FINANCIAL GROUP LTD.**

**ORDER**

**THIS MOTION**, made by the Interim Operating Officer of the Applicant, Nelson Financial Group Ltd. (the "Applicant"), seeking the relief set out in the Notice of Motion dated February 11, 2010, was heard this day at 330 University Avenue, Toronto, Ontario.

**ON READING** the Notice of Motion and the Motion Record and the First Report dated February 18, 2011 of Sherry Townsend in her capacity as Interim Operating Officer appointed by the Order of this Court made November 22, 2010 (the "IOO"), and on being advised of the consents of counsel for the IOO on behalf of the Applicant, the Representative Counsel and A. John Page & Associates Inc., in its capacity as the Court-appointed monitor of the Applicant (the "Monitor"), and on being advised that the Ontario Securities Commission is not opposed, no other persons appearing although duly served;

## **Service**

1. **THIS COURT ORDERS** that the time for service of the Notice of Motion and the Motion Record in respect of this Motion be and its is hereby abridged and that the service of the Notice of Motion and Motion Record herein as affected by the Applicant is hereby validated in all respects.

## **Stay Extension**


2. **THIS COURT ORDERS** that the Applicant shall immediately restore the Monitor's remote access to the Applicant's QuickBooks accounting records.

3. **THIS COURT ORDERS** that the IOO shall continue to provide the weekly financial reports regarding the Applicant and copies of bank statements of the Applicant (the "Weekly Reporting") to the Monitor in accordance with the Order of this Court dated December 1, 2010 and that, in the circumstances of this case, the Monitor shall only need perform a cursory review of the Weekly Reporting and shall not be required to review the Weekly Reporting with the IOO unless the Monitor is of the view that a material adverse change may exist in the circumstances.

4. **THIS COURT ORDERS** that the Monitor shall only need perform a cursory review of any cash flow projections prepared by the IOO on behalf of the Applicant and shall not be required to review any such cash flow projections with the IOO nor report to the Court with respect to their reasonableness unless the Monitor is of the view that a material adverse change may exist in the circumstances.

5. **THIS COURT ORDERS** that the IOO shall immediately advise the Monitor if the IOO causes the Applicant to enter into any new lending arrangements.

6. **THIS COURT ORDERS** that the Stay Period, as defined in the Initial Order dated March 23, 2010, be and it is hereby extended to May 31, 2011.

A handwritten signature in black ink, appearing to read "J. H. Lawrence", is written over a horizontal line.

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

MAR 04 2011

PER / PAR:

A small, handwritten signature in black ink, possibly initials, is written below the "PER / PAR:" label.

**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 NELSON FINANCIAL GROUP LTD. (the "Applicant")**

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Court File No. CV-10-8630-00CL

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
(COMMERCIAL LIST)**

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**ORDER**

(Stay Extension to May 31, 2011)

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Representative Counsel for Noteholders  
of the Applicant