

**EXHIBIT E**

**RSM Richter**

**Supplement to the Second Report of  
RSM Richter Inc.  
as Receiver of  
Graceway Canada Company**

**RSM Richter Inc.**  
Toronto, November 21, 2011

RSM Richter is an independent member firm of RSM International,  
an affiliation of independent accounting and consulting firms.

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**ONTARIO  
SUPERIOR COURT OF JUSTICE  
- COMMERCIAL LIST -**

**IN THE MATTER OF THE RECEIVERSHIP OF  
GRACEWAY CANADA COMPANY**

**AND IN THE MATTER OF THE COURTS OF JUSTICE ACT,  
R.S.O. 1990, C.C.43, AS AMENDED**

**SUPPLEMENT TO THE SECOND REPORT OF RSM RICHTER INC.  
AS RECEIVER OF GRACEWAY CANADA COMPANY**

**November 21, 2011**

**1. INTRODUCTION**

This report supplements the Receiver's second report to Court dated November 18, 2011 (the "Second Report").

Unless otherwise stated, capitalized terms contained in this report have the meanings provided to them in the Second Report.

**1.1 Purpose of this Report**

The purpose of this supplemental report is to update this Honourable Court on developments in the Chapter 11 Proceedings since the filing of the Second Report.

**2. RESOLUTION OF THE UCC'S OBJECTIONS**

As set out in the Second Report, the UCC filed an objection to the Valuation Motion in the Chapter 11 Proceedings. The UCC also filed a limited objection to the Sale Approval Motion.

The Receiver has been advised that, on November 18, 2011, Graceway US, the First Lien Lenders and the UCC entered into a settlement agreement that will see amounts paid to the UCC. The

Receiver understands that the settlement does not impact the allocation, as detailed in the Second Report, and that the Company is not affected by the settlement.

### 3. CONCLUSION AND RECOMMENDATION

Based on the foregoing and for the reasons set out in the Second Report, the Receiver respectfully recommends that this Honourable Court make the proposed orders.

\* \* \*

All of which is respectfully submitted,

*RSM Richter Inc.*

**RSM RICHTER INC.  
IN ITS CAPACITY AS RECEIVER OF  
GRACEWAY CANADA COMPANY  
AND NOT IN ITS PERSONAL CAPACITY**