

**Fill in this information to identify the case:**

United States Bankruptcy Court for the:

\_\_\_\_\_ District of Delaware

Case number (if known): \_\_\_\_\_ Chapter 15

☐ Check if this is an amended filing**Official Form 401****Chapter 15 Petition for Recognition of a Foreign Proceeding****12/15**

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write debtor's name and case number (if known).

1. Debtor's name Kraus Canada Ltd.2. Debtor's unique identifier **For non-individual debtors:**☐ Federal Employer Identification Number (EIN) \_\_\_\_ - \_\_\_\_ - \_\_\_\_☒ Other 81708 1300 RC0001. Describe identifier Canadian Business Number.**For individual debtors:**☐ Social Security number: xxx - xx- \_\_\_\_ - \_\_\_\_☐ Individual Taxpayer Identification number (ITIN): 9 xx - xx - \_\_\_\_ - \_\_\_\_☐ Other \_\_\_\_\_. Describe identifier \_\_\_\_\_.3. Name of foreign representative(s) Kraus Carpet Inc.4. Foreign proceeding in which appointment of the foreign representative(s) occurred Court File No. CV-18-604759, pending in Ontario Superior Court of Justice Commercial List

5. Nature of the foreign proceeding

Check one:

- ☒ Foreign main proceeding
- ☐ Foreign nonmain proceeding
- ☐ Foreign main proceeding, or in the alternative foreign nonmain proceeding

6. Evidence of the foreign proceeding

- ☒ A certified copy, translated into English, of the decision commencing the foreign proceeding and appointing the foreign representative is attached.
- ☐ A certificate, translated into English, from the foreign court, affirming the existence of the foreign proceeding and of the appointment of the foreign representative, is attached.
- ☐ Other evidence of the existence of the foreign proceeding and of the appointment of the foreign representative is described below, and relevant documentation, translated into English, is attached.
- \_\_\_\_\_
- \_\_\_\_\_

7. Is this the only foreign proceeding with respect to the debtor known to the foreign representative(s)?

- ☐ No. (Attach a statement identifying each country in which a foreign proceeding by, regarding, or against the debtor is pending.)
- ☒ Yes

Debtor Kraus Canada Ltd. Case number (if known) \_\_\_\_\_  
Name

**8. Others entitled to notice**

Attach a list containing the names and addresses of:

- (i) all persons or bodies authorized to administer foreign proceedings of the debtor,
- (ii) all parties to litigation pending in the United States in which the debtor is a party at the time of filing of this petition, and
- (iii) all entities against whom provisional relief is being sought under § 1519 of the Bankruptcy Code.

**9. Addresses****Country where the debtor has the center of its main interests:**Canada**Debtor's registered office:**65 Northfield Drive WestNumber StreetP.O. BoxWaterloo, OntarioCity State/Province/Region ZIP/Postal CodeCanadaCountry**Individual debtor's habitual residence:****Address of foreign representative(s):**Number Street65 Northfield Drive WestNumber StreetP.O. BoxP.O. BoxCity State/Province/Region ZIP/Postal CodeWaterloo, OntarioCity State/Province/Region ZIP/Postal CodeCountryCanadaCountry**10. Debtor's website (URL)**www.krausflooring.com**11. Type of debtor**

Check one:



Non-individual (check one):



Corporation. Attach a corporate ownership statement containing the information described in Fed. R. Bankr. P. 7007.1.



Partnership



Other. Specify: \_\_\_\_\_



Individual

Debtor Kraus Canada Ltd.  
Name

Case number (if known) \_\_\_\_\_

**12. Why is venue proper in this district?**

Check one:

- ☒ Debtor's principal place of business or principal assets in the United States are in this district.
- ☐ Debtor does not have a place of business or assets in the United States, but the following action or proceeding in a federal or state court is pending against the debtor in this district:
- \_\_\_\_\_
- ☐ If neither box is checked, venue is consistent with the interests of justice and the convenience of the parties, having regard to the relief sought by the foreign representative, because:
- \_\_\_\_\_

**13. Signature of foreign representative(s)**

I request relief in accordance with chapter 15 of title 11, United States Code.

I am the foreign representative of a debtor in a foreign proceeding, the debtor is eligible for the relief sought in this petition, and I am authorized to file this petition.

I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct,

**X** /s/ Christopher Emmott Kraus Carpet Inc.  
Signature of foreign representative By: Christopher Emmott  
Printed name

Executed on 09/11/2018  
MM / DD / YYYY

**X** \_\_\_\_\_  
Signature of foreign representative Printed name

Executed on \_\_\_\_\_  
MM / DD / YYYY

**14. Signature of attorney**

**X** /s/ Derek C. Abbott 09/11/2018  
Signature of Attorney for foreign representative Date  
MM / DD / YYYY

Derek C. Abbott  
Printed name

Morris, Nichols, Arsht & Tunnell LLP  
Firm name

1201 N. Market St., 16th Floor  
Number Street

Wilmington DE 19801  
City State ZIP Code

(302) 658-9200 dabbott@mnat.com  
Contact phone Email address

3376 DE  
Bar number State

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

|                                               |    |   |                              |
|-----------------------------------------------|----|---|------------------------------|
|                                               | -X | : |                              |
| In re:                                        | :  |   | Chapter 15                   |
|                                               | :  |   |                              |
| Kraus Carpet Inc., <u>et al.</u> <sup>1</sup> | :  |   | Case No. 18-                 |
|                                               | :  |   |                              |
| Debtor in a Foreign Proceeding.               | :  |   | Joint Administration Pending |

**CONSOLIDATED LIST PURSUANT TO BANKRUPTCY RULE 1007(a)(4)**

Kraus Carpet Inc. (the “Foreign Representative”) is the duly authorized foreign representative of Kraus USA Inc., Strudex Inc., Kraus Carpet Inc., Kraus Properties Inc., Kraus Canada Ltd., and Kraus Brands Inc. (collectively, the “Debtors”), in a Canadian Proceedings (the “CCAA Proceeding”) under the Companies’ Creditors Arrangement Act, R.S.C. 1985, c. C-36 (as amended, the “CCAA”) pending before the Ontario Superior Court of Justice (the “Canadian Court”). The Foreign Representative, by and through undersigned counsel, submits this consolidated list under Rule 1007(a)(4) of the Federal Rules of Bankruptcy Procedure.

1. Parties Authorized to Administer Foreign Proceeding of the Debtor.

Kraus Carpet Inc., with an address of 65 Northfield Drive West, Waterloo, Ontario, is the authorized foreign representative of each of the Debtors. Other than the CCAA Proceedings there are no known foreign proceedings with respect to any of the Debtors.

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<sup>1</sup> The Debtors in these chapter 15 cases and the last four digits of each Debtor’s U.S. tax identification number or Canadian Business Number, as applicable, are as follows: Kraus USA Inc. (USA) (1024); Strudex Inc. (81708 0906 RC0001); Kraus Carpet Inc. (81151 8687 RC0001); Kraus Properties Inc. (81708 1102 RC0001); Kraus Canada Ltd. (81708 1300 RC0001); and Kraus Brands Inc. (81151 8885 RC0001). The Debtors’ mailing address for purposes of these chapter 15 cases is 65 Northfield Drive West, Waterloo, Ontario.

2. Litigation Pending in the United States.

In May 2017, the Water Works and Sewer Board of the Town of Centre, Alabama, filed a lawsuit against entities involved or previously involved in the carpet manufacturing process, including Kraus USA Inc. This case is pending in the Circuit Court of Cherokee County, Alabama, Case No. 13-CV-2017-900049-00.

On August 31, 2018, a case was commenced in the United States District Court for the Northern District of Georgia (Rome Division), captioned Aquafil USA, Inc., plaintiff v. Kraus Carpet LP d/b/a Strudex LP, defendant, Case No.: 4:18-cv-00196, against certain affiliates of the Debtors entitled to enjoy the benefits of the protections provided to Debtors under the Initial Order entered by the Canadian Court in the CCAA Proceeding. Attached hereto as Exhibit A is a consolidated list of known parties to the foregoing litigations.

3. Entities Against Whom Provisional Relief is Sought under 11 U.S.C. § 1519

The Foreign Representative is seeking to apply 11 U.S.C. § 362 and 11 U.S.C. § 365(e) to these chapter 15 cases on an interim basis under 11 U.S.C. § 1519. Attached hereto as Exhibit B is a consolidated list of known and potential creditors of the Debtors.

Dated: September 11, 2018  
Wilmington, Delaware

MORRIS, NICHOLS, ARSHT & TUNNELL LLP

/s/ Derek C. Abbott

Derek C. Abbott (No. 3376)  
Matthew B. Harvey (No. 5186)  
1201 N. Market St., 16<sup>th</sup> Floor  
Wilmington, DE 19801  
Telephone: (302) 658-9200  
Facsimile: (302) 658-3989  
dabbott@mnat.com  
mharvey@mnat.com

-and-

HONIGMAN MILLER SCHWARTZ AND COHN  
LLP

Joseph R. Sgroi

Scott B. Kitei

Glenn S. Walter

2290 First National Building

660 Woodward Avenue

Detroit, Michigan 48226-3506

Telephone: (313) 465-7000

Facsimile: (313) 465-7713

[jsgroi@honigman.com](mailto:jsgroi@honigman.com)

[skitei@honigman.com](mailto:skitei@honigman.com)

[gwalter@honigman.com](mailto:gwalter@honigman.com)

**Exhibit A**

3M CO INC  
CT CORP SYSTEM  
2 N JACKSON ST  
STE 605  
MONTGOMERY AL 36104

3M CO INC  
LIGHTFOOT FRANKLIN AND WHITE LLC  
WILLIAM S COX III  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

3M CO INC  
LIGHTFOOT FRANKLIN AND WHITE LLC  
W LARKIN RADNEY IV  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

3M CO INC  
LIGHTFOOT FRANKLIN AND WHITE LLC  
HARLAN I PRATER IV  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

ALADDIN MANUFACTURING CORP  
CORP SVC CO  
2711 CENTERVILLE RD #400  
WILMINGTON DE 19808

ALADDIN MANUFACTURING CORP  
CHRISTIAN AND SMALL LLP  
SHARON D STUART  
505 20TH ST NORTH  
STE 1800  
BIRMINGHAM AL 35203-2696

APRICOT INTERNATIONAL INC  
P O BOX 1544  
DALTON GA 30721

AQUAFIL USA INC  
MILLER & MARTIN PLLC  
RYAN A. KURTZ  
1180 W PEACHTREE ST NW  
STE 2100  
ATLANTA GA 30309-3407

AQUAFIL USA INC  
1 AQUAFIL DR  
CARTERSVILLE GA 30120-2697

ARROWSTAR LLC  
KEVIN HARRIS  
530 N ELM ST  
DALTON GA 30720

ARROWSTAR LLC  
BURR AND FORMAN LLP  
D MATTHEW CENTENO  
420 NORTH 20TH ST  
BIRMINGHAM AL 35203

ARROWSTAR LLC  
BURR AND FORMAN LLP  
C PAUL CAVENDER  
420 NORTH 20TH ST  
BIRMINGHAM AL 35203

BEAULIEU GROUP LLC  
CORP SVC CO  
40 TECHNOLOGYPKWYS #300  
NORCROSS GA 30092

BEAULIEU GROUP LLC  
GORDON REES SCULLY MANSUKHANI LLP  
CYDNEY L BARNES  
2700 CORPORATE DR  
STE 200  
BIRMINGHAM AL 35242

BEAULIEU GROUP LLC  
GORDON REES SCULLY MANSUKHANI LLP  
LESLIE K EASON  
2700 CORPORATE DR  
STE 200  
BIRMINGHAM AL 35242

BEAULIEU OF AMERICA INC  
C O PETER N FARLEY  
1502 CORONET DR  
DALTON GA 30720

BEAULIEU OF AMERICA INC  
GORDON REES SCULLY MANSUKHANI LLP  
CYDNEY L BARNES  
2700 CORPORATE DR  
STE 200  
BIRMINGHAM AL 35242

BEAULIEU OF AMERICA INC  
GORDON REES SCULLY MANSUKHANI LLP  
LESLIE K EASON  
2700 CORPORATE DR  
STE 200  
BIRMINGHAM AL 35242

DALTONIAN FLOORING INC  
R MIKE WITHROCK  
402 W CUYLER ST  
DALTON GA 30720

DALTONIAN FLOORING INC  
LLOYD GRAY WHITEHEAD AND MONROE PC  
JAMES C GRAY III  
880 MONTCLAIR RD  
STE 100  
BIRMINGHAM AL 35213

DEPENDABLE RUG MILLS INC  
JERRY NEALEY  
515 MIRACLE DR  
ROCKY FACE GA 30740

DORSETT INDUSTRIES INC  
C O BRYAN C MACON  
1304 MAY ST  
DALTON GA 30721

DORSETT INDUSTRIES INC  
BRUNSON ROBINSON AND HUFFSTUTLER  
CODY D ROBINSON  
301 BROAD STREET/PO BOX 1189  
GADSDEN AL 35902-1189

DYSTAR LP  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

DYSTAR LP  
MAYNARD COOPER GALE PC  
CHRISTOPHER J WILLIAMS  
1901 6TH AVE NORTH  
2400 REGIONS/HARBERT PLZ  
BIRMINGHAM AL 35203

DYSTAR LP  
MAYNARD COOPER GALE PC  
H THOMAS WELLS  
1901 6TH AVE NORTH  
2400 REGIONS/HARBERT PLZ  
BIRMINGHAM AL 35203

DYSTAR LP  
MAYNARD COOPER GALE PC  
KACEY L WEDDLE  
1901 6TH AVE NORTH  
2400 REGIONS/HARBERT PLZ  
BIRMINGHAM AL 35203

ECMH LLC  
DBA CLAYTON MILLER HOSPITALITY CARPETS  
JOHN T MINOR IV  
745 COLLEGE DR STE B  
DALTON GA 30720

ECMH LLC  
DBA CLAYTON MILLER HOSPITALITY CARPETS  
SCRUGGS DODD AND BRISENDINE  
E ALLEN DODD JR  
207 ALABAMA AVE SOUTHWEST  
FORT PAYNE AL 35968

ECMH LLC  
DBA CLAYTON MILLER HOSPITALITY CARPETS  
SCRUGGS DODD AND BRISENDINE  
J ERIC BRISENDINE  
207 ALABAMA AVE SOUTHWEST  
FORT PAYNE AL 35968

EI DU PONT DE NEMOURS AND CO  
THE CORP TRUST CO  
1209 ORANGE ST  
WILMINGTON DE 19801

EI DU PONT DE NEMOURS AND CO  
LIGHTFOOT FRANKLIN AND WHITE LLC  
JOHN M JOHNSON  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

EI DU PONT DE NEMOURS AND CO  
LIGHTFOOT FRANKLIN AND WHITE LLC  
CLINTON T SPEEGLE  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

EI DU PONT DE NEMOURS AND CO  
LIGHTFOOT FRANKLIN AND WHITE LLC  
LANA A OLSON  
THE CLARK BUILDING  
400 NORTH 20TH ST  
BIRMINGHAM AL 35203-3200

EMERALD CARPETS INC  
TOM MINOR  
745 COLLEGE DR  
DALTON GA 30720

EMERALD CARPETS INC  
SCRUGGS DODD AND BRISENDINE  
ELBERT ALLEN DODD JR  
207 ALABAMA AVE SW  
FORT PAYNE AL 35968

EMERALD CARPETS INC  
SCRUGGS DODD AND BRISENDINE  
JAMES ERIC BRISENDINE  
207 ALABAMA AVE SW  
FORT PAYNE AL 35968

ENGINEERED FLOORS LLC  
BENNIE M LAUGHTER  
115 KING ST  
DALTON GA 30720

ENGINEERED FLOORS LLC  
BADHAM AND BUCK LLC  
BRETT A IALACCI  
2001 PARK PL NORTH  
STE 500  
BIRMINGHAM AL 35203

ENGINEERED FLOORS LLC  
BADHAM AND BUCK LLC  
BRANNON J BUCK  
2001 PARK PL NORTH  
STE 500  
BIRMINGHAM AL 35203

FORTUNE CONTRACT INC  
JAMES T FORDHAM  
411 W CRAWFORD ST  
DALTON GA 30720

FORTUNE CONTRACT INC  
BROCKWELL SMITH LLC  
GREGORY A BROCKWELL  
2100 1ST AVE N #300  
BIRMINGHAM AL 35203

HARCROS CHEMICAL INC  
CT CORP SYSTEM  
2 N JACKSON ST  
STE 605  
MONTGOMERY AL 36104

HARCROS CHEMICAL INC  
KAZMAREK MOWREY CLOUD LASETER LLP  
JOSHUA B SULLIVAN  
3008 7TH AVE SOUTH  
BIRMINGHAM AL 35233

HARCROS CHEMICAL INC  
KAZMAREK MOWREY CLOUD LASETER LLP  
J ALAN TRUITT  
3008 7TH AVE SOUTH  
BIRMINGHAM AL 35233

HARCROS CHEMICAL INC  
KAZMAREK MOWREY CLOUD LASETER LLP  
D BART TURNER  
3008 7TH AVE SOUTH  
BIRMINGHAM AL 35233

INDIAN SUMMER CARPET MILLS INC  
JAMES L ORR  
601 CALLAHAN RD  
DALTON GA 30721

INDIAN SUMMER CARPET MILLS INC  
DODSON GREGORY LLP  
MICHELLE L CRUNK  
2700 HWY 280  
STE 410E  
BIRMINGHAM AL 35223

INDUSTRIAL CHEMICALS INC  
WILLIAM L WELCH  
2042 MONTREAT DR  
MONTGOMERY AL 35218

INDUSTRIAL CHEMICALS INC  
LLOYD GRAY WHITEHEAD AND MONROE PC  
E BRITTON MONROE  
880 MONTCLAIR RD  
STE 100  
BIRMINGHAM AL 35213

INDUSTRIAL CHEMICALS INC  
LLOYD GRAY WHITEHEAD AND MONROE PC  
BRYAN A GRAYSON  
880 MONTCLAIR RD  
STE 100  
BIRMINGHAM AL 35213

INDUSTRIAL CHEMICALS INC  
LLOYD GRAY WHITEHEAD AND MONROE PC  
DEVON K RANKIN  
880 MONTCLAIR RD  
STE 100  
BIRMINGHAM AL 35213

J AND J INDUSTRIES INC  
JAMES E BETHEL  
615 VALLEY DR  
DALTON GA 30720

J AND J INDUSTRIES INC  
BADHAM AND BUCK LLC  
BRETT A IALACCI  
2001 PARK PL NORTH  
STE 500  
BIRMINGHAM AL 35203

J AND J INDUSTRIES INC  
BADHAM AND BUCK LLC  
BRANNON J BUCK  
2001 PARK PL NORTH  
STE 500  
BIRMINGHAM AL 35203

KRAUS USA INC  
CABANISS JOHNSTON GARDNER ET AL  
CRAWFORD S MCGIVAREN JR  
PO BOX 830612  
BIRMINGHAM AL 35283-0612

KRAUS USA INC  
CABANISS JOHNSTON GARDNER ET AL  
ANNETTE L KINDERMAN  
PO BOX 830612  
BIRMINGHAM AL 35283-0612

KRAUS USA INC F K A BARRETT CARPET MILLS INC  
NATIONAL REGISTERED AGENT  
160 GREENTREE DR STE 101  
DOVER DE 19904

LEXMARK CARPET MILLS INC  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

LEXMARK CARPET MILLS INC  
AMARI AND GRAY  
JOHN WILLIAM GRAN II  
2127 1ST AVE N  
STE 100  
BIRMINGHAM AL 35203

LYLE INDUSTRIES INC  
C O LYLE G LAMAR  
1800 KIMBERLY PK DR  
DALTON GA 30720

MFG CHEMICAL INC  
C O CHARLES GAVIN III  
1804 KIMBERLY PK DR  
DALTON GA 30720

MFG CHEMICAL INC  
BALL BALL MATTHEWS AND NOVAK PC  
RICHARD E BROUGHTON  
445 DEXTER AVE  
STE 9045  
MONTGOMERY AL 36104

MILLIKEN AND CO  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

MILLIKEN AND CO  
CHRISTIAN AND SMALL LLP  
SHARON D STUART  
505 20TH ST NORTH  
STE 1800  
BIRMINGHAM AL 35203-2696

MOHAWK CARPET LLC  
CORP SVC CO  
40 TECHNOLOGYPKWYS #300  
NORCROSS GA 30092

MOHAWK CARPET LLC  
CHRISTIAN AND SMALL LLP  
SHARON D STUART  
505 20TH ST NORTH  
STE 1800  
BIRMINGHAM AL 35203-2696

MOHAWK GROUP INC  
CORP SVC CO  
2711 CENTREVILLE RD #400  
WILMINGTON DE 19808

MOHAWK INDUSTRIES INC  
CORP SVC CO  
2711 CENTREVILLE RD #400  
WILMINGTON DE 19808

MOHAWK INDUSTRIES INC  
CHRISTIAN AND SMALL LLP  
SHARON D STUART  
505 20TH ST NORTH  
STE 1800  
BIRMINGHAM AL 35203-2696

NPC SOUTH INC  
JAMES T FORDHAM  
411 W CRAWFORD ST  
DALTON GA 30720

NPC SOUTH INC  
BROCKWELL SMITH LLC  
GREGORY A BROCKWELL  
2100 1ST AVE N #300  
BIRMINGHAM AL 35203

ORIENTAL WEAVERS USA INC  
AHMED SALAMA  
3252 LOWER DUG GAP RD  
DALTON GA 30720

ORIENTAL WEAVERS USA INC  
GORDON DANA AND GILMORE LLC  
JOHN G DANA  
600 UNIVERSITY PK PL  
STE 100  
BIRMINGHAM AL 35209

ORIENTAL WEAVERS USA INC  
GORDON DANA AND GILMORE LLC  
JAMES A STEWART  
600 UNIVERSITY PK PL  
STE 100  
BIRMINGHAM AL 35209

S AND S MILLS INC  
ROBERT G MCCURRY  
402 SELVIDGE ST  
DALTON GA 30720

SAVANNAH MILLS GROUP LLC  
BENNIE M LAUGHTER  
115 WEST KING ST  
DALTON GA 30720

SHAW INDUSTRIES INC  
CSC LAWYERS INCORPORATING  
150 S PERRY ST  
MONTGOMERY AL 36104

SHAW INDUSTRIES INC  
BAINBRIDGE MIMS ROGERS AND SMITH LLP  
ALFRED F SMITH JR  
THE LUCKIE BUILDING STE 415  
600 LUCKIE DR  
BIRMINGHAM AL 35223

SHAW INDUSTRIES INC  
BAINBRIDGE MIMS ROGERS AND SMITH LLP  
SELA S BLANTON  
THE LUCKIE BUILDING STE 415  
600 LUCKIE DR  
BIRMINGHAM AL 35223

TANDUS CENTIVA INC  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

TANDUS CENTIVA INC  
SCOTT DUKES AND GEISLER PC  
JOHN W SCOTT  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TANDUS CENTIVA INC  
SCOTT DUKES AND GEISLER PC  
ETHAN A WILKINSON  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TANDUS CENTIVA INC  
SCOTT DUKES AND GEISLER PC  
JOSHUA S THOMPSON  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TANDUS CENTIVA US LLC  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

TANDUS CENTIVA US LLC  
SCOTT DUKES AND GEISLER PC  
JOHN W SCOTT  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TANDUS CENTIVA US LLC  
SCOTT DUKES AND GEISLER PC  
ETHAN A WILKINSON  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TANDUS CENTIVA US LLC  
SCOTT DUKES AND GEISLER PC  
JOSHUA S THOMPSON  
211 TWENTY-SECOND ST NORTH  
BIRMINGHAM AL 35203

TEXTILE RUBBER AND CHEMICAL CO INC  
FREDERICK H HOWALT III  
1400 TIARCO DR  
DALTON GA 30721

TEXTILE RUBBER AND CHEMICAL CO INC  
JONES AND HAWLEY PC  
CHRISTOPHER J NICHOLSON  
2001 PARK PL  
STE 830  
BIRMINGHAM AL 35203

TEXTILE RUBBER AND CHEMICAL CO INC  
JONES AND HAWLEY PC  
GREGORY H HAWLEY  
2001 PARK PL  
STE 830  
BIRMINGHAM AL 35203

TEXTILE RUBBER AND CHEMICAL CO INC  
SMITH GAMBRELL AND RUSSELL LLP  
PETER M CROFTON  
1230 PEACHTREE ST NE  
STE 3100 PROMENADE  
ATLANTA GA 30309-3592

THE DIXIE GROUP INC  
CT CORP SYSTEM  
289 S CULVER ST  
LAWRENCEVILLE GA 30046

THE DIXIE GROUP INC  
PARSONS LEE AND JULIANO PC  
JOHN M BERGQUIST  
600 VESTAVIA PKWY  
STE 300  
BIRMINGHAM AL 35216

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
130 S RIVER ST  
CENTRE AL 35960

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
RHON E JONES  
PO BOX 4160  
MONTGOMERY AL 36103

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
JERE L BEASLEY  
PO BOX 4160  
MONTGOMERY AL 36103

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
RICHARD D STRATTON  
PO BOX 4160  
MONTGOMERY AL 36103

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
GRANT M COFER  
PO BOX 4160  
MONTGOMERY AL 36103

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
MEGAN B ROBINSON  
218 COMMERCE ST  
MONTGOMERY AL 36104

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
BEASLEY ALLEN CROW METHVIN ET AL  
J RYAN KRAL  
PO BOX 4160  
MONTGOMERY AL 36103

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
ROGER BEDFORD AND ASSOCIATES PC  
ROGER H BEDFORD  
PO BOX 370  
RUSSELLVILLE AL 35653

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
SINCLAIR LAW FIRM LLC  
LEE P FERNON JR  
2000 SOUTHBRIDGE PKWY STE 601  
BIRMINGHAM AL 35209

THE WATER WORKS AND SEWER BOARD OF  
THE TOWN OF CENTRE ALABAMA  
SINCLAIR LAW FIRM LLC  
THOMAS O SINCLAIR  
2000 SOUTHBRIDGE PKWY STE 601  
BIRMINGHAM AL 35209

VICTOR CARPET MILLS INC  
ELIZABETH AHLUWALIA  
1505 CORONET DR  
DALTON GA 30721

VICTOR CARPET MILLS INC  
HARDIN AND HUGHES LLP  
CHARLES A HARDIN  
2121 14TH ST  
TUSCALOOSA AL 35401

VICTOR CARPET MILLS INC  
HARDIN AND HUGHES LLP  
HILLARY V KELLER  
2121 14TH ST  
TUSCALOOSA AL 35401

**Exhibit B**

7 HILLS TRANSPORT  
PO BOX 200217  
CARTERSVILLE GA 30120

A AND K CARPET  
886 CRAIG RD  
SHELOCTA PA 15774

A-1 PUMPING SVC AND DRAIN  
4468 MITCHELL BRIDGE RD  
DALTON GA 30721

ACREE PROPANE INC  
208 PROPANE RD  
DALTON GA 30721-4921

ADP INC  
PO BOX 7247-0372  
PHILADELPHIA PA 19170

AETNA  
PO BOX 804735  
CHICAGO IL 60680-4108

AIM 3PL SVC  
ACCOUNTS RECEIVABLE  
1500 TRUMBULL AVE  
GIRARD OH 44420

AIM NATIONALEASE  
4944 BELMONT AVE STE 301  
YOUNGSTOWN OH 44505

AIR COMFORT HVAC INC  
11 S COMMERCE DR  
RINGGOLD GA 30736-1698

AIRESPRING INC  
1801 W OLYMPIC BLVD FILE 1422  
PASADENA CA 91199-1422

ALABAMA DEPT OF REVENUE  
50 NORTH RIPLEY ST  
MONTGOMERY AL 36132

ALASKA/JUNEAU COMMISSIONER'S OFFICE  
PO BOX 110400  
JUNEAU AK 99811

ALLEN, MARK  
2216 ABUTMENT RD  
DALTON GA 30721

AMERICAN FAST FREIGHT  
PO BOX 101833  
PASADENA CA 91189-1833

ARIZONA DEPT OF REVENUE  
1600 W MONROE  
PHOENIX AZ 85007

ARKANSAS DEPT OF FINANCE AND ADMINISTRATION  
1509 WEST 7TH ST  
LITTLE ROCK AR 72201

ASA FIRE PROTECTION  
1121 GRASSDALE RD NW  
CARTERSVILLE GA 30121-2824

ATKINSON FIRE SAFETY  
804 MAIN ST  
RIMERSBURG PA 16248

BALL JR, DAVID  
2216 ABUTMENT RD  
DALTON GA 30721

BEARDEN INDUSTRIAL SUPPLY CO  
P O BOX 3188  
DALTON GA 30721

BECKLERS CARPET OUTLET INC  
PO BOX 9  
DALTON GA 30722

BELCASTRO, JOHN  
2216 ABUTMENT RD  
DALTON GA 30721

BENZA, JOHN  
2216 ABUTMENT RD  
DALTON GA 30721

BEST, ROBERT L  
2216 ABUTMENT RD  
DALTON GA 30721

BIERNOT, EDWARD  
2216 ABUTMENT RD  
DALTON GA 30721

BLACK, KEVIN  
2216 ABUTMENT RD  
DALTON GA 30721

BOSSERT, SHIRLEY  
2216 ABUTMENT RD  
DALTON GA 30721

BOX 1 INC  
P O BOX 882  
DALTON GA 30722

BRADBURY, CLAYTON  
2216 ABUTMENT RD  
DALTON GA 30721

BRAUN'S EXPRESS  
10 TANDEM WAY  
HOPEDALE MA 01747

BRENNER, RYAN  
2216 ABUTMENT RD  
DALTON GA 30721

BURGER, STEPHANIE E  
2216 ABUTMENT RD  
DALTON GA 30721

BURNS INDUSTRIAL EQUIPMENT INC  
PO BOX 951734  
CLEVELAND OH 44193

BUTLER, CORY  
2216 ABUTMENT RD  
DALTON GA 30721

C H ROBINSON  
PO BOX 9121  
MINNEAPOLIS MN 55480-9121

CALHOUN, CRAIG  
2216 ABUTMENT RD  
DALTON GA 30721

CALHOUN, MATTHEW A  
2216 ABUTMENT RD  
DALTON GA 30721

CALIFORNIA FRANCHISE TAX BOARD  
BANKRUPTCY BE MS A345  
PO BOX 2952  
SACRAMENTO CA 95812-2952

CALIFORNIA STATE BOARD OF EQUALIZATION  
(SBOE)  
SPECIAL OPERATIONS BANKRUPTCY TEAM  
MIC 74 PO BOX 942879  
SACRAMENTO CA 94279-0074

CAMPBELL CARPET INC  
246 N HIGH ST  
CORTLAND OH 44410

CAMPBELL, TRAVIS J  
2216 ABUTMENT RD  
DALTON GA 30721

CARAUSTAR INDUSTRIAL  
PRODUCTS GROUP  
P O BOX 935013  
ATLANTA GA 31193-5013

CARPET ARTS INSPECTION SVC  
PO BOX 1491  
ELLCOTT CITY MD 21041

CARPETS UNLIMITED  
86 SCHUYLER ST  
BELMONT NY 14813

CARSON, RONALD  
2216 ABUTMENT RD  
DALTON GA 30721

CASTANEDA, CHRISTIAN  
2216 ABUTMENT RD  
DALTON GA 30721

CENDEJAS, ROBERT  
2216 ABUTMENT RD  
DALTON GA 30721

CHAMPION, VALERIE  
2216 ABUTMENT RD  
DALTON GA 30721

CHRISTMAS, JULIE  
2216 ABUTMENT RD  
DALTON GA 30721

CITIZENS CARPET SVC  
650 PEEK RD  
DALTON GA 30720

CLARION PRINTING-LITHO  
P O BOX 122  
CLARION PA 16214

CLARION TRANSPORTATION  
44 AMSLER AVE  
SHIPPENVILLE PA 16254

CLARK ELECTRIC INC  
53 SOUTH 4TH AVE  
CLARION PA 16214

CLIFF DOCTOR INSPECTION SERVIC  
50 HALS DR  
LANGHORNE PA 19053

COLES COFFEE SVC INC  
255 LOWER DAWNVILLE RD NE  
DALTON GA 30721

COLON, DAVID P  
2216 ABUTMENT RD  
DALTON GA 30721

COLORADO DEPT OF REVENUE  
1375 SHERMAN ST  
DENVER CO 80261

COMMERCE TECHNOLOGIES LLC  
25736 NETWORK PL  
CHICAGO IL 60673

COMMONWEALTH OF MASSACHUSETTS DEPT OF  
REVENUE  
PO BOX 7010  
BOSTON MA 02204

COMPTROLLER OF MARYLAND REVENUE  
REVENUE ADMINISTRATION CENTER  
80 CALVERT ST  
ANNAPOLIS MD 21404

CONSOLINI, JOHN F  
2216 ABUTMENT RD  
DALTON GA 30721

CONSTRUCTION MARKET DATA GROUP  
PO BOX 74008100  
CHICAGO IL 60674-8100

CONSULTING SVC AND INSPECTIONS  
10479 MONTA VISTA DR  
WAYNESBORO PA 17268

CONWAY, NATHAN  
2216 ABUTMENT RD  
DALTON GA 30721

CORCENTRIC COLLECTIVE BUSINESS  
SYSTEM CORP  
PO BOX 742294  
ATLANTA GA 30384

CORDSTRAP USA INC  
PO BOX 081340  
RACINE WI 53408-1340

COYOTE  
PO BOX 742636  
ATLANTA GA 30374-2636

COZAD, BRIAN  
2216 ABUTMENT RD  
DALTON GA 30721

COZAD, MICHAEL  
2216 ABUTMENT RD  
DALTON GA 30721

CRAWFORD, JAMES  
2216 ABUTMENT RD  
DALTON GA 30721

CRISSMAN, BREANNA  
2216 ABUTMENT RD  
DALTON GA 30721

CUNAS PALLETS LLC  
544 ANDY LN  
DALTON GA 30721-9294

DALTON BEARING SVC INC  
P O BOX 1363  
DALTON GA 30722-1363

DALTON UTILITIES  
PO BOX 745147  
ATLANTA GA 30374

DAVIS, DAN'ELLE  
2216 ABUTMENT RD  
DALTON GA 30721

DAVIS, DENNIS  
2216 ABUTMENT RD  
DALTON GA 30721

DCC  
PO BOX 18796  
NEWARK NJ 07191-8796

DE LAGE LADEN FINANCIAL SVC INC  
1111 OLD EAGLE SCHOOL RD  
WAYNE PA 19807

DE LAGE LANDEN FINANCIAL SVC  
PO BOX 41602  
PHILADELPHIA PA 19101-1602

DEANS CARPET CONNECTION  
2922 ELLWOOD RD  
NEW CASTLE PA 16101

DECKER, APRIL  
2216 ABUTMENT RD  
DALTON GA 30721

DELAWARE DIVISION OF REVENUE  
ZILLAH A. FRAMPTON  
CARVEL STATE OFFICE BUILD. 8TH FLOOR  
820 N. FRENCH STREET  
WILMINGTON DE 19801

DELAWARE SECRETARY OF STATE  
DIVISION OF CORPORATIONS  
401 FEDERAL STREET, SUITE 4  
DOVER DE 19901

DELAWARE SECRETARY OF STATE  
CORPORATIONS FRANCHISE TAX  
PO BOX 898  
DOVER DE 19903

DELAWARE STATE TREASURY  
ATTN: BANKRUPTCY DEPT.  
820 SILVER LAKE BLVD  
STE 100  
DOVER DE 19904

DELOE, AMANDA R  
2216 ABUTMENT RD  
DALTON GA 30721

DELTA DISTRIBUTION  
5633 52ND ST  
GRAND RAPIDS MI 49512-8295

DEVERELL, GREGORY S  
2216 ABUTMENT RD  
DALTON GA 30721

DIAMOND LINE DELIVERY SYSTEMS  
PO BOX 938  
MERIDIAN ID 83680

DIRECT ENERGY BUSINESS  
PO BOX 70220  
PHILADELPHIA PA 19176

DISTRICT OF COLUMBIA  
OFFICE OF TAX AND REVENUE  
941 NORTH CAPITOL ST NE 1ST FL  
WASHINGTON DC 20002

DJV CARPET  
220 VICTORIA RD  
AUSTINTOWN OH 44515

DODGE DATA AND ANALYTICS  
DEPT CH 19894  
PALATINE IL 60055-9894

DTG ENTERPRISES INC  
PO BOX 14203  
MILL CREEK WA 98082

DYER AND PAYNE INC  
455 PLAZA DR STE B  
ATLANTA GA 30349

EDWARDS, CHARLES  
2216 ABUTMENT RD  
DALTON GA 30721

EISENMAN, JENNIFER  
2216 ABUTMENT RD  
DALTON GA 30721

ENGEN, JANICE  
2216 ABUTMENT RD  
DALTON GA 30721

EVANS, TAMMY L  
2216 ABUTMENT RD  
DALTON GA 30721

EXPRESS EMPLOYMENT PROF  
EXPRESS SVC  
PO BOX 535434  
ATLANTA GA 30353

FED EX  
PO BOX 371461  
PITTSBURGH PA 15250-7461

FENNER, ROSS  
2216 ABUTMENT RD  
DALTON GA 30721

FIORETTI, TRACY  
2216 ABUTMENT RD  
DALTON GA 30721

FLOOR IMPRESSIONS  
5300 ROUTE 322  
BROOKVILLE PA 15825

FLOOR PRO INSTALLATIONS LLC  
1336 SEABORN ST STE 1  
MINERAL RIDGE OH 44440

FLOORWORKS INSPECTION SVC  
FRONCZEK ENTERPRISES INC  
36230 FAWN HILL PL  
WILLOUGHBY OH 44094

FOSTER, DONALD L  
2216 ABUTMENT RD  
DALTON GA 30721

GEORGIA DEPT OF REVENUE NE  
1800 CENTURY CTR BLVD  
ATLANTA GA 30345

GESIN, LARISSA  
2216 ABUTMENT RD  
DALTON GA 30721

GHY USA INC  
809-167 LOMBARD AVE  
WINNIPEG MB R3B 3H8  
CANADA

GILLESPIE, ROBBIE R  
2216 ABUTMENT RD  
DALTON GA 30721

GLENN PETERSON FLOORS  
25333 STATE HWY 27  
MEADVILLE PA 16335

GLOBALTRANZ ENTERPRIZES INC  
PO BOX 203285  
DALLAS TX 75320

GLOVER, STEFANI  
2216 ABUTMENT RD  
DALTON GA 30721

GRAHAM, DEBRA A  
2216 ABUTMENT RD  
DALTON GA 30721

GRAHAM, JAYME  
2216 ABUTMENT RD  
DALTON GA 30721

GRAHAM, KRISTINA  
2216 ABUTMENT RD  
DALTON GA 30721

GRAINGER  
DEPT 810304287  
PO BOX 419267  
KANSAS CITY MO 64141-6267

GRANT, RANDY R  
2216 ABUTMENT RD  
DALTON GA 30721

GREATAMERICA FINANCIAL SVCS  
PO BOX 660831  
DALLAS TX 75266

GRUBER THOMAS AND CO  
VERA HARRIS  
6370 MT PLEASANT ST NW  
NORTH CANTON OH 44720-5310

GRUNENFELDER, TIMOTHY R  
2216 ABUTMENT RD  
DALTON GA 30721

GUAM DEPT OF REVENUE AND TAXATION  
PO BOX 23607  
GMF GU 96921

GUNTER'S AUTOMOTIVE MACHINE  
212 W INDUSTRIAL BLVD  
DALTON GA 30720

GUTH, PATRICIA J  
2216 ABUTMENT RD  
DALTON GA 30721

HARDISON, ANDREW  
2216 ABUTMENT RD  
DALTON GA 30721

HARRISON, LINDA GAIL  
2216 ABUTMENT RD  
DALTON GA 30721

HARVEY, BENTLEY  
2216 ABUTMENT RD  
DALTON GA 30721

HATCH, CHARLES B  
2216 ABUTMENT RD  
DALTON GA 30721

HELLER, WILLIAM  
2216 ABUTMENT RD  
DALTON GA 30721

HENDRICKS, SHANE  
2216 ABUTMENT RD  
DALTON GA 30721

HILCO  
80 NEW BOND ST  
LONDON W1S 1SB  
UNITED KINGDOM

HILL AND WILLIAMS BROS  
625 44TH ST  
MARION IA 52302-3840

HIMES, CHARLES L  
2216 ABUTMENT RD  
DALTON GA 30721

HIX, KIMBERLY  
2216 ABUTMENT RD  
DALTON GA 30721

HOLFORD, CRAIG B  
2216 ABUTMENT RD  
DALTON GA 30721

HOLMES, WILLIAM  
2216 ABUTMENT RD  
DALTON GA 30721

HYG FINANCIAL SVC INC  
PO BOX 35701  
BILLINGS MT 59107

IDAHO STATE TAX COMMISSION  
PO BOX 36  
BOISE ID 83722

ILLINOIS DEPT OF REVENUE  
JAMES R THOMPSON CENTER CONCOURSE LEVEL  
100 WEST RANDOLPH ST  
CHICAGO IL 60601-3274

INDIANA DEPT OF REVENUE  
BANKRUPTCY SECTION - MS 108  
100 NORTH SENATE AVE RM N240  
INDIANAPOLIS IN 46204

INSPECT SOLUTIONS INC  
2319 N ANDREWS AVE  
FORT LAUDERDALE FL 33311

INTERNAL REVENUE SERVICE  
CENTRALIZED INSOLVENCY OPERATION  
PO BOX 7346  
PHILADELPHIA PA 19101-7346

INTERNAL REVENUE SERVICE  
CENTRALIZED INSOLVENCY OPERATION  
2970 MARKET STREET  
MAIL STOP 5-Q30.133  
PHILADELPHIA PA 19104-5016

INTERNAL REVENUE SVC  
1111 CONSTITUTION AVE NW  
WASHINGTON DC 20224

IOWA DEPT OF REVENUE HOOVER BUILDING  
PO BOX 10471  
DES MOINES IA 50306-3457

IRON MOUNTAIN  
PO BOX 27128  
NEW YORK NY 10087

IRS INTERNAL REVENUE SVC  
10TH ST AND PENNSYLVANIA AVE NW  
WASHINGTON DC 20530

JACOBS, CHERYL  
2216 ABUTMENT RD  
DALTON GA 30721

JAMES EDMONDSON  
190 BRIGHT RD  
CHATSORTH GA 30705

JOHNSON, RUSSELL  
2216 ABUTMENT RD  
DALTON GA 30721

KANSAS CITY SHIPPERS ASSOC  
333 NORTH JAMES ST  
KANSAS CITY KS 66118

KANSAS DEPT OF REVENUE  
915 SW HARRISON ST  
TOPEKA KS 66625-9000

KELLEY, JAMES W  
2216 ABUTMENT RD  
DALTON GA 30721

KENTUCKY DEPT OF REVENUE  
501 HIGH ST  
FRANKFORT KY 40601-2103

KERLE, AMY JO  
2216 ABUTMENT RD  
DALTON GA 30721

KERSEY, DARLENE A  
2216 ABUTMENT RD  
DALTON GA 30721

KEYSTONE COFFEE SVC  
99 WATER ST  
PUNXSUTAWNEY PA 15767

KING COUNTY TREASURY  
500 FOURTH AVE RM600  
SEATTLE WA 98104-2340

KRIEBEL, ROBIN L  
2216 ABUTMENT RD  
DALTON GA 30721

LANDRY, DEBORAH  
2216 ABUTMENT RD  
DALTON GA 30721

LANIER, WILLIAM T  
2216 ABUTMENT RD  
DALTON GA 30721

LAWSON, DARRELL  
2216 ABUTMENT RD  
DALTON GA 30721

LAWSON, REBECCA  
2216 ABUTMENT RD  
DALTON GA 30721

LAYNE FINANCIAL INC  
315 GREEN RIDGE RD STE H-1  
NEW CASTLE PA 16105

LEAF  
PO BOX 742647  
CINCINNATI OH 45274

LESHER, ROBERT  
2216 ABUTMENT RD  
DALTON GA 30721

LOCKE II, LOYD RICKEY  
2216 ABUTMENT RD  
DALTON GA 30721

LOGIURATO, DANIEL  
2216 ABUTMENT RD  
DALTON GA 30721

LOUISIANA DEPT OF REVENUE  
PO BOX 201  
617 NORTH 3RD ST  
BATON ROUGE LA 70821

LUNSFORD, JORDAN  
2216 ABUTMENT RD  
DALTON GA 30721

LUNSFORD, SAMUEL  
2216 ABUTMENT RD  
DALTON GA 30721

MACHOKAS, DEBRA  
2216 ABUTMENT RD  
DALTON GA 30721

MADER, JOSEPH  
2216 ABUTMENT RD  
DALTON GA 30721

MAHLE, NICKI L  
2216 ABUTMENT RD  
DALTON GA 30721

MAILFINANCE  
DEPT 3682  
PO BOX 123682  
DALLAS TX 75312-3682

MAINE REVENUE SVC  
24 STATE HOUSE STATION  
AUGUSTA ME 04333

MATHESON TRI GAS INC  
PO BOX 347297  
PITTSBURGH PA 15251-4297

MCCALL, JAMES P  
2216 ABUTMENT RD  
DALTON GA 30721

MCCLEARY BUSINESS MACHINE  
PO BOX 430  
KNOX PA 16232

MCCRARY, RICHARD  
2216 ABUTMENT RD  
DALTON GA 30721

MCDANIEL, HAROLD  
2216 ABUTMENT RD  
DALTON GA 30721

MCKAY, JAYME L  
2216 ABUTMENT RD  
DALTON GA 30721

MCKISSICK, TRISH  
2216 ABUTMENT RD  
DALTON GA 30721

MERRYMAN, BRANDY S  
2216 ABUTMENT RD  
DALTON GA 30721

MICHIGAN DEPT OF TREASURY  
TREASURY BUILDING  
LANSING MI 48922

MILLS, ANGIE M  
2216 ABUTMENT RD  
DALTON GA 30721

MINNESOTA DEPT OF REVENUE  
600 NORTH ROBERT ST  
ST. PAUL MN 55101

MISSISSIPPI TAX COMMISSION  
PO BOX 22808  
JACKSON MS 39225-2808

MISSOURI DEPT OF REVENUE  
HARRY S TRUMAN STATE OFFICE BLDG  
301 WEST HIGH ST  
JEFFERSON CITY MO 65101

MONTANA DEPT OF REVENUE  
5 SOUTH LAS CHANCE GULCH  
HELENA MT 59860

MRV INSPECTIONS  
MIKE VOELKER  
121 WEST YPSILANTI AVE  
PONTIAC MI 48340

MURTHA'S  
3135 NEW GERMANY RD STE 10  
EBENSBURG PA 15931

MYERS, MARK B  
2216 ABUTMENT RD  
DALTON GA 30721

NATIONAL FUEL  
PO BOX 371835  
PITTSBURGH PA 15250-7835

NATIONAL PRINTING AND ACCOUNTING  
PO BOX 1005  
WARREN PA 16365

NCS  
PO BOX 24101  
CLEVELAND OH 44124

NEBRASKA DEPT OF REVENUE  
301 CENTENNIAL MALL SOUTH  
2ND FLOOR  
LINCOLN NE 68509-4818

NEVADA DEPT OF TAXATION  
1550 E COLLEGE PKWY  
CARSON CITY NV 89706

NEW HAMPSHIRE DEPT OF REV ADMIN  
109 PLEASANT ST  
CONCORD NH 03301

NEW JERSEY DIVISION OF TAXATION  
BANKRUPTCY SECTION  
PO BOX 245  
TRENTON NJ 08695-0245

NEW MEXICO TAXN AND REVENUE DEPT  
LEGAL SVC BUREAU  
1100 SOUTH ST FRANCIS DR  
SANTA FE NM 87504-0630

NEW YORK CITY DEPT OF FINANCE  
1 CENTRE ST MUNICIPAL BLDG 500  
NEW YORK NY 10007

NEW YORK DEPT OF TAX'N AND FINANCE  
BANKRUPTCY SECTION  
PO BOX 5300  
ALBANY NY 12205-0300

NORTH CAROLINA DEPT OF REVENUE  
501 N WILMINGTON ST  
RALEIGH NC 27604

NORTH DAKOTA OFFICE OF STATE TAX  
COMMISSIONER  
STATE CAPITOL 600 E BLVD AVE  
BISMARC ND 58505

NORTHERN CARGO ASSOC  
1912 NE BROADWAY  
MINNEAPOLIS MN 55413

NORTHWEST INDUSTRIAL STAFFING  
205 EAST JAMES ST STE 200  
KENT WA 98032

NORVILLE INDUSTRIES INC  
PO BOX 608 FOSTER RD  
DALTON GA 30722

NW SHIPPERS ASSOCIATION  
3314 DOUGLAS RD  
FERNDAL WA 98248

OHIO DEPT OF TAXATION  
PO BOX 530  
COLUMBUS OH 43216-0530

OKLAHOMA TAX COMMISSION  
2501 LINCOLN BLVD  
OKLAHOMA CITY OK 73194

OLEAN, ANTHONY  
2216 ABUTMENT RD  
DALTON GA 30721

OMAHA STEAKS  
PO BOX 2575 11030 O ST  
OMAHA PA 68137

OREGON DEPT OF REVENUE  
955 CENTER ST NE  
SALEM OR 97310

OREGON SECRETARY OF STATE  
CORP DIVISION  
PO BOX 4353  
PORTLAND OR 97208

OWEN, JONATHAN  
2216 ABUTMENT RD  
DALTON GA 30721

PAC RITE INC  
PO BOX 796  
AUBURN WA 98071

PACIFIC PAPER TUBE INC  
1025 98TH AVE  
OAKLAND CA 94603

PAGE, DAKOTA  
2216 ABUTMENT RD  
DALTON GA 30721

PALMER, JONATHAN  
2216 ABUTMENT RD  
DALTON GA 30721

PAPER PRODUCTS CO  
760 COMMONWEALTH DR  
WARRENDALE PA 15806-1285

PARMER, MARY  
2216 ABUTMENT RD  
DALTON GA 30721

PASS, BRIAN  
2216 ABUTMENT RD  
DALTON GA 30721

PAUL PLESHEK  
FLOOR CLAIM SOLUTIONS INC  
662 DARTMOUTH DR  
NEENAH WI 54956

PENINSULA TRUCK LINES INC  
PO BOX 587  
AUBURN WA 98071

PENNSYLVANIA AMERICAN WATER  
PO BOX 371412  
PITTSBURGH PA 15250-7412

PENNSYLVANIA DEPT OF REVENUE  
11 STRAWBERRY SQUARE  
HARRISBURG PA 17128

PIERCE, CHARLIE  
2216 ABUTMENT RD  
DALTON GA 30721

PIONEER INSPECTION SVC  
RICHARD BRUCE BENNETT  
PO BOX 3012  
LIMA OH 45807

PORTLAND SEATTLE EXPRESS  
PO BOX 4688  
PORTLAND OR 97208

POWELL, BRIAN  
2216 ABUTMENT RD  
DALTON GA 30721

PRATT, SCOTT  
2216 ABUTMENT RD  
DALTON GA 30721

PREAVETTE, JACQUELINE  
2216 ABUTMENT RD  
DALTON GA 30721

PRECISION CHEMICAL INC  
PO BOX 517  
DALTON GA 30722

PROFESSIONAL FLOORING SOLUTIONS CORP  
3 HORIZON RD STE 629  
FORT LEE NJ 07024

PUERTO RICO DEPT DE HACIENDA  
PO BOX 9024140  
SAN JUAN PR 00902

PURE HEALTH SOLUTIONS INC  
PO BOX 742647  
CINCINNATI OH 45264

RAYMOND HANDLING CONCEPTS COR  
41400 BOYCE RD  
FREMONT CA 94538-3113

RED ASH CAPITAL PARTNERS II LP  
NERINE CHAMBERS  
PO BOX 905  
ROAD TOWN TORTOLA  
BRITISH VIRGIN ISLANDS

RED ASH CAPITAL PARTNERS II LP  
HILCO CAPITAL - INCA ROSS  
80 NEW BOND STREET  
LONDON W1S 1SB  
UNITED KINGDOM

REJOICE LOGISTICS CANADA INC 260  
11780 HAMMERSMITH WAY  
RICHMOND BC V7A 5E9  
CANADA

REPUBLIC SVC # 183  
PO BOX 78829  
PHOENIX AZ 85062

RHODE ISLAND DIVISION OF TAXATION  
ONE CAPITOL HILL  
PROVIDENCE RI 02908

RICOCHET XPRESS XPEDITERS INC  
PO BOX 724  
20611 PAINT BLVD - STE 3  
CLARION PA 16214

RICOH USA INC  
NW-ACCT# XXXX0099  
PO BOX 31001  
PASADENA CA 91110

RIGHTOR, JONATHAN  
2216 ABUTMENT RD  
DALTON GA 30721

ROSEDALE TRANSPORT LTD  
6845 INVADER CRES  
MISSISSAUGA ON L5T 2B7  
CANADA

ROTTENBUCHER, FRANK A  
2216 ABUTMENT RD  
DALTON GA 30721

RYAN ASHTON COMMUNICATIONS  
4530 WILLIAM PENN HWY 440  
MURRYSVILLE PA 15668

RYDER TRANSPORTATION SVC  
LOCKBOX FILE 056347  
LOS ANGELES CA 90074-6347

S AND F CERTIFIED INSPECTIONS  
405 S 4TH ST  
YOUNGWOOD PA 15697

SALES, BARRON  
2216 ABUTMENT RD  
DALTON GA 30721

SCHNEIDER NATIONAL INC  
PO BOX 775413  
CHICAGO IL 60677-5413

SELLERS, RHONDA  
2216 ABUTMENT RD  
DALTON GA 30721

SHAKOSKE, KRISTEN  
2216 ABUTMENT RD  
DALTON GA 30721

SHELBY FLOORING INSPECTORS  
BRIAN HAYES 554 KINGFISHER  
BRICK NJ 08723

SHIREY, MICHELLE D  
2216 ABUTMENT RD  
DALTON GA 30721

SHOTGUN DISTRIBUTION  
1821 BATTERY DANTZLER RD UNIT 1  
CHESTER VA 23836

SIEGEL, ASHLEY E  
2216 ABUTMENT RD  
DALTON GA 30721

SIMPSON, CHRISTINA L  
2216 ABUTMENT RD  
DALTON GA 30721

SLIKER, DANIEL  
2216 ABUTMENT RD  
DALTON GA 30721

SMITH, CRYSTAL D  
2216 ABUTMENT RD  
DALTON GA 30721

SMITH, CURTIS  
2216 ABUTMENT RD  
DALTON GA 30721

SMITH, JILL J  
2216 ABUTMENT RD  
DALTON GA 30721

SMITH, JOEL R  
2216 ABUTMENT RD  
DALTON GA 30721

SNYDER, DAVID  
2216 ABUTMENT RD  
DALTON GA 30721

SOUTH CAROLINA DEPT OF REVENUE  
301 GERVAIS ST  
PO BOX 125  
COLUMBIA SC 29201

SOUTH DAKOTA DEPT OF REVENUE AND  
REGULATION  
445 E CAPITOL AVE  
PIERRE SD 57501

SOUTHEASTERN FREIGHT LINES INC  
PO BOX 100104  
COLUMBIA SC 29202-3104

SOUTHERN DUPLICATING OF CHATTANOOGA  
PO BOX 3323  
CHATTANOOGA TN 37404

SOUTHERN FIRE AND SAFETY INC  
PO BOX 1849  
LAFAYETTE GA 30728

SPAN ALASKA TRANSPORTATION INC  
PO BOX 101714  
PASADENA CA 91189

SPIEGEL'S FLOOR COVERING  
PO BOX 572  
3270 S MAIN ST  
SANDY LAKE PA 16145

STANDISH, KATIE  
2216 ABUTMENT RD  
DALTON GA 30721

STANLEY CONVERGENT SECURITY SOLUTIONS INC  
DEPT CH 10651  
PALATINE IL 60055

STAPLES ADVANTAGE  
PO BOX 660409  
DALLAS TX 75266

STAPLES BUSINESS CREDIT  
PO BOX 105638  
ATLANTA GA 30348

STATE CORP COMMISSION  
CLERKS OFFICE PO BOX 7607  
MERRIFIELD VA 22116-7607

STATE OF CONNECTICUT DEPT OF REVENUE SVC  
25 SIGOURNEY ST  
STE 2  
HARTFORD CT 06106

STATE OF DELAWARE DIVISION OF REVENUE  
CARVEL STATE OFFICE BLDG  
820 N FRENCH ST  
WILMINGTON DE 19801

STATE OF FLORIDA DEPT OF REVENUE  
5050 WEST TENNESSEE ST  
TALLAHASSEE FL 32399-0100

STATE OF HAWAII DEPT OF TAXATION  
PO BOX 259  
HONOLULU HI 96809

STEIN, JEREMY  
2216 ABUTMENT RD  
DALTON GA 30721

STITT, HAROLD S  
2216 ABUTMENT RD  
DALTON GA 30721

SULLIVAN, MARCUS  
2216 ABUTMENT RD  
DALTON GA 30721

SWITZER, CARI  
2216 ABUTMENT RD  
DALTON GA 30721

TENNESSEE DEPT OF REVENUE  
ANDREW JACKSON BLDG  
500 DEADRICK ST  
NASHVILLE TN 37242

TERRO, STEPHANIE  
2216 ABUTMENT RD  
DALTON GA 30721

TEXAS COMPTROLLER OF PUBLIC ACCOUNTS  
PO BOX 13528 CAPITOL STATION  
AUSTIN TX 78711-3528

TEXAS COMPTROLLER OF PUBLIC ACCOUNTS  
PO BOX 149354  
AUSTIN TX 78714-9354

THE BAILEY CO INC  
PO BOX 202688  
DALLAS TX 75320-2688

THE CARPET STORE  
9 EAST WASHINGTON  
BRADFORD PA 16701

TOYOTA INDUSTRIES  
COMMERCIAL FINANCE INC  
PO BOX 660926  
DALLAS TX 75266

TOYOTA INDUSTRIES COMMERCIAL FINANCE INC  
PO BOX 9050  
DALLAS TX 75019-9050

TOYOTA INDUSTRIES COMMERCIAL FINANCE INC  
PO BOX 9050  
COPELL TX 75019

TOYOTA LIFT NORTHWEST  
MAIL STOP 98 P O BOX 4100  
PORTLAND OR 97208

TRANEL, JUSTIN  
2216 ABUTMENT RD  
DALTON GA 30721

TRIMBLE, KEVIN D  
2216 ABUTMENT RD  
DALTON GA 30721

TUDOR, RAEHELLE  
2216 ABUTMENT RD  
DALTON GA 30721

ULINE  
ACCOUNTS RECEIVABLE  
PO BOX 88741  
CHICAGO IL 60680-1741

UNITED FREIGHT SVC INC  
641 E WATKINS ST  
PHOENIX AZ 85004-2935

UNITED PARCEL SVC  
SHIPPER #XX0623  
PO BOX 894820  
LOS ANGELES CA 90189-4820

UNITED PARCEL SVC  
SHIPPER #XX4714  
PO BOX 7247-0244  
PHILADELPHIA PA 19170

UPS FREIGHT  
PO BOX 650690  
DALLAS TX 75265

UREY, REBECCA  
2216 ABUTMENT RD  
DALTON GA 30721

US ATTORNEY FOR DELAWARE  
CHARLES OBERLY C/O ELLEN SLIGHTS  
1007 N. ORANGE STREET  
STE 700  
WILMINGTON DE 19801

UTAH STATE TAX COMMISSION  
210 NORTH 1950 WEST  
SALT LAKE CITY UT 84134

VANZANDT, WILLIAM R  
2216 ABUTMENT RD  
DALTON GA 30721

VEA, LAAULI  
2216 ABUTMENT RD  
DALTON GA 30721

VENEGONI, ZSAQUIANA  
2216 ABUTMENT RD  
DALTON GA 30721

VERIZON  
PO BOX 15124  
ALBANY NY 12212-5026

VERIZON WIRELESS  
PO BOX 660108  
DALLAS TX 75266

VERMONT DEPT OF TAXES  
109 STATE ST PAVILION OFFICE BLDG  
MONTPELIER VT 05609

VIOLAND FLOORING  
INSPECTIONSINC  
1526 CANYON ST NE  
UNIONTOWN OH 44685-8512

VIRGINIA DEPT OF TAXATION  
OFFICE OF CUSTOMER SVC  
PO BOX 1115  
RICHMOND VA 23218-1115

VOYLES, PASCHAL  
2216 ABUTMENT RD  
DALTON GA 30721

WAI ISS  
PO BOX 3864  
DALTON GA 30721

WALDEN, LEWIS D  
2216 ABUTMENT RD  
DALTON GA 30721

WALKER, SHARON  
2216 ABUTMENT RD  
DALTON GA 30721

WAMPOLE, TROY  
2216 ABUTMENT RD  
DALTON GA 30721

WARD, ROBERT  
2216 ABUTMENT RD  
DALTON GA 30721

WASHINGTON STATE DEPT OF REVENUE  
PO BOX 47464  
OLYMPIA WA 98504-7476

WATKINS, PAMELA  
2216 ABUTMENT RD  
DALTON GA 30721

WATSON, SARAH M  
2216 ABUTMENT RD  
DALTON GA 30721

WATTS, PAMELA  
2216 ABUTMENT RD  
DALTON GA 30721

WEAVER, LESHA M  
2216 ABUTMENT RD  
DALTON GA 30721

WEISS, DAVID  
2216 ABUTMENT RD  
DALTON GA 30721

WELLS FARGO CAPITAL FINANCE CORP CANADA  
40 KING STREET WEST  
STE 2500  
TORONTO ON M5H 3Y2  
CANADA

WEST VIRGINIA DEPT OF REVENUE  
1206 QUARRIER ST  
CHARLESTON WV 23501

WEST, CHARLES  
2216 ABUTMENT RD  
DALTON GA 30721

WHITLING, JULIE  
2216 ABUTMENT RD  
DALTON GA 30721

WILSON, JOHN J  
2216 ABUTMENT RD  
DALTON GA 30721

WINDSTREAM  
ACCT #XXXXX4139/#XXXX38675  
PO BOX 9001908  
LOUISVILLE KY 40290-1908

WINDSTREAM  
ACCT #XXX1082  
PO BOX 9001013  
LOUISVILLE KY 40290-1013

WINDSTREAM  
ACCT #XXX8662  
PO BOX 9001013  
LOUISVILLE KY 40290-1013

WINNELL SPENCE  
210 WINDMILL DR  
CHATSWORTH GA 30705

WISCONSIN DEPT OF REVENUE  
2135 RIMROCK RD  
MADISON WI 53713

WISNER, WENDY  
2216 ABUTMENT RD  
DALTON GA 30721

WITT, JAMES  
2216 ABUTMENT RD  
DALTON GA 30721

WSL INC  
PO BOX 1048  
KENT WA 98035

WYNKOOP, JENNIFER  
2216 ABUTMENT RD  
DALTON GA 30721

WYOMING DEPT OF REVENUE  
122 WEST 25TH ST HERSCHLER BLDG  
CHEYENNE WY 82002

WYRWAS, ROCK B  
2216 ABUTMENT RD  
DALTON GA 30721

XPRESS GLOBAL SYSTEMS LLC  
GARY GALLOWAY  
PO BOX 842234  
BOSTON MA 02284

XPRESS GLOBAL SYSTEMS RENT  
GARY GALLOWAY  
4080 JENKINS RD  
CHATTANOOGA TN 37421

XTMS  
PO BOX 842234  
BOSTON MA 02284-2234

YANOVER INSPECION SVC  
3001 N SHERMAN ST  
YORK PA 17406-9717

ZEITLER, DONALD  
2216 ABUTMENT RD  
DALTON GA 30721

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

|                                 |   |              |
|---------------------------------|---|--------------|
|                                 | X |              |
|                                 | : |              |
| In re:                          | : | Chapter 15   |
|                                 | : |              |
| Kraus Canada Ltd.,              | : | Case No. 18- |
|                                 | : |              |
| Debtor in a Foreign Proceeding. | : |              |
|                                 | X |              |

**CORPORATE OWNERSHIP STATEMENT**

Kraus Carpet Inc. (the “Foreign Representative”) is the duly authorized foreign representative of the Kraus USA Inc., Strudex Inc., Kraus Carpet Inc., Kraus Properties Inc., Kraus Canada Ltd., and Kraus Brands Inc. (collectively, the “Debtors”), in a Canadian Proceedings (the “CCAA Proceeding”) under the Companies’ Creditors Arrangement Act, R.S.C. 1985, c. C-36 (as amended, the “CCAA”) pending before the Ontario Superior Court of Justice (the “Canadian Court”). The Foreign Representative, by and through undersigned counsel, submits this *Corporate Ownership Statement* under Rule 1007(a)(4) of the Federal Rules of Bankruptcy Procedure and states that the following entities own 10% or more of any class of equity interest of any of the Debtors, as set forth below:

Each of Strudex Inc., Kraus Carpet Inc., Kraus Properties Inc., Kraus Canada Ltd., and Kraus Brands Inc. are wholly owned subsidiaries of Kraus Holdings Company. Kraus Holdings Company is a wholly owned subsidiary of Red Ash Capital Partners II LP.

Kraus USA Inc. is a direct wholly owned subsidiary of Red Ash Capital Partners II LP.

Red Ash Capital Partners II LP’s general partner is Pinnacle Capital Resources Limited. Hilco UK Limited is the sole shareholder of Pinnacle Capital Resources Limited.

Dated: September 11, 2018  
Wilmington, Delaware

MORRIS, NICHOLS, ARSHT & TUNNELL LLP

/s/ Derek C. Abbott

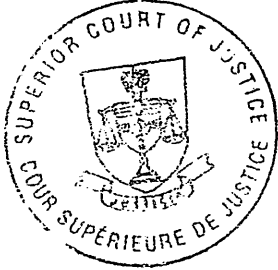
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Derek C. Abbott (No. 3376)  
Matthew B. Harvey (No. 5186)  
1201 N. Market St., 16<sup>th</sup> Floor  
Wilmington, DE 19801  
Telephone: (302) 658-9200  
Facsimile: (302) 658-3989  
[dabbott@mnat.com](mailto:dabbott@mnat.com)  
[mharvey@mnat.com](mailto:mharvey@mnat.com)

-and-

HONIGMAN MILLER SCHWARTZ AND COHN  
LLP

Joseph R. Sgroi  
Scott B. Kitei  
Glenn S. Walter  
2290 First National Building  
660 Woodward Avenue  
Detroit, Michigan 48226-3506  
Telephone: (313) 465-7000  
Facsimile: (313) 465-7713  
[jsgroi@honigman.com](mailto:jsgroi@honigman.com)  
[skitei@honigman.com](mailto:skitei@honigman.com)  
[gwalter@honigman.com](mailto:gwalter@honigman.com)



Court File No. CV-18-604759-00CL

ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST

THE HONOURABLE MR.

)

TUESDAY, THE 11TH

JUSTICE PENNY

)

DAY OF SEPTEMBER, 2018

)

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  
KRAUS BRANDS INC., KRAUS CANADA LTD., KRAUS CARPET INC.,  
KRAUS PROPERTIES INC., KRAUS USA INC., and STRUDEX INC.

Applicants

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INITIAL ORDER

THIS APPLICATION, made by the Applicants, pursuant to the *Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended ("**CCAA**") was heard this day at 330 University Avenue, Toronto, Ontario.

ON READING the affidavit of Christopher Emmott sworn September 10, 2018, and the exhibits thereto ("**Initial Affidavit**"), and the pre-filing report of the proposed monitor, Deloitte Restructuring Inc. ("**Monitor**"), dated September 10, 2018 ("**Pre-Filing Report**"), and on hearing the submissions of counsel for the Applicants and the partnerships listed in Schedule "A" hereto ("**Partnerships**") and counsel for the Monitor, and counsel for Wells Fargo Capital Finance Corporation Canada ("**Wells Fargo**") such other counsel as were present and wished to be heard, and on reading the consent of Deloitte Restructuring Inc. to act as the Monitor,

## **SERVICE**

1. THIS COURT ORDERS that the time for service of the Notice of Application and the Application Record is hereby abridged and validated so that this Application is properly returnable today and hereby dispenses with further service thereof.

## **APPLICATION**

2. THIS COURT ORDERS AND DECLARES that the Applicants are companies to which the CCAA applies. Although not Applicants, the Partnerships (together with the Applicants, the "**Kraus Group**") shall enjoy the benefits of the protections and authorizations provided by this Order.

## **PLAN OF ARRANGEMENT**

3. THIS COURT ORDERS that the Applicants shall have the authority to file and may, subject to further order of this Court, file with this Court a plan of compromise or arrangement (hereinafter referred to as the "**Plan**").

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## **POSSESSION OF PROPERTY AND OPERATIONS**

4. THIS COURT ORDERS that the Kraus Group shall remain in possession and control of its current and future assets, undertakings and properties of every nature and kind whatsoever, and wherever situate including all proceeds thereof ("**Property**"). Subject to further Order of this Court, the Kraus Group shall continue to carry on business in a manner consistent with the preservation of its business ("**Business**") and Property. The Kraus Group is authorized and empowered to continue to retain and employ the employees, consultants, agents, experts, accountants, counsel and such other persons (collectively "**Assistants**") currently retained or employed by it, with liberty to retain such further Assistants as it deems reasonably necessary or desirable in the ordinary course of business or for the carrying out of the terms of this Order.

5. THIS COURT ORDERS that the Kraus Group shall be entitled to continue to utilize the cash management system currently in place as described in the Initial Affidavit or replace it with another substantially similar cash management system (the

"Cash Management System") and that any present or future bank providing the Cash Management System shall not be under any obligation whatsoever to inquire into the propriety, validity or legality of any transfer, payment, collection or other action taken under the Cash Management System, or as to the use or application by the Kraus Group of funds transferred, paid, collected or otherwise dealt with in the Cash Management System, shall be entitled to provide the Cash Management System without any liability in respect thereof to any Person (as hereinafter defined) other than the Kraus Group, pursuant to the terms of the documentation applicable to the Cash Management System, and shall be, in its capacity as provider of the Cash Management System, an unaffected creditor under the Plan with regard to any claims or expenses it may suffer or incur in connection with the provision of the Cash Management System.

6. THIS COURT ORDERS that the Kraus Group shall be entitled but not required to pay the following expenses whether incurred prior to, on or after the date of this Order:

- (a) all outstanding and future wages, salaries, employee and pension benefits, vacation pay and expenses payable on or after the date of this Order, in each case incurred in the ordinary course of business and consistent with existing compensation policies and arrangements; and
- (b) the fees and disbursements of any Assistants retained or employed by the Kraus Group in respect of these proceedings, at their standard rates and charges.

7. THIS COURT ORDERS that, except as otherwise provided to the contrary herein, the Kraus Group shall be entitled but not required to pay all reasonable expenses incurred by the Kraus Group in carrying on the Business in the ordinary course on or after the date of this Order, and in carrying out the provisions of this Order, and any other Order of this Court, which expenses shall include, without limitation:

- (a) all expenses and capital expenditures reasonably necessary for the preservation of the Property or the Business including, without limitation, payments on account of insurance (including directors and officers insurance), maintenance and security services; and

- (b) payment for goods or services actually supplied to the Kraus Group on or after the date of this Order.

8. THIS COURT ORDERS that the Kraus Group shall remit, in accordance with legal requirements, or pay:

- (a) any statutory deemed trust amounts in favour of the Crown in right of Canada or of any Province thereof or any other taxation authority which are required to be deducted from employees' wages, including, without limitation, amounts in respect of (i) employment insurance, (ii) Canada Pension Plan, (iii) Quebec Pension Plan, and (iv) income taxes;
  - (b) all goods and services or other applicable sales taxes (collectively, "**Sales Taxes**") required to be remitted by the Kraus Group in connection with the sale of goods and services by the Kraus Group, but only where such Sales Taxes are accrued or collected after the date of this Order, or where such Sales Taxes were accrued or collected prior to the date of this Order but not required to be remitted until on or after the date of this Order; and
- 
- (c) any amount payable to the Crown in right of Canada or of any Province thereof or any political subdivision thereof or any other taxation authority in respect of municipal realty, municipal business or other taxes, assessments or levies of any nature or kind which are entitled at law to be paid in priority to claims of secured creditors and which are attributable to or in respect of the carrying on of the Business by the Kraus Group.

9. THIS COURT ORDERS that until a real property lease is disclaimed or resiliated in accordance with the CCAA, the Kraus Group shall pay all amounts constituting rent or payable as rent under real property leases (including, for greater certainty, common area maintenance charges, utilities and realty taxes and any other amounts payable to the landlord under the lease) or as otherwise may be negotiated between the Kraus Group and the landlord from time to time ("**Rent**"), for the period commencing from and including the date of this Order, twice-monthly in equal payments on the first and fifteenth day of each month, in advance (but not in arrears). On the date of the first of

such payments, any Rent relating to the period commencing from and including the date of this Order shall also be paid.

10. THIS COURT ORDERS that, except as specifically permitted herein, the Kraus Group is hereby directed, until further Order of this Court: (a) to make no payments of principal, interest thereon or otherwise on account of amounts owing by the Kraus Group to any of its creditors as of this date; (b) to grant no security interests, trust, liens, charges or encumbrances upon or in respect of any of its Property; and (c) to not grant credit or incur liabilities, except in the ordinary course of the Business or pursuant to this Order or any other Order of this Court.

### RESTRUCTURING

11. THIS COURT ORDERS that the Kraus Group shall, subject to such requirements as are imposed by the CCAA, have the right to:

- (a) permanently or temporarily cease, downsize or shut down any of its Business or operations, and to dispose of redundant or non-material assets not ~~exceeding \$250,000 in any one transaction or \$1 million in the aggregate in~~ any series of related transactions;
- (b) terminate the employment of such of its employees or temporarily lay off such of its employees as it deems appropriate; and
- (c) pursue all avenues of restructuring of its Business or Property, in whole or part, subject to prior approval of this Court being obtained before any material refinancing,

all of the foregoing to permit the Kraus Group to proceed with an orderly restructuring of the Business (the "**Restructuring**").

12. THIS COURT ORDERS that the Kraus Group shall provide each of the relevant landlords with notice of the Kraus Group's intention to remove any fixtures from any leased premises at least seven (7) days prior to the date of the intended removal. The relevant landlord shall be entitled to have a representative present in the leased

- 6 -

premises to observe such removal and, if the landlord disputes the Kraus Group's entitlement to remove any such fixture under the provisions of the lease, such fixture shall remain on the premises and shall be dealt with as agreed between any applicable secured creditors, such landlord and the Kraus Group, or by further Order of this Court upon application by the Kraus Group on at least two (2) days notice to such landlord and any such secured creditors. If the Kraus Group disclaims or resiliates the lease governing such leased premises in accordance with Section 32 of the CCAA, it shall not be required to pay Rent under such lease pending resolution of any such dispute (other than Rent payable for the notice period provided for in Section 32(5) of the CCAA), and the disclaimer or resiliation of the lease shall be without prejudice to the Kraus Group's claim to the fixtures in dispute.

13. THIS COURT ORDERS that if a notice of disclaimer or resiliation is delivered pursuant to Section 32 of the CCAA, then (a) during the notice period prior to the effective time of the disclaimer or resiliation, the landlord may show the affected leased premises to prospective tenants during normal business hours, on giving the Kraus Group and the Monitor 24 hours' prior written notice, and (b) at the effective time of the disclaimer or resiliation, the relevant landlord shall be entitled to take possession of any such leased premises without waiver of or prejudice to any claims or rights such landlord may have against the Kraus Group in respect of such lease or leased premises, provided that nothing herein shall relieve such landlord of its obligation to mitigate any damages claimed in connection therewith.

#### **NO PROCEEDINGS AGAINST THE KRAUS GROUP OR THE PROPERTY**

14. THIS COURT ORDERS that until and including October 11, 2018, or such later date as this Court may order ("**Stay Period**"), no proceeding or enforcement process in any court or tribunal (each, a "**Proceeding**") shall be commenced or continued against or in respect of the Kraus Group or the Monitor, or affecting the Business or the Property, except with the written consent of the Kraus Group and the Monitor, or with leave of this Court, and any and all Proceedings currently under way against or in respect of the Kraus Group or affecting the Business or the Property are hereby stayed and suspended pending further Order of this Court.

### **NO EXERCISE OF RIGHTS OR REMEDIES**

15. THIS COURT ORDERS that during the Stay Period, all rights and remedies of any individual, firm, corporation, governmental body or agency, or any other entities (all of the foregoing, collectively being “Persons” and each being a “Person”) against or in respect of the Kraus Group or the Monitor, or affecting the Business or the Property, are hereby stayed and suspended except with the written consent of the Kraus Group and the Monitor, or leave of this Court, provided that nothing in this Order shall (i) empower the Kraus Group to carry on any business which the Kraus Group is not lawfully entitled to carry on, (ii) affect such investigations, actions, suits or proceedings by a regulatory body as are permitted by Section 11.1 of the CCAA, (iii) prevent the filing of any registration to preserve or perfect a security interest, or (iv) prevent the registration of a claim for lien.

### **NO INTERFERENCE WITH RIGHTS**

16. THIS COURT ORDERS that during the Stay Period, no Person shall discontinue, fail to honour, alter, interfere with, repudiate, terminate or cease to perform any right, renewal right, contract, agreement, licence or permit in favour of or held by the Kraus Group, except with the written consent of the Kraus Group and the Monitor, or leave of this Court.

### **CONTINUATION OF SERVICES**

17. THIS COURT ORDERS that during the Stay Period, all Persons having oral or written agreements with the Kraus Group or statutory or regulatory mandates for the supply of goods and/or services, including without limitation all computer software, communication and other data services, centralized banking services, payroll services, insurance, transportation services, utility or other services to the Business or the Kraus Group, are hereby restrained until further Order of this Court from discontinuing, altering, interfering with or terminating the supply of such goods or services as may be required by the Kraus Group, and that the Kraus Group shall be entitled to the continued use of its current premises, telephone numbers, facsimile numbers, internet addresses and domain names, provided in each case that the normal prices or charges

for all such goods or services received after the date of this Order are paid by the Kraus Group in accordance with normal payment practices of the Kraus Group or such other practices as may be agreed upon by the supplier or service provider and each of the Kraus Group and the Monitor, or as may be ordered by this Court.

#### **NON-DEROGATION OF RIGHTS**

18. THIS COURT ORDERS that, notwithstanding anything else in this Order, no Person shall be prohibited from requiring immediate payment for goods, services, use of lease or licensed property or other valuable consideration provided on or after the date of this Order, nor shall any Person be under any obligation on or after the date of this Order to advance or re-advance any monies or otherwise extend any credit to the Kraus Group. Nothing in this Order shall derogate from the rights conferred and obligations imposed by the CCAA.

#### **PROCEEDINGS AGAINST DIRECTORS AND OFFICERS**

19. THIS COURT ORDERS that during the Stay Period, and except as permitted by ~~subsection 11.03(2) of the CCAA, no Proceeding may be commenced or continued~~ against any of the former, current or future directors or officers of the Kraus Group with respect to any claim against the directors or officers that arose before the date hereof and that relates to any obligations of the Kraus Group whereby the directors or officers are alleged under any law to be liable in their capacity as directors or officers for the payment or performance of such obligations, until a compromise or arrangement in respect of the Kraus Group, if one is filed, is sanctioned by this Court or is refused by the creditors of the Kraus Group or this Court.

#### **DIRECTORS' AND OFFICERS' INDEMNIFICATION AND CHARGE**

20. THIS COURT ORDERS that the Kraus Group shall indemnify its directors and officers against obligations and liabilities that they may incur as directors or officers of the Kraus Group after the commencement of the within proceedings, except to the extent that, with respect to any officer or director, the obligation or liability was incurred as a result of the director's or officer's gross negligence or wilful misconduct.

21. THIS COURT ORDERS that the directors and officers of the Kraus Group shall be entitled to the benefit of and are hereby granted a charge ("**Directors' Charge**") on the Property, which charge shall not exceed an aggregate amount of \$1 million, as security for the indemnity provided in paragraph 20 of this Order. The Directors' Charge shall have the priority set out in paragraphs 32 and 34 herein.

22. THIS COURT ORDERS that, notwithstanding any language in any applicable insurance policy to the contrary, (a) no insurer shall be entitled to be subrogated to or claim the benefit of the Directors' Charge, and (b) the Kraus Group's directors and officers shall only be entitled to the benefit of the Directors' Charge to the extent that they do not have coverage under any directors' and officers' insurance policy, or to the extent that such coverage is insufficient to pay amounts indemnified in accordance with paragraph 20 of this Order.

#### **APPOINTMENT OF MONITOR**

23. THIS COURT ORDERS that Deloitte Restructuring Inc. is hereby appointed pursuant to the CCAA as the Monitor, an officer of this Court, to monitor the business and financial affairs of the Kraus Group with the powers and obligations set out in the CCAA or set forth herein and that the Kraus Group and its shareholders, officers, directors, and Assistants shall advise the Monitor of all material steps taken by the Kraus Group pursuant to this Order, and shall co-operate fully with the Monitor in the exercise of its powers and discharge of its obligations and provide the Monitor with the assistance that is necessary to enable the Monitor to adequately carry out the Monitor's functions.

24. THIS COURT ORDERS that the Monitor, in addition to its prescribed rights and obligations under the CCAA, is hereby directed and empowered to:

- (a) monitor the Kraus Group's receipts and disbursements;
- (b) report to this Court at such times and intervals as the Monitor may deem appropriate with respect to matters relating to the Property, the Business, and such other matters as may be relevant to the proceedings herein;

- 10 -

- (c) assist the Kraus Group, to the extent required by the Kraus Group, in its dissemination to Wells Fargo of financial and other information as required by the Forbearance Agreement (as defined in the Initial Affidavit);
- (d) advise the Kraus Group in its development of the Plan and any amendments to the Plan;
- (e) assist the Kraus Group, to the extent required by the Kraus Group, with the holding and administering of creditors' or shareholders' meetings for voting on the Plan;
- (f) have full and complete access to the Property, including the premises, books, records, data, including data in electronic form, and other financial documents of the Kraus Group, to the extent that is necessary to adequately assess the Kraus Group's business and financial affairs or to perform its duties arising under this Order;
- (g) be at liberty to engage independent legal counsel or such other persons as ~~the Monitor deems necessary or advisable respecting the exercise of its~~ powers and performance of its obligations under this Order; and
- (h) perform such other duties as are required by this Order or by this Court from time to time.

25. THIS COURT ORDERS that the Monitor shall not take possession of the Property and shall take no part whatsoever in the management or supervision of the management of the Business and shall not, by fulfilling its obligations hereunder, be deemed to have taken or maintained possession or control of the Business or Property, or any part thereof.

26. THIS COURT ORDERS that nothing herein contained shall require the Monitor to occupy or to take control, care, charge, possession or management (separately and/or collectively, "**Possession**") of any of the Property that might be environmentally contaminated, might be a pollutant or a contaminant, or might cause or contribute to a spill, discharge, release or deposit of a substance contrary to any federal, provincial or

other law respecting the protection, conservation, enhancement, remediation or rehabilitation of the environment or relating to the disposal of waste or other contamination including, without limitation, the *Canadian Environmental Protection Act*, the *Ontario Environmental Protection Act*, the *Ontario Water Resources Act*, or the *Ontario Occupational Health and Safety Act* and regulations thereunder (the "**Environmental Legislation**"), provided however that nothing herein shall exempt the Monitor from any duty to report or make disclosure imposed by applicable Environmental Legislation. The Monitor shall not, as a result of this Order or anything done in pursuance of the Monitor's duties and powers under this Order, be deemed to be in Possession of any of the Property within the meaning of any Environmental Legislation, unless it is actually in possession.

27. THIS COURT ORDERS that that the Monitor shall provide any creditor of the Kraus Group with information provided by the Kraus Group in response to reasonable requests for information made in writing by such creditor addressed to the Monitor. The Monitor shall not have any responsibility or liability with respect to the information disseminated by it pursuant to this paragraph. In the case of information that the Monitor has been advised by the Kraus Group is confidential, the Monitor shall not provide such information to creditors unless otherwise directed by this Court or on such terms as the Monitor and the Kraus Group may agree.

28. THIS COURT ORDERS that, in addition to the rights and protections afforded the Monitor under the CCAA or as an officer of this Court, the Monitor shall incur no liability or obligation as a result of its appointment or the carrying out of the provisions of this Order, save and except for any gross negligence or wilful misconduct on its part. Nothing in this Order shall derogate from the protections afforded the Monitor by the CCAA or any applicable legislation.

29. THIS COURT ORDERS that the Monitor, counsel to the Monitor and counsel to the Kraus Group shall be paid their reasonable fees and disbursements, in each case at their standard rates and charges, by the Kraus Group as part of the costs of these proceedings. The Kraus Group is hereby authorized and directed to pay the accounts of the Monitor, counsel for the Monitor and counsel for the Applicant on a monthly basis

and, in addition, the Kraus Group is hereby authorized to pay to the Monitor, counsel to the Monitor, and counsel to the Kraus Group, retainers in the aggregate amount of \$100,000 to be held by them as security for payment of their respective fees and disbursements outstanding from time to time.

30. THIS COURT ORDERS that the Monitor and its legal counsel shall pass their accounts from time to time, and for this purpose the accounts of the Monitor and its legal counsel are hereby referred to a judge of the Commercial List of the Ontario Superior Court of Justice.

31. THIS COURT ORDERS that the Monitor, counsel to the Monitor, if any, and the Kraus Group's counsel shall be entitled to the benefit of and are hereby granted a charge (the "**Administration Charge**") on the Property, which charge shall not exceed an aggregate amount of \$1 million, as security for their professional fees and disbursements incurred at the standard rates and charges of the Monitor and such counsel, both before and after the making of this Order in respect of these proceedings. The Administration Charge shall have the priority set out in paragraphs 32 and 34 hereof.

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#### **VALIDITY AND PRIORITY OF CHARGES CREATED BY THIS ORDER**

32. THIS COURT ORDERS that the priorities of the Directors' Charge and the Administration Charge (collectively the "**Charges**"), as among them, shall be as follows:

First – Administration Charge (to the maximum amount of \$1 million); and

Second – Directors' Charge (to the maximum amount of \$1 million).

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

34. THIS COURT ORDERS that each of the Charges shall constitute a charge on the Property and such Charges shall rank in priority to all other security interests, trusts, liens, charges, encumbrances, and claims of secured creditors, statutory or otherwise (collectively, "**Encumbrances**") in favour of any Person, notwithstanding the order of perfection or attachment, other than (a) any validly perfected security interest under the *Personal Property Security Act* (Ontario) or such other applicable provincial legislation that has not been served with notice of this Order; and (b) statutory super-priority deemed trusts and liens for unpaid employee source deductions.

35. THIS COURT ORDERS that the Kraus Group shall be entitled, on a subsequent motion on notice to those Persons likely to be affected thereby, to seek priority of the Charges ahead of any Encumbrance over which the Charges have not obtained priority.

36. THIS COURT ORDERS that except as otherwise expressly provided for herein, or as may be approved by this Court, the Kraus Group shall not grant any Encumbrances over any Property that rank in priority to, or *pari passu* with, any of the Charges unless the Kraus Group also obtains the prior written consent of the Monitor, and any other Persons entitled to the benefit of the Charges ("**Chargees**"), or further Order of this Court.

37. THIS COURT ORDERS that the Charges shall not be rendered invalid or unenforceable and the rights and remedies of the Chargees thereunder shall not otherwise be limited or impaired in any way by (a) the pendency of these proceedings and the declarations of insolvency made herein; (b) any application(s) for bankruptcy order(s) issued pursuant to BIA, or any bankruptcy order made pursuant to such applications; (c) the filing of any assignments for the general benefit of creditors made pursuant to the BIA; (d) the provisions of any federal or provincial statutes; or (e) 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 (collectively, an "**Agreement**") which binds the Applicant, and notwithstanding any provision to the contrary in any Agreement:

- (a) the creation of the Charges shall create or be deemed to constitute a breach by the Kraus Group of any Agreement to which it is a party;
- (b) none of the Chargees shall have any liability to any Person whatsoever as a result of any breach of any Agreement caused by or resulting from the creation of the Charges; and
- (c) the payments made by the Applicant pursuant to this Order and the granting of the Charges do not and will not constitute preferences, fraudulent conveyances, transfers at undervalue, oppressive conduct, or other challengeable or voidable transactions under any applicable law.

38. THIS COURT ORDERS that any Charge created by this Order over leases of real property in Canada shall only be a Charge in the Kraus Group's interest in such real property leases.

#### **SERVICE AND NOTICE**

39. THIS COURT ORDERS that the Monitor shall (a) without delay, publish in the Globe and Mail a notice containing the information prescribed under the CCAA, (b) within five days after the date of this Order, (i) make this Order publicly available in the manner prescribed under the CCAA, (ii) send, in the prescribed manner, a notice to every known creditor who has a claim against the Kraus Group of more than \$1,000, and (iii) prepare a list showing the names and addresses of those creditors and the estimated amounts of those claims, and make it publicly available in the prescribed manner, all in accordance with Section 23(1)(a) of the CCAA and the regulations made thereunder.

40. THIS COURT ORDERS that the E-Service Protocol of the Commercial List ("Protocol") is approved and adopted by reference herein and, in this proceeding, the service of documents made in accordance with the Protocol (which can be found on the Commercial List website at <http://www.ontariocourts.ca/scj/practice/practice-directions/toronto/e-service-protocol/>) shall be valid and effective service. Subject to Rule 17.05 this Order shall constitute an order for substituted service pursuant to Rule 16.04 of the Rules of Civil Procedure. Subject to Rule 3.01(d) of the Rules of Civil

Procedure and paragraph 21 of the Protocol, service of documents in accordance with the Protocol will be effective on transmission. This Court further orders that a Case Website shall be established in accordance with the Protocol with the following URL [www.insolvencies.deloitte.ca/en-ca/Kraus](http://www.insolvencies.deloitte.ca/en-ca/Kraus) ("**Website**").

41. THIS COURT ORDERS that the Monitor shall create, maintain and update as necessary a list of all Persons appearing in person or by counsel in this proceeding ("**Service List**"). The Monitor shall post the Service List, as may be updated from time to time, on the Website, provided that the Monitor shall have no liability in respect of the accuracy or timeliness of making any changes to the Service List.

42. THIS COURT ORDERS that if the service or distribution of documents in accordance with the Protocol is not practicable, the Kraus Group and the Monitor are at liberty to serve or distribute this Order, any other materials and orders in these proceedings, any notices or other correspondence, by forwarding true copies thereof by prepaid ordinary mail, courier, personal delivery or facsimile transmission to the Kraus Group's creditors or other interested parties at their respective addresses as last shown on the records of the Kraus Group and that any such service or distribution by courier, personal delivery or facsimile transmission shall be deemed to be received on the next business day following the date of forwarding thereof, or if sent by ordinary mail, on the third business day after mailing.

43. THIS COURT ORDERS that the Kraus Group and the Monitor and their counsel are at liberty to serve or distribute this Order, any other materials and orders as may be reasonably required in these proceedings, including any notices, or other correspondence, by forwarding true copies thereof by electronic message to the Kraus Group's creditors or other interested parties and their advisors. For greater certainty, any such distribution or service shall be deemed to be in satisfaction of a legal or judicial obligation, and notice requirements within the meaning of clause 3(c) of the Electronic Commerce Protection Regulations, Reg. 81000-2-175 (SOR/DORS).

## **GENERAL**

44. THIS COURT ORDERS that the Kraus Group or the Monitor may from time to time apply to this Court for advice and directions regarding the discharge of their respective powers and duties hereunder or the interpretation of this Order.

45. THIS COURT ORDERS that nothing in this Order shall prevent the Monitor from acting as an interim receiver, a receiver, a receiver and manager, or a trustee in bankruptcy of the Kraus Group, the Business or the Property.

46. 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, to give effect to this Order and to assist the Kraus Group, the Monitor 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 the Kraus Group and to the Monitor, as an officer of this Court, as may be necessary or desirable to give effect to this Order, to grant representative status to Kraus Carpet Inc. in any foreign proceeding, or to assist the Kraus Group and the Monitor and their respective agents in carrying out the terms of this Order.

47. THIS COURT ORDERS that each of the Kraus Group and the Monitor be at liberty and is hereby authorized and empowered to apply to any court, tribunal, regulatory or administrative body, wherever located, for the recognition of this Order and for assistance in carrying out the terms of this Order, and that Kraus Carpet Inc. is authorized and empowered to act as a representative in respect of the within proceedings for the purpose of having these proceedings recognized in a jurisdiction outside Canada.

48. THIS COURT ORDERS that any interested party (including the Kraus Group and the Monitor) may apply to this Court to vary or amend this Order on not less than seven (7) days notice to any other party or parties likely to be affected by the order sought or upon such other notice, if any, as this Court may order.

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49. THIS COURT ORDERS that Confidential Exhibit "A" to the Initial Affidavit and Appendix "D" to the Pre-Filing Report, as well as Exhibits C and E to the Affidavit of Susan Mingie, sworn September 10, 2018, attached as Appendix "C" to the Pre-Filing Report, be sealed, kept confidential and not form part of the public record, but rather shall be placed separate and apart from all other contents of the Court file, in a sealed envelope attached to a notice that sets out the title of these proceedings and a statement that the contents are subject to a sealing order and shall only be opened upon further Order of this Court.

50. THIS COURT ORDERS that this Order and all of its provisions are effective as of 12:01 a.m. Eastern Standard/Daylight Time on the date of this Order.

THIS IS TO CERTIFY THAT THIS DOCUMENT, EACH PAGE OF WHICH IS STAMPED WITH THE SEAL OF THE SUPERIOR COURT OF JUSTICE AT TORONTO, IS A TRUE COPY OF THE DOCUMENT ON FILE IN THIS OFFICE

LA PRÉSENT ATTESTE QUE CE DOCUMENT, BOUT CHAQUE DES PAGES EST REVÊTUE DU SEAU DE LA COUR SUPÉRIEURE DE JUSTICE À TORONTO, EST UNE COPIE CONFORME DU DOCUMENT CONSERVÉ DANS CE BUREAU

DATED AT TORONTO THIS 11 DAY OF Sept 20 18  
FAIT À TORONTO LE 11 JOUR DE

REGISTRAR

GREFFIER



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

SEP 11 2018

NB

PER / PAR:

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**Schedule "A" – Partnerships**

Kraus Brands LP

Kraus Canada LP

Kraus Carpet LP

Kraus Properties LP

Strudex LP

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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 KRAUS BRANDS INC., KRAUS CANADA LTD., KRAUS CARPET INC., KRAUS PROPERTIES INC., KRAUS USA INC., and STRUDEX INC.

Court File No. CV-18-604759-00CL

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
(COMMERCIAL LIST)  
PROCEEDING COMMENCED AT  
TORONTO**

**INITIAL ORDER**

**CASSELS BROCK & BLACKWELL LLP**

2100 Scotia Plaza  
40 King Street West  
Toronto, ON M5H 3C2

David S. Ward LSUC#: 33541W  
Tel: 416.869.5960  
Fax: 416.640.3154  
dward@casselsbrock.com

Larry Ellis LSUC#: 49313K  
Tel: 416.869.5406  
Fax: 416.640.3004  
lellis@casselsbrock.com

Erin Craddock LSUC# 62828J  
Tel: 416.860.6480  
Fax: 416.644.9324  
ecraddock@casselsbrock.com

Lawyers for the Applicants

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 KRAUS BRANDS INC., KRAUS CANADA LTD., KRAUS  
CARPET INC., KRAUS PROPERTIES INC., KRAUS USA INC., and STRUDEX INC.

Sept 11/18

Court File No. CV-18-604759-00CL

Sept 11, 2018

I am satisfied that the  
preconditions to an initial  
order and stay under the  
CCAA are met.

I am satisfied that the  
proposed order is appropriate  
and necessary in the  
circumstances including  
the departure from the  
Model Order.

Order to issue in the  
form signed by me this  
result to follow.  
(OVER)

LEGAL\*46520831.1

ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST

PROCEEDING COMMENCED AT  
TORONTO

APPLICATION RECORD  
(Volume 2 of 2)

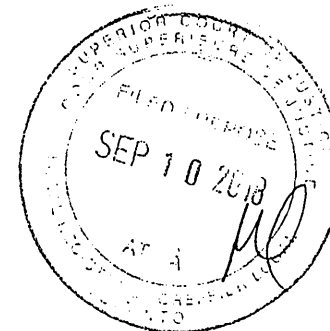
Cassels Brock & Blackwell LLP  
2100 Scotia Plaza  
40 King Street West  
Toronto, ON M5H 3C2

David S. Ward LSUC#: 33541W  
Tel: 416.869.5960  
Fax: 416.640.3154  
dward@casselsbrock.com

Larry Ellis LSUC#: 49313K  
Tel: 416.869.5406  
Fax: 416.640.3004  
lellis@casselsbrock.com

Erin Craddock LSUC#: 62828J  
Tel: 416.860.6480  
Fax: 416.644.9324  
ecraddock@casselsbrock.com

Lawyers for the Applicants



Long Writter  
J.

Addendum

There shall be a  
come back date to September  
18, 2018, at which time  
it is contemplated the  
proposed sales process will  
be brought before the Court  
for approval.

Applicant shall serve and  
file a notice of motion  
to all parties for this  
purpose.

Ray J.