



March 2, 2021

Alvarez & Marsal Canada Inc.
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**In the Matter of the Notice of Intention to Make a Proposal of
Greenfire Hangingstone Operating Corporation**

TO POTENTIAL SECURED CREDITORS OF GREENFIRE HANINGSTONE OPERATING CORPORATION:

On October 8, 2020, Greenfire Hangingstone Operating Corporation (the “**Company**” or “**GHOC**”) filed a Notice of Intention to Make a Proposal (the “**NOI**”) pursuant to Section 50.4(1) of the *Bankruptcy and Insolvency Act* (Canada), R.S.C. 1985, c. B-3 (the “**BIA**”) and Alvarez & Marsal Canada Inc. (“**A&M**”) was appointed as Proposal Trustee of the Company (the “**Proposal Trustee**”). In conjunction with the Company NOI, Greenfire Oil and Gas Ltd., the parent company of the GHOC, also filed a NOI pursuant to Section 50.4(1) of the BIA and A&M was appointed as Proposal Trustee. Copies of the NOI Notices, together with the lists of creditors, are available at the Proposal Trustee’s website at: www.alvarezandmarsal.com/greenfire.

On December 17, 2020, the Court of Queen’s Bench of Alberta (the “**Court**”) granted an order approving an asset sale transaction (the “**Asset Sale Transaction**”) contemplated by an asset purchase agreement between the Company and Greenfire Acquisition Corporation, an arm’s length purchaser. It is anticipated that, following the final closing of the Asset Sale Transaction, there will be sale proceeds available for distribution to one or more secured creditors of GHOC.

The Proposal Trustee, with the support of the Company, is proposing a condensed Court-approved secured claims process (“**Secured Claims Process**”) in order to identify and determine claims of secured and priority creditors (the “**Secured Claims**”) and to establish a claims bar date of March 26, 2021 to prove Secured Claims (the “**Secured Claims Bar Date**”).

Given the condensed timeline, the Proposal Trustee is hereby giving advance notice to all known creditors who have advised that they have a secured and/or priority claim. The Proposal Trustee will also give notice to all other known creditors upon Court approval of the Secured Claims Process. At this time, the Proposal Trustee does not propose to conduct a claims process in respect of unsecured claims.

Any creditor who files a proof of secured claim (“**Proof of Secured Claim**”) is required to provide documentation they have to support their Secured Claim against the Company, such as contracts, invoices, bills of lading, and shipping receipts, in relation to the goods and/or services provided to the Company in the currency under which their Secured Claim arose, all as prescribed by the BIA.

The nature of the Secured Claim, such as a builders’ lien claim, mortgage, trust, constructive trust or deemed trust claim, lease, mortgage, charge or other security interest, and the value at which the creditor assesses the security must be provided, together with the basis of valuation. Details of each item of security held should be attached to the Proof of Secured Claim and submitted with a copy of the chattel mortgage, conditional sales contract, security agreement, etc.

The Proposal Trustee requests that you provide notice of your intention to file a Proof of Secured Claim or acknowledge that your claim is not a security or priority claim, as soon as possible. Should you require any further information with respect to this matter, please feel free to contact Duncan MacRae by email at dmacrae@alvarezandmarsal.com, the Proposal Trustee’s hotline at (403) 538-7516 or visit the Proposal Trustee’s website at: www.alvarezandmarsal.com/greenfire.

Yours very truly,
Alvarez & Marsal Canada Inc.,
in its capacity as Proposal Trustee of
Greenfire Hangingstone Operating Corporation, and not in its personal capacity

Per:

Orest Konowalchuk, LIT
Senior Vice President