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June 4, 2018

To the creditors of:

- Golf Town Canada Holdings Inc.
- Golf Town Canada Inc.
- Golf Town GP II Inc.
- Golf Town Operating Limited Partnership
- Golfsmith International Holdings LP
- Golfsmith International Holdings GP Inc.
(collectively, the “Golf Town and Golfsmith Estates”)

Foreword:

The Golf Town and Golfsmith Estates do not contain any assets that can be monetized for the benefit of their unsecured creditors. As a result, there will be no recoveries available to any general unsecured creditors, and no distributions will be made should you decide to submit a claim. The Golf Town and Golfsmith Estates, all of which were subject to proceedings under the *Companies’ Creditors Arrangement Act* (“CCAA”) excluding Golfsmith International Holdings GP Inc., have made voluntary assignments in bankruptcy to facilitate and complete the wind-down of their insolvent estates.

You are being provided with this creditor package in accordance with the requirements as set out in the Bankruptcy and Insolvency Act.

For additional information regarding the CCAA proceedings, please refer to the Monitor’s case website at the following address: <http://cfcanada.fticonsulting.com/golftown/default.htm>.



On September 14, 2016, Golf Town Canada Inc., Golf Town Canada Holdings Inc., Golf Town GP II Inc. (collectively, the “Applicants”) sought and obtained an initial order (as amended from time to time, the “Initial Order”) from the Ontario Superior Court of Justice, Commercial List (the “Court”), under the *Companies’ Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended (the “CCAA”). The protections and authorizations provided by the Initial Order were also extended to Golfsmith International Holdings LP and Golf Town Operating Limited Partnership (together with the Applicants, the “Golf Town Entities”). Pursuant to the Initial Order, FTI Consulting Canada Inc. (“FTI”) was appointed monitor (the “Monitor”) of the Golf Town Entities.

As described in the Eighth Report of the Monitor, the second-ranking secured notes (the “Secured Notes”) face a significant deficiency on their secured claim and will receive an aggregate recovery of approximately 13% on the principal amount of the Secured Notes. As such, and as advised by the Monitor in several of its reports which can be accessed using the website address above, there will be no recovery for the general unsecured creditors of the Golf Town Entities.

The CCAA proceedings were terminated, pursuant to an Order of the Court dated March 29, 2018 (the “CCAA Termination Order”), upon the filing of a Monitor’s Certificate by the Monitor on May 30, 2018 confirming that all matters to be attended to in connection with the Golf Town Entities and the CCAA proceedings have been completed. The CCAA Termination Order authorizes the Golf Town Entities, in their discretion or at the discretion of the Monitor, to make an assignment in bankruptcy pursuant to the *Bankruptcy and Insolvency Act*, and the Monitor is authorized to file any such assignment in bankruptcy and to take any steps reasonably incidental thereto. The CCAA Termination Order also authorizes FTI to act as trustee in bankruptcy in respect of any of the Golf Town Entities.

Coinciding with the termination of the CCAA proceedings on May 30, 2018, all of the Golf Town Entities subsequently filed assignments in bankruptcy. FTI was appointed as Trustee in Bankruptcy for each of the Golf Town Entities.

In addition to the Golf Town Entities, Golfsmith International Holdings GP Inc. as the general partner of Golfsmith International Holdings LP also filed an assignment in bankruptcy since it contains no assets, is insolvent and is unable to meet its obligations as they become due.

Please find enclosed the following in relation to the Golf Town and Golfsmith Estates:

1. The statutory Notice to Creditors of First Meeting of the Golf Town and Golfsmith Estates;
2. Certificate of Appointment from the Official Receiver of the Golf Town and Golfsmith Estates;
3. Statement of Affairs of the Golf Town and Golfsmith Estates;
4. Listing of Creditors of the Golf Town and Golfsmith Estates;
5. Proof of Claim;
6. Checklist for Proof of Claim; and,
7. Proxy.



Any creditor may file a claim against one or more of the Golf Town and Golfsmith Estates. Those wishing to do so must file a separate Proof of Claim and Proxy for each estate.

As noted above, there are no assets within the Golf Town and Golfsmith Estates, and even if that should change, any proceeds to the Golf Town and Golfsmith Estates would first be subject to the interests of the Secured Notes that are owed approximately CAD\$109 million prior to any proceeds being available for distribution to general unsecured creditors.

Any questions can be directed to:

Phone: 416-649-8096

Email: golftown@fticonsulting.com

Sincerely,

FTI Consulting Canada Inc.

In its capacity as Trustee of the Golf Town and Golfsmith Estates,
and not in its personal or corporate capacity.

Per:

A handwritten signature in black ink that reads "Paul Bishop". The signature is written in a cursive, flowing style.

Paul Bishop