

**IN THE MATTER OF THE COMPANIES' CREDITORS
ARRANGEMENT ACT, R.S.C. 1985, C. C-36, AS AMENDED**

**AND IN THE MATTER OF A PROPOSED PLAN OF COMPROMISE OR
ARRANGEMENT WITH RESPECT TO ARCTIC GLACIER INCOME FUND, ARCTIC
GLACIER INC., ARCTIC GLACIER INTERNATIONAL INC. and the ADDITIONAL
APPLICANTS LISTED ON SCHEDULE "A" HERETO (collectively, the
"APPLICANTS")**

**NOTICE TO UNITHOLDERS OF ARCTIC GLACIER INCOME FUND
NOTICE OF MEETING**

NOTICE IS HEREBY GIVEN that the Applicants have filed with the Manitoba Court of Queen's Bench (Winnipeg Centre) (the "**CCAA Court**") a plan of compromise or arrangement dated May 21, 2014 (as amended from time to time, the "**Consolidated CCAA Plan**") pursuant to the *Companies' Creditors Arrangement Act* (Canada) (the "**CCAA**").

The Consolidated CCAA Plan contemplates, among other things, a distribution of any surplus of the Available Funds to Unitholders of Arctic Glacier Income Fund, based on their respective Pro Rata Shares, free and clear of any Claims of Affected Creditors.

NOTICE IS ALSO HEREBY GIVEN that a meeting of the Unitholders (the "**Unitholders' Meeting**") will be held at the offices of Osler, Hoskin & Harcourt LLP, 100 King Street W., suite 6300, Toronto, Ontario, M5X 1B8 on August 11, 2014 beginning at 10:00 a.m. (Toronto time), for the purpose of considering and, if thought advisable by Unitholders, voting in favour of, with or without variation, a resolution to approve the Consolidated CCAA Plan and to transact such other business as may properly come before the Unitholders' Meeting or any adjournment thereof. The Unitholders' Meeting is being held pursuant to an Order of the Court made on May 21, 2014 by the Honourable Madam Justice Spivak (the "**Meeting Order**").

The quorum for the Unitholders' Meeting has been set by the Meeting Order as one (1) Registered Unitholder present at such meeting in person (or represented by proxy) or one (1) Beneficial Unitholder represented by proxy, and in each case entitled to vote on the resolution to approve, among other things, the Consolidated CCAA Plan.

To become effective, in respect of the Unitholders, the proposed resolution to, among other things, approve the Consolidated CCAA Plan, must receive the affirmative votes of more than 66 2/3% of the votes attached to the Trust Units represented at the Unitholders' Meeting and cast in accordance with the Meeting Order. Pursuant to the Meeting Order, the vote on the Consolidated CCAA Plan at the Creditors' Meeting is deemed to have been decided unanimously in favour of the resolution to approve the Consolidated CCAA Plan. The Consolidated CCAA Plan must also be sanctioned by a final order of the CCAA Court under the CCAA.

Please note that the deemed vote by Affected Creditors in favour of the resolution to approve the Consolidated CCAA Plan does not affect the ability of any Affected Creditor to make submissions at any motion to sanction the Consolidated CCAA Plan, including in respect of the quantum of the Unresolved Claims Reserve or in respect of the proposed treatment of

interest afforded to the Proven Claims that will be set out in the order being sought to sanction the Consolidated CCAA Plan.

ALSO PLEASE NOTE THAT MS. PEGGY JOHNSON HAS SPECIFICALLY SOUGHT AN INCREASE IN THE QUANTUM OF THE UNRESOLVED CLAIMS RESERVE DESCRIBED IN THE MONITOR'S FIFTEENTH REPORT IN THE AMOUNT OF APPROXIMATELY CDN\$12 MILLION. SUCH AN INCREASE WOULD RESULT IN AN UNRESOLVED CLAIMS RESERVE OF APPROXIMATELY US\$16.83 MILLION AND APPROXIMATELY CDN\$23.5 MILLION. THIS ISSUE WILL BE DEALT WITH AT THE SANCTION HEARING SCHEDULED FOR SEPTEMBER 5, 2014.

NOTICE IS ALSO HEREBY GIVEN that the order sanctioning the Consolidated CCAA Plan will be sought in a motion to be brought by the Applicants on September 5, 2014, or such later date as is set by the CCAA Court, which date shall also be posted on the website of the court-appointed Monitor as set out below. At that time, the Applicants will also seek the other relief specified in the Consolidated CCAA Plan. Subject to the satisfaction of the conditions to implementation of the Consolidated CCAA Plan, all Unitholders will then receive the treatment set out in the Consolidated CCAA Plan unless otherwise ordered by the CCAA Court.

Accompanying this notice is a Unitholders' Proxy or Voting Instruction Form that you will need to vote by proxy.

The following documents (collectively, "**Proxy Materials**") should be reviewed by Unitholders and can be accessed through the website maintained by the Monitor at <http://www.alvarezandmarsal.com/arctic-glacier-income-fund-arctic-glacier-inc-and-subsiidiaries> (the "**Website**"):

1. Voting Instructions to Unitholders;
2. Unitholders' Proxy;
3. the Consolidated CCAA Plan proposed by the Applicants;
4. the Monitor's Fifteenth Report; and
5. the Meeting Order.

All Unitholders are reminded to review the Proxy Materials before voting.

ADDITIONAL INFORMATION

The Monitor's address for the purpose of obtaining any additional information or materials related to the Unitholders' Meeting or asking any questions regarding the process is:

Alvarez & Marsal Canada Inc., Court-Appointed Monitor of the Arctic Glacier Parties
Royal Bank Plaza, South Tower
200 Bay Street, Suite 2900
P.O. Box 22
Toronto ON M5J 2J1
Canada

Attention: Melanie MacKenzie
Tel: 416-847-5158
Fax: 416-847-5201
mmackenzie@alvarezandmarsal.com

This notice is given by the Arctic Glacier Parties pursuant to the Meeting Order.

You may view copies of the documents relating to this process on the Website. Please continue to monitor the Website for updates regarding this CCAA proceeding.

Capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in the Consolidated CCAA Plan.

DATED this ____ day of ____, 2014.

SCHEDULE "A"

ADDITIONAL APPLICANTS

Arctic Glacier California Inc.
Arctic Glacier Grayling Inc.
Arctic Glacier Lansing Inc.
Arctic Glacier Michigan Inc.
Arctic Glacier Minnesota Inc.
Arctic Glacier Nebraska Inc.
Arctic Glacier Newburgh Inc.
Arctic Glacier New York Inc.
Arctic Glacier Oregon Inc.
Arctic Glacier Party Time Inc.
Arctic Glacier Pennsylvania Inc.
Arctic Glacier Rochester Inc.
Arctic Glacier Services Inc.
Arctic Glacier Texas Inc.
Arctic Glacier Vernon Inc.
Arctic Glacier Wisconsin Inc.
Diamond Ice Cube Company Inc.
Diamond Newport Corporation
Glacier Ice Company, Inc.
Ice Perfection Systems Inc.
ICESurance Inc.
Jack Frost Ice Service, Inc.
Knowlton Enterprises, Inc.
Mountain Water Ice Company
R&K Trucking, Inc.
Winkler Lucas Ice and Fuel Company
Wonderland Ice, Inc.