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COURT	COURT OF KING'S BENCH OF ALBERTA
JUDICIAL CENTRE	CALGARY
PLAINTIFF	FARM CREDIT CANADA
DEFENDANT	IN THE MATTER OF THE RECEIVERSHIP OF IGY IMMUNE TECHNOLOGIES & LIFE SCIENCES INC., IGY LIFE SCIENCES MANUFACTURING INC., AND IGY LIFE SCIENCES USA, INC
DOCUMENT	**SECOND REPORT OF THE RECEIVER** **October 5, 2026**

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ALVAREZ & MARSAL

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INTRODUCTION

1. On April 17, 2026 (the "**Receivership Date**") the Court of King's Bench of Alberta (the "**Court**") granted an order (the "**Receivership Order**") in the within proceedings (the "**Receivership Proceedings**"), whereby Alvarez & Marsal Canada Inc. was appointed receiver and manager (the "**Receiver**"), without security, of IGY Immune Technologies & Life Sciences Inc. ("**IGY Tech**"), IGY Life Sciences Manufacturing Inc. ("**IGY Manufacturing**") and IGY Life Sciences USA, Inc. ("**IGY USA**") (collectively, "**IGY**" or the "**Companies**") in respect of all of the Companies' current and future assets, undertakings and properties of every nature and kind whatsoever, and wherever situate, including all proceeds thereof (the "**Property**"), pursuant to section 243(1) of the *Bankruptcy and Insolvency Act*, RSC 1985, c. B-3 (the "**BIA**"), section 13(2) of the *Judicature Act*, RSA 2000, c J-2, section 99(a) of the *Business Corporations Act*, RSA 2000, c B-9, and section 65(7) of the *Personal Property Security Act*, RSA 2000, c P-7.

2. The Receivership Order empowers and authorizes, but does not obligate, the Receiver to, among other things, take possession and control of the Property and to sell, convey, transfer, lease or assign the Property or any part or parts thereof out of the ordinary course of business. The Receivership Order also empowers the Receiver to borrow, by way of a receiver's certificate, up to the maximum principal amount of $500,000, to fund the exercise of the powers and duties conferred upon the Receiver under the Receivership Order, and the whole of the Property is charged by way of a fixed and specific charge to secure such borrowings (the "**Receiver's Borrowings Charge**").

3. On June 11, 2026, this Honourable Court granted the following relief: (i) an Order (the "**SISP Order**") approving the sales, investment, and solicitation process (the "**SISP**") for the Property; and (ii) an Order (the "**Approval Order**") approving, among other things, the actions and activities of the Receiver and the fees and disbursements of the Receiver and its independent counsel, McCarthy Tétrault LLP ("**McCarthy's**" or the "**Receiver's Counsel**").

4. The purpose of this second report of the Receiver (the "**Second Report**" or this "**Report**") is to provide this Honourable Court with information in respect of the following:

   a) the activities of the Receiver since the first report of the Receiver dated June 1, 2026 (the "**First Report**");

   b) an update on the SISP;

   c) the Receiver's Interim Statement of Receipts and Disbursements for the period from May 30, 2026 to October 2, 2026 (the "**Reporting Period**");

   d) the Receiver's request to increase the Receiver's Borrowing Charge, up to the maximum principal amount of $1,000,000;

   e) approval of the Receiver's fees and disbursements and those of the Receiver's Counsel;

   f) the Receiver's ongoing activities and intended course of action; and

   g) the Receiver's conclusions and recommendations in respect of the foregoing.

5. Capitalized terms not otherwise defined in this Report shall have the meaning ascribed to them in the Receivership Order, the First Report and the materials filed in connection with these Receivership Proceedings.

6. All references to dollars are in Canadian currency unless otherwise noted.

TERMS OF REFERENCE

7. In preparing this Second Report, the Receiver has relied upon: (i) the representations of certain former management and other key stakeholders of IGY; and (ii) financial and other information provided by IGY. The Receiver has not performed an audit, review or other verification of such information.

8. The Receiver has not performed an audit, review or otherwise attempted to verify the accuracy or completeness of the Companies' financial information that would wholly or partially comply with Canadian Auditing Standards ("**CASs**") pursuant to the *Chartered Professional Accountants Canada Handbook*, and accordingly, the Receiver expresses no opinion or other form of assurance contemplated under CASs in respect of the financial information. Any future oriented financial information relied upon in this Report is based on the Receiver's assumptions regarding future events and actual results achieved will vary from this information and the variations may be material.

BACKGROUND AND OVERVIEW

9. IGY Tech is a federal corporation incorporated pursuant to the laws of Canada and extra-provincially registered in the Province of Alberta. IGY Manufacturing is an Ontario corporation incorporated pursuant to the laws of Ontario and extra-provincially registered in the Province of Alberta. IGY USA is a Delaware corporation incorporated pursuant to the laws of Delaware.

10. The Companies' are engaged in the biomedical field, developing and commercializing the novelty immunoglobulin 'Y' antibody, for improvements in healthcare, food nutrition, and agriculture.

11. IGY's main assets are its real property, including the building located at 1A – 4 East Lake Avenue, Airdrie, Alberta, Canada, T4A 2G1 (the "**Facility**"), together with the equipment and machinery located therein.

12. Farm Credit Canada ("**FCC**") is the senior secured creditor (the "**Senior Lender**") of IGY and as of the Receivership Date, the Companies' were indebted to FCC in the approximate amount of $12,200,000.

13. Further information regarding these Receivership Proceedings are contained in the materials filed in support of the Receivership Order and the reports of the Receiver. These documents and other publicly filed Court materials in these Receivership

Proceedings have been posted on the Receiver's website at: https://www.alvarezandmarsal.com/IGY (the "**Receiver's Website**").

ACTIVITIES OF THE RECEIVER

14. Since the First Report, the Receiver's activities have included, but are not limited to, the following:

a) conducting Facility site visits to ensure that the Property remains secure;

b) responding to creditor and stakeholder enquiries;

c) providing instructions to the Receiver's Counsel in respect of various matters relating to the SISP and the Receivership Proceedings, generally;

d) communicating with FCC regarding various matters relating to the SISP and the Receivership Proceedings;

e) communicating with the Receiver's independent contractor, the former president of IGY, regarding various administrative and operational matters;

f) preparing SISP-related materials in coordination with the Receiver's independent contractor and McCarthy's, including a non-confidential teaser (the "**Teaser Letter**"), non-disclosure agreement (an "**NDA**"), and template asset purchase agreement;

g) conducting the SISP pursuant to the SISP Order, as further detailed below;

h) communicating with various interested parties in response to SISP enquiries;

i) ongoing communications with Service Canada and the Companies' former employees regarding the Wage Earner Protection Program ("**WEPP**") and each former employee's claim, including one U.S.-based employee claim;

j) monitoring the Companies' cash flows and ensuring that suppliers were paid on a timely basis;

k) communicating with a customer regarding the coordination of a product shipment and the collection of amounts owing in respect thereof;

l) completing annual corporate returns for IGY, and other administrative matters, with the assistance of the Receiver's independent contractor;

m) engaging with the tenant leasing the upper office space at the Facility and addressing condominium property matters relating to the Facility; and

n) communicating with the Canada Revenue Agency ("**CRA**") regarding various matters, including: (i) the Companies' 2024 and 2025 tax returns and scientific research and experimental development claims; (ii) GST and source deduction trust examinations; and (iii) a GST audit of the Companies' accounts.

UPDATE ON THE SISP[1]

15. The Receiver commenced the SISP on June 16, 2026 pursuant to the SISP Order. The SISP was designed to solicit interest from Potential Bidders for the Property and to provide for a fair and commercially reasonable process to maximize recoveries for the stakeholders of the Companies.

[1] Capitalized terms in this section that are not otherwise defined shall have the meanings ascribed to them in the SISP.

16. In connection with the SISP, the Receiver, in coordination with the Receiver's independent contractor and McCarthy's, undertook various marketing and solicitation activities, including:

a) preparing a package of marketing materials, including the Teaser Letter, NDA and a copy of the SISP (the "**Marketing Materials**");

b) disseminating the Marketing Materials to a list of Potential Bidders, including existing or former shareholders or members of management of IGY and strategic parties identified by the Receiver (collectively, the "**Known Potential Bidders**");

c) providing public notice of the SISP through advertisements published in *Insolvency Insider* and the *Calgary Herald* on June 16, 2026 and June 17, 2026, respectively, in an attempt to market this opportunity to parties outside of the Known Potential Bidders; and

d) posting a copy of the Teaser Letter, NDA and SISP to the Receiver's Website.

17. Known Potential Bidders that executed an NDA were provided access to a virtual data room (the "**VDR**") containing detailed information regarding the Companies, the Property and the SISP opportunity. The VDR included, among other things, corporate presentations, historical financial information, research, asset listings, customer information and sales documentation.

18. Throughout the course of the SISP:

a) 65 Known Potential Bidders were provided with the Marketing Materials; and

b) 5 Known Potential Bidders executed NDAs and were provided with access to the VDR.

19. The Receiver received three non-binding LOIs from Phase 1 Qualified Bidders by the Phase 1 Bid Deadline of July 17, 2026. Following the Phase 1 Bid Deadline, the Receiver, in consultation with FCC, assessed the non-binding LOIs in accordance with the SISP to determine whether the Phase 1 Qualified Bidders met the requirements to proceed to Phase 2 of the SISP. Following its assessment, the Receiver, in consultation with FCC, determined that all three Phase 1 Qualified Bidders were approved to proceed as Phase 2 Qualified Bidders.

20. On July 29, 2026, in advance of the Phase 2 Bid Deadline of July 31, 2026, one Phase 2 Qualified Bidder withdrew from the SISP, leaving two remaining Phase 2 Qualified Bidders. The Receiver subsequently received requests from both remaining Phase 2 Qualified Bidders to extend the Phase 2 Bid Deadline to provide additional time to complete their due diligence and secure financing in support of a potential transaction. Accordingly, pursuant to paragraph 35 of the SISP and in consultation with FCC, the Receiver extended the Phase 2 Bid Deadline to August 31, 2026 (the "**Extended Phase 2 Bid Deadline**").

21. The Receiver did not receive any Phase 2 Qualified Bids from either of the remaining Phase 2 Qualified Bidders by the Extended Phase 2 Binding Bid Deadline. Accordingly, as contemplated by paragraph 35 of the SISP, the Receiver terminated the SISP.

22. Following the termination of the SISP, the Receiver has commenced an alternative realization process in respect of the Property (the "**Alternative Realization Process**"). As contemplated by the SISP, the Alternative Realization Process may include, among other things, an auction, the engagement of a realtor or sales agent, or such other means of realization as the Receiver considers appropriate in its sole discretion, including considering those parties offers in the SISP that may be interested in coming into the Alternative Realization Process.

23. In preparation for the Alternative Realization Process, the Receiver has held discussions with various auctioneers regarding the potential sale of the Companies' equipment and with commercial real estate professionals regarding the potential

marketing and sale of the Facility. The Receiver is continuing to assess the available realization strategies and anticipates that, in due course, the Receiver will file a subsequent report regarding the outcome of the Alternative Realization Process and any further relief that may be required in respect of the same.

INTERIM STATEMENT OF RECEIPTS AND DISBURSEMENTS

24. The following is a consolidated interim statement of the Receiver's receipts and disbursements in respect of the Companies' from May 30, 2026 to October 2, 2026:

Interim Statement of Receipts and Disbursements **May 30, 2026 to October 2, 2026** *in $CAD*		**Reporting Period May 30/26 to Oct 2/26**		**Receivership Period to Date Apr 17/26 to Oct 2/26**
Opening cash balance	**$**	**220,832**	**$**	**-**
Receiver's borrowings	**$**	**100,000**	**$**	**500,000**
Receipts				
Building Rental Revenue		20,871		31,305
RBC GIC Account Transfer		-		30,865
Other Revenue		6,091		6,213
Total Receipts	**$**	**26,961**	**$**	**68,383**
Disbursements				
Payroll Expenses		-		100,613
Professional Fees and Costs		161,584		258,739
Utilities & Insurance		51,732		57,603
Contractor Fees		41,102		48,993
Administrative Costs		34,890		38,514
GST Payable		11,255		16,692
OSB Fees		259		259
Total Disbursements	**$**	**300,822**	**$**	**521,412**
Total Receipts and Disbursements	**$**	**(273,861)**	**$**	**(453,029)**
Ending cash balance	**$**	**46,971**	**$**	**46,971**

25. Receipts collected during the Reporting Period totaled $126,961, which are primarily comprised of the following:

a) borrowings under the Receiver's Certificate of $100,000 (defined herein);

b) $20,871 relating to rental income from a tenant occupying the upper office space within the Property; and

c) a vendor refund for $5,209 for services that were not provided as a result of the Receivership Proceedings.

26. Disbursements paid during the Reporting Period totaled, $300,822, which primarily relates to professional fees and costs, independent contractor fees, insurance, utility, administrative costs, and related GST.

27. Professional fees and costs paid during the Reporting Period included: (i) the Receiver, for the period from May 3, 2026 up to July 4, 2026, totaled $110,390; and (ii) the Receiver's Counsel, for the period from April 16, 2026 up to July 31, 2026, totaled $51,194 (each exclusive of GST). The Receiver is seeking approval of further fees and costs and certain (accrued but unpaid fees and costs), including those of McCarthy's, from this Honourable Court, as discussed further below.

28. The ending cash available as at October 2, 2026, totaled $46,971.

INCREASE TO RECEIVER'S BORROWINGS CHARGE

29. The Receivership Order authorized the Receiver to borrow up to $500,000, or such greater amount as the Court may by further Order authorize. As noted above, the Receiver has borrowed the full amount authorized under the Receivership Order. On July 21, 2026, the Receiver issued Receiver's Certificate No. 3 to FCC in the amount of $100,000 (the "**Third Receiver's Certificate**", and collectively with the Receiver's Certificates described in the First Report, the "**Receiver's Certificates**"). The Receiver has received and utilized the funds advanced pursuant to the Receiver's Certificates in connection with the Receivership Proceedings. A copy of the Third Receiver's Certificate is attached as Appendix "**A**" to this Report.

30. The Receiver continues to incur operating and holding costs and professional fees in connection with maintaining, marketing and realizing on the Property through to the conclusion of the Receivership Proceedings.

31. The rental income derived from the tenant at the Facility is insufficient to ensure payment of all expenses, professional fees, and upkeep costs related to the Facility and the Property. The Receiver has fully drawn the currently-authorized amount of the Receiver's Borrowings Charge. Additional funds will be required to carry out the Alternative Realization Process and related steps, including administrative matters, in these Receivership Proceedings. The Receiver has considered the funding requirements and is of the view that the requested increase to the Receiver's Borrowings Charge is appropriate in the circumstances, including as the Receiver anticipates that such increase will provide sufficient liquidity for the Receiver to complete the Alternative Realization Process.

32. In light of the foregoing, the Receiver is seeking an increase of $500,000 to the Receiver's Borrowing Charge, from $500,000 to $1,000,000. The Receiver has discussed the proposed increase with FCC and understands that FCC supports the request and will be providing the additional funding, subject to court approval.

APPROVAL OF PROFESSIONAL FEES AND EXPENSES

33. Pursuant to the Approval Order, this Honourable Court previously approved the fees and disbursements of the Receiver, for the period March 27, 2026 to May 31, 2026, and of the Receiver's Counsel, for the period April 16, 2026 to May 22, 2026.

34. Pursuant to paragraph 21 of the Receivership Order, the Receiver now seeks approval from this Honourable Court of the respective professional fees and disbursements of the Receiver for the period June 1, 2026 to September 26, 2026 (the "**Receiver's Interim Taxation Period**") and those of the Receiver's Counsel for the period between May 23, 2026 to September 28, 2026 (the "**Receiver's Counsel's Interim Taxation Period**).

35. The total fees and expenses of the Receiver during the Receiver's Interim Taxation Period are $108,638.4 (exclusive of GST), which are comprised of $107,443.0 in fees and $1,195.4 in expenses (the "**Receiver's Fees and Costs**"). A summary of the Receiver's invoices are included in the chart below:

IGY Immune Technologies & Life Sciences Inc., IGY Life Sciences Manufacturing Inc. and IGY Life Sciences USA, Inc.
Summary of Receiver's Fees and Disbursements
June 1, 2026 to September 26, 2026

Invoices subject to Court Approval

Inv. No.	Period	Fees	Disbursements	Total Fees & Disbursements	GST	Total
Invoice #3	June 1, 2026 - July 4, 2026	38,868.00	375.00	39,243.00	1,962.15	41,205.15
Invoice #4	July 5, 2026 - August 1, 2026	30,395.00	-	30,395.00	1,519.75	31,914.75
Invoice #5	August 2, 2026 - August 29, 2026	15,602.50	820.40	16,422.90	821.15	17,244.05
Invoice #6	August 30, 2026 - September 26, 2026	22,577.50	-	22,577.50	1,128.88	23,706.38
	Total	**107,443.00**	**1,195.40**	**108,638.40**	**5,431.93**	**114,070.33**
	Grand Total	**$ 107,443.00**	**$ 1,195.40**	**$ 108,638.40**	**$ 5,431.93**	**$ 114,070.33**

The total fees and expenses of the Receiver's Counsel during the Receiver's Counsel's Interim Taxation Period total $40,956.1 (exclusive of GST), which are comprised of $40,157.5 in professional fees and $798.6 in expenses (the "**Receiver's Counsel's Fees and Costs**"). A summary of the Receiver's Counsel invoices are included in the chart below:

IGY Immune Technologies & Life Sciences Inc., IGY Life Sciences Manufacturing Inc. and IGY Life Sciences USA, Inc.
Summary of Receiver's Counsel's Fees and Disbursements
May 23, 2026 to September 28, 2026

Invoices subject to Court Approval

Inv. No.	Period	Fees	Disbursements	Total Fees & Disbursements	GST	Total
8052201	May 23, 2026 - June 30, 2026	22,776.50	790.57	23,567.07	1,171.41	24,738.48
8052463	July 1, 2026 - July 31, 2026	9,025.00	8.03	9,033.03	451.65	9,484.68
8053291	August 1, 2026 - September 28, 2026	8,356.00	-	8,356.00	417.80	8,773.80
	Total	**40,157.50**	**798.60**	**40,956.10**	**2,040.86**	**42,996.96**
	Grand Total	**$ 40,157.50**	**$ 798.60**	**$ 40,956.10**	**$ 2,040.86**	**$ 42,996.96**

36. The Receiver and the Receiver's Counsel's invoices (collectively, the "**Invoices**") outline the date of the work completed, the description of the work completed, the length of time taken to complete the work, and the name and role of the individual who completed the work. If required, copies of the Invoices can be made available to the Court upon request.

37. The Receiver considers that the fees and disbursements charged by the Receiver's Counsel have been necessarily incurred and that the hours and rates charged are reasonable in the circumstances.

38. The Receiver respectfully submits that its professional fees and disbursements and those of the Receiver's Counsel are fair and reasonable in the circumstances and respectfully requests that this Honourable Court approve the Receiver's Fees and

Costs and the Receiver's Counsel Fees and Costs, during the Receiver Taxation Period and the Receiver's Counsel's Taxation Period.

RECEIVERS ONGOING ACTIVITIES AND FUTURE COURSE OF ACTION

39. The Receiver's anticipated next steps include, but are not limited to:

a) monitoring the Facility to ensure that the Property remains secure;

b) conducting the Alternative Realization Process;

c) continuing communication with and updates to FCC and other stakeholders in the Receivership Proceedings; and

d) completing other administrative tasks related to the Receivership Proceedings.

RECEIVER'S CONCLUSIONS AND RECOMMENDATIONS

40. For the foregoing reasons, the Receiver respectfully recommends that this Honourable Court approve;

a) the requested increase to the Receiver's Borrowings Charge;

b) the Receiver's actions, activities and conduct, since the First Report, including the Interim Statement of Receipts and Disbursements; and

c) the Receiver's Fees and Costs and the Receiver's Counsels Fees and Costs, as set out in this Report.

All of which is respectfully submitted this 5th day of October, 2026.

ALVAREZ & MARSAL CANADA INC.,
in its capacity as the Court-appointed Receiver of
IGY Immune Technologies & Life Sciences Inc., IGY Life Sciences Manufacturing Inc. and IGY Life Sciences USA, Inc. and not in its personal or corporate capacity

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

David Williams, CPA, CA, CIRP, LIT
Vice-President

APPENDIX "A"

RECEIVER CERTIFICATE

CERTIFICATE NO. 03

AMOUNT $ 100,000

1. THIS IS TO CERTIFY that Alvarez & Marsal Canada Inc., the receiver and manager (the "**Receiver**") of all of the assets, undertakings and properties of IGY Immune Technologies & Life Sciences Inc., IGY Life Sciences Manufacturing Inc. and IGY Life Sciences USA Inc. appointed by Order of the Court of King's Bench of Alberta and Court of King's Bench of Alberta in Bankruptcy and Insolvency (collectively, the "**Court**") dated April 17, 2026 ("**Order**") made in action number 2601-06780, has received as such Receiver from the holder of this certificate (the "**Lender**") the principal sum of **$100,000**, being part of the total principal sum of **$500,000** that the Receiver is authorized to borrow under and pursuant to the Order.

2. The principal sum evidenced by this certificate is payable on demand by the Lender with interest thereon calculated and compounded monthly after the date hereof at a notional rate per annum equal to the rate of **5.7 per cent** above the prime commercial lending rate of the Bank of Canada from time to time.

3. Such principal sum with interest thereon is, by the terms of the Order, together with the principal sums and interest thereon of all other certificates issued by the Receiver pursuant to the Order or to any further order of the Court, a charge upon the whole of the Property (as defined in the Order), in priority to the security interests of any other person, but subject to the priority of the charges set out in the Order and the *Bankruptcy and Insolvency Act*, and the right of the Receiver to indemnify itself out of such Property in respect of its remuneration and expenses.

4. All sums payable in respect of principal and interest under this certificate are payable at the main office of the Lender at 100-120 Research Lane, Guelph, ON N1G 0B5.

5. Until all liability in respect of this certificate has been terminated, no certificates creating charges ranking or purporting to rank in priority to this certificate shall be issued by the Receiver to any person other than the holder of this certificate without the prior written consent of the holder of this certificate.

6. The charge securing this certificate shall operate so as to permit the Receiver to deal with the Property as authorized by the Order and as authorized by any further or other order of the Court.

7. The Receiver does not undertake, and it is not under any personal liability, to pay any sum in respect of which it may issue certificates under the terms of the Order.

DATED the 21st day of July, 2026

Alvarez & Marsal Canada Inc., solely in its capacity as Receiver of the Property (as defined in the Order), and not in its personal or corporate capacity

Per: _____

Name: Orest Konowalchuk

Title: Senior Vice President