

April 9, 2020

To our Creditors:

This unfortunate crisis caused by the COVID-19 pandemic has affected all of us in immeasurable ways. Our thoughts and good wishes are for you and your families as we navigate this new reality – one which has as its priority, keeping everyone healthy and safe, and we hope you are doing so.

Unfortunately, this also has a significant economic impact, one which Steve Nash Fitness Clubs has been particularly hard hit by given the requirement to close its doors.

As such, we made the difficult decision to seek protection from our creditors by filing a Notice of Intention to Make a Proposal under the *Bankruptcy and Insolvency Act*. We appreciate that at this difficult time, this decision adds another financial burden to you, our creditors. However, our intention with taking this step is to gain the necessary time, and flexibility to formulate a restructuring plan that will enable us to re-open our doors, and get back to the business of a healthy life, when this crisis is over.

We look forward to working with all of creditors to doing so in a way that is, while not an ideal outcome, the best one possible for all of our stakeholders during this uncertain time.

As we work through this difficult time, we encourage people to stay safe and active while spending time at home. We look forward to the time we can welcome members back to the Clubs.

SN Clubs Management