

Superior Court of Justice
Commercial List

FILE/DIRECTION/ORDER

Tucker

Plaintiff(s)

AND

Aero

Defendant(s)

Case Management Yes No by Judge: _____

Counsel	Telephone No:	Facsimile No:
O-Pasparakis - KP76	416 216 4815	416 216 1898
A. ROSE - AC	416 869 -5207	416 947-0666

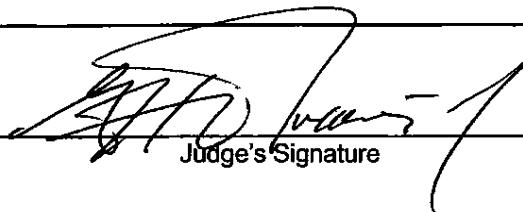
- Order Direction for Registrar (No formal order need be taken out)
 Above action transferred to the Commercial List at Toronto (No formal order need be taken out)

- Adjourned to: _____
 Time Table approved (as follows):

<i>Partia to attend on March 19, 2012</i>
<i>at 9:30 am. Full edo sent attached.</i>

March 9, 2012.

Date



Judge's Signature

Additional Pages _____

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

**IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT,
R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF JAMES ROBERT TUCKER, RICHARD HEIS AND
ALLAN WATSON GRAHAM OF KPMG LLP, AS JOINT ADMINISTRATORS**

Applicants

**AND IN THE MATTER OF AERO INVENTORY (UK) LIMITED
and AERO INVENTORY PLC**

Respondents

**APPLICATION UNDER SECTIONS 46 AND FOLLOWING OF THE COMPANIES'
CREDITORS ARRANGEMENT ACT, R.S.C. 1985, c. C-36, AS AMENDED**

ENDORSEMENT

Counsel to Air Canada and to the Joint Administrators advise that the only outstanding issue with respect to the ownership and uplift agreement is agreement regarding Aveos' acceptability to undertake the uplift. Counsel to Air Canada and to the Joint Administrators will re-attend at a 9:30 appointment on March 19, 2012 in order that Air Canada can advise at that time whether Aveos is a suitable party to undertake the uplift, as well as the reasons why Aveos is not a suitable party if that is the case.

Air Canada and Aero Inventory (UK) Limited (in administration) advise that they hereby agree to the following:

- (a) Virtual Inventory Management System, based upon Business Rules Document version 2.1, is the agreed upon means by which Air Canada and Aero UK will track consumption and ownership of Category 3 Consumable and Expendable Spare Parts ("CAT 3 Parts") at any particular date on or after October 1, 2009.
- (b) The Bin Allocation Program identifies the bin locations of the CAT 3 Parts mentioned above at any date on or after October 1, 2009.
- (c) The balance of Aero-owned CAT 3 Parts at Air Canada's and Aveos' facilities as at September 30, 2009 is as reflected in the files delivered to Air Canada in connection the

March 1 letter delivered by KPMG Inc., in its capacity as information officer of Aero Inventory (UK) Limited (in administration), to Air Canada, among others (the "March 1 Letter").

- (d) The balance of Aero-owned CAT 3 Parts as at November 11, 2009 (by facility) and as at March 1, 2012 (by facility and bin location) are as reflected in the files delivered to Air Canada in connection with the March 1 Letter and the March 7 email from Francois Gagnon to Anton Vidgen and Norma Carey, respectively.
- (e) The balance of Swapped Back CAT 3 Parts as at November 11, 2009 and as at March 1, 2012 are as reflected in the files delivered to Air Canada in connection with the March 1 Letter and the March 7 email from Francois Gagnon to Anton Vidgen and Norma Carey, respectively.

A handwritten signature in black ink, appearing to be 'AG' with a long vertical stroke extending downwards.