

## **APPENDIX A**



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VIA ORDINARY MAIL

To Whom It May Concern

February 16, 2010

Dear Sirs/Mesdames:

**Re: Aero Inventory (UK) Limited and Aero Inventory Plc**

We are writing to you in our capacity as Trustee in Bankruptcy of Aero Inventory (UK) Limited and Aero Inventory Plc.

#### **Background**

Aero Inventory (UK) Limited (in administration) and Aero Inventory plc (in administration) (collectively, the "Foreign Debtors") and their various affiliates form an integrated and interdependent group of companies that supply parts to the airline industry. The Foreign Debtors became unable to pay their debts as they became due and certain lenders made demands for repayment of loans. On November 11, 2009, administration proceedings (collectively, the "Foreign Proceedings") were commenced in respect of each of the Foreign Debtors in the High Court of Justice of England and Wales (Chancery Division, Companies Court) (the "English Court"). Pursuant to orders issued by the English Court in the Foreign Proceedings, James Robert Tucker, Richard Heis and Allan Watson Graham of KPMG LLP (collectively, the "Foreign Representatives") were appointed as joint administrators of the affairs, business and property of the Foreign Debtors.

Pursuant to the Foreign Proceedings, and in accordance with paragraph 49(4)(b) of Schedule B1 to the Insolvency Act 1986, on or around January 4, 2010, the Foreign Representatives prepared and sent Form 2.17B to all of the Foreign Debtors' known creditors worldwide advising that the secured creditors will suffer a significant shortfall and there will be no funds available for distribution to unsecured creditors with the exception of certain UK statutory priority claims.



### Trustee's Appointment

On Friday January 22, 2010, the Foreign Representatives assigned the Foreign Debtors into bankruptcy, pursuant to the *Bankruptcy and Insolvency Act* ("BIA") of Canada, and KPMG Inc. was named as the Trustee in Bankruptcy (the "Trustee").

The purpose of the bankruptcies was to preserve the rights of a trustee in bankruptcy to pursue any reviewable transactions, settlements and preferences or conveyances under value which may have taken place in Canada during the statutory time period prescribed by the BIA. The assets of the Foreign Debtors are subject to a security interest in favour of a lending syndicate and therefore it is expected that the Trustee's role will be limited.

Accordingly, the Trustee is writing to all known creditors of the Foreign Debtors to advise as follows:

- (a) Aero Inventory (UK) Limited and Aero Inventory Plc have been assigned into bankruptcy;
- (b) The Trustee has created a website [www.kpmg.ca/en/ms/cl/aeroinventory](http://www.kpmg.ca/en/ms/cl/aeroinventory) where any further updates on these proceedings will be available, and where a copy of the assignments in bankruptcy, the statement of affairs and the creditors list may be found;
- (c) No creditors' meeting or claims process will be conducted by the Trustee until further Order of the Ontario Superior Court of Justice; and
- (d) The security of the lending syndicate will be reviewed and the results thereof will be posted on the Trustee's website.

Please contact the undersigned via e-mail at [nbrearton@kpmg.ca](mailto:nbrearton@kpmg.ca) if you have any questions.

Yours truly,

**KPMG INC.**

in its capacity as Trustee of the Bankrupt Estates of  
Aero Inventory (UK) Limited and Aero Inventory Plc  
and not in its personal capacity

Per: Nicholas Brearton  
Senior Vice-President