



April 4, 2019

Update on Court Hearing

Pursuant to the Order of the Honourable Mr. Justice Hainey of the Ontario Superior Court of Justice (Commercial List) (the “**Court**”) dated March 21, 2019 (the “**Order**”) Miller Thomson LLP (“**Representative Counsel**”) was appointed to represent all individuals and/or entities (“**Investors**”) that hold an interest in a syndicated mortgage (“**SMI**”), administered by Hi-Rise Capital Ltd. (“**Hi-Rise**”), in respect of the property municipally known as 263 Adelaide Street West, Toronto, Ontario (the “**Property**”) and the proposed development known as the “Adelaide Street Lofts” (the “**Project**”), in connection with the negotiation and implementation of a settlement with respect to such investments. A copy of the Order can be found on the ‘Documents’ section of Representative Counsel’s website (the “**Website**”), available at <https://www.millerthomson.com/en/hirise/>.

Pursuant to the Order, Representative Counsel represents the interest of all Investors, except Investors who do not wish to be represented by Representative Counsel and have completed and delivered an Opt-Out Notice.

Representative Counsel writes this update further to our communication dated March 26, 2019 entitled “Notice of Further Hearing on April 4, 2019” (the “**Notice**”), a copy of which is posted on the Website.

As further set out in the Notice, the Court was scheduled to hear an application brought by Hi-Rise on April 4, 2019 (the “**April Hearing**”).

The April Hearing has been adjourned to allow for additional steps to take place before the hearing date. All of the parties will be back in Court on April 17, 2019 in order to schedule the new hearing date (the “**Scheduling Appointment**”).

Representative Counsel will attend the Scheduling Appointment on behalf of all Investors (except those that have delivered an Opt-Out Notice). Accordingly, your attendance on this date is not required.

A copy of the Endorsement of The Honourable Mr. Justice Hainey dated April 4, 2019 is posted on the website.

We will provide you with an update and advise you of the new hearing date as soon as information becomes available.

Yours Truly,

Miller Thomson LLP,
solely in its capacity as
Representative Counsel