

January 30, 2012

TO THE CREDITORS OF UTEX CORPORATION

It is with great difficulty that we are writing to advise you that it has been necessary for Utex to file for protection in Canada under the *Bankruptcy and Insolvency Act*. A Notice of Intention to Make a Proposal has been filed on January 24, 2012. We have appointed the firm of Deloitte & Touche in Montreal to supervise our restructuring. (Mr. Patrick Fillion is in charge of this file at Deloitte – telephone number 514.393.7034).

Under the Court protection we have an initial period of thirty days to develop a restructuring plan and can request from the Court, after the initial thirty day period, further extensions. During this period, all payments owing are suspended, but any future goods or services purchased will be paid in full in priority to the obligations to our current unsecured creditors.

Many of you are aware that we have been in business for almost seventy years and are very proud of our many years of successful operations. We have acknowledged throughout this period, and still do, the importance of our supplier base and employees. Our business as a distributor of mens suits and ladies and mens outerwear was one of the first in Canada to import from China.

The past five years have been difficult for Utex. The financial crisis of 2008 created serious challenges. Since then the problems continued, which included increased competition and costs, direct purchasing by retailers, and the loss of major customers. This has resulted in significant sales reductions and serious financial losses for our business.

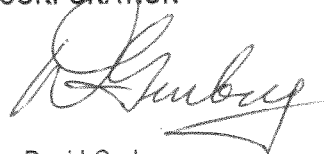
Given the present financial situation of Utex, we are presently analyzing all options, in order to restructure the company and maximize creditor recovery.

We have an excellent relationship with our supplier base and would like to see our suppliers receive maximum recovery on their outstanding debt. Subsequent to the orderly wind down of our business noted above which will take a number of months, we anticipate to be able to file such a Proposal with a payment plan to our creditors.

We thank you for your support and will continue to communicate with you as to the progress of our restructuring.

Yours very truly,

UTEX CORPORATION



Per: David Gurberg
President



Samson Bélair/Deloitte & Touche Inc.
1 Place Ville Marie
Suite 3000
Montréal QC H3B 4T9
Canada

Phone : 514-393-7115
Fax : 514-390-4103
www.deloitte.ca

CANADA
PROVINCE OF QUEBEC
DISTRICT OF QUEBEC
DIVISION N°: 01 - Montréal
COURT N°: 500-11-042035-127
ESTATE N°: 41-1583581
OFFICE N°: 920367-1000001

SUPERIOR COURT
Commercial Division

**IN THE MATTER OF THE
PROPOSAL OF:**

UTEX CORPORATION, having its head office and its principal place of business at 4360, Cote-de-Liesse Rd., Mont-Royal, QC H4N 2P7

Insolvent person

– and –

SAMSON BÉLAIR/DELOITTE & TOUCHE INC.
(Jean-François Nadon, CA, CIRP, responsible) having a place of business at 1 Place Ville-Marie, Suite 3000, Montréal, Québec H3B 4T9

Trustee

NOTICE OF INTENTION TO MAKE A PROPOSAL

Section 50.4(1)

NOTICE is hereby given that **UTEX CORPORATION** has filed, on January 24, 2012, a Notice of Intention to Make a Proposal to its creditors, a copy of which is attached, and that we have consented to act as trustee.

A copy of the proposal will be forwarded to all creditors before the holding of the first meeting of creditors, which should be held on a date and at a place to be determined. The following documents will be transmitted later on:

- Notice of meeting of creditors;
- Proof of claim and proxy form;
- Voting letter form and information circular.

DATED AT MONTREAL, this January 30, 2012

SAMSON BÉLAIR/DELOITTE & TOUCHE INC.
Trustee

CANADA
PROVINCE OF QUEBEC
DISTRICT OF QUEBEC
DIVISION N°: 01 - Montréal
COURT N°:
ESTATE N°:
OFFICE N°:

SUPERIOR COURT
Commercial Division

**IN THE MATTER OF THE
PROPOSAL OF:**

UTEX CORPORATION, having its head office at 4360,
Côte-de-Liesse Road, Mont-Royal, Quebec H4N 2P7

Insolvent person

– and –

SAMSON BÉLAIR/DELOITTE & TOUCHE INC.
(Jean-François Nadon, CA, CIRP, responsible) having a
place of business at 1 Place Ville-Marie, Suite 3000,
Montréal, Québec H3B 4T9

Trustee

NOTICE OF INTENTION TO MAKE A PROPOSAL

(Subsection 50.4(1))

Take notice that:

1. I, UTEX CORPORATION, an insolvent person, pursuant to subsection 50.4(1) of the Bankruptcy and Insolvency Act, intend to make a proposal to my creditors.
2. Samson Bélair/Deloitte & Touche Inc., having a place of business at 1, Place Ville Marie, Suite 3000, Montreal, Quebec, H3B 4T9, a licensed trustee, has consented to act as trustee under the proposal and a copy of the consent is attached hereto.
3. A list of the names of the known creditors with claims amounting to \$250 and more and the amounts of their claims is attached.
4. Pursuant to section 69 of the Bankruptcy and Insolvency Act, all proceedings against the company are stayed as of the date of filing of this notice with the official receiver in my locality.

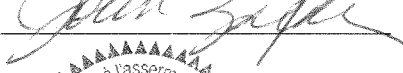
Dated at Montreal, this 24th day of January, 2012

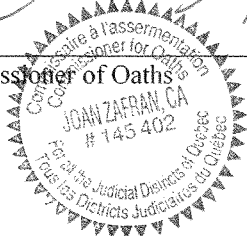
UTEX CORPORATION

BY 
David Gurberg

Filing Date: _____

By \ _____
Official Receiver

Sworn By: 
BY _____
Commissioner of Oaths



List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
2996731 CANADA INC.	481 Rue Prince-Arthur Ouest, Suite 301 Montréal QC H2X 1T4		42,351.79
2K FINISHERS INC.	8301 Parkway Blvd. Ville D'Anjou QC H1J 1M8		4,287.01
6682383 CANADA INC	481 Rue Prince-Arthur Ouest, Suite 301 Montréal QC H2X 1T4		75,285.99
7226641 CANADA INC	3101 Edmond-Rostand Laval QC H7P 5X8		1,425.69
A. RAVENNA FASHIONS CO. LTD	Road Town Porticullis Trustnet Chambers, P.O. Box 3444 Tortola BRITISH VIRGIN ISLANDS		131,598.23
ACCENT LABELS	Manhattan Place 23 Wang Tai Road, #1509-10 15Th Fl. Kowloon Bay, Kowloon HONG KONG		18,751.30
ASC SAMPLING INC.	5425 Casgrain, suite 403 Montréal QC H2T 1X6		4,289.27
BECKER & FUHREN TUCHE GMBH & CO.KG	Niederforstbacher STR.80-84 D-52078 AACHEN Germany		7,386.17
BEIJING JIANFAN INTERNATIONAL	Haidian District Building 64-2, Xisanqi Garden 2 Area Beijing 10096 China		15,919.63
BEIJING WANGFANG INTERNATIONAL	Jia No 98 Beilishi Road, Xicheng District Room 508, Fucheng Plaza Beijing China		458.60
B-GAPS ACCESSORIES LTD	Wing Hing Industrial BLDG Unit A 6/F, Unit B 4/F 499 Castle Peak Road, Kowloon HONG KONG		9,925.00
BIELLA MANIFATTURE TESSILI S.P.A.	Regione Valteucco, 9 13823 STRONA (BI) Italy		513.01
BIELLA MANIFATTURE TESSILI S.P.A.	Via Pietro Zia 18 13882 CERRIONE (BI) Italy		4,106.76
BMB DEVELOPMENT LTD.	30-38 Tsuen King Circuit Flat B, 16/F, Waylee Indstr. Centre, Tsuen Wan, N.T. HONG KONG		9,831.75
BOTTO FILA S.P.A.	Via Roma 99 Vallemosso Italy		590.12
CAMOUEST	7200 Ch. St-François Montréal QC H4S 1B7		1,451.85

List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
CANADIAN IMPERIAL BANK OF COMMERCE	207 Queens Quay West, Suite 700 Toronto ON M5J 1A7		3,391,018.85
CANADIAN PAPER & PACKAGING CO. LTD.	3001 Brabant Martineau St-Laurent QC H4S 1V5		13,625.37
CANON CANADA INC.	P.O. Box 77271 RPO Courtney Park Mississauga ON L5T 0A9		908.77
CANPAR TRANSPORT L.P.	1290 Central Parkway West, Suite 500 Mississauga ON L5C 4R9		16,835.14
CHECKPOINT SYSTEMS INC.	P.O. Box 8538-0379 Philadelphia PA 19171-0379 USA		849.51
COMERO S.P.A.	C. SO Garibaldi 261 13045 Gattinara (VC) ITALY		2,279.04
DJ FUR TRIMMINGS INC.	150 West 28th Street New-York NY 10001 USA		3,095.10
DORFIN DISTRIBUTION INC.	5757 Boulevard Thimens St-Laurent QC H4R 2H6		977.43
EASWAY PROMOTION & TRADING LTD	399 Dongfeng Street C-403, Sunshine Shore Mansion Weifang, 261041 China		49,956.09
EQUIFAX	P.O. Box 4265, Station A Toronto ON M5W 5T7		1,933.87
FEDERAL EXPRESS CDA LTD	P.O.Box 4626, Toronto Stn A Toronto ON M5W 5B4		81,549.71
FENGTEX HONG KONG LTD	Eco & Techno Developement Zone 1376 Xueyuan Street, Xiasha Hangzhou 310018 China		520.09
FINANCEMENT D'EQUIPEMENT GE CANADA	P.O. Box 4553 Station A Toronto ON M5W 4S1		984.92
FITTEX GARMENTS CO.,LTD	4-5 Knutsford Terrace, TST RM.1102, 11/F Knutsford Comm BLDG Kowloon HONG KONG		2,560.93
FUJIAN FEDERATION SANHE TEXTILE CO.	No. 128 Yuan Yang Chi Road West 362700 Shishi Fujian China		2,355.58
FULAN GROUP (HK) LTD.	610 Nathan Road 13/F Hollywood Plaza Room 1318-1320 Mongkok, Kowloon HONG KONG		750.23

List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
GAZ METROPOLITAIN	C.P. 6115 Succ. Centre Ville Montréal QC H3C 4N7		5,438.96
GIERLINGS VELPOR, S.A.	Agua Longa Portela Alta - Apartado 140 4825-109 Santo Tirso PORTUGAL		328.61
GROUPE A.L.N. INC.	168 Denison Ouest Granby QC J2G 4C8		431.62
GXS CANADA INC.	P.O. Box 8912 Postal Station A Toronto ON M5W 2C5		10,045.29
H.P INTERNATIONAL	5722 Rand Côte-St-Luc QC H4W 2H7		16,228.90
HANGANG INTERTEXTILE CO. LTD.	Yoksam- 2 Dong, Kangham-KU 5F Ohsung BLDG., 721-25 Seoul, 135-920 KOREA		2,385.76
HITOP & ZENTEX CO. LTD	# 212-1 GURO DONG Room 1004, Ace Twin Tower 1 Guro-Gu Seoul, 152-050 KOREA		2,832.30
HO WAI CHIU	Residence Oasis Flat B, 56/F., Tower 2 Tseung Kwan O, N.T. HONG KONG		19,137.47
INCALPACA TPX	Calle Condor 100 Tahuaycani, Sachaca PERU		1,380.23
INFORMATION CLEARINGHOUSE INC.	310 East Shore Road, Suite 304 Great Neck NY 11023 USA		4,467.13
INRESCOM DOORS INC.	7627 Rue de Laroche Montréal QC H2R 2T6		1,223.56
JANG KI TEXTILE CORP.	545-7 Dogok-Dong 5 FL Sungwon BLDG Kangnam-Ku, Seoul KOREA		2,680.54
JENTA ENTERPRISES LTD	Tower A, 14 Science Museum Road RM.1203, 12/F, New Mandarin Plaza Tsim Sha Tsui, Kowloon HONG KONG		96,767.14
JFC Licensing Inc.	160 Tycos Drive, Suite 2211 Toronto ON M6B 1W8		20,031.72
JIANGSU SKYRUN WUXI CO. LTD	1008 East Jiefang Road Jinhe Great Hotel, RM 1516-1517 Wuxi, Jangsu Province 214005 China		20,242.08
JIXING GRACE IMP/EXP CO. LTD	7th Florr, Jiefang road Jixing 314000 Zhejiang China		17,470.52

List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
John Langford & Co. Ltd.	11-15 Betterton Street Studio 13, Gardens Studios London WC2H9BP England		13,248.27
Jones Investment Co.	1007 Orange Street, Suite 225 Wilmington DE 19801 USA		56,250.00
LANIFICIO ANGELICO S.R.L.	Via Roma 96 Biella ITALY		4,581.77
LANIFICIO BOTTO GIUSEPPE & FIGLI	Via B. Sella, 166 13825 Valle Mosso (Biella) ITALY		554.35
LANIFICIO DI FABIO, S.R.L.	Via Mazzetta N.12 13856 Vigliano Biellese (BI) ITALY		1,583.70
LANIFICIO DI PRAY S.P.A.	Via C. Battisti, 80 1-13060 Sandigliano ITALY		2,008.55
LANIFICIO DI TOLLEGNO	13818 Tollegno Via Gramsci, 11 Biella ITALY		2,066.09
LANIFICIO ZIGNONE S.R.L.	13066 Strona Rehione Orrazzo 3 Biella ITALY		3,180.27
LEATHERTEX S.R.L.	Via G. Di Vittorio, 52 59021 Vaiano, Prato (PO) ITALY		539.16
LEITHMAN & GLAZER	1255 Phillips Square, Suite 301 Montréal QC H3B 3G1		8,698.30
LIGAO GARMENTS SHENZHEN CO.,LTD	Industrial Zone, Bu Sha Road 4F,Block 1, Bai Men Qian Sha Wan, Bu Ji Town, Shenzhen China		368.76
LOCKE, LORD, BISSELL & LIDDELL LLP	24259 Network Place Chicago IL 60673-1242 USA		890.44
MAINETTI CANADA INC.	1211 Rue Montée de Liesse St-Laurent QC H4S 1J7		10,161.85
MANULIFE FINANCIAL, GROUP BENEFITS	P.O. Box 1627 Waterloo ON N2J 4P4		21,687.88
MARZOTTO, S.P.A.	Largo S. Margherita, 1 36078 Valdagno (VI) Italy		2,479.15
MAURICE PORLIER PHOTOGRAPHE INC.	80 St-Viateur Est, Suite 405 Montréal QC H2T 1A6		13,588.02
MILGRAM & COMPANY LTD	400-645 Wellington Street Montréal QC H3C 0L1		3,637.68

List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
MTS ALLSTREAM INC.	P.O. Box 3500, Station Main Winnipeg MB R3C 0B7		1,560.67
NANJING HG-NICE GAIN FABRIC CO.LTD	Jiangning No.9 Liyuan S. Road Nanjing China		20,764.80
NANJING NICE GAIN (HG) GMTS.CO.LTD	Jiangning Econ. & Techn. Dev. Zone No.201 Yanhu Road Nanjing P.R. China		8,764.55
NOVEXCO INC.	950 Place Paul-Kane Laval QC H7C 2T2		1,249.93
ORIENT INTERNATIONAL HOLDING	Untex International Building 200 SI Ping Road Shanghai 200086 China		61,691.46
PEERLESS 2000 INC.	5757 Boul. Thimens St-Laurent QC H4R 2H6		26,036.91
PITNEY BOWES LEASING	P.O. Box 278 Orangeville ON L9W 2Z7		1,347.31
PONTETORTO S.P.A.	50045 Montemurlo/Firenze Via Roma 7 ITALY		672.99
PREMIER SOLUTIONS MS	3484 Boul. des Sources, Suite 420 Dollard-des-Ormeaux QC H9B 1Z9		1,680.39
RCI ENVIRONNEMENT INC.	C.P. 1300 Anjou QC H1K 4H2		877.06
RECEIVER GENERAL FOR CANADA	CRA		37,347.99
RECEIVER GENERAL FOR CANADA	CRA		42,499.90
RECEIVER GENERAL FOR CANADA	CRA		3,560.39
REMCO FORWARDING LTD.	5203 Fairway Lachine QC H8T 3K8		9,177.47
RIGHTEX ENTERPRISES LTD	Room 401, No. 201 Zhanyuan Road, Qinhuai District 210002 Nanjing China		1,000,936.48
RUBENSTEIN BROS. CO. INC.	865 Rue Hodge Montréal QC H4N 2B1		1,890.28
S.I.P.C.	3 Ter, Ave. Hoche Paris 75008 France		115,810.26
SAMSON BELAIR/DELOITTE & TOUCHE	3000 Place Ville-Marie, Bureau 3000 Montréal QC H3B 4T9		17,148.68

List of Creditors with claims of \$250 or more.

Creditor	Address	Account#	Claim Amount
SCAN AGAIN INC.	1101 Nicholson Road, Unit #3 Newmarket ON L3Y 9C3		786.08
SERVICE VAPEUR MICHEL INC.	16 Chemin du Mousqueton Eastman QC J0E 1P0		862.72
SHAOXING COUNTY JINSHENG TEXTILE CO	Keqiao, Shaoxing County 7th Floor C BLDG. Times Commercial Square Zhejiang PS NO. 312000 China		1,757.45
SHEN DA GARMENT (HK) LIMITED	N0.19 Lam Lok Street Unit 422,4/F Nan Fung Comm. Centre Kowloon Bay HONG KONG		4,239.30
SHIN HEUNG TEXTILE CO. LTD.	CPO Box 10560 3/F Jianpan Building Seocho-Dong, Seoul, 1552-13 KOREA		5,516.29
SOCIEDAD ANONIMA LANITEX S.A.	Calle Padre Rodamilians 77 08205 Sabadell Spain		1,834.34
SPECS MODEL MANAGEMENT	3981 Boul. St-Laurent, Bureau 710 Montréal QC H2W 1Y5		1,367.10
TANG SHANG QINGSHAN GMTS CO. LTD	# 192 Hongqi Road Floor 4, Door 2, Yinghuan Masion Nankai District Tianjin China		60,577.31
THOMAS FEDORYAK	474 Saint Alexis, Suite 302 Montréal QC H2Y 2N6		17,518.76
TLP OCEAN CONSOLIDATORS INC.	1455- 55th Avenue Dorval QC H9P 2W3		90,313.11
TR INTERNATIONAL DISTRIBUTION INC.	8600 Place Upton Anjou QC H1J 1E3		2,332.04
TRAFFIC TECH INT. (GOAL)	6665 Côte de Liesse Montréal QC H4T 1Z5		23,307.52
TRIMLOGIC INTERNATIONAL INC.	515 Deslauriers St-Laurent QC H4N 1W2		276.75
VAN DELDEN, GMBH	Laurenzstr.55 D-48608 Ochtrup Germany		2,024.61
WEIFANG MORESOURCE TEXTILE CO.LTD	No.399 Dongfeng Street C403, Sunshine Shore Mansion Weifang, Shandong China		365,135.84
WILLIAM GILBEY INC.	1410 Broadway, 14th Floor New-York NY 10018 USA		445.38
WUXI ZHENQIU GROUP I/E CO. LTD	Da Zhang Xiang Xiao Tao Yuan Wuxi Jiangsu P.R. China		56,739.85

List of Creditors with claims of \$250 or more.			
Creditor	Address	Account#	Claim Amount
ZHANGJIAGANG PUKUN WORSTED TEXT.CO.	Tangqiao Town Zhangjiagang Jiangsu 215611 China		681.75
Total			6,253,722.59

January 23, 2012

Mr. Lionel Bensimon
Official Receiver
Office of the Superintendent of Bankruptcy
Industry Canada
5 Place Ville-Marie, Suite 800
Montreal QC H3B 2G2

Re: Notice of intention to make a proposal of UTEX CORPORATION

Dear Sir:

This letter confirms that SAMSON BÉLAIR/DELOITTE & TOUCHE INC., agrees to act as Trustee to the Notice of intention to make a proposal, in the above-mentioned file.

Sincerely yours,

Samson Bélair/Deloitte & Touche Inc.
Trustee



Jean-François Nadon, CA, CIRP