

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
month to follow.
(OVER)

LEGAL*46520831.1

ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST

PROCEEDING COMMENCED AT
TORONTO

APPLICATION RECORD
(Volume 2 of 2)

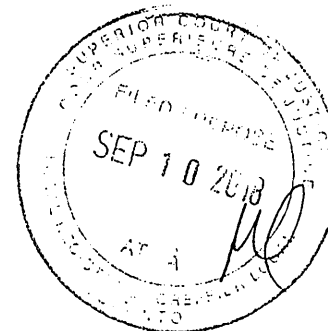
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Lawyers for the Applicants



Done written
[Signature]

Addendum

There shall be a
Case Law do it if Suptander

18, 2018, at which time

it is controllable the

proposed rules process will

be brought before the court

for approval.

Attendant shall have and

file a notice of motion

to all parties for this

purpose.

Done
T.