

JULY 210 1

The sale approved with Reustone Industries LLC did not proceed. It has been served with this motion record but did not appear.

I am satisfied that the relief requested should be granted in the circumstances outlined. The market was canvassed before the approval of the Reustone agreement + the Receiver has made sufficient effort to obtain the best price for the assets. It has not acted unprudently. There has been no unfairness in the process which was conducted with efficacy + integrity + in consideration of the interests of shareholders. The Respondent has ceased operations. Originally the Receiver had received 2 offers + final proposals from 3 liquidators. After the Reustone transaction did not proceed, the Receiver contacted those who had been interested + secured the Auction Services Agreement with Premier Asset Recovery Group Inc. This was the best

GENERAL MOTORS CORPORATION

Applicant

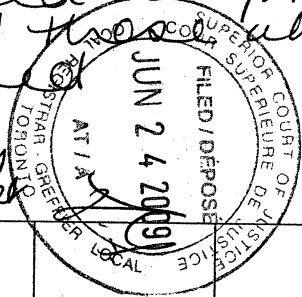
and

NIAGARA MACHINE PRODUCTS CORPORATION

Respondent

Court File No.: CV-08-7915-00CL

JULY 21 2009



ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)

Proceedings commenced at Toronto

MOTION RECORD
(RETURNABLE JULY 2, 2009)

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Lawyers for Zeifman Partners Inc., in its capacity as the Court-appointed Receiver and Manager, without security, of all of the property, assets and undertaking of Niagara Machine Products Corporation

proposal that the receiver received.
No one has attended today to
oppose the relief requested + I
am granting the requested order
as amended. The credited
copy of the Auction Sales Agreement
etc to be sealed pending closing of
the transaction or further order
of this court. It dangerously
contains commercially sensitive
material the release of which
would be detrimental to the
integrity of the process. See
SCC decision in Sierra Club

hence, the receiver may
destroy the listed records of
the respondent on the expiry
of 30 days. In the interim,
the receiver is to forthwith
serve a copy of the order
on the shareholders of the
respondent.

Griffith, J.