



KPMG Inc.
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August 25, 2022

To members of PACE Savings & Credit Union Limited who hold investment, profit and/or membership shares

Re: Liquidation Proceedings of PACE Savings & Credit Union Limited (“PACE”)

Dear Sirs/Mesdames:

As you may be aware, the Ontario Superior Court of Justice granted an Order (the “**Liquidation Order**”) on August 24, 2022 pursuant to section 240 of the *Credit Unions and Caisses Populaires Act, 2020*, appointing KPMG Inc. as liquidator (in such capacity, the “**Liquidator**”) of all of the remaining assets, undertakings and properties of PACE.

As you were previously advised, your day-to-day banking, deposits and loans and the PACE branches, employees, and members were transferred to Alterna Savings & Credit Union Limited as part the transaction that closed on June 30, 2022.

Any investment, profit and/or membership shares that you hold in PACE remain with the PACE legal entity that is subject to the liquidation proceedings. The Liquidator will pursue recoveries of the assets, including potential recoveries in respect of the ongoing recovery litigation, and address the liabilities that remain in the PACE legal entity. Once that process is complete, the Liquidator will determine what amounts may be available to be distributed to the creditors and shareholders of PACE.

Should there be amounts available for distribution to members who hold investment, profit and/or membership shares in PACE, the Liquidator will contact you at that time. ***At this time, there is no further action for you to take.***

The Liquidator has established a website: www.home.kpmg/ca/pacecu which will provide updates on the winding-up of the PACE legal entity and copies of all court materials. A copy of the Liquidation Order can be accessed on the Liquidator’s website. The Liquidator will also be posting as well as some Frequently Asked Questions for PACE members. The Liquidator can also be reached by email at pacecu@kpmg.ca or phone at 1-833-812-1699.

Yours truly,

**KPMG Inc., solely in its capacity as Liquidator of
PACE Savings & Credit Union Limited
and not in its personal or corporate capacity**