



NOTICE OF STATEMENT OF RECEIVER
(Subsections 245(1) and 246(1) of the Act)

**IN THE MATTER OF THE RECEIVERSHIP OF
CANDRE CANNABIS INC.**

The receiver gives notice and declares that:

1. On March 6, 2023, the Court of King's Bench of Alberta (the "**Court**") granted an Order (the "**Receivership Order**") whereby Alvarez & Marsal Canada Inc. ("**A&M**") was appointed receiver and manager (the "**Receiver**") of Candre Cannabis Inc. (the "**Company**" or the "**Debtor**") in respect of all of the Debtor's current and future assets, undertakings and properties of every nature and kind whatsoever, and wherever situate, including all proceeds thereof, but not including the Excluded Assets as defined and described in the Receivership Order (the "**Property**"). The Property includes, but is not limited to:

| | <u>Estimated Book Value</u> |
|-----------------------------------|-----------------------------|
| Chequing/Savings | 179,872 |
| Accounts Receivable | 528,842 |
| Short-term Investments | 50,000 |
| Packaging Inventory | 169,924 |
| Deposits | 167,692 |
| Equipment and Other | 341,835 |
| Production Facility | 24,005,613 |
| Total Book Value of Assets | \$ 25,443,777 |

Note: Realizable values may materially differ from the above.

2. Pursuant to the Receivership Order, the Receiver shall not take possession of, nor is deemed to take possession of, any of the Debtor's Excluded Assets for which any permit or license is issued or may be issued in accordance or connection with controlled substances legislation.
3. Alvarez & Marsal Canada Inc. became the Receiver in respect of the property described above by virtue of the Receivership Order. For a copy of the Receivership Order, it may be found on the Receiver's website at: <https://www.alvarezandmarsal.com/candre>.
4. Upon receiving the entered Receivership Order, the Receiver took possession and control of the Property described above on March 6, 2023.
5. The following information relates to the receivership:
 - a) Civic Address: 819 5th Avenue SW, Sundre AB T0M 1X0
 - b) Principal line of business: Cannabis cultivation and production
 - c) Location of business: Sundre, Alberta



6. Amounts owed by the Company to each creditor, according to books and records as of March 6, 2023, are shown below:

| <u>Name</u> | <u>Claim Amount</u> |
|--|----------------------|
| Secured creditors (see attached listing) | 29,789,216 |
| Unsecured creditors (see attached listing) | <u>2,842,653</u> |
| Total | <u>\$ 32,631,869</u> |

7. The Receiver's contact is:

Alvarez & Marsal Canada Inc.
Suite 1110, 250 6th Ave SW
Calgary, AB T2P 3H7

Attention: Mr. Stephen Oosterbaan
Telephone: (403) 538-7527
Facsimile: (403) 538-7551

8. To date, no claims procedure has been approved by the Court that instructs creditors to prove their claims against the Debtor. As a result, creditors are not required to file a proof of claim with the Receiver at this time. The Receiver will notify each known creditor if a claims procedure order has been granted by the Court that instructs creditors to prove their claim(s).

Dated at Calgary, Alberta this 14th day of March 2023.

**ALVAREZ & MARSAL CANADA INC., in its capacity as
Court appointed Receiver of Candre Cannabis Inc.,
and not in its personal or corporate capacity**

Orest Konowalchuk, CPA, CA, CIRP, LIT
Senior Vice-President

**IN THE MATTER OF THE RECEIVERSHIP OF
CANDRE CANNABIS INC.**

Preliminary list of creditors of Candre Cannabis Inc. as at March 6, 2023, as submitted by the Debtor without admission as to any liabilities or privilege herein shown

| No. | Secured Creditors | Address | City | Province | Postal Code | Country | Amount Outstanding |
|--------------------------------|--|---|--------------|----------|-------------|---------------|--------------------|
| Secured Creditors | | | | | | | |
| 1 | Enzio Holdings Ltd. | 2400 525 8th Avenue SW | Calgary | AB | T2P 1G1 | Canada | 23,729,288 |
| 2 | Censeo Capital Ltd. | Suite 840, 517 - 10th Avenue SW | Calgary | AB | T2R 0A8 | Canada | 6,059,928 |
| 3 | Paramount Structures Inc. | Suite 750, 101 6th Avenue SW | Calgary | AB | T2P 3P4 | Canada | Unknown |
| 4 | Moli Industries Ltd. | 1880 Centre Avenue NE | Calgary | AB | T2E 3H7 | Canada | Unknown |
| 5 | Bank of Montreal | 250 Yonge Street, 9th Floor | Toronto | ON | M5B 2L7 | Canada | Unknown |
| 6 | Leavitt Machinery Canada Inc. | 24389 Fraser Hwy | Langley | BC | V2Z 2L3 | Canada | Unknown |
| Total Secured Creditors | | | | | | | 29,789,216 |
| No. | Unsecured Creditors | Address | City | Province | Postal Code | Country | Amount Outstanding |
| 1 | 14353286 Canada Inc (QOB Royalty) | | | | | | 3,976 |
| 2 | A & L Canada Laboratories Inc. | 2136 Jetstream Road | London | ON | N5V 3P5 | Canada | 30,934 |
| 3 | Adam Davidson | | | | | | Unknown |
| 4 | ALBERTA BOILERS SAFETY ASSOCIATION | 9410 20th Avenue NW | Edmonton | AB | T6N 0A4 | Canada | 80 |
| 5 | Alberta Wasteworks Inc | 5330 19 Street SW | Calgary | AB | T3E 1P1 | Canada | 5,250 |
| 6 | Amar Kalha | | | | | | Unknown |
| 7 | Angela Backstrom | | | | | | Unknown |
| 8 | Appletddy Fruit Juices & Ciders | 9 Crawford Street | Red Deer | AB | T4P 2G4 | Canada | 356 |
| 9 | Ashley Whiteman | | | | | | Unknown |
| 10 | AstroNova | 3505 Isabelle, Suite 0 | Brossard | QC | J4Y 2R2 | Canada | 8,921 |
| 11 | ATCO Energy | 5302 Forand Street SW | Calgary | AB | T3E 8B4 | Canada | 183,849 |
| 12 | Bentley-Northchem Ltd | 8412 45 Street | Edmonton | AB | T6B 2N6 | Canada | 1,125 |
| 13 | Beth Talbot | | | | | | Unknown |
| 14 | Big Horn Electric and Controls Ltd | Box 222 | Sundre | AB | T0M 1X0 | Canada | 2,045 |
| 15 | BLG Borden Ladner Gervais | Centennial Place, East tower 1900, 520 3rd Ave SW | Calgary | AB | T2P 0R3 | Canada | 18,984 |
| 16 | BRNT Ltd | 12151 67 Street NW | Edmonton | AB | T5B 1M6 | Canada | 4,357 |
| 17 | Burnet, Duckworth & Palmer LLP | 2400, 525 8th Ave SW | Calgary | AB | T2P 1G1 | Canada | 103,868 |
| 18 | Callie Klettli | | | | | | Unknown |
| 19 | Canada Revenue Agency - GST | 9755 King George Blvs | Surrey | BC | V3T 5E1 | Canada | 80,138 |
| 20 | Canadian Bank Note Company | 145 Richmond Road | Ottawa | ON | K1Z 1A1 | Canada | 7,725 |
| 21 | Cassels Brock & Blackwell LLP | Scotia Plaza, Suite 2100 | Toronto | ON | M5H 3C2 | Canada | 6,353 |
| 22 | CIP Office Technology | 940a 11 Ave SW | Calgary | AB | T2R 0E7 | Canada | 1,123 |
| 23 | Cole International | 1111 49 Ave NE | Calgary | AB | T2E 8V2 | Canada | 60 |
| 24 | Connect Logistics | 2 Boudreau Rd #1 | St. Albert | AB | T8N 6K3 | Canada | 173 |
| 25 | CRA Revenue Agency - Excise tax | 275 Pope Road | Summerside | PEI | C1N 6A2 | Canada | 1,318,468 |
| 26 | Crystal Nickerson | | | | | | Unknown |
| 27 | Darcy Brooks | | | | | | Unknown |
| 28 | DuBois Chemicals Canada Inc. | 3630 E Kemper Rd | Sharonville | OH | 45241 | United States | 7,089 |
| 29 | Elizabeth Brown | | | | | | Unknown |
| 30 | Eric Harbidge | | | | | | Unknown |
| 31 | Erica Johnson | | | | | | Unknown |
| 32 | Garrett Popadynetz | | | | | | Unknown |
| 33 | Gerrit Richards | | | | | | Unknown |
| 34 | Grainger Canada | 4340 Manhattan Rd SE | Calgary | AB | T2G 4B2 | Canada | 113 |
| 35 | Green Consulting | Unit 306 | Montreal | QC | H1V 3S4 | Canada | 5,812 |
| 36 | GrowHaus Supply Co. Inc. | 1100 S Service Rd Unit 116 | Stoney Creek | ON | L8E 0C5 | Canada | 248 |
| 37 | Haywork Secure Driving Services Ltd | 17008 90 Ave NW Unit 172 | Edmonton | AB | T5T 1L6 | Canada | 28,327 |
| 38 | Health Canada | 161 GOLDENROD DRWY | Ottawa | ON | K1A 0K9 | Canada | 86,308 |
| 39 | High North Laboratories, Inc. | 241 Hanlan Rd, Unit 7 | Woodbridge | ON | L4L 3R7 | Canada | 203 |
| 40 | Hi-Way 9 Express Ltd | 139 St SE | Sundre | AB | T0M 1X0 | Canada | 1,894 |
| 41 | HumanaCare | 445 Apple Creek Boulevard, | Markham | ON | L3R 9X7 | Canada | 309 |
| 42 | Independent Retail Cannabis Collective | | | | | Canada | 15,730 |
| 43 | Indigo | | | | | Canada | 39 |
| 44 | ITM Instruments Inc | 4615 112 Ave SE #209 | Calgary | AB | T2C 5J3 | Canada | 242 |
| 45 | Jackrabbit Licensing Ltd | 1413 2 St SW | Calgary | AB | T2R 0W7 | Canada | 9,659 |
| 46 | Jesse Beaudry | | | | | | Unknown |
| 47 | Jesse Beaudry EMP | | | | | Canada | 619 |
| 48 | Jodie Desnoyer | | | | | | Unknown |
| 49 | Jordyn Van Eaton | | | | | | Unknown |
| 50 | Kanalink Ltd | P.O. Box 80081 | Burlington | ON | L7L 3B1 | Canada | 11,339 |
| 51 | Kassandra Schmitt | | | | | | Unknown |
| 52 | Knit Technologies Inc. | 20 Richmond Street East, Suite 600 | Toronto | ON | M5C 2R9 | Canada | 318 |
| 53 | Koppert Biological | 40 Ironside Crescent, Unit 3 | Scarborough | ON | M1X 1G4 | Canada | 4,833 |
| 54 | Kyotech Canada Inc. | 9936 106 St | Westlock | AB | T7P 2K2 | Canada | 1,352 |
| 55 | Leavitt Machinery Canada Inc. | 51 Leeder St | Coquitlam | BC | V3K 3V5 | Canada | 32,521 |
| 56 | Linde Canada Inc. | 1 City Centre Drive Suite 1200 | Mississauga | ON | L5B 1M2 | Canada | 14,434 |
| 57 | Lucas Orom | | | | | | Unknown |
| 58 | Malorie Traub | | | | | | Unknown |
| 59 | Megan Stewart | | | | | | Unknown |
| 60 | Melissa Hunter | | | | | | Unknown |
| 61 | Morgan Klettli | | | | | | Unknown |
| 62 | Mother Labs Inc. | 343 70 Street E #115 | Saskatoon | SK | S7P 0E1 | Canada | 4,032 |
| 63 | Nadine Perry | | | | | | Unknown |
| 64 | Nathan Armstrong | | | | | | Unknown |
| 65 | NexGen Grafix Inc. | 11661 163 Street NW | Edmonton | AB | T5M 3W6 | Canada | 10,344 |
| 66 | Nichole Stacey | | | | | | Unknown |

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