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FROM/DE:

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TO/A:

Mr. Carl Adjami

RSM RICHTER INC.

2 Place Alexis Nihon, Suite 1820 Montreal, Quebec, H3Z 3C2

Tel.: (514) 934-3591 Fax: (514) 934-3504

DATE:

September 7, 2010

TIME/HEURE:

NATURE OF PROCEEDING/ PROCEDURE SIGNIFIÉE: MOTION TO EXTEND THE DELAY TO

MAKE A PROPOSAL

(Section 50.4(9) Bankruptcy and Insolvency

Act, Canada)

REFERENCES/RÉFÉRENCE:

IN THE MATTER OF THE NOTICE OF INTENTION TO FILE A PROPOSAL:

POWER CANADA CABLES LTD.

-and-

**RSM RICHTER INC.** 500-11-039458-100

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**OUR FILE/NOTRE DOSSIER:** 

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C A N A D A PROVINCE OF QUEBEC DISTRICT OF MONTREAL NO.: 500-11-039458-100 SUP NO.: 41-1393388

## SUPERIOR COURT (Commercial Division)

# IN THE MATTER OF THE NOTICE OF INTENTION TO FILE A PROPOSAL OF:

POWER CANADA CABLES LTD., a corporation duly incorporated according to law having its head office at 6290, boulevard des Grandes-Prairies, in the City of Saint-Leonard, QC, Province of Quebec, H1P 1A2;

Debtor/Petitioner

and

RSM RICHER INC., in its capacity as Trustee to the Proposal of the Debtor, having its place of business at 2 Place Alexis Nihon, Suite 1820, Montreal, QC H3Z 3C2;

Trustee

# MOTION TO EXTEND THE DELAY TO MAKE A PROPOSAL (Section 50.4(9) Bankruptcy and Insolvency Act, Canada)

### IN SUPPORT OF THE PRESENT MOTION, PETITIONER DECLARES AS FOLLOWS:

- 1. On August 12, 2010, the Debtor, Power Batteries (Iberville) Ltd. filed a Notice of Intention to Make a Proposal ("NOI") under the relevant provisions of the *Bankruptcy and Insolvency Act*, Canada and named RSM Richter Inc. ("RSM") as trustee thereto, the whole as appears of record herein.
- 2. The Debtor forms part of a corporate group including its parent, Power Battery (Iberville) ("Iberville"), Iberville's parent, Power Battery Co., Inc. ("Power New Jersey"), a New Jersey corporation, and the Debtor's sister corporation Batterie Universelle Ltée ("Batterie") (collectively, the "Corporations").
- 3. The Corporations collectively operate in the Province of Quebec and the State of New Jersey carrying on the business of the design, manufacturing and distribution of (i) stationary batteries and cabinets used in backup or standby applications, (ii) motive power batteries used in industrial equipment such as forklift trucks and floor washers, (iii) specialized cables and terminals used in commercial applications (refrigeration, lighting), and (iv) peripheral devices used in conjunction with commercial backup power applications.

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- 4. Given the inter-relationship between the Corporations, Iberville and Batterie have also filed Notices of Intention to Make a Proposal with RSM acting as Trustee thereunder. Power New Jersey has not, at the present time, filed for protection under the U.S. Bankruptcy Code.
- 5. The Corporations' principal secured creditor is National Bank of Canada ("NBC"). NBC is presently supporting the Debtor's cash flow requirements during the restructuring process. Following the filing of the NOI, the Corporations, with the consent of NBC, engaged a chief restructuring officer and mandated RSM to conduct a process to solicit offers for the Corporations' business on a going concern basis.
- 6. RSM is presently putting together an information package that will be provided to interested parties in conjunction with the solicitation process, the whole with a view to preserving the business as a going concern.
- 7. Given the foregoing, the Debtor requires a further period of time to complete its restructuring and present a viable proposal to its creditors.
- 8. The Debtor's creditors will not be prejudiced by the Court granting the extension sought by the Debtor hereunder.
- 9. NBC has been advised of the present request and does not oppose the extension sought herein.
- 10. The report prepared by RSM on the state of the Debtor's business and financial affairs will be presented by RSM at the hearing of the present Motion.
- 11. The Debtor has acted and continues to act diligently and in good faith.
- 12. Accordingly, the Debtor is entitled to seek the extension of the delay to make its proposal for a period of forty-five (45) days, namely October 23, 2010.
- 13. The present Motion is well-founded in fact and in law.

# WHEREFORE, THE DEBTOR/PETITIONER PRAYS FOR JUDGMENT OF THIS HONOURABLE COURT:

- (a) GRANTING the present Motion;
- (b) SHORTENING the delays to serve and present the present Motion and DECLARING that the present Motion has been validly served; and

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(c) EXTENDING the delay for Petitioner to make its proposal herein until October 23, 2010, THE WHOLE WITHOUT COSTS.

MONTREAL, September 7, 2010

(S) KUGLER KANDESTIN, L.L.P.

KUGLER KANDESTIN, L.L.P.,
Attorneys for Petitioner

TRUE COPY

KUCZER KANDESTIN, L.L.P.

C A N A D A PROVINCE OF QUEBEC DISTRICT OF MONTREAL NO.: 500-11-039458-100

### SUPERIOR COURT (Commercial Division)

IN THE MATTER OF THE NOTICE OF INTENTION TO FILE A PROPOSAL OF:

POWER CANADA CABLES LTD.

Debtor/Petitioner

and

RSM RICHTER INC.

Trustee

## ATTESTATION OF AUTHENTICITY (Article 82.1 C.C.P.)

The undersigned, GERALD F. KANDESTIN, attorney of the Firm Kugler Kandestin, L.L.P., carrying on business at 1 Place Ville Marie, Suite 2101, in the City and District of Montreal, Province of Quebec, under my oath of office, declare that:

- 1. On September 7, 2010, Kugler Kandestin, L.L.P. received by e-mail the Solemn Declaration of Mr. Jean Montpetit signed on September 7, 2010 and received by Kugler Kandestin, L.L.P. at 10:47 a.m. on the same date;
- 2. The copy of the Solemn Declaration attached hereto is a true copy and such Solemn Declaration was received by Kugler Kandestin, L.L.P. as set forth in paragraph 1 above.

QI HAVE SIGNED

Gerald F. Kandestin

Solemnly declared before me at Montreal

this 7<sup>th</sup> day of September, 2010.

Commissioner of Oaths for the

District of Montreal

COPE CONCEME

Luger Hendestr, L.L.P.

C A N A D A PROVINCE OF QUEBEC DISTRICT OF MONTREAL

NO.: 500-11-039458-100 SUP NO.: 41-1393388 SUPERIOR COURT (Commercial Division)

IN THE MATTER OF THE NOTICE OF INTENTION TO FILE A PROPOSAL OF:

POWER CANADA CABLES LTD.

Debtor/Petitioner

and

RSM RICHER INC.

Trustee

#### SOLEMN DECLARATION

I, the undersigned, Jean Montpetit, carrying on business at its head office at 6290, boulevard des Grandes-Prairies, in the City of Saint-Leonard, QC, H1P 1A2 hereby solemnly declare the following:

- 1. THAT I am a Director and Vice-President of Power Battery (Iberville) Ltd., the Petitioner in the present "Motion to Extend the Delay to Make a Proposal" (the "Motion") and have knowledge of all of the facts alleged in such Motion; and
- 2. THAT all of the facts alleged in the present Motion are, other than those of record herein, true and correct.

AND I HAVE SIGNED:

SOLEMNLY DECLARED before me at the

City of Montreal, Province of Quebec, this

7th day of September, 2010.

Commissioner of Oaths

COPIE CONFUNE Lugles Kondot, L.L.P. C A N A D A PROVINCE OF QUEBEC DISTRICT OF MONTREAL NO.: 500-11-039458-100 SUP NO.: 41-1393388

## SUPERIOR COURT (Commercial Division)

IN THE MATTER OF THE NOTICE OF INTENTION TO FILE A PROPOSAL OF:

POWER CANADA CABLES LTD.

Debtor/Petitioner

and

RSM RICHER INC.

Trustee

### NOTICE OF PRESENTATION

TO: RSM RICHTER INC.

2 Place Alexis Nihon

Suite 1820

Montreal, QC H3Z 3C2

AND: M LESLIE KITE & ASSOCIATES, PC

208 South Lasalle Street Suite 1750, Chicago 60604

Sine 1750, Chicago 00004

Attention: Mr. Carl Adjami

Attention: Mr. Leslie Kite Email: les@kitelaw.net

AND: Me Denis St-Onge GOWLINGS

1 Place Ville Marie, Suite 3700 Montreal, QC H3B 3P4

Attorneys for National Bank of Canada

#### Gentlemen:

Take notice that the present *Motion to Extend the Delay to Make a Proposal* will be presented for adjudication before this Honourable Court at 9:00 a.m. in Room 16.10 of the Montreal Court House, situated at 1 Notre Dame Street West, Montreal, Quebec on **September 9,2010**, or so soon thereafter as counsel may be heard.

Do govern yourselves according.

MONTREAL, September 7, 2010

(S) KUGLER KANDESTIN, L.L.P.

KUGLER KANDESTIN, L.L.P.,

Attorneys for Petitioner

TRUE COPY

Lugler Vendestin LLP.

No. 500-11-039458-100

SUPERIOR

(Commercial Division) COURT

DISTRICT OF MONTREAL

IN THE MATTER OF THE NOTICE OF INTENTION TO

POWER CANADA CABLES LTD.

FILE A PROPOSAL OF:

Debtor/Petitioner

RSM RICHTER INC.

(Section 50.4(9) Bankruptcy and

Insolvency Act, Canada)

MOTION TO EXTEND THE DELAY TO MAKE

Trustee

A PROPOSAL

RSM RICHTER INC.

Copy for:

2 Place Alexis Nihon, Suite 1820 Montréal, Québec H3Z 3C2

Attention: Mr. Benoit Gingues

Me Gordon Levine

KUGLER KANDESTIN

AVOCATS · ATTORNEYS

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