

January 14, 2013

Estate No. 31-1693252

**In the Matter of the Bankruptcy of
SPRING KNITWEAR CANADA INC.
Of the City of Toronto
In the Province of Ontario**

NOTICE TO CREDITORS OF ALL CLASSES

As you are aware, we were appointed as Trustee in Bankruptcy of Spring Knitwear Canada Inc. (the "**Bankrupt**") on December 4, 2012.

The purpose of this letter is to inform and advise all creditors that on January 11, 2013, Mr. Paul Hood appointed Russo Corp. to act as his Receiver over of all assets and undertakings of the Bankrupt, pursuant to an assignment of the CIBC's debt and 1st position securitization to him on January 10, 2012.

We have obtained a legal opinion on the validity of the security under which we have been appointed as Receiver, and report as follows:

1. The security appears to be a valid 1st charge on the said assets and undertakings;
2. The security allows for the appointment of a Receiver; and,
3. There appears to be no conflict of interest between Russo Corp.'s role as Trustee and its role as Receiver.
4. Our fees with respect to the Receivership will be paid in accordance with the terms of the General Security Agreement.

If any party has any questions or concerns with regard to this dual appointment, we would be pleased to address them.

DATED at Aurora, Ontario this 14th day of January, 2013.

**Russo Corp.,
Trustee of the Estate
Of Spring Knitwear Canada Inc., a Bankrupt
and Receiver in re: the assets and undertakings of
Spring Knitwear Canada Inc.**

**Per: Joanne Russo, CIRP
Trustee in Bankruptcy**