

September 12, 2018

To Whom It May Concern:

RE: Kraus Brands Inc., Kraus Canada Ltd., Kraus Carpet Inc., Kraus Properties Inc., Kraus USA Inc., and Strudex Inc. (collectively, the “Kraus Group” or the “Applicants”)

Take notice that, on September 11, 2018, the Kraus Group sought and obtained protection pursuant to the *Companies’ Creditors Arrangement Act* (the “CCAA”) before the Ontario Superior Court of Justice (Commercial List) (the “**Court**”).

Deloitte Restructuring Inc. has been appointed as monitor in the Applicants’ CCAA proceedings (the “**Monitor**”) pursuant to the Initial Order of the Court dated September 11, 2018 (the “**Initial Order**”).

Copies of the Initial Order and the Applicants’ application materials have been posted on the Monitor’s website at: <http://www.insolvencies.deloitte.ca/en-ca/kraus> (the “**Website**”).

The Initial Order provides, among other things, for a stay of proceedings until October 11, 2018 (the “**Stay Period**”) in respect of the Applicants. The Stay Period may be extended by the Court from time to time.

During the Stay Period, all parties are prohibited from commencing or continuing legal or enforcement actions against the Applicants and all rights and remedies of any party against or in respect of the Applicants or its assets are stayed and suspended except with the written consent of the Applicant and the Monitor, or leave of the Court.

Creditors are not required to file a proof of claim at this time.

Persons requiring further information not available on the Website should email the Monitor at kraus@deloitte.ca or call the Monitor’s dedicated phone line at 416-354-0883.

Deloitte Restructuring Inc.

In its capacity as Court Appointed Monitor of the Kraus Group
8 Adelaide Street West, Suite 200
Toronto, Ontario, M5H 0A9

Per:



Jordan Sleeth
Senior Vice-President