

December 20, 2017

**By Hand**

The Honourable Justice James L. Chipman  
Supreme Court of Nova Scotia  
The Law Courts  
1815 Upper Water Street  
Halifax, NS B3J 1S7

My Lord:

**In the Matter of the Companies' Creditors Arrangement Act, R.S.C. 1985, c. C-36 as amended ("CCAA"), and in the matter of a Plan of Compromise or Arrangement of Atlantica Diversified Transportation Systems Inc.**

**Hfx No. 470769**

**Hearing - Thursday, December 22, 2017 at 9:30 a.m.**

**Our File Number: 4173823**

We act for BDO Canada Limited ("BDO"), the Monitor in the above noted matter.

The Monitor has filed its First Monitors Report dated December 19, 2017 ("Report").

The Report outlines a number of items including, *inter alia*:

1. An update on the activities of Atlantica Diversified Transportation Systems Inc. ("Atlantica") and the Monitor since the issuance of the Initial Order on December 7, 2017;
2. The Monitor's view on Atlantica's request for an extension of the stay of proceedings; and
3. The Monitor's recommendations.

The Monitor's recommendations can be found at pages 18-19 of the Report, and are summarized as follows:

1. The Monitor recommends the granting of a 45-day extension as it will provide Atlantica with the best opportunity to make progress on continuing

to restructure its business affairs, to ensure a going concern operation and to make a plan of arrangement that maximizes the recovery for all stakeholders;

2. Although the timelines set out in the Proposed Claims Process may be challenging to meet, the Proposed Claims Process is reasonable as it ensures that this matter moves forward in a timely fashion and it provides ample time for creditors to quantify and file their claims;
3. Despite the short time period between the issuance of the Initial Order and the present, progress has been made by Atlantica on the proceeding and progress has been made on developing a plan of arrangement;
4. Atlantica has acted and continues to act with due diligence and in good faith;
5. The relief requested by Atlantica is reasonable and appropriate; and
6. The stakeholders will not be materially prejudiced by the extension of the stay of proceedings by 45-days.

All of which is respectfully submitted this 20<sup>th</sup> day of December, 2017,



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ADC/adc

Enclosure

- c. Counsel Service List  
Client