SETTLEMENT – JOINT STATEMENT

SETTLEMENT REACHED IN MAJOR JUNIOR HOCKEY CLASS ACTIONS

Toronto – In 2014, three lawsuits were commenced in Ontario, Quebec and Alberta, claiming that major junior hockey players in the Canadian Hockey League (CHL) are employees subject to employment standards legislation, rather than student athletes.

The CHL and its member leagues and teams have been defending these class actions in the Ontario, Alberta and Quebec Courts. All three class actions were certified as class actions by the Courts, but no determination was made on the merits of these claims.

In February, the Plaintiffs (Sam Berg, Lukas Walter, Travis McEvoy, Kyle O'Connor and Thomas Gobeil) and Defendants (CHL, Ontario Hockey League, Western Hockey League, Quebec Major Junior Hockey League and their Canadian teams) entered into settlement discussions with the help of their respective counsel and an agreed-upon mediator. The Plaintiffs and Defendants reached a settlement of the three class actions, subject to approval of the Courts.

The mediation and settlement took place before COVID lockdowns and followed the enactment of legislative declarations in each of the provinces in which the CHL teams operate, stating that major junior hockey players are not employees within the meaning of the applicable employment standards acts.

The settlement recognizes that, as a result of these legislative declarations, there is now no legally recognized obligation for owners to treat players as employees under the employment standards acts presently in effect in the provinces with CHL teams. The Defendants maintain that there never was any such obligation.

Under the terms of the settlement, the defendants will pay \$30 million to the class, a portion of which will be payable to class counsel on account of legal fees and disbursements, as is typical in class actions. In exchange, the class will give the defendants a full and final release. The litigation will be over when the settlement has been implemented.

More details related to the proposed settlement are available at www.chlclassaction.com

Media inquiries:

Ted Charney Charney Lawyers PC 416-964-7950 ext. 225 tcharney@charneylawyers.com Joshua Mandryk Goldblatt Partners LLP 416-979-6970 jmandryk@goldblattpartners.com

Lisa Talbot Torys LLP 416-865-8222 Italbot@torys.com

For more information in Quebec or questions in French:

Michel Savonitto Savonitto & Ass. Inc. 514-843-3125 <u>ms@savonitto.com</u>

Sylvie Rodrigue Torys LLP 514-868-5601 <u>srodrigue@torys.com</u>