

CANADA

SUPERIOR COURT
(COMMERCIAL DIVISION)

PROVINCE OF QUÉBEC
DISTRICT OF MONTRÉAL

IN THE MATTER OF THE COMPROMISE OR
ARRANGEMENT OF:

No: 500-11-048311-159

MINÉRAUX MAUDORE LTÉE

Debtor

and

DELOITTE RESTRUCTURING INC. (FORMERLY
SAMSON BÉLAIR/DELOITTE & TOUCHE INC.)

Trustee

MOTION FOR A FOURTH EXTENSION OF THE STAY OF PROCEEDINGS
(S. 11.02 OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*)

TO ONE OF THE HONOURABLE JUDGES OF THE SUPERIOR COURT, SITTING
IN COMMERCIAL DIVISION FOR THE DISTRICT OF MONTREAL, THE DEBTOR
RESPECTFULLY STATES:

A. Requested Relief

1. On September 8, 2014, the Debtor, Minéraux Maudore ltée ("**Maudore**"), filed a notice of its intention to make a proposal to its creditors under the *Bankruptcy and Insolvency Act*, R.S.C.(1985) c. B-3 (the "**BIA**") in court file 615-11-001401-142 in the district of Abitibi (the "**Proposal Proceedings**").
2. On February 27, 2015, this court took up Maudore's Proposal Proceedings and continued them under section 11.6 of the *Companies Creditors' Arrangement Act*, R.S.C. (1985) c. C-36 (the "**CCAA**"), making an initial order in respect of Maudore pursuant to section 11.02 of the CCAA (the "**Initial Order**"), as appears from the court record.
3. As appears from the court record, the Stay Period defined in the Initial Order has been extended on three occasions by this court and is due to expire on Monday, February 29, 2016.
4. For the reasons set out hereafter, the Debtor respectfully requests that the Stay Period be extended until Friday, August 26, 2016.

B. Recapitulation of events leading up to the Initial Order

5. Maudore, a publicly-owned company listed as MAO on the TSX Venture Exchange (TSX-V), is a Quebec junior gold company with 13 exploration projects located near the towns of Amos, Lebel-sur-Quévillon and Matagami.
6. One of the projects, consisting of 320 CDC claims for a total of 16,239 hectares (163.29 km²), is at an advanced stage of development with reported current and historical resources and mining (the “**Comtois Property**”).
7. Maudore is also the majority shareholder of Mines Aurbec inc. (“**Aurbec**”), whose principal assets are the Sleeping Giant mine and processing facility about 80 km north of Amos (“**Sleeping Giant**”), and formerly the Vezza project about 25 km south of Matagami (“**Vezza**”).
8. The rest of Aurbec’s shares are owned by Maudore’s secured creditor, FBC Holdings S.à.r.l. (“**FBC**”), which is controlled by Cyrus Capital Partners L.P. (“**Cyrus**”).
9. Maudore owes FBC approximately \$34.7 million, secured by a hypothec in the principal amount of \$36,000,000 (including an additional hypothec of \$6,000,000) bearing interest at 25% per annum (the “**FBC Hypothec**”), which hypothec charges the Comtois Property and all of the movable property of Maudore (including Maudore’s shares in Aurbec).
10. On September 8, 2014, both Maudore and its subsidiary Aurbec filed notices of their intention to make proposals to their creditors under the BIA, with Samson Bélair/Deloitte & Touche Inc., now known as Deloitte Restructuring Inc. (“**Deloitte**”) agreeing in both instances to act as proposal trustee.
11. Before the notices of intention were filed, Maudore and Aurbec had already been working with FBC to be able to make a proposal to their creditors, which proposal would probably have involved the separation of the exploration assets from the production assets exploited by Aurbec, and the raising of capital from the sale of Sleeping Giant.
12. To that end, after the notices of intention were filed a list of potential investors/acquirers was compiled and approximately 30 parties were sent a confidentiality agreement which, once executed, permitted access to virtual “data rooms” set up by Maudore and Aurbec.
13. Vezza had been shut down by Aurbec several months prior to the notices of intention because the price of gold was no longer sufficient to cover extraction costs given the ore concentrations found in the mine; in order to minimize costs, Aurbec’s management decided to commence the shutdown of operations at the Sleeping Giant mine as well, as it could not be operated profitably under the conditions prevailing in the gold market at that time.

14. Despite the efforts of Maudore and Aurbec (and of Deloitte as their proposal trustee, with the assistance of Clarus Securities Inc.), no transaction materialized; on December 15, 2014, FBC served upon Aurbec a notice under section 244 of the BIA in the amount of approximately \$33.5 million.
15. On December 17, 2014, with the consent of both Aurbec and Maudore, Deloitte was appointed receiver of all the assets of Aurbec subject to FBC's security excluding Vezza—which was eventually abandoned to two creditors who were granted first-ranking hypothecs on Vezza to secure work done by them at Vezza for which they were not paid.
16. Aurbec's deadline to make a proposal to its creditors was permitted to expire on January 6, 2015 resulting in the bankruptcy of Aurbec, with Deloitte being appointed bankruptcy trustee.
17. On February 27, 2015, this court took up the Proposal Proceedings in respect of Maudore and continued them under section 11.6 of the CCAA; the Initial Order provided for a Stay Period of 30 days, up to and including March 29, 2015.
18. The Stay Period was extended by this court to June, 18, 2015, to September 28, 2015, and most recently to February 29, 2016, which is the current expiry date.

C. Significant developments since the Initial Order

19. Maudore holds interests in exploration projects but generates no revenue of its own and has always relied upon revenue generated by its subsidiary, Aurbec; since Aurbec's bankruptcy, Maudore has been entirely dependent upon the support of its secured creditor, FBC, to meet its ongoing expenses.
20. Maudore has no employees, with Mr. George Fowlie serving on a contract basis as the *de facto* chief restructuring officer since the outset of the restructuring process.
21. In light of the bankruptcy of Aurbec, the only significant asset of Maudore is the Comtois Property, as it appears unlikely that there will be any significant realization from the other exploration projects.
22. In late January 2015, a party expressed an interest in exploiting the Comtois Property. A confidential business plan was drawn up and a conference call was held after the interested party had been given the opportunity to analyze the contents of the data room, but after considering a visit to the site in April 2015, that party decided not to pursue the opportunity further. Various other parties have expressed interest in the Comtois Property, but no transaction has yet materialized.
23. In June 2015, Aurbec's receiver made a call for tenders for the Sleeping Giant mine, its processing facility, and Aurbec's exploration projects. By September, the call for tenders had generated serious offers, with any transaction expected to take several months notably in light of collective bargaining issues and negotiations with federal and provincial authorities with respect to potential environmental liability.

D. Developments since the last extension

24. An agreement to purchase Aurbec's assets has now been finalized, and as at the date of this motion it is expected that the purchaser will sign imminently. However, the conditions precedent include the resolution of the collective bargaining and environmental issues, which are expected to take a few months to resolve, whereupon the agreement requires the receiver to seek a vesting order from this court.
25. Because the debts of Aurbec and Maudore to FBC are cross-collateralized, the realization of assets in the Aurbec bankruptcy will also reduce Maudore's secured debt, although under present market conditions it is not expected that the secured debt will be repaid in full.
26. With respect to the Comtois Property, discussions are ongoing with two parties: one was given access to the data room on Monday of this week and has presumably commenced its analysis; a meeting is scheduled for March with the other party, which has already reviewed the data and is interested in pursuing discussions.
27. The Monitor, which is also Aurbec's bankruptcy trustee and receiver pursuant to section 243 of the BIA, has prepared the Fifth Report to the Court Submitted by Deloitte Restructuring Inc. in its Capacity as Monitor (the "**Fifth Report**"), **Exhibit R-1**.

E. Request for the Extension of the Stay of Proceedings

28. With respect to the Comtois Property, it is still too soon to say whether a transaction will materialize, or what final form that transaction may take, but in light of the size of the debt to FBC it is inconceivable that an immediate liquidation of the Comtois Property (whether by Maudore, the secured creditor, a receiver, or trustee in bankruptcy) would generate proceeds sufficient to provide any distribution to the unsecured creditors of Maudore.
29. However, in the event that there is an interest in recapitalizing Maudore, possibly to take advantage of tax losses carried forward and/or to preserve or revive its public listing, a compromise or arrangement may provide some dividend to the unsecured creditors.
30. Decisions to be taken by Maudore's management may be influenced by the outcome of the sale process for the Aurbec assets, which the Receiver expects to take a few months, as stated by the Monitor in its Fifth Report.
31. Maudore respectfully submits that it is therefore in the interests of the creditors of Maudore that this court extend the Stay Period until Friday, August 26, 2016 or such other date as the court may determine, in order to complete the realization of the Aurbec assets and to continue the process of generating value from the Comtois Property.

32. Maudore has prepared a statement showing its projected cash flow until Friday, August 26, 2016, which is Appendix A to the Fifth Report.
33. The cash flow projection demonstrates that Maudore is dependent upon the receipt of funds from its secured creditor, FBC, in order to meet its ongoing obligations, but no creditors will be materially prejudiced by the requested relief because an immediate bankruptcy and liquidation of all assets would be insufficient to pay the claims of secured creditors, such that unsecured creditors would suffer a total loss.
34. No creditor has objected to the Initial Order or to any of the previous extensions of the Stay Period (nor did any creditor object to the various extensions granted to both Maudore and Aurbec under their respective proposal proceedings).
35. The request for an extension of the Stay Period is made with the knowledge and full support of Maudore's secured creditor, which provides Maudore with the liquidity required to support the CCAA process.
36. The Monitor also supports the extension of the Stay Period, as appears from the Fifth Report.
37. The Debtor has acted, and is acting in good faith and with due diligence.

WHEREFORE, MAY IT PLEASE THE COURT:


GRANT the present motion;

DECLARE that the Stay Period (as defined in the initial order of this court dated February 27, 2015) be extended until Friday, August 26, 2016;

ORDER the provisional execution of the order notwithstanding appeal;

THE WHOLE without costs.

MONTREAL, February 25, 2016



WOODS LLP
Attorneys for the Debtor,
Minéraux Maudore Ltée

CANADA

SUPERIOR COURT
(COMMERCIAL DIVISION)

PROVINCE OF QUÉBEC
DISTRICT OF MONTRÉAL

IN THE MATTER OF THE COMPROMISE OR
ARRANGEMENT OF:

No: 500-11-048311-159

MINÉRAUX MAUDORE LTÉE

Debtor

and

DELOITTE RESTRUCTURING INC. (FORMERLY
SAMSON BÉLAIR/DELOITTE & TOUCHE INC.)

Trustee

AFFIDAVIT OF GEORGE FOWLIE

(MOTION FOR A FOURTH EXTENSION OF THE STAY OF PROCEEDINGS)

I, the undersigned, **George Fowlie**, domiciled and residing for present purposes at 905-123 Front Street, Toronto, Ontario, do solemnly affirm that:

1. I am the *de facto* chief restructuring officer of the Debtor, Minéraux Maudore Ltée ("**Maudore**").
2. Maudore, a publicly-owned company listed as MAO on the TSX Venture Exchange (TSX-V), is a Quebec junior gold company with 13 exploration projects located near the towns of Amos, Lebel-sur-Quévillon and Matagami.
3. One of the projects, consisting of 320 CDC claims for a total of 16,239 hectares (163.29 km²), is at an advanced stage of development with reported current and historical resources and mining (the "**Comtois Property**").
4. Maudore is also the majority shareholder of Mines Aurbec inc. ("**Aurbec**"), whose principal assets are the Sleeping Giant mine and processing facility about 80 km north of Amos ("**Sleeping Giant**"), and formerly the Vezza project about 25 km south of Matagami ("**Vezza**").

5. The rest of Aurbec's shares are owned by Maudore's secured creditor, FBC Holdings S.à.r.l. ("FBC"), which is controlled by Cyrus Capital Partners L.P. ("Cyrus").
6. Maudore owes FBC approximately \$34.7 million, secured by a hypothec in the principal amount of \$36,000,000 (including an additional hypothec of \$6,000,000) bearing interest at 25% per annum (the "FBC Hypothec"), which hypothec charges the Comtois Property and all of the movable property of Maudore (including Maudore's shares in Aurbec).
7. On September 8, 2014, both Maudore and its subsidiary Aurbec filed notices of their intention to make proposals to their creditors under the BIA, with Samson Bélair/Deloitte & Touche Inc., now known as Deloitte Restructuring Inc. ("Deloitte") agreeing in both instances to act as proposal trustee.
8. Before the notices of intention were filed, Maudore and Aurbec had already been working with FBC to be able to make a proposal to their creditors, which proposal would probably have involved the separation of the exploration assets from the production assets exploited by Aurbec, and the raising of capital from the sale of Sleeping Giant.
9. To that end, after the notices of intention were filed a list of potential investors/acquirers was compiled and approximately 30 parties were sent a confidentiality agreement which, once executed, permitted access to virtual "data rooms" set up by Maudore and Aurbec.
10. Vezza had been shut down by Aurbec several months prior to the notices of intention because the price of gold was no longer sufficient to cover extraction costs given the ore concentrations found in the mine; in order to minimize costs, Aurbec's management decided to commence the shutdown of operations at the Sleeping Giant mine as well, as it could not be operated profitably under the conditions prevailing in the gold market at that time.
11. Despite the efforts of Maudore and Aurbec (and of Deloitte as their proposal trustee, with the assistance of Clarus Securities Inc.), no transaction materialized; on December 15, 2014, FBC served upon Aurbec a notice under section 244 of the BIA in the amount of approximately \$33.5 million.
12. On December 17, 2014, with the consent of both Aurbec and Maudore, Deloitte was appointed receiver of all the assets of Aurbec subject to FBC's security excluding Vezza—which was eventually abandoned to two creditors who were granted first-ranking hypothecs on Vezza to secure work done by them at Vezza for which they were not paid.
13. Aurbec's deadline to make a proposal to its creditors was permitted to expire on January 6, 2015 resulting in the bankruptcy of Aurbec, with Deloitte being appointed bankruptcy trustee.

14. On February 27, 2015, this court took up the Proposal Proceedings in respect of Maudore and continued them under section 11.6 of the CCAA; the Initial Order provided for a Stay Period of 30 days, up to and including March 29, 2015.
15. The Stay Period was extended by this court to June, 18, 2015, to September 28, 2015, and most recently to February 29, 2016, which is the current expiry date.
16. Maudore holds interests in exploration projects but generates no revenue of its own and has always relied upon revenue generated by its subsidiary, Aurbec; since Aurbec's bankruptcy, Maudore has been entirely dependent upon the support of its secured creditor, FBC, to meet its ongoing expenses.
17. Maudore has no employees, with Mr. George Fowlic serving on a contract basis as the *de facto* chief restructuring officer since the outset of the restructuring process.
18. In light of the bankruptcy of Aurbec, the only significant asset of Maudore is the Comtois Property, as it appears unlikely that there will be any significant realization from the other exploration projects.
19. In late January 2015, a party expressed an interest in exploiting the Comtois Property. A confidential business plan was drawn up and a conference call was held after the interested party had been given the opportunity to analyze the contents of the data room, but after considering a visit to the site in April 2015, that party decided not to pursue the opportunity further. Various other parties have expressed interest in the Comtois Property, but no transaction has yet materialized.
20. In June 2015, Aurbec's receiver made a call for tenders for the Sleeping Giant mine, its processing facility, and Aurbec's exploration projects. By September, the call for tenders had generated serious offers, with any transaction expected to take several months notably in light of collective bargaining issues and negotiations with federal and provincial authorities with respect to potential environmental liability.
21. An agreement to purchase Aurbec's assets has now been finalized, and as at the date of this motion it is expected that the purchaser will sign imminently. However, the conditions precedent include the resolution of the collective bargaining and environmental issues, which are expected to take a few months to resolve, whereupon the agreement requires the receiver to seek a vesting order from this court.
22. Because the debts of Aurbec and Maudore to FBC are cross-collateralized, the realization of assets in the Aurbec bankruptcy will also reduce Maudore's secured debt, although under present market conditions it is not expected that the secured debt will be repaid in full.
23. With respect to the Comtois Property, discussions are ongoing with two parties: one was given access to the data room on Monday of this week and has presumably commenced its analysis; a meeting is scheduled for March with the other party, which has already reviewed the data and is interested in pursuing discussions.

24. The Monitor, which is also Aurbec's bankruptcy trustee and receiver pursuant to section 243 of the BIA, has prepared the Fifth Report to the Court Submitted by Deloitte Restructuring Inc. in its Capacity as Monitor (the "Fifth Report"), **Exhibit R-1**.
25. With respect to the Comtois Property, it is still too soon to say whether a transaction will materialize, or what final form that transaction may take, but in light of the size of the debt to FBC it is inconceivable that an immediate liquidation of the Comtois Property (whether by Maudore, the secured creditor, a receiver, or trustee in bankruptcy) would generate proceeds sufficient to provide any distribution to the unsecured creditors of Maudore.
26. However, in the event that there is an interest in recapitalizing Maudore, possibly to take advantage of tax losses carried forward and/or to preserve or revive its public listing, a compromise or arrangement may provide some dividend to the unsecured creditors.
27. Decisions to be taken by Maudore's management may be influenced by the outcome of the sale process for the Aurbec assets, which the Receiver expects to take a few months, as stated by the Monitor in its Fifth Report.
28. Maudore respectfully submits that it is therefore in the interests of the creditors of Maudore that this court extend the Stay Period until Friday, August 26, 2016 or such other date as the court may determine, in order to complete the realization of the Aurbec assets and to continue the process of generating value from the Comtois Property.
29. Maudore has prepared a statement showing its projected cash flow until Friday, August 26, 2016, which is Appendix A to the Fifth Report.
30. The cash flow projection demonstrates that Maudore is dependent upon the receipt of funds from its secured creditor, FBC, in order to meet its ongoing obligations, but no creditors will be materially prejudiced by the requested relief because an immediate bankruptcy and liquidation of all assets would be insufficient to pay the claims of secured creditors, such that unsecured creditors would suffer a total loss.
31. No creditor has objected to the Initial Order or to any of the previous extensions of the Stay Period (nor did any creditor object to the various extensions granted to both Maudore and Aurbec under their respective proposal proceedings).
32. The request for an extension of the Stay Period is made with the knowledge and full support of Maudore's secured creditor, which provides Maudore with the liquidity required to support the CCAA process.

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33. The Debtor has acted, and is acting in good faith and with due diligence.

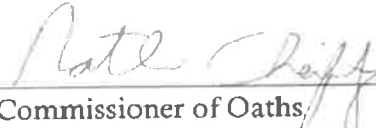
AND I HAVE SIGNED



GEORGE FOWLIE

Solemnly affirmed before me in

TORONTO, ONTARIO
this 25th day of February, 2016



Commissioner of Oaths

NOTICE OF PRESENTATION

TO:

Mr. Jean-François Nadon,
CPA, CA, CIRP
Deloitte Restructuring Inc.
1190 avenue des Canadiens-de-
Montréal, Suite 500, Montréal,
Québec, H3B 0M7

Mtre. Alain Riendeau
Fasken Martineau Dumoulin LLP
Place Victoria
800, Square-Victoria Street
Suite 3700
Montréal (Québec) H4Z 1E9

TAKE NOTICE that the Motion for a Fourth Extension of the Stay of Proceedings shall be presented before a judge of the Superior Court sitting in room 16.12 of the Montreal courthouse located at 1 Notre-Dame Street, Montreal, on **February 29, 2016 at 9:15 a.m.**

MONTREAL, February 25, 2016

Woods LLP
WOODS LLP
Attorneys for the Debtor,
Minéraux Maudore Ltée

EXHIBIT R-1



Deloitte Restructuring Inc.
1190 avenue des
Canadiens-de-Montréal
Suite 500
Montréal QC H3B 0M7
CANADA

Tel.: 514-393-7115
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www.deloitte.ca

CANADA
PROVINCE OF QUEBEC
DISTRICT OF MONTRÉAL
COURT. No.: 500-11-048311-159

SUPERIOR COURT
Commercial Division

**IN THE MATTER OF THE PLAN OF
COMPROMISE OR ARRANGEMENT OF:**

MAUDORE MINERALS LTD., a legal person, duly
constituted under the *Canada Business Corporations
Act*, having its elected domicile at 101 A, avenue
Principale, Suite 200, Rouyn-Noranda, Quebec,
J9X 4P1

Debtor

– and –

DELOITTE RESTRUCTURING INC.
(Jean-François Nadon, CPA, CA, CIRP, designated
person in charge), having a place of business at
1190 avenue des Canadiens-de-Montréal, Suite 500,
Montréal, Quebec, H3B 0M7

Monitor

**FIFTH REPORT TO THE COURT
SUBMITTED BY DELOITTE RESTRUCTURING INC.
IN ITS CAPACITY AS MONITOR**
(*Companies' Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended)

INTRODUCTION

1. On February 27, 2015, Maudore Minerals Ltd. (“**Maudore**” or the “**Debtor**”) filed for, and obtained, protection from its creditors under the *Companies' Creditors Arrangement Act* (“**CCAA**”), having previously filed a notice of its intention to make a proposal under the *Bankruptcy and Insolvency Act* (“**BIA**”) on September 8, 2014.
2. Pursuant to the initial order granted by this court (the “**Initial Order**”), Samson Bélair/Deloitte & Touche Inc., renamed Deloitte Restructuring Inc. on June 1, 2015 (“**Deloitte**”), was appointed monitor (the “**Monitor**”) and a stay of proceedings against the Debtor was granted until March 29, 2015.

3. On March 27, 2015, Maudore obtained a first stay period extension order (the “**First Stay Extension Order**”) until June 14, 2015. A copy of the First Stay Extension Order was made available on the Monitor’s website.
4. On June 18, 2015, Maudore obtained a second stay period extension order (the “**Second Stay Extension Order**”) until September 28, 2015. A copy of the Second Stay Extension Order was made available on the Monitor’s website.
5. On September 22, 2015, Maudore obtained a third stay period extension order (the “**Third Stay Extension Order**”) until February 29, 2016. A copy of the Third Stay Extension Order was made available on the Monitor’s website.

PURPOSE OF THE FIFTH REPORT

6. This fifth report (the “**Fifth Report**”) of the Monitor addresses:
 - (i) the Debtor’s operations since the Third Stay Extension Order;
 - (ii) the activities of the Monitor;
 - (iii) the extension of the stay of proceedings; and
 - (iv) the Monitor’s conclusion and recommendations.
7. In preparing this Fifth Report, the Monitor has relied upon unaudited financial information, the Debtor’s records, the various court filings and its discussions with the management of the Debtor and its legal advisors. While the Monitor has reviewed the information, some in draft format, the Monitor has not performed an audit or other verification of such information. Forward looking financial information included in the Fifth Report is based on assumptions of the management of the Debtor regarding future events, and actual results achieved will vary from this information and the variations may be material.
8. Unless otherwise stated, all monetary amounts contained herein are expressed in Canadian dollars. Capitalized terms not defined in this Fifth Report are as defined in the previous reports and in the motion for the Initial Order.
9. A copy of this Fifth Report and all further reports of the Monitor will be available on the Monitor’s website at <http://www.insolvencies.deloitte.ca/en-ca/Pages/Maudore-Minerals-ltd.aspx>

DEBTOR’S OPERATIONS SINCE THE THIRD STAY EXTENSION ORDER

10. Management received a letter of intent on February 9, 2016 for the only significant asset of Maudore, the Comtois Property. Management will meet the interested party in the coming weeks.
11. Maudore’s subsidiary, Aurbec, is bankrupt. However, because Maudore’s debt to its secured creditors Cyrus is also secured by the assets of Aurbec, the realization of Aurbec’s assets influences the level of debt in Maudore. It is not expected that the realization of the assets of Maudore and Aurbec will be sufficient to repay Cyrus in full.
12. As mentioned in the Fourth Report, the Receiver initiated the Aurbec Call for Tenders to divest the Sleeping Giant mine, its processing facility and all of Aurbec’s exploration projects.

13. At the time of writing the Fourth Report, the Receiver was entertaining discussion with interested parties. Since then, the Receiver has negotiated with one interested party. The Receiver is contemplating to sign an asset purchase agreement (“APA”) with the interested party within the next few days. The APA will finalize the sale of all of the assets of Aurbec.
14. The APA is subject to certain conditions. The Receiver expects the final closing of the assets to take a few months due to the complexity of the transaction. Among other things, the restoration plan liability attached to the Sleeping Giant mine is a complex issue and would likely require negotiation with the federal and provincial authorities. In addition, negotiation with the existing union has to take place.
15. The Aurbec Call for Tenders provided useful indication that the level of interest is low for exploration projects in the current economic environment and transactions take time to close.
16. As illustrated in the amended cash flow forecasts in Appendix A, the Receiver, with the authorization of Cyrus, the secured lender, continues to provide Maudore with sufficient funds to meet its obligations as they come due and Cyrus is being kept informed of the restructuring progress in Maudore.

Highlights of the Debtor’s cash flows since the Third Stay Extension Order

Maudore Minerals Ltd. Statement of receipts and disbursements For the period from September 14, 2015 to February 14, 2016			
	<u>22-week period ended February 14, 2016</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
	(\$)	(\$)	(\$)
Receipts			
Transfers from Mines Aurbec Inc.	350,000	225,000	(125,000)
Disbursements			
Salaries	26,376	27,927	(1,551)
Professional fees	44,000	20,707	23,293
Other consultants	152,610	100,417	52,193
Office and administration costs	89,074	28,626	60,448
Exploration costs	68,271	69,141	(870)
	<u>380,331</u>	<u>246,818</u>	<u>133,513</u>
Projected bank balance variation	(30,331)	(21,818)	8,513
Bank balance - beginning	82,453	82,453	-
Bank balance - ending	52,122	60,635	8,513

17. The actual receipts for the 22-week period ended February 14, 2016 show an unfavorable variance of \$125K. This budget-to-actual unfavorable variance is explained by lower disbursements than budgeted as the Receiver provides the funds to Maudore to meet its obligations on an as-needed basis.

18. The actual disbursements for the 22-week period ended February 14, 2016 show a favorable variance of \$133.5K. This budget-to-actual favorable variance is mainly explained by professional fees, other consultants and lower office and administration costs.
19. Refer to Appendix A for the amended cash flow forecasts.

ACTIVITIES OF THE MONITOR

20. Since February 27, 2015, the date of the Initial Order, the Monitor has analyzed the receipts and disbursements transacted through the bank accounts.
21. In accordance with the Initial Order, any disbursements for services rendered to Maudore prior or subsequent to the date of the Initial Order were presented to, and approved by, the Monitor.
22. Within five (5) business days, the Monitor made available on its website all public information and documentation related to the Debtor's restructuring process, including the notice to creditors, creditor listings, press releases, and all Court documentation.
23. Within five (5) business days, the Monitor sent a notice by regular mail to all known creditors of the Debtor.
24. On March 5, 2015, the Monitor completed the First Report and filed it with this Honorable Court, served it to the service list, and made it available on its website.
25. On March 11 and March 18, 2015, the Monitor published a notice with respect to the Initial Order in *Le Citoyen de la Vallée de l'Or/Le Citoyen de l'Harricana*.
26. On March 27, 2015, the Monitor completed the Second Report and filed it with this Honorable Court, served it to the service list, and made it available on its website.
27. On June 12, 2015, the Monitor completed the Third Report and filed it with this Honorable Court, served it to the service list, and made it available on its website.
28. On September 18, 2016, the Monitor completed its Fourth Report and filed it with this Honorable Court, served it to the service list, and made it available on its website.

EXTENSION OF THE STAY PERIOD

29. Pursuant to the Third Stay Extension Order, a stay of proceedings against the Debtor was granted until February 29, 2016.
30. The Debtor notified the Monitor of its intention to request an extension of the stay of proceedings to August 26, 2016, to allow Maudore to continue to pursue its efforts to find a party or parties interested in the Comtois Property and the assets of Aurbec, including the Sleeping Giant mine and eventually submit a plan of arrangement to its creditors under the CCAA.

MONITOR'S CONCLUSION AND RECOMMENDATIONS

31. It is the Monitor's view that Maudore has acted in good faith and with due diligence in accordance with the Initial Order.
32. It is the Monitor's opinion that it is in the interests of stakeholders to provide additional time for Maudore to continue discussions with interested parties and to evaluate the different options available for the benefit of its stakeholders, and that the extension will not prejudice any of Maudore's creditors.

The Monitor respectfully submits to the Court this, its Fifth Report.

DATED AT MONTREAL, this 25 day of
February, 2016.



Jean-François Nadon, CPA, CA, CIRP
President

DELOITTE RESTRUCTURING INC.
In its capacity as Court-appointed Monitor

No.: 500-11-048311-159

SUPERIOR COURT
DISTRICT OF MONTREAL
PROVINCE OF QUÉBEC

**IN THE MATTER OF THE
COMPROMISE OR ARRANGEMENT
OF:**

MINÉRAUX MAUDORE LTÉE.

Debtor

and

DELOITTE RESTRUCTURING INC.

Monitor

**MOTION FOR A FOURTH EXTENSION
OF THE STAY OF PROCEEDINGS,
NOTICE OF PRESENTATION,
AFFIDAVIT OF GEORGE FOWLIE
AND EXHIBIT R-1**

ORIGINAL

Mtre. Neil A. Peden
File No.: 5574-1

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