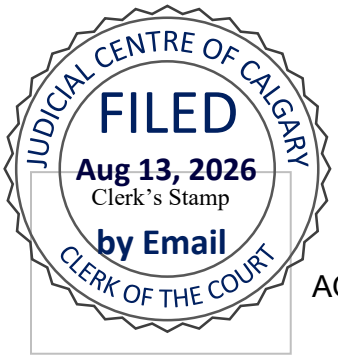
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COURT	COURT OF KING'S BENCH OF ALBERTA
JUDICIAL CENTRE	CALGARY
	IN THE MATTER OF THE *BANKRUPTCY AND INSOLVENCY ACT*, RSC 1985, c B-3, AS AMENDED AND IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A PROPOSAL OF ADVEN INC. AND ADVEN INDUSTRIES INC.
APPLICANTS	ADVEN INC. AND ADVEN INDUSTRIES INC.
DOCUMENT	**FIRST REPORT OF ALVAREZ & MARSAL CANADA INC. IN ITS CAPACITY AS PROPOSAL TRUSTEE UNDER THE NOTICE OF INTENTION TO MAKE A PROPOSAL** **August 13, 2026**
ADDRESS FOR SERVICE AND CONTACT INFORMATION OF PARTY FILING THIS DOCUMENT	**PROPOSAL TRUSTEE** ALVAREZ & MARSAL CANADA INC. Bow Valley Square IV Suite 1110, 250 – 6th Avenue SW Calgary, Alberta T2P 3H7 Orest Konowalchuk / Duncan MacRae Telephone: (403) 538-4736 / (403) 538-7514 Email: okonowalchuk@alvarezandmarsal.com / dmacrae@alvarezandmarsal.com **COUNSEL TO THE PROPOSAL TRUSTEE** FASKEN MARTINEAU DUMOULIN LLP Barristers & Solicitors 3400, 350 – 7th Avenue SW Calgary, Alberta T2P 3N9 Attention: Robyn Gurofsky / Tiffany Bennett Phone: (403) 261-9469 / (403) 261-5355 Fax: (403) 261-5351 Email: rgurofsky@fasken.com / tbennett@fasken.com File: 303718.00007

ALVAREZ & MARSAL

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INTRODUCTION

1. On July 20, 2026 (the "**Filing Date**"), AdvEn Inc. ("**AdvEn**") and AdvEn Industries Inc. ("**AdvEn Industries**" and, collectively, the "**AdvEn Group**" or the "**Companies**") each filed a Notice of Intention to Make a Proposal ("**NOI**" or the "**Filing**", and the resulting proceedings being, the "**NOI Proceedings**") pursuant to subsection 50.4(1) of the *Bankruptcy and Insolvency Act*, RSC 1985, c B-3, as amended (the "**BIA**"). Alvarez & Marsal Canada Inc. consented to act as Trustee under the NOI Proceedings (in such capacity, the "**Proposal Trustee**").

2. Copies of the Certificates of Filing commencing the NOI proceedings were issued by the Office of the Superintendent of Bankruptcy ("**OSB**") and are attached hereto as Appendix "**A**".

3. Pursuant to section 50.4(8) of the BIA, the initial NOI period during which the Companies are required to file a proposal under the NOI Proceedings is from July 20, 2026 to August 19, 2026, or as further extended by order of this Court (the "**Stay Period**").

4. On August 10, 2026, the Companies served a notice of application to the service list of interested parties, seeking among other things, an order:

    a) that the NOI Proceedings be administratively consolidated and continued under Estate No. 25-3400059 (AdvEn Industries' estate);

    b) authorizing and empowering the Companies to obtain and borrow under a credit facility provided by 2841034 Alberta Ltd. (the "**Interim Lender**"), on the terms and conditions specified in the interim financing agreement dated August 7, 2026 between the Companies and the Interim Lender (the "**Interim Financing Agreement**"), up to the maximum amount of US$650,000;

c) granting an administration charge to the Proposal Trustee, counsel to the Proposal Trustee, and counsel to the Companies, as security for their professional fees and disbursements up to the maximum amount of $500,000 (the "**Administration Charge**");

d) granting a charge to the Companies' directors and officers as security for any obligations and liabilities they may incur as directors and officers of the Companies after the Filing Date, up to the maximum amount of $100,000 (the "**D&O Charge**");

e) granting a charge to the Interim Lender as security for all obligations of the Companies under the Interim Financing Agreement (the "**Interim Lender's Charge**");

f) declaring that the Administration Charge, the D&O Charge and the Interim Lender's Charge (together, the "**Proposed NOI Charges**") are priority charges that rank ahead of any and all charges, security interests, liens, trusts, deemed trusts and encumbrances against all of the Companies' present and after-acquired assets, property and undertakings (the "**Property**"), including liens and trusts created by federal and provincial legislation, and that the Proposed NOI Charges rank, as between themselves, in the following order of priority:

   i. first, the Administration Charge;

   ii. second, the D&O Charge; and

   iii. third, the Interim Lender's Charge;

g) approving the sale and investment solicitation process ("**SISP**"); and

h) extending the Stay Period to and including October 3, 2026.

PURPOSE

5. The purpose of this first report of the Proposal Trustee (this "**Report**") is to provide the Court and the Companies' stakeholders with information in respect of the following:

    a) the Companies' background;

    b) an overview of the books and records of the Companies;

    c) the events leading to the NOI;

    d) the activities of the Companies and the Proposal Trustee since the Filing;

    e) the Companies' actual cash flow receipts and disbursements as compared to the original cash flow forecast for the period of July 20, 2026 to August 21, 2026, which was filed with the OSB pursuant to section 50.4(2) of the BIA (the "**Initial CF Forecast**");

    f) the updated cash flow forecast (the "**Updated CF Forecast**") for the period of August 1, 2026 to October 2, 2026;

    g) the Companies' request for approval of the interim financing facility (the "**Interim Financing Facility**") and Interim Financing Agreement;

    h) the Companies' intended next steps, including the proposed SISP;

    i) the Companies' request for a stay extension to and including October 3, 2026 (the "**Proposed Stay Extension**");

    j) the Companies' request for the Proposed NOI Charges; and

    k) the Proposal Trustee's recommendations with respect to the above.

TERMS OF REFERENCE

6. In preparing this Report, the Proposal Trustee has relied upon unaudited financial information and other information provided by the Companies and other third parties. The Proposal Trustee has not performed an audit, review, or other verification of such information. An examination of the financial forecast as outlined in the *Chartered Professional Accountants of Canada Handbook* has not been performed.

7. Future oriented financial information relied upon in this Report is based on the Companies' assumptions regarding future events and actual results achieved will vary from this information and the variations may be material.

8. All references to dollars are in Canadian (CAD) currency unless otherwise noted.

LIMITATION IN SCOPE OF REVIEW

9. The Report has been prepared by the Proposal Trustee pursuant to the rules and regulations set out in the BIA. The BIA provides that the Proposal Trustee shall incur no liability for any act or omission pursuant to its appointment or fulfillment of its duties, save and except for gross negligence or wilful misconduct on its part.

10. This Report is not and should not be construed or interpreted as an endorsement, comment or recommendation to any creditor, prospective investor, or any persons to advance credit and/or goods and services or to continue to provide credit and/or goods and services or to lend monies to the Companies during these proceedings and/or at any other time.

11. The Proposal Trustee has not audited or reviewed the assets of the Companies, and with respect to such assets, has relied to a significant degree upon information provided by the Companies.

12. The Proposal Trustee is specifically not directed or empowered to take possession of the assets of the Companies or to manage any of the business and affairs of the Companies.

BACKGROUND

13. AdvEn Industries was founded in 2011 by Dr. Weixing Chen when he was exploring solutions to improve the quality of carbon precursors and to eliminate much of the industrial waste found in conventional carbon manufacturing processes. Today, the AdvEn Group is working to be a producer of carbon-based precursors for supercapacitors, batteries and industrial filtration.

14. AdvEn is a private corporation continued under the laws of the Province of Alberta. AdvEn Industries is a wholly owned subsidiary of AdvEn, incorporated under the laws of the Province of Alberta. The Companies are engaged in the development, scale-up and commercialization of their proprietary Advanced Super Activated Carbon ("**ASAC**") and Electrode Super Adhesive Coating ("**ESAC**") technologies for use in the supercapacitor, battery and industrial filtration industries.

15. Mr. Ingo Mueller is the chief executive officer of the AdvEn Group, as well as a director and shareholder of the Companies.

16. The Companies' research and development, pilot testing facilities, and ASAC manufacturing facility are located at a 36,800 square foot leased facility at Unit 300 – 3615 11 Street, Nisku, Alberta, Canada, T9E 1C6 (the "**Nisku Facility**"). AdvEn and AdvEn Industries share common management, common employees and common banking arrangements. All material business functions are performed on a consolidated basis. The Companies are still in their research and development phase, have been incurring losses since inception, and have not generated positive net income as of the December 31, 2025 financial statements.

17. The AdvEn Group currently employs 12 individuals, consisting of 4 full-time salaried employees and 8 contract consultants. Employees and consultants work a

hybrid schedule between remote and the Nisku Facility. None of the employees are unionized.

18. Further background of the AdvEn Group and its operations is contained in the materials filed in support of the application for the Proposed Stay Extension, including the affidavit of Ingo Mueller (the "**Mueller Affidavit**"). These documents, together with other information regarding the NOI Proceedings, have been posted on the Proposal Trustee's website at www.alvarezandmarsal.com/adven (the "**Website**").

BOOKS AND RECORDS

19. AdvEn's unaudited financial statements for the fiscal year ending December 31, 2025 (the "**Financial Statements**") indicate that the book value of its assets was approximately $11.4 million, while its total liabilities amounted to approximately $27.1 million. As previously noted, AdvEn Industries is wholly owned by AdvEn.

Overview of Assets

20. According to the Financial Statements, the primary asset consists of property, plant, and equipment of approximately $8.8 million, comprising lab equipment, production equipment, computer and office equipment, leasehold improvements, assets under construction, and customized production equipment.

Overview of Liabilities

21. The Companies' creditor listings as of the Filing Date indicated total obligations of approximately CAD$19.5 million owed to AdvEn's creditors, and approximately CAD$3.8 million to AdvEn Industries' creditors, including creditors with balances of $250 or less.

Senior Secured Creditors

22. The Companies secured debt obligations total approximately CAD$12.2 million, of which $11. 4 million relates to AdvEn and $0.8 million relates to AdvEn Industries. The make up of the Companies senior secured creditor obligations are largely from three principal secured creditors, namely:

a) Secure Property Development & Investment Plc ("**SPDI**"): AdvEn Industries issued two secured promissory notes dated August 5, 2025 and November 2025, respectively (together, the "**SPDI Notes**"), to SPDI in the aggregate principal amount of €500,000. As security for the SPDI Notes, SPDI holds General Security Agreements dated August 5, 2025 and November 2025, which purport to grant to SPDI a security interest over all of the present and after-acquired personal property of AdvEn Industries, excluding intellectual property. Both SPDI Notes have matured and, as of April 30, 2026, the aggregate amount outstanding thereunder, including accrued and unpaid interest, is approximately $0.8 million.

b) Excelsior Management Limited ("**Excelsior**"): The Companies issued a secured convertible promissory note dated December 18, 2025 (the "**Excelsior Note**") to Excelsior in the principal amount of £450,000. As security for the Excelsior Note, Excelsior holds General Security Agreements dated for reference December 18, 2025 from the Companies, which purport to grant to Excelsior a security interest over all of the present and after-acquired personal property of the Companies, in each case excluding intellectual property. The Excelsior Note is due on December 18, 2026, and, as of April 30, 2026, the aggregate amount outstanding under the Excelsior Note, including accrued and unpaid interest, is approximately $0.9 million.

c) 2815793 Alberta Ltd. ("**281 Alberta Ltd.**"): The Companies issued a grid promissory note dated May 19, 2026 to 281 Alberta Ltd. in the maximum principal amount of US$900,000 (the "**281 Note**") in respect of advances from 281 Alberta Ltd. used to fund the Companies' working capital requirements prior to the commencement of these NOI Proceedings. As security for the 281 Note, 281 Alberta Ltd. holds a General Security Agreement made effective as of May 19, 2026, which purports to grant to 281 Alberta Ltd. a security interest over all of the present and after-acquired personal property of the Companies.

23. The Proposal Trustee is currently conducting a review, through its independent legal counsel, of the validity and enforceability of the various security. The results of this review will be discussed in a later report.

Convertible Secured Noteholders

24. Between December 2021 and September 2022, the AdvEn Group (including through AdvEn's predecessor, Nano Innovations Inc.) raised approximately US$4 million through the issuance of a series of 10% senior secured convertible promissory notes (each a "**Convertible Note**" and collectively, the "**Convertible Notes**") to various investors (each a "**Convertible Noteholder**" and collectively, the "**Convertible Noteholders**") pursuant to a securities purchase agreement with each Convertible Noteholder. All of the Convertible Notes have matured and AdvEn is in default thereunder. Certain Convertible Noteholders entered into extension and amendment agreements in 2025, which have also matured. As of April 30, 2026, the aggregate amount outstanding under the Convertible Notes, including accrued interest and penalties, was approximately $10.5 million. Any security pledged in connection with the Convertible Notes will be included in the Proposal Trustee's security review.

Other Unsecured Noteholders

25. The Companies have also raised capital from the following parties:

a) Gustavo Perez Sanchez: AdvEn issued an unsecured promissory note dated February 15, 2025, to Gustavo Perez Sanchez in the principal amount of US$50,000 pursuant to an unsecured promissory note purchase agreement dated February 15, 2025 (the "**Sanchez Note**"). The Sanchez Note matured in August 2025 and, as of April 30, 2026, the aggregate amount outstanding thereunder, including accrued interest and penalties, is approximately $0.1 million.

b) Grzegorz Ombach: AdvEn Industries received a short-term bridge loan in the principal amount of US$36,600 pursuant to a short-term bridge loan agreement executed by AdvEn Industries on 26 May 2025 and by Grzegorz Ombach on 5 June 2025 (the "**Ombach Bridge Note**"). The Ombach Bridge Note matured on August 1, 2025, and, as of April 30, 2026, the aggregate amount outstanding thereunder, including accrued interest and penalties, is approximately $60,000.

c) AdvEn Inc. UK PLC ("**AdvEn UK**"): AdvEn issued a convertible secured promissory note dated November 15, 2025, to AdvEn UK in the principal amount of US$200,000 (the "**AdvEn UK Note**"). AdvEn UK is an unrelated company incorporated in the United Kingdom. The AdvEn UK Note matured on June 30, 2026, and, as of April 30, 2026, the aggregate amount outstanding thereunder, including accrued interest and penalties, is approximately $0.3 million. As with the Convertible Noteholders, any security pledged in connection with the AdvEn UK Note will be included in the Proposal Trustee's security review.

Employee Wages

26. As of June 5, 2026, the Companies owed approximately $0.7 million of wages in arrears, and approximately $0.1 million of accrued vacation pay in respect of their current employees. Employees are paid on a monthly basis.

Management and Director Compensation

27. As of June 6, 2026, the Companies owed $0.8 million payable to management and $0.4 million payable to directors.

Enforcement Proceedings

28. Alberta PPSA searches disclose four writs of enforcement registered against the Companies totalling approximately $0.3 million.

EVENTS LEADING TO THE NOI FILING

29. The Proposal Trustee understands that the Companies are currently working on multiple research and development projects in an attempt to deliver a high-performance technology platform for converting hydrocarbon resources to non-combustion applications. The Companies are in a research and development phase and rely, at this time, on grants, loans, equity raises, and other forms of government assistance to fund these activities.

30. The Filing resulted from several factors, as outlined in the Mueller Affidavit, including:

    a) Pre-Commercial Stage and Capital Requirements: Since inception, the Companies have been focused on the development, scale-up and commercialization of their ASAC and ESAC technologies. As a technology company at the commercial demonstration stage, the Companies have not yet achieved sustainable positive cash flow from operations and have relied upon external financing to fund their working capital requirements, technology development and operations.

b) Nisku Facility: The Companies advise that, since entering the Nisku Facility in March 2021, they have invested approximately $6.5 million in leasehold improvements, fixtures, and equipment to build out and operationalize their processing plant. Notwithstanding this investment, the Companies have determined that approximately US$8 million in additional capital is required to address fundamental deficiencies in the design and operation of the plant. Without these capital improvements, the Companies advise that the plant will not achieve the production volumes and operating efficiencies required to support a sustainable business.

c) Inability to Raise Additional Capital: While the Companies have historically been able to raise significant capital from investors and lenders to fund their operations, technology development and improvements to the Nisku Facility, much of this debt has now matured and remains outstanding. Despite significant efforts, the Companies have been unable to raise sufficient additional capital to retire their existing indebtedness and fund their ongoing operations to the point of commercial viability. The Companies understand that certain existing investors may be willing to provide additional capital to a restructured entity, which they intend to explore as part of these proceedings.

d) Operational and Commercial Challenges: The Companies have experienced delays in scaling their ASAC and ESAC technologies from laboratory and pilot activities to commercial production. Additional equipment, engineering work and facility upgrades are required to complete the pilot and production systems, improve process reliability and quality control, and produce sufficient quantities of representative samples for customer evaluation.

31. The Companies attempted to address these factors by taking steps to reorganize operationally but were unsuccessful. As a result, the Companies were unable to

meet their obligations as they became due and filed an NOI to provide stability to their business and an opportunity to restructure.

ACTIVITIES OF THE COMPANIES AND THE PROPOSAL TRUSTEE

32. Since the Filing, the Proposal Trustee and Companies' management ("**Management**") have engaged in the following activities:

a) the Proposal Trustee mailed out the initial notice to all known creditors on July 24, 2026, pursuant to section 50.4(6) of the BIA and posted same to its Website. The Affidavit of Mailing is attached as Appendix "**B**";

b) Management, with the assistance of the Proposal Trustee, prepared the Initial CF Forecast, along with assumptions, which were filed by the Proposal Trustee with the OSB on July 30, 2026, in accordance with section 50.4(2) of the BIA, a copy of which is attached as Appendix "**C**";

c) the Proposal Trustee engaged the services of Fasken Martineau DuMoulin LLP ("**Fasken**") to act as its independent legal counsel in the NOI Proceedings;

d) the Proposal Trustee engaged in numerous discussions with Management, Fasken and the Companies' legal counsel relating to matters relevant to the NOI Proceedings;

e) the Proposal Trustee attended a site visit at the Nisku Facility;

f) the Proposal Trustee established and maintains the Website;

g) the Proposal Trustee, in consultation with Management, prepared the proposed SISP;

h) the Proposal Trustee prepared this Report in connection with the Companies' application scheduled for August 19, 2026; and

i) the Proposal Trustee monitored the Companies' ongoing financial affairs and activities.

ACTUAL CASH FLOW RESULTS COMPARED TO FORECAST

33. Management, with the assistance of the Proposal Trustee, prepared the Initial CF Forecast for the Companies for the period of July 20, 2026, to August 21, 2026 (the "**Initial Forecast Period**") and it is attached as Appendix "**C**". The notes to the Initial CF Forecast are an integral part of, and should be read in conjunction with, the Initial CF Forecast.

34. Actual receipts and disbursements for the 12-day period ending July 31, 2026 (the "**Reporting Period**"), as compared to the Initial Forecast Period, are summarized in the following table:

AdvEn Inc. & AdvEn Industries Inc. **2-week Cash Flow Variance** $CAD 000's	**Actual**	**Forecast**	**Variance**
Cash Receipts			
SR&ED Payment Canada	-	-	-
Tax Refunds	3	3	-
Total Cash Receipts	**3**	**3**	**-**
Cash Disbursements			
Payroll & Benefits	(12)	(60)	48
Contractors & Consultants	-	(90)	90
Operating Costs	(3)	(25)	22
Rent & Insurance	-	(56)	56
General & Administrative	(18)	(18)	-
Operating Contingency	-	(10)	10
Professional Fees	-	(105)	105
Total Cash Disbursements	**(33)**	**(364)**	**331**
Net Cash Flow	**(30)**	**(361)**	**331**
Opening Cash	983	982	1
Net Cash Flow	(30)	(361)	331
Interim Financing Facility	-	-	-
Closing Cash	**953**	**621**	**332**

35. During the Reporting Period, the Companies experienced various positive timing variances, largely relating to the financial line items noted in the above chart.

UPDATED CF FORECAST

36. Management, with the assistance of the Proposal Trustee, prepared the Updated CF Forecast for the Companies for the period of August 1, 2026 to October 2, 2026 and it is attached as Appendix "**D**". The notes to the Updated CF Forecast are an integral part of, and should be read in conjunction with, the Updated CF Forecast.

37. A summary of the Updated CF Forecast is below:

AdvEn Inc. & AdvEn Industries Inc. **9-week Cash Flow Projection** $CAD 000's	***Notes***	**9-week total** **Total**
Cash Receipts		
SR&ED Payment Canada	*a*	590
Tax Refunds	*a*	98
Total Cash Receipts		**688**
Cash Disbursements		
Payroll & Benefits	*b*	(185)
Contractors & Consultants	*b*	(464)
Operating Costs	*b*	(233)
Rent & Insurance	*b*	(170)
General & Administrative	*b*	(123)
Operating Contingency	*b*	(90)
Professional Fees	*c*	(674)
Total Cash Disbursements		**(1,939)**
Net Cash Flow		**(1,251)**
Opening Cash		953
Net Cash Flow		(1,251)
Interim Financing Facility	*d*	910
Closing Cash		**612**

38. The following notes and assumptions are an integral part of the Updated CF Forecast:

a) cash receipts consist of Scientific Research & Experimental Development ("**SR&ED**") credits, and tax refunds;

b) cash disbursements were estimated based on historical company data for payroll costs, equipment and plant maintenance, advisors, utilities, rent, insurance and a reasonable contingency was applied to account for unforeseen amounts;

c) professional fees were forecast based on the expected complexity of the NOI Proceedings, and include the fees and costs of counsel to the Companies, the Proposal Trustee and counsel to the Proposal Trustee; and

d) the Interim Financing Facility borrowing is based on the expected cash need and credit available from the Interim Financing Facility and is based on the full facility amount of US$650,000 converted at an illustrative exchange rate of 1.4:1.0 CAD:USD.

PROPOSED INTERIM FINANCING FACILITY

39. The Companies are seeking approval for interim financing in the form of the Interim Financing Facility. 2841034 Alberta Ltd. is the Interim Lender under the proposed Interim Financing Facility. The Interim Financing Agreement between the Companies and the Interim Lender, dated August 7, 2026, documenting the Interim Financing Facility, is subject to Court approval.

40. Capitalized terms in this section and not otherwise defined shall have the meanings ascribed to them in the Interim Financing Agreement.

41. A copy of the Interim Financing Agreement submitted to the Court is attached as Appendix "**E**" to this Report. The material terms of the Interim Financing Agreement include:

a) the Interim Financing Facility is available in multiple advances up to the maximum principal amount of US$650,000;

b) interest accrues on advances at a rate of 8% per annum; and

c) the maturity date is October 31, 2026, unless extended by the Interim Lender.

42. Pursuant to section 50.6(5) of the BIA, the Proposal Trustee has reviewed the proposed Interim Financing Facility and proposed Interim Lender's Charge and has considered the following factors:

a) the period during which the Companies are expected to be subject to the proceedings under the BIA;

b) how the Companies' business and financial affairs are to be managed during the NOI Proceedings;

c) whether the Companies' management has the confidence of their major creditors;

d) whether the proposed Interim Financing Facility would enhance the prospects of a viable proposal being made in respect of the Companies;

e) the nature and value of the Companies' property; and

f) whether any creditor would be materially prejudiced as a result of the security or charge.

43. In consideration of the foregoing factors, the Proposal Trustee offers the following comments and observations:

a) the Companies do not have sufficient funds to continue operations and carry out their restructuring efforts, unless the proposed Interim Financing Facility is approved by this Honourable Court;

b) the proposed Interim Financing Facility will allow the Companies to continue operations and enable the protection and preservation of the Companies' assets during the proposed SISP period;

c) a bankruptcy could result in little to no recoveries to creditors due to the highly specialized nature of the Companies' manufacturing assets and the inability to preserve the specialized assets during the process without funding. As such, it is likely greater recoveries could be achieved if an appropriate marketing, sale and restructuring process is implemented to properly identify a party interested in the specialized assets, while stabilizing operations and preserving the assets through the NOI Proceedings;

d) the amount of interim financing, if made available under the proposed Interim Financing Facility, should be sufficient to cover the period up to October 3, 2026, based on the Updated CF Forecast. This timeframe will provide the Companies with adequate time to complete the restructuring process, subject to the results of Phase I of the SISP (as discussed below) and fund the Companies' operations to at least October 3, 2026;

e) the Proposal Trustee understands that the sources of funding behind the Interim Lender are also affiliated with certain existing secured creditors. The Proposal Trustee understands that such existing secured creditors were consulted by Management in the development of an interim financing structure and that the Interim Lender was established for the purpose of providing the Interim Financing Facility, with several of those existing secured creditors being among its sources of funding. On this basis, the Proposal Trustee believes that certain major stakeholders would not be providing the Interim Financing Facility if they did not have confidence in Management to see the Companies through to a transaction in the NOI Proceedings. However, the Proposal Trustee was copied on correspondence on August 13, 2026 (the date of this First Report) from another group of secured creditors who were initially in discussions with the parties behind the current Interim

Lender but who were unable to reach an agreement with those parties. A copy of the August 13, 2026 letter is attached as Appendix "**G**". The letter outlines the fact that the secured parties object to the application and the basis for those objections. The Proposal Trustee is making inquiries with the parties to determine whether a resolution to these issues can be reached;

f) should the Interim Financing Facility not be approved by this Honourable Court, the Companies' operations will experience a material adverse change, and, per the Updated CF Forecast, the Companies will run out of cash by the final week of August 2026, which would eventually lead to the Companies being deemed bankrupt; and

g) the proposed Interim Financing Facility request does not appear to unduly prejudice any other creditors of the Companies.

44. The Proposal Trustee has reviewed the terms and values within the Interim Financing Facility, and they appear to be commercially reasonable in the circumstances. The Proposal Trustee is of the view that the interest rate being charged is comparable to and within a reasonable range of interim financing loans based on its review and experience with other recent NOI filings and/or other court restructuring proceedings.

45. The Proposal Trustee will continue to provide oversight on how the Companies will manage their cash flows on a day-to-day basis and will continue to report to the Court and the Companies' stakeholders.

SALE AND INVESTMENT SOLICITATION PROCESS

46. The Companies are seeking approval of a SISP to be conducted by the Proposal Trustee. A copy of the proposed SISP is attached as Appendix "**F**" to this Report. The SISP is intended to solicit interest in, and opportunities for, the acquisition of

or investment in all of the Property of the Companies and/or their business operations (the "**Business**") (together, the "**Opportunity**").

47. Capitalized terms in this section and not otherwise defined shall have the meanings ascribed to them in the SISP.

48. The Proposal Trustee is solely responsible to administer and carry-out the terms and conditions of the SISP. The SISP consists of two phases, where in the first phase ("**Phase I**"), the Potential Bidders are required to prepare and submit a Phase I Bid by the Phase I Bid Deadline.

49. If the Proposal Trustee, in consultation with the Companies, identifies multiple Phase I Bidders to be Qualified Bidders, such Qualified Bidders will be invited to participate in the second phase ("**Phase II**") wherein they are to submit Phase II Bids by the Phase II Bid Deadline.

50. If the Proposal Trustee receives only one viable Phase I Bid by the Phase I Bid Deadline, or if the Proposal Trustee, in consultation with the Companies, identifies only one Phase I Bidder to be a Qualified Bidder, the Proposal Trustee is authorized, but not required, to deem such Phase I Bid as the Successful Bid, without seeking submissions of Phase II Bids.

51. The SISP provides for the following key milestones:

Milestone	Deadline
Proposal Trustee to create list of Known Potential Bidders and distribute and prepare marketing materials and materials for the Data Room	As soon as practical following the granting of the SISP Approval Order and in any event no later than August 21, 2026
Commencement of SISP	August 21, 2026
Deadline for submission of Phase I Bids	No later than 12:00 p.m. (Calgary Time) on September 25, 2026
Deadline for submission of Phase II Bids	No later than 12:00 p.m. (Calgary Time) on October 9, 2026
Selection of the Successful Bid(s) and Back-Up Bid(s)	No later than 12:00 p.m. (Calgary Time) on October 16, 2026
Definitive Agreement Deadline	October 21, 2026
Filing of application to approve the Successful Bid(s)	Week of October 26, 2026
Hearing of the Approval Application (as defined below)	Week of November 2, 2026
Outside Date	November 30, 2026

52. Subject to any order of the Court, the milestone dates may be extended by the Proposal Trustee in consultation with the Companies.

53. Any transaction will be on an "as is, where is" basis and without surviving representations or warranties of any kind, nature, or description by the Proposal Trustee, the Companies, or any of their respective agents, advisors or estates, and, in the event of a sale, Potential Bidders may specify in their Bids that all of the right, title and interest of the Companies in and to the Property to be acquired will be sold free and clear of all pledges, liens, security interests, encumbrances, financial and monetary claims, charges, options and interests therein and thereon pursuant to Court order(s), to the extent that the Court deems it appropriate to grant such relief and except as otherwise provided in such Court order(s).

54. As soon as reasonably practicable following the granting of the SISP Approval Order, and in any event no later than August 21, 2026, the Proposal Trustee shall, in consultation with the Companies:

a) prepare (i) a process summary (the "**Teaser Letter**") describing the Opportunity, outlining the process under the SISP and inviting recipients of the Teaser Letter to express their interest in the Property or the Business; and (ii) through the assistance of the Companies' counsel, a non-disclosure agreement in form and substance satisfactory to the Companies and the Proposal Trustee (an "**NDA**");

b) gather and review all required due diligence material to be provided to interested parties and establish a secure electronic data room (the "**Data Room**"), which will be maintained and administered by the Proposal Trustee during the SISP;

c) prepare a list of potential bidders, including: (i) parties that have approached the Companies or the Proposal Trustee indicating an interest in the Opportunity; and (ii) local and international strategic and financial parties who the Proposal Trustee, in consultation with the Companies, believes may be interested in purchasing all or part of the Business or Property or investing in the Companies pursuant to the SISP (collectively, the "**Known Potential Bidders**");

d) cause a notice of the SISP to be published in the *Calgary Herald*, *Edmonton Journal*, and/or other industry publications determined to be beneficial or appropriate; and

e) send the Teaser Letter and NDA to all Known Potential Bidders.

55. The Proposal Trustee, in consultation with the Companies, subject to competitive and other business considerations, will afford each party who executes an NDA (each such party a "**Potential Bidder**" and all such parties the "**Potential Bidders**") access to such due diligence material and information relating to the Companies, the Property and the Business as the Proposal Trustee, in consultation with the Companies, deems appropriate. Due diligence may include access to the Data

Room, management presentations, and other matters which a Potential Bidder may reasonably request and as to which the Proposal Trustee, in its judgment and in consultation with the Companies, may agree. The Proposal Trustee will designate a representative or representatives to coordinate all reasonable requests for additional information and due diligence access from Potential Bidders and the manner in which such requests must be communicated. Neither the Proposal Trustee nor the Companies will be obligated to furnish any information relating to the Companies, the Property or Business to any person other than as is expressly provided for in the SISP.

56. The Proposal Trustee, in consultation with the Companies, reserves the right to limit access to any confidential information (including any information in the Data Room) where, in the opinion of the Proposal Trustee, in consultation with the Companies, such access could negatively impact the SISP, the ability to maintain the confidentiality of the Companies' confidential or competitive information, the Business, or the Property. For the avoidance of doubt, selected due diligence information may be withheld from parties that have executed an NDA if the Proposal Trustee, in consultation with the Companies, determines that such information represents proprietary or sensitive competitive information.

57. Without limiting the generality of any term or condition of any NDA between the Companies, on the one hand, and any Potential Bidder or Bidder (as defined below), on the other hand, unless otherwise agreed by the Proposal Trustee in consultation with the Companies or ordered by the Court, no Potential Bidder or Bidder is permitted to have any discussions with: (a) any counterparty to any contract with the Companies (or any of them), any secured or unsecured creditor of the Companies, any current or former director, manager, shareholder, officer, member or employee of the Companies (or any of them), other than in the normal course of business and wholly unrelated to the Companies, the Opportunity, the SISP or the Proposal Proceedings; or (b) any other Potential Bidder or Bidder regarding the SISP, the Opportunity, or any Bids submitted or contemplated to be submitted

pursuant to the SISP. Notwithstanding the foregoing, where any such communications are agreed to with the Proposal Trustee's consent, such discussions must be made in the presence of the Proposal Trustee.

58. Potential Bidders and Bidders must rely solely on their own independent review, investigation and/or inspection of all information and of the Companies, Property and Business in connection with their participation in the SISP and any transaction they enter into with the Companies (or either of them).

59. Potential Bidders that wish to make an offer to purchase, or make an investment in, the Companies, Property or Business, or any part thereof (each, a "**Bid**" and collectively, the "**Bids**", and such Potential Bidders being each, a "**Bidder**" and collectively, the "**Bidders**") are required to submit a non-binding offer either individually or in combination with other offers (each, a "**Phase I Bid**" and collectively, the "**Phase I Bids**") that complies with all of the requirements of the SISP to the Proposal Trustee, which Phase I Bid must be delivered by such Bidder (a "**Phase I Bidder**") by no later than 12:00 p.m. (Calgary Time) on September 25, 2026 (the "**Phase I Bid Deadline**").

60. Following the Phase I Bid Deadline, the Proposal Trustee, in consultation with the Companies, will assess the Phase I Bids received and may designate the most competitive Phase I Bids that comply with the requirements set out herein to be "**Qualified Bids**". Only Phase I Bidders whose Phase I Bids have been designated as Qualified Bids (each such Phase I Bidder a "**Qualified Bidder**") are eligible to become the Successful Bidder(s) or Back-Up Bidder(s).

61. If it is determined by the Proposal Trustee, in consultation with the Companies, that a Phase I Bidder (a) has a *bona fide* interest in consummating a Bid, and (b) has the financial, managerial, operational, technical, and other capabilities to consummate a Bid, then such Phase I Bidder will be deemed a Qualified Bidder and its Phase I Bid will be deemed a Qualified Bid, provided that, the Proposal Trustee may, in its reasonable business judgment, limit the number of Qualified Bidders (and thereby

eliminate some Phase I Bidders who have submitted Phase I Bids from the SISP), taking into account the factors identified in the SISP.

62. The Proposal Trustee, in consultation with the Companies, may waive strict compliance with any one or more of the requirements set out herein and deem such non-compliant Phase I Bid(s) to be Qualified Bid(s).

63. The Proposal Trustee, in consultation with the Companies, may aggregate separate Phase I Bids from unaffiliated Bidders to create one or more Qualified Bids.

64. The Proposal Trustee, in consultation with the Companies, is entitled to discuss and negotiate the Phase I Bid(s) and the form of any Sale Proposal(s) or Investment Proposal(s) prior to the Phase I Bid Deadline for purposes of amending or clarifying the terms and form thereof.

65. The Proposal Trustee will then cause each Phase I Bidder to be notified in writing as to whether its Phase I Bid constituted a Qualified Bid as soon as reasonably practicable following the Phase I Bid Deadline.

66. If the Proposal Trustee, in consultation with the Companies, determines that only one Phase I Bid has been submitted and/or qualified as a Qualified Bid by the Phase I Bid Deadline, the Proposal Trustee is authorized, but not required, in its sole discretion, to deem such Phase I Bid (or Qualified Bid, as applicable) the Successful Bid without proceeding to Phase II, and to take such steps as are reasonably necessary to enter into definitive agreements with the applicable Phase I Bidder and close the contemplated transaction(s).

67. Qualified Bidders that wish to continue to participate in the SISP are required to submit a binding offer either individually or in combination with other offers (each, a "**Phase II Bid**" and collectively, the "**Phase II Bids**") that complies with all of the requirements of the SISP to the Proposal Trustee, which Phase II Bid must be delivered by such Qualified Bidder (a "**Phase II Bidder**") by no later than 12:00 p.m. (Calgary Time) on October 9, 2026 (the "**Phase II Bid Deadline**").

68. In reviewing the Phase II Bids and before determining a Successful Bid or Back-Up Bid, the Proposal Trustee retains full discretion and authority to discuss the Bids received, and their terms, with the applicable Phase II Bidders.

69. If the Proposal Trustee receives one or more Phase II Bid(s), and the Proposal Trustee is satisfied in its reasonable business judgment, in consultation with the Companies, that it would be appropriate to consummate the transaction(s) contemplated by the Phase II Bid(s), the Proposal Trustee will designate such Phase II Bid(s) as the successful bid(s) (the "**Successful Bid(s)**", and the Phase II Bidder(s) making such Bid(s), the "**Successful Bidder(s)**"), with or without negotiation of the Phase II Bid(s). The Proposal Trustee may further designate one or more Phase II Bid(s) as secondary successful bid(s) that may become the Successful Bid(s) only in the event that the Successful Bid(s) are not approved by the Court or do not otherwise close (the "**Back-Up Bid(s)**", and the Phase II Bidder(s) making such Back-Up Bid(s) the "**Back-Up Bidder(s)**"). The Proposal Trustee will use its reasonable business judgment, in consultation with the Companies, to designate any Back-Up Bid(s) arising out of Phase II.

70. The Interim Lender is required to notify the Proposal Trustee in writing within the ten (10) business days that follow the granting of the SISP Approval Order if it intends to submit a Bid in the SISP (a "**Participation Notice**"). If the Interim Lender delivers a Participation Notice to the Proposal Trustee, the Interim Lender and its counsel will not receive any information related to any Bid, the number of Bidders participating, or any information regarding any party participating in the SISP. Any Bid submitted by the Interim Lender will be deemed to constitute a Qualified Bid notwithstanding the requirements set forth in the SISP.

71. The Proposal Trustee will not furnish any information to any officer, director, or employee of, or other non-arm's length party in relation to, the Companies (each such person, an "**Insider**") where the Insider's receipt of such information might create an unfair advantage or jeopardize the integrity of the SISP, unless such Insider irrevocably confirms in writing to the Proposal Trustee that he, she or it is

not submitting or participating directly or indirectly in the submission of a Bid (an "**Insider Notice**"). Any Insider who delivers an Insider Notice to the Proposal Trustee will not be entitled to participate directly or indirectly as a Potential Bidder, Qualified Bidder, or Successful Bidder in the SISP and is thereafter entitled to receive such updates and information regarding the status of the SISP as the Proposal Trustee deems appropriate.

72. To the extent any officer, director or other employee of the Companies (each such person, a "**Participating Employee**") is or is related to a Potential Bidder, the Proposal Trustee and the Companies will not provide such Participating Employee with information that might create an unfair advantage or jeopardize the integrity of the SISP unless such Participating Employee and Potential Bidder irrevocably confirm in writing to the Proposal Trustee that they will not submit or participate directly or indirectly in the submission of a Bid.

The Proposal Trustee's comments on the SISP

73. The Proposal Trustee is of the view that the implementation of the SISP by the Proposal Trustee, in consultation with the Companies, is appropriate under the circumstances. The Proposal Trustee is of the view that the SISP ought to be ratified and approved by this Honourable Court for the following reasons:

    a) the SISP provides a fair and transparent process which will be conducted in such a manner as to give prospective bidders equal opportunity to express their interest in making a bid;

    b) the SISP provides for an approximate five-week marketing process to sufficiently expose the opportunity to the market. In the event there is *bona fide* interest, an additional two-week period will allow qualified parties additional time to conduct diligence. This marketing process properly balances the exposure to the market with the liquidity constraints experienced by the Companies;

c) no stakeholder, including secured creditors, appears likely to be materially prejudiced by the process.

74. Phase II of the SISP, if implemented, would require steps being taken beyond October 31, 2026, which is the maturity date of the proposed Interim Financing Facility. However, the Proposal Trustee considers the structure and anticipated timelines of the SISP to be reasonable, given that Phase II of the SISP would proceed only in circumstances where there are multiple Qualified Bids following the completion of Phase I, and the Proposal Trustee expects to engage in discussions with the Interim Lender and the Companies to facilitate a commercial resolution to extend the maturity of the Interim Financing Facility, if required.

75. The Proposal Trustee is of the view that time is of the essence in ensuring that an efficient restructuring of the business occurs given the Companies' liquidity constraints.

PROPOSED NOI CHARGES

Administration Charge

76. The Companies are seeking an Administration Charge over the Property, up to a maximum of $500,000, to secure payment of the fees and disbursements of the Proposal Trustee, counsel for the Proposal Trustee, and counsel for the Companies.

77. These NOI Proceedings require the necessary involvement of professionals to guide and complete a successful proposal and as such, it is the Proposal Trustee's respectful view that the Administration Charge is reasonable and appropriate to ensure the continued support of the respective professionals in the Companies' efforts to restructure their affairs throughout the entire NOI Proceedings.

78. Should the services (time and materials) being provided by the professionals in the NOI Proceedings exceed what has been forecast in the Updated CF Forecast, the Companies, with the support of the Proposal Trustee, believe the Administration

Charge should provide sufficient additional security, under the circumstances, towards any additional fees and costs that may occur.

D&O Charge

79. The Companies are seeking a D&O Charge against the Property to a maximum amount of $100,000 as security for the Companies' obligation to indemnify such directors and officers for obligations and liabilities which they may incur in such capacities after the commencement of these NOI Proceedings, except to the extent such obligation or liability was incurred as a result of the directors' or officers' gross negligence or wilful misconduct.

80. The AdvEn Group has directors' and officers' insurance coverage through September 30, 2026 provided by Zurich Canada, however the coverage expires partway through the Proposed Stay Extension period.

81. The Companies require the services of their directors and officers to continue operations of the Nisku Facility, maintain compliance and a good relationship with the regulatory authorities, and develop a viable proposal. The Companies' directors and officers (collectively comprising Ingo Mueller, Benjamin Hill, and Grzegorz Ombach) have the technical and intimate knowledge, experience, and relationships necessary to maximize the value of the Companies to complete a successful restructuring.

82. The Proposal Trustee has evaluated the quantum of the Companies' proposed D&O Charge, and the Proposal Trustee believes that this amount is reasonable in the circumstances, considering, among other factors, payroll obligations, CRA obligations and the amount of similar Court-approved charges in comparable proceedings.

Interim Lender's Charge

83. The Companies are seeking an Interim Lender's Charge of US$650,000 against the Property to secure obligations incurred on the proposed Interim Financing Facility.

84. As previously discussed, the Proposal Trustee does not consider the proposed Interim Financing Facility to be unduly prejudicial to the AdvEn Group's other creditors, and the Proposal Trustee supports the application for approval of the Interim Lender's Charge in the amount sought. The Proposal Trustee is of the view that the proposed Interim Financing Facility will enhance the AdvEn Group's ability to successfully restructure under the BIA.

85. The Interim Lender's Charge is necessary to ensure that the Interim Lender has security for the proposed Interim Financing Facility. The proposed quantum of the advance(s) under the proposed Interim Financing Facility has been determined based upon the projected cash flow needs set out in the Updated CF Forecast.

86. It is the Proposal Trustee's respectful view that the Interim Lender's Charge is reasonable and appropriate to fund the Companies' operations and the cost of administering these proposal proceedings.

Ranking of the Proposed NOI Charges

87. The priorities of the Proposed NOI Charges, as among them, are proposed as follows:

    a) First: Administration Charge, up to the maximum amount of $500,000;

    b) Second: D&O Charge, up to the maximum amount of $100,000; and

    c) Third: Interim Lender's Charge, up to the maximum amount of US$650,000.

88. Pursuant to the proposed form of order, each of the Proposed NOI Charges will constitute a charge on the Property and such Proposed NOI Charges will rank in

priority to all other security interests, trusts, liens, charges, encumbrances, and claims of secured creditors, statutory or otherwise, in favour of any person, consistent with prior orders granted in similar proceedings.

APPLICATION TO EXTEND THE TIME TO FILE A PROPOSAL

89. Unless it is extended, the Stay Period will expire on August 19, 2026, and the Companies are seeking an extension of the period in which they are required to file a proposal to October 3, 2026, pursuant to section 50.4(9) of the BIA.

90. The Proposal Trustee has considered the Proposed Stay Extension request of the Companies and the circumstances currently facing the Companies. The Proposal Trustee is supportive of a 45-day Proposed Stay Extension, to October 3, 2026, which should serve to provide the Companies with the time required to allow the Companies to restructure their affairs.

91. The Proposal Trustee considered the following factors regarding the Proposed Stay Extension:

    a) the Companies are acting in good faith and with due diligence;

    b) the Companies would likely be able to make a viable proposal if the Stay Period were to be extended; and

    c) no creditor in these proceedings will be materially prejudiced if the extension were to be granted.

92. It is the Proposal Trustee's respectful view that, to date, Management has been acting in good faith and with due diligence in this matter. The Companies have been made aware of their obligation to act in good faith and with due diligence pursuant to section 50.4(9) of the BIA.

93. The Proposal Trustee is of the view that the Proposed Stay Extension is appropriate and necessary for the Companies to advance efforts to achieve a successful

restructuring, and that no stakeholder or creditor is likely to be materially prejudiced if an extension is granted.

94. Without an extension to the current stay of proceedings, the Companies will not be able to develop a proposal and restructure their affairs.

PROPOSAL TRUSTEE'S RECOMMENDATIONS

95. The Proposal Trustee respectfully recommends that this Honourable Court approve the following:

a) that the NOI Proceedings be administratively consolidated and continued under Estate No. 25-3400059 (AdvEn Industries' estate);

b) the Proposed Stay Extension;

c) the proposed Interim Financing Facility;

d) the SISP, to be commenced by the Proposal Trustee on August 21, 2026; and

e) the Companies' request for the Proposed NOI Charges.

All of which is respectfully submitted this 13th day of August 2026

ALVAREZ & MARSAL CANADA INC.,
in its capacity as Proposal Trustee of the Companies
and not in its personal or corporate capacity

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

Duncan MacRae, CPA, CA, CIRP, LIT
Vice President

APPENDIX A

Industry Canada | Industrie Canada

Office of the Superintendent of Bankruptcy Canada | Bureau du surintendant des faillites Canada

District of: Alberta
Division No.: 01 - Edmonton
Court No.: 24-3400057
Estate No.: 24-3400057

In the Matter of the Notice of Intention to make a proposal of:

ADVEN INC.

Insolvent Person

ALVAREZ & MARSAL CANADA INC.

Licensed Insolvency Trustee

Date of the Notice of Intention: July 20, 2026

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforenamed insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforenamed insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2026, 14:50

E-File/Dépôt Electronique

Official Receiver

Canada Place Building, 9700 Jasper Avenue NW, Suite 725, Edmonton, Alberta, Canada, T5J4C3, (877)376-9902

Canada

Industry Canada | Industrie Canada

Office of the Superintendent of Bankruptcy Canada | Bureau du surintendant des faillites Canada

District of: Alberta
Division No.: 02 - Calgary
Court No.: 25-3400059
Estate No.: 25-3400059

In the Matter of the Notice of Intention to make a proposal of:

ADVEN INDUSTRIES INC.

Insolvent Person

ALVAREZ & MARSAL CANADA INC.

Licensed Insolvency Trustee

Date of the Notice of Intention: July 20, 2026

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforenamed insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforenamed insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2026, 14:49

E-File/Dépôt Electronique

Official Receiver

Harry Hays Building, 220 - 4th Ave SE, Suite 478, Calgary, Alberta, Canada, T2G4X3, (877)376-9902

Canada

APPENDIX B

District of: Alberta
Division No. 02 - Calgary
Court No. 24-3400057
Estate No. 24-3400057

Affidavit of Mailing

In the Matter of the Proposal of
AdvEn Inc.
Of the Hamlet of Nisku, in the Province of Alberta

I, Shailesh Agrawal, of the Trustee's office of Alvarez & Marsal Canada Inc., Bow Valley Square 4, Suite 1110, 250 6th Ave SW, Calgary, AB, T2P 3H7, hereby make oath (or solemnly affirm) and say:

That on the 24th day of July 2026, I did cause to be sent by prepaid ordinary mail to the known creditors of the above named debtor, whose names and addresses appear on the paper writing marked Exhibit "A" annexed hereto, a copy of: Form 33, Notice of Intention to Make a Proposal, the Certificate of Filing and the Consent of the Trustee to Act.



Shailesh Agrawal
Phone: (403) 538-7555
Fax: (403) 538-7551

SWORN (or SOLEMNLY DECLARED) before me in the city of Calgary in the Province of Alberta, this 10th day of August 2026.



Brinton Wolever, Commissioner of Oaths
For the Province of Alberta
Expires February 6, 2027
Appointee # 0773543

Alvarez & Marsal Canada Inc.
Bow Valley Square 4
Suite 1110, 250 - 6th Avenue SW
Calgary, Alberta T2P 3H7
Phone: +1 403 538 7555
Fax: +1 403 538 7551

Exhibit A

July 23, 2026

In the Matter of the Notice of Intention to Make a Proposal of
AdvEn Inc. & AdvEn Industries Inc.

TO THE CREDITORS OF ADVEN INC. AND ADVEN INDUSTRIES INC.

On July 20, 2026, AdvEn Inc. & AdvEn Industries Inc. (the "**Companies**") filed a Notice of Intention to Make a Proposal (the "**NOI**" or the "**Notices**") 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 Companies (the "**Proposal Trustee**"). A copy of these Notices, together with the list of creditors, are enclosed herewith. This information is also available at the Proposal Trustee's website at: www.alvarezandmarsal.com/adven.

Please be advised that the Companies are not bankrupt and have availed themselves of a procedure whereby an insolvent person, with approval of its creditors and the Court of King's Bench of Alberta (the "**Court**"), restructures its financial affairs. The role of the Proposal Trustee in this matter is to monitor the cash flow of the Companies during the restructuring process, to assist with the development of the Proposal, and to liaise with creditors, who will ultimately make the decision regarding the Proposal.

Pursuant to section 69(1) of the BIA, upon the filing of the NOI, that being July 20, 2026, no creditor shall have any remedy against the Companies or its property or shall commence or continue any action, execution or other proceedings for the recovery of a claim provable in bankruptcy until the bankruptcy of the Companies.

The Companies are required to file a Proposal within 30 days from the date of filing of the NOI unless the Companies are granted an extension from the Court for a period not exceeding 45 days for any individual extension and not exceeding in the aggregate five months after the expiry of the initial 30 day period.

The amounts indicated on the attached list of creditors were estimated by the Companies as at the date of filing the NOI, and as such, may not be the correct amount of your claim. However, **you do not need to notify the Proposal Trustee of any discrepancies in the claim amount at this time** and you will be provided an opportunity to do so when a Proof of Claim form and related documentation are sent to you at a later date.

Should you require any further information with respect to this matter, please feel free to contact Brinton Wolever by email at adven@alvarezandmarsal.com or visit the Proposal Trustee's website at: www.alvarezandmarsal.com/adven.

Yours very truly,

Alvarez & Marsal Canada Inc.,
in its capacity as Proposal Trustee of
AdvEn Inc. & AdvEn Industries Inc., and not in its personal or corporate capacity

Per:



Orest Konowalchuk, LIT
Senior Vice President

Enclosure

Industry Canada | Industrie Canada

Office of the Superintendent of Bankruptcy Canada | Bureau du surintendant des faillites Canada

District of: Alberta
Division No.: 01 - Edmonton
Court No.: 24-3400057
Estate No.: 24-3400057

In the Matter of the Notice of Intention to make a proposal of:

ADVEN INC.

Insolvent Person

ALVAREZ & MARSAL CANADA INC.

Licensed Insolvency Trustee

Date of the Notice of Intention: July 20, 2026

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforenamed insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforenamed insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2026, 14:50

E-File/Dépôt Electronique

Official Receiver

Canada Place Building, 9700 Jasper Avenue NW, Suite 725, Edmonton, Alberta, Canada, T5J4C3, (877)376-9902

Canada

CONSENT TO ACT AS TRUSTEE
IN THE MATTER OF THE DIVISION I PROPOSAL OF
ADVEN Inc.
OF THE HAMLET OF NISKU, IN THE PROVINCE OF ALBERTA

We, ALVAREZ & MARSAL CANADA INC., of Bow Valley Square 4, Suite 1110, 250 6th Avenue S.W., Calgary, AB T2P 3H7, CONSENT to our acting as Trustee under the Division I proposal and in respect of the Notice of Intention to Make a Proposal of ADVEN Inc. contemplated herein.

Dated at Calgary, Alberta this 20th day of July, 2026.

Alvarez & Marsal Canada Inc.
Licensed Insolvency Trustee

Per: _____
Orest Konowalchuk, LIT
Senior Vice President
Licensed Insolvency Trustee

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -

Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

Take notice that:

1. I, ADVEN INC., an insolvent person, state, pursuant to subsection 50.4(1) of the Act, that I intend to make a proposal to my creditors.

2. Alvarez & Marsal Canada Inc. of Bow Valley Square 4, Suite 1110, 250 6th Ave SW, Calgary, AB, T2P 3H7, a licensed trustee, has consented to act as trustee under the proposal. A copy of the consent is attached.

3. A list of the names of the known creditors with claims of $250 or more and the amounts of their claims is also attached.

4. Pursuant to section 69 of the Act, all proceedings against me are stayed as of the date of filing of this notice with the official receiver in my locality.

Dated at the city of Uccle, Belgium, this 20th day of July 2026.

Ingo Mueller

ADVEN INC.
Insolvent Person

To be completed by Official Receiver:

Filing Date

Official Receiver

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
1367054 Alberta Ltd.	[redacted]		2,500,394.47
2 Eastbourne Tenant Limited	2 Eastbourne Terrace, London, W26LG London United Kingdom		3,023.65
Agilitas Advisory Corp.	306-990 Beach Avenue Vancouver BC V6Z 2N9		86,100.00
Amara, Bashar	[redacted]		334.08
Andre Beaulieu	[redacted]		21,875.00
Beverly Vorhees Foley Revocable Trust	[redacted]		292,351.22
Bigger Capital LLC	11700 W Charleston Blvd 170-659 Las Vegas NV 89135 USA		3,315,010.69
Blue Monarch Management	28 Crestmont Way SW Calgary AB T3B 5Z6		44,100.00
District 2 Capital Fund LP	175 W Carver Street Huntington NY 11743 USA		3,315,010.69
Donald Nicholson	[redacted]		277,093.91
Edgar Agents, LLC	PO Box 246 Hightstown NJ 08520 USA		19,107.97
Eloner Habtezghi	[redacted]		76,432.06
Emmis Capital, LLC	Suite 321, 151 N Nob Hill Road Fort Lauderdale FL 33324 USA		146,882 99
Excelsior Management Limited	Richmond House, 12 Par-La-Ville Rd., Hamilton, XX HM 08 Hamilton Bermuda		869,082 08

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
GPL Ventures LLC	450 7th Avenue, Ste 609 New York NY 10123 USA		1,420,188.29
Graham Duncan Ltd	[redacted]		7,585.20
Grzegorz Ombach	[redacted]		304,903 56
Gustavo Perez Sanchez	[redacted]		85,044.00
Heritage Foundation Corp. L.L.C	168 Christopher St., IL-Belt, VLT1467 IL-Belt Malta		1,409,132 77
Hill Dickinson LLP	No 1 St Paul's Square, Liverpool, L39SJ Liverpool United Kingdom		28,444 50
Ingo Mueller	[redacted]		6,506 70
IRPC Holdings Corporation	525 - 8th Avenue SW, 43rd Floor Calgary AB T2P 1G1		64,338 84
James Balk	[redacted]		28,236 16
Jason Montpetit	[redacted]		283,266 82
Justin Boyle	[redacted]		138,120 00
Ken Mark	[redacted]		187,909 22
Kristopher Lakin	[redacted]		73,087 81

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
Li Te-Wei	[redacted]		141,180.79
M5 Public Affairs	PO Box 13305, StN A ST. John's NL A1B 4B7		9,135.30
Mark Wilfur	[redacted]		5,197.78
McMillan LLP	1055 W. Georgia St. Suite 1500 PO Box 11117 Vancouver BC V6E 4N7		231,183.81
Michael Bartnicki	[redacted]		71,682.25
MMRB LLC	Apt 8E, 401 E 60th St New York NY 10022-1584 USA		30,187.04
Nasdaq Corporate Solutions, LLC	151 West 42nd Street New York NY 10036 USA		10,224.41
Norton Rose Fulbright Canada LLP	1800-510 West Georgia Street Vancouver BC V6B 0M3		19,633.83
Oasis Capital LLC	411 Dorado Beach East Dorado Beach PR 00646 USA		1,422,854.78
Odyssey Transfer and Trust Company	1230 - 300 5 AVE SW Calgary AB T2P 3C4		1,253.46
On Site Fire Protection Services Ltd	9605 63 Ave NW Edmonton Edmonton AB T6E 0G2		635.20
Orion 4 LLC.	6 Marwood Rd North Port Washington WA 11050 USA		39,687.20
Paul E. Mann	[redacted]		305,148.74
Q4 Inc.	469-A King Street W. Toronto ON M5V 1K4		40,696.95

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
RBSM LLP	805 Third Avenue Suite 1430 New York NY 10022 USA		283,480.00
Robert Half Canada, Inc.	PO Box 57349 File T57349C Station A Toronto ON M5W 5M5		28,875.00
Sarah Hassan 2012 Irrevocable Trust	[redacted]		293,122.91
Sichenzia Ross Ference Carmel LLP	1185, Avenue of Americas 31st Floor New York NY 10036 USA		24,503.30
Smart & Biggar Alberta LLP	PO Box 2999, Station D Ottawa ON K1P 5Y6		25,386.90
SP Angel Corporate Finance LLP	Prince Frederick House, 35 - 39 Maddox Street, London, W1S 2PP London United Kingdom		66,370.50
Stamper, Tanysha SV	[redacted]		1,580 62
The CFO Centre Limited	1140 - 3280 Bloor St. West Centre Tower 11th Fllor Suite 1140 Toronto ON M8X 2X3		28,665 00
The Spencer Martin Foley Trust	[redacted]		584,702.45
Venture Development Partners Ltd.	1st Floor, 135 Notting Hill Gate, London, W113LB London United Kingdom		56,889.00
WAK MFG Consulting	1 Gallaway Road Sherwood Park AB T8L 0K6		720.00
Yuan, Yanguang	[redacted]		361,214.62
Total			19,087,774.52

Ingo Mueller

ADVEN INC.
Insolvent Person

District of: Alberta
Division No. 02 - Calgary
Court No. 24-3400059
Estate No. 24-3400059

Affidavit of Mailing

In the Matter of the Proposal of
AdvEn Industries Inc.
Of the Hamlet of Nisku, in the Province of Alberta

I, Shailesh Agrawal, of the Trustee's office of Alvarez & Marsal Canada Inc., Bow Valley Square 4, Suite 1110, 250 6th Ave SW, Calgary, AB, T2P 3H7, hereby make oath (or solemnly affirm) and say:

That on the 24th day of July 2026, I did cause to be sent by prepaid ordinary mail to the known creditors of the above named debtor, whose names and addresses appear on the paper writing marked Exhibit "A" annexed hereto, a copy of: Form 33, Notice of Intention to Make a Proposal, the Certificate of Filing and the Consent of the Trustee to Act.



Shailesh Agrawal
Phone: (403) 538-7555
Fax: (403) 538-7551

SWORN (or SOLEMNLY DECLARED) before me in the city of Calgary in the Province of Alberta, this 10th day of August 2026.



Brinton Wolever, Commissioner of Oaths
For the Province of Alberta
Expires February 6, 2027
Appointee # 0773543

Alvarez & Marsal Canada Inc.
Bow Valley Square 4
Suite 1110, 250 - 6th Avenue SW
Calgary, Alberta T2P 3H7
Phone: +1 403 538 7555
Fax: +1 403 538 7551

Exhibit A

July 23, 2026

In the Matter of the Notice of Intention to Make a Proposal of
AdvEn Inc. & AdvEn Industries Inc.

TO THE CREDITORS OF ADVEN INC. AND ADVEN INDUSTRIES INC.

On July 20, 2026, AdvEn Inc. & AdvEn Industries Inc. (the "**Companies**") filed a Notice of Intention to Make a Proposal (the "**NOI**" or the "**Notices**") 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 Companies (the "**Proposal Trustee**"). A copy of these Notices, together with the list of creditors, are enclosed herewith. This information is also available at the Proposal Trustee's website at: www.alvarezandmarsal.com/adven.

Please be advised that the Companies are not bankrupt and have availed themselves of a procedure whereby an insolvent person, with approval of its creditors and the Court of King's Bench of Alberta (the "**Court**"), restructures its financial affairs. The role of the Proposal Trustee in this matter is to monitor the cash flow of the Companies during the restructuring process, to assist with the development of the Proposal, and to liaise with creditors, who will ultimately make the decision regarding the Proposal.

Pursuant to section 69(1) of the BIA, upon the filing of the NOI, that being July 20, 2026, no creditor shall have any remedy against the Companies or its property or shall commence or continue any action, execution or other proceedings for the recovery of a claim provable in bankruptcy until the bankruptcy of the Companies.

The Companies are required to file a Proposal within 30 days from the date of filing of the NOI unless the Companies are granted an extension from the Court for a period not exceeding 45 days for any individual extension and not exceeding in the aggregate five months after the expiry of the initial 30 day period.

The amounts indicated on the attached list of creditors were estimated by the Companies as at the date of filing the NOI, and as such, may not be the correct amount of your claim. However, **you do not need to notify the Proposal Trustee of any discrepancies in the claim amount at this time** and you will be provided an opportunity to do so when a Proof of Claim form and related documentation are sent to you at a later date.

Should you require any further information with respect to this matter, please feel free to contact Brinton Wolever by email at adven@alvarezandmarsal.com or visit the Proposal Trustee's website at: www.alvarezandmarsal.com/adven.

Yours very truly,

Alvarez & Marsal Canada Inc.,
in its capacity as Proposal Trustee of
AdvEn Inc. & AdvEn Industries Inc., and not in its personal or corporate capacity

Per:



Orest Konowalchuk, LIT
Senior Vice President

Enclosure

Industry Canada | Industrie Canada

Office of the Superintendent of Bankruptcy Canada | Bureau du surintendant des faillites Canada

District of: Alberta
Division No.: 02 - Calgary
Court No.: 25-3400059
Estate No.: 25-3400059

In the Matter of the Notice of Intention to make a proposal of:

ADVEN INDUSTRIES INC.

Insolvent Person

ALVAREZ & MARSAL CANADA INC.

Licensed Insolvency Trustee

Date of the Notice of Intention: July 20, 2026

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforenamed insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforenamed insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: July 20, 2026, 14:49

E-File/Dépôt Electronique

Official Receiver

Harry Hays Building, 220 - 4th Ave SE, Suite 478, Calgary, Alberta, Canada, T2G4X3, (877)376-9902

Canada

CONSENT TO ACT AS TRUSTEE
IN THE MATTER OF THE DIVISION I PROPOSAL OF
ADVEN Industries Inc.
OF THE HAMLET OF NISKU, IN THE PROVINCE OF ALBERTA

We, ALVAREZ & MARSAL CANADA INC., of Bow Valley Square 4, Suite 1110, 250 6th Avenue S.W., Calgary, AB T2P 3H7, CONSENT to our acting as Trustee under the Division I proposal and in respect of the Notice of Intention to Make a Proposal of ADVEN Industries Inc. contemplated herein.

Dated at Calgary, Alberta this 20th day of July, 2026.

Alvarez & Marsal Canada Inc.
Licensed Insolvency Trustee

Per: _____
Orest Konowalchuk, LIT
Senior Vice President
Licensed Insolvency Trustee

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

Take notice that:

1. I, ADVEN INDUSTRIES INC., an insolvent person, state, pursuant to subsection 50.4(1) of the Act, that I intend to make a proposal to my creditors.

2. Alvarez & Marsal Canada Inc. of Bow Valley Square 4, Suite 1110, 250 6th Ave SW, Calgary, AB, T2P 3H7, a licensed trustee, has consented to act as trustee under the proposal. A copy of the consent is attached.

3. A list of the names of the known creditors with claims of $250 or more and the amounts of their claims is also attached.

4. Pursuant to section 69 of the Act, all proceedings against me are stayed as of the date of filing of this notice with the official receiver in my locality.

Dated at the city of Uccle, Belgium, this 20th day of July 2026.

Ingo Mueller

ADVEN INDUSTRIES INC.
Insolvent Person

To be completed by Official Receiver:

Filing Date

Official Receiver

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
1367054 Alberta Ltd.	[redacted]		15,048.11
AFE Consulting Ltd.	239 Running Creek Lane NW Edmonton AB T6J 6V9		12,495.00
AGAT Laboratories	2905 - 12 Street NE Alberta AB T2E 7J2		1,320.38
Aguillon, Miles Rechiel	[redacted]		1,661.06
Air Liquide Canada Inc.	15986-118 Ave. NW Edmonton AB T5V 1C4		9,471.14
ALBERTA BOILERS SAFETY ASSOCIATION	9410 - 20 Avenue Edmonton AB T6N 0A4		396.31
Ampersand GP Ltd.	Suite #1300, 112 ? 4th Avenue SW Calgary AB T2P 0H3		8,798.59
Atlas Copco Compressors Canada	5060 Levy Saint-Laurent QC H4R 2P1		41,198.25
BINEX LINE CORP. VANCOUVER	10451 Shellbridge Way, Suite 200 Richmond BC V6X 2W8		862.50
Bitcan Geosciences & Engineering Inc.	2770 3 Ave NE, Suite 109 Calgary AB T2A 2L5		44,382.72
BKC Consultants Private Limited	D-407, The First, B/s Keshavbaug Party Plot,B/h ITC Hotel, Vastrapur, Ahmedabad, 380015 Ahmedabad India		115,366.44
Canstal Heat Trace	5703-94A Street Edmonton AB T6E 4Z1		14,203 20
Century Power Ltd	9339 - 63 Avenue Edmonton AB T6E 0G2		2,306 49
Chen, Weixing	[redacted]		263,600 00
Chunhua Xu	[redacted]		400 00

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
Concept Controls Inc.	#1, 2315-30 Avenue NE Calgary AB T2E 7C7		43,862.78
Daebo Magnetic Co.,Ltd	Dae Bo Magnetic Co. Ltd. 25-13 Hyundai/Kia-Ro, Paltan-wyeon, Hwaseone-si Gyeonggi-do Hwaseone-si Gyeonggi-do South Korea		25,809.50
Dave Olynych	[redacted]		1,010 00
Digitex Canada Inc	17712 - 107 Avenue Edmonton AB T5S 1G8		319 00
Direct Energy	PO Box 1520, STN M, Calgary AB, AB T2P 5R6		276 76
Donald Nicholson	[redacted]		18,375 00
DTS Advance Logistics Inc	3300 Ridgeway Dr Unit 12 Mississauga ON L5L 5Y6		55,296 63
Economopoulos, Constantine	[redacted]		3,086 33
ECORO B V	Postbus 252, 3700 AG Zeist 1e Hogeweg 196, Zeist, 3701 Zeist Netherlands		63,349 26
Edmonton Electric	8011 Argyll Road Edmonton AB T6C 4A9		242,052.04
Element Steel Inc.	2108 6 Street Nisku AB T9E 1C6		21,718.44
EPCOR	PO Box 500 Edmonton AB T5J 3Y3		20,648.52
FenceLine Rentals Ltd.	Unit 112, 9871 279 Street Acheson AB T7X 6J4		3,078.39
FIELD LLP	EDMONTON OFFICE 2500, 10175 - 101 Street Edmonton AB T5J 0H3		62,149.08

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
First Insurance Funding of Canada	20 Toronto St, Suite 700 Toronto ON M5C 2B8		8,297.42
Foremost Universal LP	6614 50th Avenue Lloydminster AB T9V 2W8		10,605.00
Fortin, Robert Anthony	[redacted]		31,804.63
GreenGeeks LLC	1401 Pennsylvania Ave Suite 105 Wilmington DE 19806 USA		816.28
Grzegorz Ombach	[redacted]		62,338.67
Guangdong Kangpu Precisio Technology Co.	106 Phoenix Road Yongfa District, Qishi Town, 523506 Qishi Town China		21,180.78
Guoxing Purif Technology Co., Ltd	Room 111,NO.18 Zanhua Road Nancheng Street, Dongguan City, 523077 Dongguan City China		11,780.71
Gurpreet Twana	[redacted]		7,299 12
Hayward Gordon ULC	6 Brigden Gate Halton Hills ON L7G 0A3		5,448 00
HUB International Insurance Brokers	120-6712 Fisher Street SE Calgary AB T2H 2A7		3,023 00
iDeals Group GmbH	815 N Royal Street, Suite 202 Alexandria VA 22314 USA		2,891 50
Kallar Welding and Fabrication	#14, 1202 8st Nisku AB T9E 7M1		122,513 39
Kendall, Weston	[redacted]		581 70
Kennelli Springs	[redacted]		708 75
Leduc County	101, 1101 - 5 Street Nisku AB T9E 2X3		1,173 24

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
Linde Canada Inc.	P.O. Box 2531 Station 'M' Calgary AB T2P 0S6		7,221.85
Linmac LLP	Lindsey MacCarthy LLP Suite 1400, 350 - 7th Ave SW Calgary AB T2P 3N9		14,450.57
Loadstar Dispatchers (1963) Ltd.	7823-34 Street Edmonton AB T6B 2V5		17,468.52
Mallory Hunt	[redacted]		682.25
Mark Wilfur	[redacted]		3,750.00
McMillan LLP	Royal Center, 1055 W Georgia St. Suite 1500, PO box 11117 Vancouver BC V6E 4N7		411.60
Metcorr Engineering	3231 Tredger Close Edmonton Edmonton AB T6R 3T6		145,455 00
Microsoft Corporation	One Microsoft Way Redmond VA 98052 USA		2,064 48
MNP LLP	MNP LLP 1500, 640-5th Avenue SW Calgary AB T2P 3G4		30,983 23
MONARCH EQUITIES INC	#1600, 10303 Jasper Avenue Edmonton AB T5J 3N6		197,291 42
Nisku Business Association	6420 - 50th Street Leduc AB T9E 7K9		425 00
Nisku Nut & Bolt	8635 - 63 Avenue Edmonton AB T6E 0E8		991 16
PA Consulting Services Ltd	Global Innovation and Technology Centre Back Lane, Melbourne, England, SG86DP Melbourne United Kingdom		376,023 63
ParkChamp	#210, 333, 11 Ave SW Calgary AB T2R 0C5		1,527.75

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
Pawkey's Welding Inc.	PO Box 220 Grimshaw AB T0H1W0		4,851.00
Premier Fire and Flood Restoration Inc.	14504, 131 Ave NW Edmonton AB T5L 4X4		17,324.57
Prime Boiler Services	155 Queens Drive Red Deer AB T4P 0R3		3,231.40
Robert Half	P. O. BOX 57349 Station A Toronto ON M5W 5M5		14,962.50
Rogers, Elval	[redacted]		18,625.67
Ron Babyak	[redacted]		6,000.00
Secure Property Development and Investment PLC	16 Kyriakou Matsi Street, 10th Floor, Nicosia, 1082 Nicosia Cyprus		844,173.02
Seven Mechanical Services Ltd	4330 76, Avenue NW Edmonton Alberta AB T6B 2H8		1,837.50
Shaw Communications	PO Box 2468 Stn Main Calgary AB T2P 4Y2		1,026.54
Spartan Controls Ltd	PO Box 6446 Station M Calgary AB T2P 2E1		10,219.36
Terrawerx Mechanical Ltd	9940 76 Avenue Edmonton AB T6E 1K7		17,017.88
Uline Canada Corporation	3333 Jamses Snow Parkway North Milton ON L9T 8L1		3,940.08
University of Alberta	University of Alberta Financial Services Edmonton AB T6G 2M7		2,226.00
Vertical Bridge HR	Suite 300, 1275 West 6th Avenue Vancouver BC V6H 1A6		10,781.25
WAK MFG Consulting	1 Gallaway Road Sherwood Park AB T8L 0K6		600.00

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No.

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

List of Creditors with claims of $250 or more.

Creditor	Address	Account#	Claim Amount
Wang, Tianfei	[redacted]		872.77
Wolseley Industrial Canada Inc.	P.O. Box 4220 Stn Main Concord ON L4K 0L6		14,253.32
Workers' Compensation Board-Alberta	PO Box 2323 Edmonton AB T5J 3V3		1,434.55
Xiaojing Liu	[redacted]		59,996.36
Yanguang Yuan	[redacted]		14,822.89
Yingnan Zhang	[redacted]		39,967.69
Yixingshi Banshida Furnace Industry Co., Ltd	No. 128, Ezhou South Road, Heqiao Town, Yixing City, 214211 Yixing City China		130,400.96
Yuan, Si(Ryan)	[redacted]		44,574 38
Total			3,444,890 26

Ingo Mueller

ADVEN INDUSTRIES INC.
Insolvent Person

APPENDIX C

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 24-3400057

-- FORM 29 --
Trustee's Report on Cash-Flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

The attached statement of projected cash flow of ADVEN INC., as of the 30th day of July 2026, consisting of a 5-week cash flow statement and accompanying notes and assumptions., has been prepared by the management of the insolvent person (or the insolvent debtor) for the purpose described in the notes attached, using the probable and hypothetical assumptions set out in the notes attached.

Our review consisted of inquiries, analytical procedures and discussion related to information supplied to us by: ☒ the management and employees of the insolvent person or ☐ the insolvent person. Since hypothetical assumptions need not be supported, our procedures with respect to them were limited to evaluating whether they were consistent with the purpose of the projection. We have also reviewed the support provided by:
☒ management or ☐ the insolvent person for the probable assumptions and preparation and presentation of the projection.

Based on our review, nothing has come to our attention that causes us to believe that, in all material respects,

(a) the hypothetical assumptions are not consistent with the purpose of the projection;

(b) as at the date of this report, the probable assumptions developed are not suitably supported and consistent with the plans of the insolvent person or do not provide a reasonable basis for the projection, given the hypothetical assumptions; or

(c) the projection does not reflect the probable and hypothetical assumptions.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

The projection has been prepared solely for the purpose described in the notes attached, and readers are cautioned that it may not be appropriate for other purposes.

Dated at the city of Calgary in the Province of Alberta, this 30th day of July 2026.

Alvarez & Marsal Canada Inc. - Licensed Insolvency Trustee
Per:



Orest Konowalchuk - Licensed Insolvency Trustee
Bow Valley Square 4
Suite 1110, 250 6th Ave SW
Calgary AB T2P 3H7
Phone: (403) 538-7555 Fax: (403) 538-7551

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 24-3400057

FORM 29 - Attachment
Trustee's Report on Cash-flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

Purpose:

Please refer to the additional items attached.

Projection Notes:

Please refer to the additional items attached.

Assumptions:

Please refer to the additional items attached.

Dated at the city of Calgary in the Province of Alberta, this 30th day of July 2026.

Alvarez & Marsal Canada Inc. - Licensed Insolvency Trustee
Per:



_____

Orest Konowalchuk - Licensed Insolvency Trustee
Bow Valley Square 4
Suite 1110, 250 6th Ave SW
Calgary AB T2P 3H7
Phone: (403) 538-7555 Fax: (403) 538-7551

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 24-3400057

- FORM 30 -

Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2)(c) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

The Management of ADVEN INC., has/have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 30th day of July 2026, consisting of a 5-week cash flow statement and accompanying notes and assumptions..

The hypothetical assumptions are reasonable and consistent with the purpose of the projection described in the notes attached, and the probable assumptions are suitably supported and consistent with the plans of the insolvent person and provide a reasonable basis for the projection. All such assumptions are disclosed in the notes attached.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented, and the variations may be material.

The projection has been prepared solely for the purpose described in the notes attached, using a set of hypothetical and probable assumptions set out in the notes attached. Consequently, readers are cautioned that it may not be appropriate for other purposes.

Dated at the city of Uccle, Belgium, this 30th day of July 2026.

ADVEN INC.
Debtor

Ingo Mueller, CEO
Name and title of signing officer

Name and title of signing officer

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 24-3400057

FORM 30 - Attachment
Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2)(c) of the Act)

In the Matter of the Proposal of
ADVEN INC.
of the hamlet of Nisku, in the Province of Alberta

Purpose:

Please refer to the additional items attached.

Projection Notes:

Please refer to the additional items attached.

Assumptions:

Please refer to the additional items attached.

Dated at the city of Uccle, Belgium, this 30th day of July 2026.

ADVEN INC.
Debtor

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 25-3400059

-- FORM 29 --
Trustee's Report on Cash-Flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

The attached statement of projected cash flow of ADVEN INDUSTRIES INC., as of the 30th day of July 2026, consisting of a 5-week cash flow statement and accompanying notes and assumptions., has been prepared by the management of the insolvent person (or the insolvent debtor) for the purpose described in the notes attached, using the probable and hypothetical assumptions set out in the notes attached.

Our review consisted of inquiries, analytical procedures and discussion related to information supplied to us by: ☒ the management and employees of the insolvent person or ☐ the insolvent person. Since hypothetical assumptions need not be supported, our procedures with respect to them were limited to evaluating whether they were consistent with the purpose of the projection. We have also reviewed the support provided by:
☒ management or ☐ the insolvent person for the probable assumptions and preparation and presentation of the projection.

Based on our review, nothing has come to our attention that causes us to believe that, in all material respects,

(a) the hypothetical assumptions are not consistent with the purpose of the projection;

(b) as at the date of this report, the probable assumptions developed are not suitably supported and consistent with the plans of the insolvent person or do not provide a reasonable basis for the projection, given the hypothetical assumptions; or

(c) the projection does not reflect the probable and hypothetical assumptions.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented even if the hypothetical assumptions occur, and the variations may be material. Accordingly, we express no assurance as to whether the projection will be achieved.

The projection has been prepared solely for the purpose described in the notes attached, and readers are cautioned that it may not be appropriate for other purposes.

Dated at the city of Calgary in the Province of Alberta, this 30th day of July 2026.

Alvarez & Marsal Canada Inc. - Licensed Insolvency Trustee
Per:



Orest Konowalchuk - Licensed Insolvency Trustee
Bow Valley Square 4
Suite 1110, 250 6th Ave SW
Calgary AB T2P 3H7
Phone: (403) 538-7555 Fax: (403) 538-7551

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 25-3400059

FORM 29 - Attachment
Trustee's Report on Cash-flow Statement
(Paragraphs 50(6)(b) and 50.4(2)(b) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

Purpose:

Please refer to the additional items attached.

Projection Notes:

Please refer to the additional items attached.

Assumptions:

Please refer to the additional items attached.

Dated at the city of Calgary in the Province of Alberta, this 30th day of July 2026.

Alvarez & Marsal Canada Inc. - Licensed Insolvency Trustee
Per:



_____

Orest Konowalchuk - Licensed Insolvency Trustee
Bow Valley Square 4
Suite 1110, 250 6th Ave SW
Calgary AB T2P 3H7
Phone: (403) 538-7555 Fax: (403) 538-7551

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 25-3400059

- FORM 30 -

Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2)(c) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

The Management of ADVEN INDUSTRIES INC., has/have developed the assumptions and prepared the attached statement of projected cash flow of the insolvent person, as of the 30th day of July 2026, consisting of a 5-week cash flow statement and accompanying notes and assumptions..

The hypothetical assumptions are reasonable and consistent with the purpose of the projection described in the notes attached, and the probable assumptions are suitably supported and consistent with the plans of the insolvent person and provide a reasonable basis for the projection. All such assumptions are disclosed in the notes attached.

Since the projection is based on assumptions regarding future events, actual results will vary from the information presented, and the variations may be material.

The projection has been prepared solely for the purpose described in the notes attached, using a set of hypothetical and probable assumptions set out in the notes attached. Consequently, readers are cautioned that it may not be appropriate for other purposes.

Dated at the city of Uccle, Belgium, this 30th day of July 2026.

ADVEN INDUSTRIES INC.
Debtor

Ingo Mueller, CEO
Name and title of signing officer

Name and title of signing officer

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. 25-3400059

FORM 30 - Attachment
Report on Cash-Flow Statement by the Person Making the Proposal
(Paragraphs 50(6)(c) and 50.4(2)(c) of the Act)

In the Matter of the Proposal of
ADVEN INDUSTRIES INC.
of the city of Calgary, in the Province of Alberta

Purpose:

Please refer to the additional items attached.

Projection Notes:

Please refer to the additional items attached.

Assumptions:

Please refer to the additional items attached.

Dated at the city of Uccle, Belgium, this 30th day of July 2026.

ADVEN INDUSTRIES INC.
Debtor

AdvEn Inc. & AdvEn Industries Inc.

5-week Cash Flow Projection $CAD	***Notes*** week ended	**Week 1** **24-Jul-26**	**Week 2** **31-Jul-26**	**Week 3** **7-Aug-26**	**Week 4** **14-Aug-26**	**Week 5** **21-Aug-26**	**5-week total** **Total**
Cash Receipts							
SR&ED Payment Canada	*1*	-	-	-	-	-	**-**
GST Refunds	*1*	2,663	-	-	-	-	**2,663**
Total Cash Receipts		**2,663**	**-**	**-**	**-**	**-**	**2,663**
Cash Disbursements							
Payroll & Benefits	*2*	8,667	51,134	-	-	-	**59,800**
Contractors & Consultants	*3*	-	84,025	135,530	3,671	7,500	**230,726**
Operating Costs	*4*	128	24,757	-	50,000	3,000	**77,886**
Rent & Insurance	*5*	-	55,860	-	-	-	**55,860**
General & Administrative	*6*	18,427	5,913	-	24,000	-	**48,340**
Operating Contingency	*7*	-	10,000	10,000	10,000	10,000	**40,000**
Debtor's Counsels' Fees	*8*	-	50,000	15,000	15,000	40,000	**120,000**
Proposal Trustee's Fees	*8*	-	30,000	30,000	30,000	30,000	**120,000**
Proposal Trustee's Counsels' Fees	*8*	-	25,000	20,000	10,000	20,000	**75,000**
DIP Facility Interest	*9*	-	-	-	-	-	**-**
Total Cash Disbursements		**27,222**	**336,689**	**210,530**	**142,671**	**110,500**	**827,612**
Net Cash Flow		**(24,560)**	**(336,689)**	**(210,530)**	**(142,671)**	**(110,500)**	**(824,949)**

AdvEn Inc. & AdvEn Industries Inc.

Weekly Credit Facility Projection $CAD 000's	***Notes*** week ended	**Week 1** **24-Jul-26**	**Week 2** **31-Jul-26**	**Week 3** **7-Aug-26**	**Week 4** **14-Aug-26**	**Week 5** **21-Aug-26**	**5-week total** **Total**
Cash							
Beginning of Period		981,859	957,299	620,610	410,080	267,409	**981,859**
Net Cash Flow		(24,560)	(336,689)	(210,530)	(142,671)	(110,500)	**(824,949)**
DIP Facility		-	-	-	-	-	**-**
Ending of Period		**957,299**	**620,610**	**410,080**	**267,409**	**156,909**	**156,909**

This unaudited statement of projected cash flow was prepared by management in accordance with Section 50.4(2) of the *Bankruptcy and Insolvency Act* using probable and hypothetical assumptions set out in Notes 1-9 and should be read in conjunction with (i) the attached Notes; (ii) the accompanying Report on Cash Flow Statement by AdvEn Inc. and AdvEn Industries Inc.; and (iii) the Proposal Trustee's Report on the Cash-Flow Statement.

Dated as at July 30, 2026

AdvEn Inc. and
AdvEn Industries Inc.

Mr. Ingo Mueller, Chief Executive Officer

Alvarez & Marsal Canada Inc., in its capacity as Proposal Trustee of AdvEn Inc. and AdvEn Industries Inc.

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

In the Matter of the Notice of Intention
to make a Proposal of
AdvEn Inc. & AdvEn Industries Inc.

Notes to the Consolidated Statement of Cash Flow for the 5-week period ending August 21, 2026

Purpose and General Assumptions of the Cash Flow Statement

AdvEn Inc. and AdvEn Industries Inc. (together "**AdvEn**" or the "**Company**") has prepared this Cash Flow Statement and the accompanying Notes to the Cash Flow Statement (collectively the "**Cash Flow Statement**") in support of the proposal proceedings that have been filed under the Bankruptcy and Insolvency Act ("**BIA**") on July 20th, 2026.

The Company has prepared the Cash Flow Statement based on probable and hypothetical assumptions that reflect the Company's planned course of action for the period from July 20, 2026, to August 21, 2026 (the "**Cash Flow Period**"). Management is of the opinion that, as at the date of filing the Cash Flow Statement, the assumptions used to develop the projection represent the most probable set of economic conditions facing the Company and that the assumptions used provide a reasonable basis for and are consistent with the purpose of the Cash Flow Statement.

The information contained in the Cash Flow Statement is subject to changing assumptions and/or receipt of new or additional information; actual results may vary. This Cash Flow Statement should not be used for any other purpose, and creditors are cautioned that the information provided in the Cash Flow Statement could vary based on changing future circumstances.

The projected cash flow statement is prepared in Canadian dollars.

Hypothetical and Probable Assumptions of the Cash Flow Statement

1. The Company anticipates receiving various tax refunds and tax credits from the Government of Canada (*e.g.*, GST refunds and Scientific Research and Experimental Development investment tax credits). The Company does not anticipate receiving material amounts during the Cash Flow Period but anticipates additional information will be received in advance of the next extended cash flow statement which amounts and timing will be reflected therein.

2. Payroll and benefits include wages and benefits for four (4) full-time employees. The employees are paid on a monthly basis.

3. Contractors and consultants payments include payments to the Chief Executive Officer (CEO), Chief Commercial Officer (CCO), technical consultants, accounting service providers, accounting consultants, HR consultants and financial advisors.

4. Operating costs include payments of one-time plant restart costs, utilities with Epcor, laboratory operating costs (including maintenance, supplies, testing, and cylinder leases), waste disposal, internet, water, and other operating expenses. The projections also include a planned laboratory equipment purchase of approximately $50,000. The estimates are based on historical costs and assume certain vendors may require cash-on-delivery (COD) payment terms.

5. Rent and insurance consists of plant lease payments, plant insurance, directors' and officers' (D&O) liability insurance.

6. General and administrative expenses consist of miscellaneous legal counsel fees, patent related costs, independent compensation advisor fees, human resources consulting, travel related costs, and other administrative expenses.

7. A contingency has been recorded to account for unexpected expenses as they arise.

8. Professional fees include the fees and costs of counsel to AdvEn, the Proposal Trustee, and the Proposal Trustee's counsel.

9. At this time, the Company has sufficient cash on hand to pay all disbursements as they are incurred during the Cash Flow Period. The Company is in advanced discussions with a prospective interim financing provider to obtain further financing to support these proposal proceedings.

Dated as at July 30, 2026

AdvEn Inc. and
AdvEn Industries Inc.

Mr. Ingo Mueller, Chief
Executive Officer

Alvarez & Marsal Canada Inc., in its capacity
as Proposal Trustee of AdvEn Inc. and
AdvEn Industries Inc.

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

APPENDIX D

AdvEn Inc. & AdvEn Industries Inc. 9-week Cash Flow Projection $CAD 000's	*Notes* week ended	Week 1 7-Aug-26	Week 2 14-Aug-26	Week 3 21-Aug-26	Week 4 28-Aug-26	Forecast Week 5 4-Sep-26	Week 6 11-Sep-26	Week 7 18-Sep-26	Week 8 25-Sep-26	Week 9 2-Oct-26	9-week total Total
Cash Receipts											
SR&ED Payment Canada	*1*	-	-	-	-	590	-	-	-	-	590
Tax Refunds	*1*	-	98	-	-	-	-	-	-	-	98
Total Cash Receipts		**-**	**98**	**-**	**-**	**590**	**-**	**-**	**-**	**-**	**688**
Cash Disbursements											
Payroll & Benefits	*2*	(28)	(55)	-	(51)	-	-	-	(5)	(46)	(185)
Contractors & Consultants	*3*	(92)	(127)	-	(92)	(54)	(7)	-	(91)	(1)	(464)
Operating Costs	*4*	(1)	(91)	(3)	(32)	-	(70)	(3)	(33)	-	(233)
Rent & Insurance	*5*	(47)	(11)	-	(11)	(45)	-	-	(11)	(45)	(170)
General & Administrative	*6*	-	(5)	(20)	(32)	-	(4)	(20)	(42)	-	(123)
Operating Contingency	*7*	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(90)
Professional Fees	*8*	(76)	(93)	(90)	(65)	(65)	(65)	(65)	(90)	(65)	(674)
Total Cash Disbursements		**(254)**	**(392)**	**(123)**	**(293)**	**(174)**	**(156)**	**(98)**	**(282)**	**(167)**	**(1,939)**
Net Cash Flow		**(254)**	**(294)**	**(123)**	**(293)**	**416**	**(156)**	**(98)**	**(282)**	**(167)**	**(1,251)**

Weekly Cash & Funding Projection $CAD 000's	*Notes* week ended	Week 1 7-Aug-26	Week 2 14-Aug-26	Week 3 21-Aug-26	Week 4 28-Aug-26	Week 5 4-Sep-26	Week 6 11-Sep-26	Week 7 18-Sep-26	Week 8 25-Sep-26	Week 9 2-Oct-26	9-week total Total
Cash											
Beginning of Period		953	698	404	281	897	1,312	1,157	1,059	776	953
Net Cash Flow		(254)	(294)	(123)	(293)	416	(156)	(98)	(282)	(167)	(1,251)
Interim Financing Facility		-	-	-	910	-	-	-	-	-	910
Ending of Period		**698**	**404**	**281**	**897**	**1,312**	**1,157**	**1,059**	**776**	**609**	**612**
Interim Financing Facility											
Beginning of Period		-	-	-	-	910	910	910	910	910	-
Borrowing	*9*	-	-	-	910	-	-	-	-	-	910
Repayment	*9*	-	-	-	-	-	-	-	-	-	-
Ending of Period		**-**	**-**	**-**	**910**	**910**	**910**	**910**	**910**	**910**	**910**

This unaudited statement of projected cash flow was prepared by management in accordance with Section 50.4(2) of the Bankruptcy and Insolvency Act using probable and hypothetical assumptions set out in Notes 1-9 and should be read in conjunction with (i) the attached Notes; (ii) the accompanying Report on Cash Flow Statement by AdvEn Inc. and AdvEn Industries Inc.; and (iii) the Proposal Trustee's Report on the Cash-Flow Statement.

Dated as at August 13, 2026

AdvEn Inc. and
AdvEn Industries Inc.

Ingo Mueller

Ingo Mueller, Chief Executive Officer

Alvarez & Marsal Canada Inc., in its capacity as Proposal Trustee of AdvEn Inc. and AdvEn Industries Inc.

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

In the Matter of the Notice of Intention
to make a Proposal of
AdvEn Inc. & AdvEn Industries Inc.

Notes to the Consolidated Statement of Cash Flow for the 9-week period ending October 2, 2026

Purpose and General Assumptions of the Cash Flow Statement

AdvEn Inc. and AdvEn Industries Inc. (together "**AdvEn**" or the "**Company**") has prepared the Cash Flow Statement and these accompanying Notes to the Cash Flow Statement (collectively the "**Cash Flow Statement**") in support of the proposal proceedings that have been filed under the Bankruptcy and Insolvency Act ("**BIA**") on July 20, 2026.

The Company has prepared the Cash Flow Statement based on probable and hypothetical assumptions that reflect the Company's planned course of action for the period from August 1, 2026, to October 2, 2026 (the "**Cash Flow Period**"). Management is of the opinion that, as at the date of filing the Cash Flow Statement, the assumptions used to develop the projection represent the most probable set of economic conditions facing the Company and that the assumptions used provide a reasonable basis for and are consistent with the purpose of the Cash Flow Statement.

The information contained in the Cash Flow Statement is subject to changing assumptions and/or receipt of new or additional information; actual results may vary. This Cash Flow Statement should not be used for any other purpose, and creditors are cautioned that the information provided in the Cash Flow Statement could vary based on changing future circumstances.

The projected cash flow statement is prepared in Canadian dollars.

Hypothetical and Probable Assumptions of the Cash Flow Statement

1. The Company anticipates receiving various tax refunds and tax credits from the Government of Canada (*e.g.*, GST refunds and Scientific Research and Experimental Development investment tax credits).

2. Payroll and benefits include wages and benefits for four (4) full-time employees. The employees are paid on a monthly basis.

3. Contractors and consultants payments include payments to the Chief Executive Officer (CEO), Chief Commercial Officer (CCO), technical consultants, accounting service providers, accounting consultants, HR consultants and financial advisors.

4. Operating costs include payments of one-time plant restart costs, utilities with Epcor, laboratory operating costs (including maintenance, supplies, testing, and cylinder leases), waste disposal, internet, water, and other operating expenses. The projections also include a planned laboratory equipment purchase. The estimates are based on historical costs and assume certain vendors may require cash-on-delivery (COD) payment terms.

5. Rent and insurance consists of plant lease payments, plant insurance, directors' and officers' (D&O) liability insurance.

6. General and administrative expenses consist of miscellaneous legal counsel fees, patent related costs, independent compensation advisor fees, human resources consulting, travel related costs, and other administrative expenses.

7. A contingency has been recorded to account for unexpected expenses as they arise.

8. Professional fees include the fees and costs of counsel to the Companies, the Proposal Trustee and counsel to the Proposal Trustee.

9. Expected borrowings on the Interim Financing Facility.

Dated as at August 13, 2026

AdvEn Inc. and
AdvEn Industries Inc.

Ingo Mueller

Ingo Mueller, Chief Executive Officer

Alvarez & Marsal Canada Inc., in its capacity as Proposal Trustee of AdvEn Inc. and AdvEn Industries Inc.

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

APPENDIX E

INTERIM FINANCING AGREEMENT

UP TO USD $650,000 August 7, 2026

RECITALS:

A. On July 20, 2026, AdvEn Inc. and AdvEn Industries Inc. (collectively, the "**Borrower**") each filed a Notice of Intention to Make a Proposal pursuant to Division I of Part Ill of the *Bankruptcy and Insolvency Act* (Canada) (the proceedings commenced by such filings being the "**Proposal Proceedings**") and Alvarez & Marsal Canada Inc. has been appointed as trustee in such Proposal Proceedings.

B. 2841034 Alberta Ltd. (the "**Lender**", and together with the Borrower, the "**Parties**") has agreed to provide funding to the Borrower in the context of the Proposal Proceedings in accordance with the terms and subject to the conditions set out in this Interim Financing Agreement (this "**Agreement**").

NOW THEREFORE, the Parties, in consideration of the foregoing and the mutual agreements contained herein, the receipt and sufficiency of such consideration is hereby acknowledged, agree as follows:

1. PROMISE TO PAY

For value received, the Borrower, hereby jointly and severally promises to pay to the Lender the aggregate unpaid principal balance of all borrowings by the Borrower from the Lender as recorded on the grid attached as Schedule "A" of this Agreement, together with interest on such borrowings. All principal owing under this Agreement is collectively referred to as the "**Principal Sum**" and shall at no time exceed the amount of USD **$650,000** (the Principal Sum and accrued interest, being the indebtedness evidenced by this Agreement, the "**Indebtedness**"). Each Borrower is jointly and severally liable for all obligations under this Agreement.

2. INTEREST

Interest shall accrue on the outstanding Principal Sum at a rate of 8% per annum, calculated daily and compounded monthly, and shall be added to and form part of the Principal Sum on the last day of each calendar month. The Borrower agrees that interest shall accrue both before and after demand, default and judgment and until actual payment.

3. PAYMENT

The Borrower shall pay the Lender the Indebtedness on October 31, 2026. The Indebtedness and all other amounts payable hereunder shall be payable in U.S. dollars by certified cheque, bank draft, wire transfer or such other method as the Lender shall designate by written notice to the Borrower. If any payment to be made under this Agreement is due on a Saturday, Sunday or a bank holiday or the equivalent for banks generally under the laws of the Province of Alberta (any other day being a "**Business Day**"), then such payment may be made on the next succeeding Business Day.

4. PREPAYMENT

The Borrower may, at any time and from time to time, prepay all or any part of the Principal Sum outstanding without notice, penalty, or bonus.

5. RECORDAL OF BORROWINGS

The Lender shall and is unconditionally and absolutely authorized and directed by the Borrower to record on the grid attached hereto as Schedule "A" all borrowings and payments of the Principal Sum. Such notations, in the absence of manifest mathematical error, are prima facie evidence of such advances, repayments and the outstanding balance of the Principal Sum; provided that the failure of the Lender to record the same shall not affect the obligations of the Borrower to pay such amounts to the Lender.

6. GRANT OF SECURITY

As continuing collateral security for performance of the Borrower's obligations to the Lender under this Agreement, the Borrower shall seek an order in the Alberta Court of King's Bench (the "**Court**") granting security over all of present and after acquired real and personal property of the Borrower, of whatsoever nature, in form and substance satisfactory to the Lender acting reasonably, in priority to all other liens, charges, and security interests other than a Court-ordered administration charge and a Court-ordered charge in favour of the Borrower's directors and officers (the "**Security**").

The Borrower shall cause all such further agreements, instruments and documents to be executed and delivered and all such further acts and things to be done as the Lender may from time to time reasonably require.

Upon the full repayment of the Indebtedness, the Lender will execute and deliver to the Borrower such releases and discharges or other instruments as may be reasonably required to discharge the Security.

7. COST OF ENFORCEMENT

The Borrower shall pay to the Lender, on demand, all costs and expenses incurred by the Lender in connection with the enforcement or attempted enforcement of this Agreement and the Security following an Event of Default, including all legal fees, on a solicitor-and-its-own client, full indemnity basis; legal disbursements; and all other out-of-pocket costs (collectively, "**Costs**"), and such amounts shall be added to and form part of the Indebtedness.

8. DEFAULT AND PENALTIES

The default in the payment of any amount in accordance with the terms hereof shall constitute an event of default hereunder ("**Event of Default**"). Upon the occurrence of an Event of Default, the Indebtedness and all other amounts then outstanding hereunder shall, at the option of the Lender, be immediately due and payable.

9. EXPENSES

The Borrower shall pay to the Lender, on demand, all Costs incurred by the Lender in connection with the negotiation, preparation, execution, delivery and administration of this Agreement and the Security, and all such amounts shall be added to and form part of the Indebtedness.

10. GOVERNING LAW

This Agreement is and will be deemed to be made in the Province of Alberta and for all purposes be governed exclusively by and construed and enforced in accordance with the laws of the Province of Alberta and the federal laws of Canada applicable therein.

11. AMENDMENT

This Agreement may not be amended except in writing executed by each of the Parties hereto.

12. WAIVERS

The Borrower hereby waives presentment, notice of dishonour, protest and notice of protest. No failure or delay by the Lender in exercising any right hereunder shall operate as a waiver thereof, nor shall any single or partial exercise of any right exclude any further exercise thereof or the exercise of any other right.

13. SEVERABILITY

If a provision of this Agreement is at any time unenforceable or invalid for any reason it will be severable from the remainder of this Agreement and, in its application at that time, this Agreement will be construed as if it had been executed without the unenforceable or invalid provision.

14. ASSIGNMENT

The Borrower may not assign, delegate or otherwise transfer any of its obligations under this Agreement, whether by merger, amalgamation, consolidation or other business combination, without the prior written consent of the Lender. The Lender may assign all or any part of this Agreement without the consent of the Borrower.

15. COUNTERPARTS AND ELECTRONIC DELIVERY.

This Agreement may be executed in one or more counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument. Delivery of an executed counterpart of this Agreement by electronic transmission (including in PDF format) shall be as effective as delivery of a manually executed counterpart, and each Party may rely on such delivery.

16. BINDING EFFECT

The Borrower represents and warrants that the execution and delivery by the Borrower of this Agreement are within the Borrower's corporate power and authority and have been duly authorized by all necessary corporate actions. This Agreement will enure to the benefit of and be binding upon the respective legal representatives, successors and permitted assigns of the Parties.

[Signature Page Follows]

IN WITNESS WHEREOF, the Parties have made, executed and delivered this Agreement effective as of the day first above written.

ADVEN INC.

Per: _____
Name: Ingo Mueller
Title: Acting Chief Executive Officer

ADVEN INDUSTRIES INC.

Per: _____
Name: Ingo Mueller
Title: Acting Chief Executive Officer

2841034 ALBERTA LTD .

Per: _____
Name: Mohsen Khorassani
Title: Director

2841034 ALBERTA LTD.

Per: Jacques Demers
Name: Jacques Demers
Title: Director

APPENDIX F

SALE AND INVESTMENT SOLICITATION PROCESS

Introduction

1. On July 20, 2026, AdvEn Inc. ("**AdvEn**") and AdvEn Industries Inc. ("**AdvEn Industries**" and together with AdvEn, the "**Companies**") commenced proposal proceedings (the "**Proposal Proceedings**") before the Court of King's Bench of Alberta (the "**Court**") by each filing a Notice of Intention to Make a Proposal under Part III, Division I of the *Bankruptcy and Insolvency Act* (Canada). Alvarez & Marsal Canada Inc. was appointed as the Companies' proposal trustee (in such capacity, the "**Proposal Trustee**").

2. On August 19, 2026, the Court granted an Order (the "**SISP Approval Order**"), among other things:

   (a) authorizing the Companies to obtain interim financing (the "**Interim Facility**") from 2841034 Alberta Ltd. (in its capacity as interim lender, the "**Interim Lender**"); and

   (b) authorizing the Proposal Trustee to implement a sale and investment solicitation process in accordance with the terms hereof (the "**SISP**").

3. This SISP is intended to solicit interest in, and opportunities for, the acquisition of, or investment in, all of the property, assets and undertakings (the "**Property**") and/or business operations (the "**Business**") of the Companies (the "**Opportunity**"). This SISP sets out the manner in which, among other things: (a) Bids (as defined below) for executable transactions will be solicited from interested parties; (b) any such Bids received will be addressed; (c) any Successful Bid(s) (as defined below) will be selected; and (d) Court approval of any Successful Bid(s) will be sought. Parties who wish to have their Bids considered must participate in the SISP.

4. The SISP shall be conducted by the Proposal Trustee, with the assistance of the Companies. As described below, the various deadlines herein may be extended or abridged by and at the discretion of the Proposal Trustee, in consultation with the Companies. The Proposal Trustee will consider extending or abridging the various deadlines herein in the event that the Proposal Trustee determines, in its sole discretion, that such an extension will generally benefit the Companies' creditors and other stakeholders.

5. Subject to the Proposal Trustee's sole discretion, the SISP shall consist of two phases. In the first phase ("**Phase I**"), Potential Bidders shall be required to prepare and submit a Phase I Bid by the Phase I Bid Deadline (all undefined terms are as further defined below).

6. If the Proposal Trustee, in consultation with the Companies, identifies multiple Phase I Bidders to be Qualified Bidders, such Qualified Bidders shall be invited to participate in the second phase (**"Phase II"**) wherein they shall have the opportunity to submit Phase II Bids by the Phase II Bid Deadline.

7. If the Proposal Trustee receives only one viable Phase I Bid by the Phase I Bid Deadline, or if the Proposal Trustee, in consultation with the Companies, identifies only one Phase I Bidder to be a Qualified Bidder, the Proposal Trustee shall be authorized, but not required, to deem such Phase I Bid as the Successful Bid, without seeking submissions of Phase II Bids.

Timeline

8. The following table sets out the key milestones under the SISP (all capitalized terms used below have the meanings ascribed to them in the SISP):

Milestone	Deadline
Proposal Trustee to create list of Known Potential Bidders and distribute and prepare marketing materials and materials for the Data Room	As soon as practical following the granting of the SISP Approval Order and in any event no later than August 21, 2026
Commencement of SISP	August 21, 2026
Deadline for submission of Phase I Bids	No later than 12:00 p.m. (Calgary Time) on September 25, 2026
Deadline for submission of Phase II Bids	No later than 12:00 p.m. (Calgary Time) on October 9, 2026
Selection of the Successful Bid(s) and Back-Up Bid(s)	No later than 12:00 p.m. (Calgary Time) on October 16, 2026
Deadline for finalizing transaction documents based on Successful Bid(s) (the "**Definitive Agreement Deadline**")	October 21, 2026
Filing of application to approve the Successful Bid(s)	Week of October 26, 2026

Milestone	Deadline
Hearing of the Approval Application (as defined below)	Week of November 2, 2026
Outside Date for the Closing of the Successful Bid(s) (the **"Outside Date"**)	November 30, 2026

9. Subject to any order of the Court, the dates associated with any of the milestones set out in the SISP may be extended or abridged by the Proposal Trustee, in consultation with the Companies.

Solicitation of Interest

10. As soon as reasonably practicable following the granting of the SISP Approval Order, and in any event no later than August 21, 2026, the Proposal Trustee shall, in consultation with the Companies:

    (a) prepare (i) a process summary (the "**Teaser Letter**") describing the Opportunity, outlining the process under the SISP and inviting recipients of the Teaser Letter to express their interest in the Property or the Business; and (ii) through the assistance of the Companies' counsel, a non-disclosure agreement in form and substance satisfactory to the Companies and the Proposal Trustee (an "**NDA**");

    (b) gather and review all required due diligence material to be provided to interested parties and establish a secure electronic data room (the "**Data Room**"), which will be maintained and administered by the Proposal Trustee during the SISP;

    (c) prepare a list of potential bidders, including: (i) parties that have approached the Companies or the Proposal Trustee indicating an interest in the Opportunity; and (ii) local and international strategic and financial parties who the Proposal Trustee, in consultation with the Companies, believes may be interested in purchasing all or part of the Business or Property or investing in the Companies pursuant to the SISP (collectively, the "**Known Potential Bidders**");

    (d) cause a notice of the SISP to be published in the *Calgary Herald, Edmonton Journal*, and/or other industry publications determined to be beneficial or appropriate; and

(e) send the Teaser Letter and NDA to all Known Potential Bidders.

Potential Bidders and Due Diligence Materials

11. The Proposal Trustee, in consultation with the Companies, subject to competitive and other business considerations, will afford each party who executes an NDA (each such party a "**Potential Bidder**" and all such parties the "**Potential Bidders**") access to such due diligence material and information relating to the Companies, the Property and the Business as the Proposal Trustee, in consultation with the Companies, deems appropriate. Due diligence may include access to the Data Room, management presentations, and other matters which a Potential Bidder may reasonably request and as to which the Proposal Trustee, in its judgment and in consultation with the Companies, may agree. The Proposal Trustee will designate a representative or representatives to coordinate all reasonable requests for additional information and due diligence access from Potential Bidders and the manner in which such requests must be communicated. Neither the Proposal Trustee nor the Companies will be obligated to furnish any information relating to the Companies, the Property or Business to any person other than as is expressly provided for in the SISP.

12. The Proposal Trustee, in consultation with the Companies, reserves the right to limit access to any confidential information (including any information in the Data Room) where, in the opinion of the Proposal Trustee, in consultation with the Companies, such access could negatively impact the SISP, the ability to maintain the confidentiality of the Companies' confidential or competitive information, the Business, or the Property. For the avoidance of doubt, selected due diligence information may be withheld from parties that have executed an NDA if the Proposal Trustee, in consultation with the Companies, determines that such information represents proprietary or sensitive competitive information.

13. Without limiting the generality of any term or condition of any NDA between the Companies, on the one hand, and any Potential Bidder or Bidder (as defined below), on the other hand, unless otherwise agreed by the Proposal Trustee in consultation with the Companies or ordered by the Court, no Potential Bidder or Bidder shall be permitted to have any discussions with: (a) any counterparty to any contract with the Companies (or any of them), any secured or unsecured creditor of the Companies, any current or former

director, manager, shareholder, officer, member or employee of the Companies (or any of them), other than in the normal course of business and wholly unrelated to the Companies, the Opportunity, the SISP or the Proposal Proceedings; or (b) any other Potential Bidder or Bidder regarding the SISP, the Opportunity, or any Bids submitted or contemplated to be submitted pursuant to the SISP. Notwithstanding the foregoing, where any such communications are agreed to with the Proposal Trustee's consent, such discussions shall be made in the presence of the Proposal Trustee.

14. Potential Bidders and Bidders must rely solely on their own independent review, investigation and/or inspection of all information and of the Companies, Property and Business in connection with their participation in the SISP and any transaction they enter into with the Companies (or either of them).

Phase I of the SISP

Submission of Bids

15. Potential Bidders that wish to make an offer to purchase, or make an investment in, the Companies, Property or Business, or any part thereof (each, a "**Bid**" and collectively, the "**Bids**", and such Potential Bidders being each, a "**Bidder**" and collectively, the "**Bidders**") shall submit a non-binding offer either individually or in combination with other offers (each, a "**Phase I Bid**" and collectively, the "**Phase I Bids**") that complies with all of the requirements set forth at paragraphs 16 and 17 of this SISP to the Proposal Trustee at the address specified in Schedule "A" hereto (including by email), which Phase I Bid shall be delivered by such Bidder (a "**Phase I Bidder**") by no later than 12:00 p.m. (Calgary Time) on September 25, 2026 (the "**Phase I Bid Deadline**").

16. The Phase I Bid must be a non-binding bid to:

    (a) acquire all, substantially all or a portion of the Property or the shares of the Companies (a "**Sale Proposal**"); and/or

    (b) make an investment in, restructure, reorganize or refinance the Business or the Companies (an "**Investment Proposal**").

17. The Phase I Bid must include each of the following:

(a) Sale Proposal: in the case of a Sale Proposal, the material terms and conditions of the proposed transaction, including, without limiting any other provisions in the SISP:

(i) the purchase price in Canadian dollars and a description of any non-cash consideration, including any future royalty payments or other deferred payment, details of any liabilities to be assumed by the Phase I Bidder and key assumptions supporting the valuation;

(A) if the purchase price involves a royalty, earn-out or other deferred payment, the Phase I Bid shall include a specific indication of the Phase I Bidder's proposal and/or commitments for and relating to obtaining necessary regulatory approvals and the Phase I Bidder's commercialization strategy, manufacturing capabilities, proposed sale milestones and minimum sale amounts, budget and/or commitment for capital expenditures, direct marketing and sales initiatives and support and proposed product positioning within the Phase I Bidder's current product portfolio;

(ii) a description of the Property or Business that is expected to be subject to the transaction and any of the Property expected to be excluded;

(iii) a specific indication of the financial capability of the Phase I Bidder and the expected structure and financing of the transaction;

(iv) a description of those liabilities and obligations (including operating liabilities) which the Phase I Bidder intends to assume and which such liabilities and obligations it does not intend to assume;

(v) a deposit in the amount of not less than ten percent (10%) of the cash consideration offered under the Phase I Bid, to be held and applied or refunded, as applicable, in accordance with paragraph 36 hereof; and

(vi) a description of the purchase price allocation among the assets included in the Phase I Bid;

(b) Investment Proposal: in the case of an Investment Proposal, the material terms

and conditions of the proposed transaction, including, without limiting any other provisions in this SISP:

(i) a description of how the Phase I Bidder proposes to structure the proposed investment, restructuring, recapitalization, refinancing or reorganization, and a description of any non-cash consideration;

(ii) the aggregate amount of the equity and/or debt investment to be made in the Business or the Companies in Canadian dollars;

(iii) the underlying assumptions regarding the *pro forma* capital structure;

(iv) anticipated tranches of debt, debt service fees, interest and amortization to be made in the Companies, and the debt, equity, or other securities, if any, proposed to be allocated to creditors of the Companies;

(v) a specific indication of the sources of capital for the Phase I Bidder and the structure and financing of the transaction;

(vi) a description of those liabilities and obligations (including operating liabilities) which the Phase I Bidder intends to assume and which liabilities and obligations it does not intend to assume; and

(vii) a deposit in the amount of not less than ten percent (10%) of the total new investment contemplated in the Phase I Bid, to be held and applied or refunded, as applicable, in accordance with paragraph 36 hereof;

(c) Court Approval: the key terms and provisions to be included in any approval order of the Court, including whether such order will be a "reverse vesting order";

(d) Proof of Financial Ability to Perform: written evidence upon which the Companies and the Proposal Trustee may reasonably conclude that the Phase I Bidder has obtained, or shall obtain on or before the Phase II Bid Deadline, the necessary sources of financing that it shall require to close the contemplated transaction on or before the Outside Date, including, without limitation:

(i) the sources of such financing and contact names and phone numbers required to verify same; and

(ii) any such other form of financial disclosure or credit-quality support information or enhancement requested by and reasonably acceptable to the Companies and the Proposal Trustee demonstrating that the Phase I Bidder has, or will have, the ability to close the contemplated transaction;

(e) Outstanding Due Diligence: a description of any additional due diligence required to be conducted in order to submit a Phase II Bid and the impact any additional due diligence may have on the final purchase price or imputed value;

(f) Identification: full written disclosure of the identity of each person (including any person that controls such person) that will be entering into the transaction or the financing thereof, or that is otherwise participating in or benefiting from the Phase I Bid, including whether any prior or current member of the Companies' board, management, any employee or consultant to the Companies or any creditor or shareholder of the Companies is involved in any way with the Phase I Bid or assisted with the Phase I Bid, and the complete terms of any such participation as well as evidence of corporate authority to sponsor or participate in the Phase I Bid;

(g) Authorization: written evidence of authorization and approval from the Phase I Bidder's board of directors (or comparable governing body) with respect to the submission, execution and delivery of such Phase I Bid, and identification of any anticipated shareholder, regulatory or other approvals outstanding, and the anticipated process and timeframe and any anticipated impediments for obtaining such approvals;

(h) No Break or Termination Fee: written evidence that the Phase I Bid does not include any request for or entitlement to any break or termination fee, expense reimbursement or similar type of payment, and confirmation that the Phase I Bidder shall be responsible for all of its costs and expenses associated with conducting due diligence and submitting a Phase I Bid;

(i) Cash Payment: a cash payment in an amount reasonably acceptable to the Proposal Trustee to be paid to the Proposal Trustee on closing for any professional fees to be incurred by the Proposal Trustee in connection with the wind-down of the Proposal Proceedings (and any subsequent proceedings);

(j) Outside Date: acknowledgment confirming closing of the transaction set out therein on or before the Outside Date; and

(k) Additional Information: such other information as may be reasonably requested by the Proposal Trustee in consultation with the Companies.

18. Subject to paragraphs 40 and 41 hereof, and notwithstanding paragraphs 15 and 16 above, if the Interim Lender submits a Phase I Bid, the Interim Lender's Phase I Bid must be a binding offer, and the remaining provisions of paragraphs 15 and 16 shall continue to apply to such Phase I Bid. Further, in addition to the requirements set out at paragraph 17 hereof, the Interim Lender's Phase I Bid must include the following:

(a) Conditions to Closing:

(i) acknowledgments confirming that the Phase I Bid is not conditioned upon: (A) the outcome of any unperformed due diligence by the Interim Lender; or (B) obtaining financing, but may be conditioned upon the Companies receiving the required approvals or amendments relating to the licences required to operate the Business, and/or transfer of the Property, if necessary; and

(ii) any and all conditions and approvals required to complete the closing of the transaction; and

(b) Irrevocable Bid: a letter stating that the Interim Lender's Phase I Bid is irrevocable until approval of the Successful Bid(s) by the Court, provided that if the Interim Lender is eventually selected as the Successful Bidder or Back-Up Bidder (each as defined below), its offer shall remain irrevocable until the closing of the transaction contemplated by its Phase I Bid or the resulting Phase II Bid, as applicable.

Evaluation of Phase I Bids

19. Following the Phase I Bid Deadline, the Proposal Trustee, in consultation with the Companies, will assess the Phase I Bids received and may designate the most competitive Phase I Bids that comply with the requirements set out herein to be "**Qualified Bids**". Only Phase I Bidders whose Phase I Bids have been designated as Qualified Bids

(each such Phase I Bidder a "**Qualified Bidder**") shall be eligible to become the Successful Bidder(s) or Back-Up Bidder(s).

20. If it is determined by the Proposal Trustee, in consultation with the Companies, that a Phase I Bidder (a) has a *bona fide* interest in consummating a Bid, and (b) has the financial, managerial, operational, technical, and other capabilities to consummate a Bid, then such Phase I Bidder will be deemed a Qualified Bidder and its Phase I Bid will be deemed a Qualified Bid, provided that, the Proposal Trustee may, in its reasonable business judgment, limit the number of Qualified Bidders (and thereby eliminate some Phase I Bidders who have submitted Phase I Bids from this SISP), taking into account the factors identified in paragraph 32 of this SISP.

21. The Proposal Trustee, in consultation with the Companies, may waive strict compliance with any one or more of the requirements set out herein and deem such non-compliant Phase I Bid(s) to be Qualified Bid(s).

22. The Proposal Trustee, in consultation with the Companies, may aggregate separate Phase I Bids from unaffiliated Bidders to create one or more Qualified Bids.

23. The Proposal Trustee, in consultation with the Companies, shall be entitled to discuss and negotiate the Phase I Bid(s) and the form of any Sale Proposal(s) or Investment Proposal(s) prior to the Phase I Bid Deadline for purposes of amending or clarifying the terms and form thereof.

24. The Proposal Trustee shall cause each Phase I Bidder to be notified in writing as to whether its Phase I Bid constituted a Qualified Bid as soon as reasonably practicable following the Phase I Bid Deadline.

25. If the Proposal Trustee, in consultation with the Companies, determines that only one Phase I Bid has been submitted and/or qualified as a Qualified Bid by the Phase I Bid Deadline, the Proposal Trustee shall be authorized, but not required, in its sole discretion, to deem such Phase I Bid (or Qualified Bid, as applicable) the Successful Bid without proceeding to Phase II, and to take such steps as are reasonably necessary to enter into definitive agreements with the applicable Phase I Bidder and close the contemplated transaction(s).

Phase II of the SISP

Due Diligence

26. The Proposal Trustee, in consultation with the Companies, in their reasonable business judgment and subject to competitive and other business considerations, will afford each Qualified Bidder such access to additional due diligence materials and information relating to the Companies, the Property and the Business as it deems appropriate. Due diligence access may include on-site inspections, and other matters which a Qualified Bidder may reasonably request and as to which the Proposal Trustee may agree. For avoidance of doubt, and without limiting the terms of applicable NDAs, selected due diligence materials may be withheld from certain Qualified Bidders if the Proposal Trustee, in consultation with the Companies, determines such information to represent proprietary or sensitive competitive information.

27. All Qualified Bidders will be provided with a form of draft asset purchase agreement (the "**Draft APA**") and a form of "reverse vesting" transaction term sheet (the "**RVO Term Sheet**") that will serve as the basis for the submission of a Phase II Bid (as defined below).

Submission of Bids

28. Qualified Bidders that wish to continue to participate in the SISP shall submit a binding offer either individually or in combination with other offers (each, a "**Phase II Bid**" and collectively, the "**Phase II Bids**") that complies with all of the requirements set forth at paragraph 29 of this SISP to the Proposal Trustee at the address specified in Schedule "A" hereto (including by email), which Phase II Bid shall be delivered by such Qualified Bidder (a "**Phase II Bidder**") by no later than 12:00 p.m. (Calgary Time) on October 9, 2026 (the "**Phase II Bid Deadline**").

29. The Phase II Bid must include each of the following:

    (a) Definitive Agreement:

        (i) in the case of a Sale Proposal, a duly authorized and executed definitive transaction agreement, together with all exhibits and schedules, and such ancillary agreements as may be required by the Qualified Bidder with all exhibits and schedules, together with a redline to the Draft APA or the RVO

Term Sheet, as applicable, for a Sale Proposal provided by the Proposal Trustee; or

(ii) in the case of an Investment Proposal in the form of a plan of arrangement or other investment transaction, copies of the plan of arrangement and/or all documentation that is contemplated to be executed in connection therewith shall be provided;

(b) Court Approval: the key terms and provisions to be included in any approval order of the Court, including whether such order will be a "reverse vesting order";

(c) Proof of Financial Ability to Perform: written evidence, in form and content satisfactory to the Proposal Trustee, of a firm, irrevocable commitment for all financing that the Qualified Bidder shall require to close the contemplated transaction on or before the Outside Date;

(d) Identification: full written disclosure of the identity of each person (including any person that controls such person) that will be entering into the transaction or the financing thereof, or that is otherwise participating in or benefiting from the Phase II Bid, including whether any prior or current member of the Companies' board, management, any employee or consultant to the Companies or any creditor or shareholder of the Companies is involved in any way with the Phase II Bid or assisted with the Phase II Bid, and the complete terms of any such participation as well as evidence of corporate authority to sponsor or participate in the Phase II Bid;

(e) Authorization: written evidence of authorization and approval from the Phase II Bidder's board of directors (or comparable governing body) with respect to the submission, execution and delivery of such Phase II Bid, and identification of any anticipated shareholder, regulatory or other approvals outstanding, and the anticipated process and timeframe and any anticipated impediments for obtaining such approvals;

(f) No Break or Termination Fee: written evidence that the Phase II Bid does not include any request for or entitlement to any break or termination fee, expense reimbursement or similar type of payment, and confirmation that the Qualified

Bidder shall be responsible for all of its costs and expenses associated with conducting due diligence and submitting a Phase II Bid;

(g) Conditions to Closing:

(i) acknowledgments confirming that the Phase II Bid is not conditioned upon: (A) the outcome of any unperformed due diligence by the Qualified Bidder; or (B) obtaining financing, but may be conditioned upon the Companies receiving the required approvals or amendments relating to the licences required to operate the Business, and/or transfer of the Property, if necessary; and

(ii) any and all conditions and approvals required to complete the closing of the transaction; and

(h) Irrevocable Bid: a letter stating that the Phase II Bid is irrevocable until approval of the Successful Bid(s) by the Court, provided that if the Qualified Bidder is eventually selected as the Successful Bidder or Back-Up Bidder, its offer shall remain irrevocable until the closing of the transaction contemplated by its Phase II Bid, as applicable;

(i) Due Diligence: acknowledgements and representations of the Bidder that the Bidder:

(i) has, to its satisfaction, had an opportunity to conduct any and all due diligence regarding the Property, the Business and the Companies prior to making its Phase II Bid;

(ii) has relied solely upon its own independent review, investigation and/or inspection of any documents and/or the Property in making its Phase II Bid; and

(iii) did not rely upon any written or oral statements, representations, warranties, or guarantees whatsoever, whether express, implied, statutory or otherwise, regarding the Business, the Property, or the Companies, or the completeness of any information provided in connection therewith, except as may be expressly stated in the definitive transaction

agreement(s) signed by the Companies;

(j) Cash Payment: a cash payment in an amount reasonably acceptable to the Proposal Trustee to be paid to the Proposal Trustee on closing for any professional fees to be incurred by the Proposal Trustee in connection with the wind-down of the Proposal Proceedings (and any subsequent proceedings);

(k) Outside Date: an acknowledgment confirming closing of the transaction set out therein on or before the Outside Date; and

(l) Additional Information: such other information as may be reasonably requested by the Proposal Trustee in consultation with the Companies.

30. Notwithstanding paragraph 29 hereof, if the Interim Lender (a) submits a Phase I Bid which is determined by the Proposal Trustee to be a Qualified Bid, and (b) elects to submit a Phase II Bid, the Interim Lender may be permitted, at the Proposal Trustee's sole discretion, to rely upon some or all of the materials submitted in connection with its Phase I Bid to satisfy the requirements set out in the said paragraph 29.

Evaluation of Phase II Bids

31. In reviewing the Phase II Bids and before determining a Successful Bid or Back-Up Bid, the Proposal Trustee shall retain full discretion and authority to discuss the Bids received, and their terms, with the applicable Phase II Bidders.

32. Following the Phase II Bid Deadline, the Proposal Trustee, in consultation with the Companies, will assess the Phase II Bids. Phase II Bids shall be evaluated based upon several factors including, without limitation:

(a) the purchase price, the nature of the consideration provided by such Bids and the net value of the consideration provided by such Bids (it being understood that, all else equal, cash consideration is preferable to non-cash consideration, with the value of any non-cash consideration being determined by the Proposal Trustee in its business judgment, in consultation with the Companies);

(b) the identity, circumstances and ability of the Bidders to successfully complete the transactions contemplated by such Bids;

(c) the proposed transaction documents;

(d) factors affecting the speed, certainty and value of the transactions contemplated by such Bids;

(e) the assets and liabilities included or excluded from the Bids;

(f) any related restructuring costs;

(g) any synergies between the Bidder's business and the Companies' Business; and

(h) the likelihood and timing of consummating such transaction, each as determined by the Proposal Trustee in its business judgment, in consultation with the Companies.

33. The Proposal Trustee, in consultation with the Companies, may ascribe monetary values to non-monetary terms in any Phase II Bid for the purposes of assessing and/or valuing such Phase II Bids, including without limitation, the value to be ascribed to any liabilities or contracts to be assumed or not assumed.

34. If the Proposal Trustee receives one or more Phase II Bid(s), and the Proposal Trustee is satisfied in its reasonable business judgment, in consultation with the Companies, that it would be appropriate to consummate the transaction(s) contemplated by such Phase II Bid(s), the Proposal Trustee shall designate such Phase II Bid(s) as the successful bid(s) (the "**Successful Bid(s)**", and the Phase II Bidder(s) making such Bid(s), the "**Successful Bidder(s)**"), with or without negotiation of the Phase II Bid(s). The Proposal Trustee may further designate one or more Phase II Bid(s) as secondary successful bid(s) that may become the Successful Bid(s) only in the event that the Successful Bid(s) are not approved by the Court or do not otherwise close (the "**Back-Up Bid(s)"**, and the Phase II Bidder(s) making such Bid(s) as the back-up bids (the "**Back-Up Bidder(s)**"). Any Back-Up Bid(s) shall be designated as such by the Proposal Trustee using its reasonable business judgment and in consultation with the Companies and shall otherwise meet all requirements of a Successful Bid.

35. For greater certainty, where the Proposal Trustee deems a Phase I Bid to be the Successful Bid pursuant to paragraph 25, the Phase I Bidder making such Bid shall be the "Successful Bidder" for all purposes of this SISP.

Deposits

36. All deposits made by Bidder(s) pursuant to this SISP shall be held by the Proposal Trustee in a single non-interest-bearing trust account designated solely for such purpose and such deposit(s) shall be dealt with in accordance with the definitive documents for the transactions contemplated by the Successful Bid(s). Deposits that are paid to the Proposal Trustee in respect of Bids that do not ultimately become Successful Bid(s) shall be returned to the Bidder within ten (10) business days after the rejection or deemed rejection of the applicable Bid.

Approval Application Hearing

37. The Successful Bidder(s) shall complete and execute all agreements, contracts, instruments or other documents evidencing and containing the terms and conditions upon which the Successful Bid(s) was or were made by October 21, 2026, unless extended by the Proposal Trustee, in consultation with the Companies.

38. At the hearing of the application to approve any transaction(s) with the Successful Bidder(s) (the "**Approval Application**"), the Proposal Trustee or the Companies shall seek, among other things, approval from the Court to consummate the Successful Bid(s) and any Back-Up Bids. All Qualified Bids other than the Successful Bid(s) and Back-Up Bids, if any, shall be deemed to be rejected on and as of the date of approval of the Successful Bid(s) and Back-Up Bids by the Court.

"As Is, Where Is"

39. Except to the extent otherwise set forth in a definitive sale or investment agreement with the Successful Bidder, any transaction will be on an "as is, where is" basis and without surviving representations or warranties of any kind, nature, or description by the Proposal Trustee, the Companies, or any of their respective agents, advisors or estates, and, in the event of a sale, Potential Bidders may specify in their Bids that all of the right, title and interest of the Companies in and to the Property to be acquired will be sold free and clear of all pledges, liens, security interests, encumbrances, financial and monetary claims, charges, options and interests therein and thereon pursuant to Court order(s), to the extent that the Court deems it appropriate to grant such relief and except as otherwise provided in such Court order(s).

Participation of Secured Creditors

40. The Interim Lender shall notify the Proposal Trustee in writing within the ten (10) business days that follow the granting of the SISP Approval Order if it intends to submit a Bid in the SISP (a "**Participation Notice**"). If:

    (a) the Interim Lender delivers a Participation Notice to the Proposal Trustee, the Interim Lender and its counsel shall not receive any information related to any Bid or any information regarding any party participating in the SISP, and the Interim Lender shall not be entitled to any consultation rights pursuant to the SISP. Any Bid submitted by the Interim Lender shall be deemed to constitute a Qualified Bid notwithstanding the requirements set forth in this SISP; and

    (b) the Interim Lender does not deliver a Participation Notice to the Proposal Trustee, the Proposal Trustee may provide information with respect to the SISP to the Interim Lender and its counsel on a confidential basis, including (a) copies of any expression of interest and any Bid received, including any Qualified Bid; and (b) such other information and updates with respect to the SISP as reasonably requested by the Interim Lender; provided that the Interim Lender reserves the right to submit a Bid (including a credit bid) if the SISP is terminated.

41. Subject to any order of the Court, and notwithstanding anything to the contrary contained herein, following the Bid Deadline: (a) the Interim Lender may support any Bid(s) by agreeing to convert its debt to equity or otherwise be treated as an unaffected creditor in the transaction proposed in such Bid; and (b) the Interim Lender's decision to provide any such support shall not affect any of its rights hereunder.

42. Any secured creditor of the Companies shall have the right to bid its secured debt against the Property secured thereby, including principal, interest and any other secured obligations owing to such secured creditor by the Companies; provided that, any such secured creditor shall be required to pay in full in cash on the closing of any transaction any obligations in priority to its secured debt (unless the holder of such priority obligation agrees to accept a lower payment than the total amount of obligations owed to them) and the reasonable fees and expenses of the Proposal Trustee that are necessary to conclude the Proposal Proceedings.

Insider Participation

43. The Proposal Trustee shall not furnish any information to any officer, director, or employee of, or other non-arms' length party in relation to, the Companies (each such person, an "**Insider**") where the Insider's receipt of such information might create an unfair advantage or jeopardize the integrity of the SISP, unless such Insider irrevocably confirms in writing to the Proposal Trustee that he, she or it shall not submit or participate directly or indirectly in the submission of a Bid (an "**Insider Notice**"). Any Insider who delivers an Insider Notice to the Proposal Trustee shall not be entitled to participate directly or indirectly as a Potential Bidder, Qualified Bidder, or Successful Bidder in the SISP and shall thereafter be entitled to receive such updates and information regarding the status of the SISP as the Proposal Trustee deems appropriate.

44. To the extent any officer, director or other employee of the Companies (each such person, a "**Participating Employee**") is or is related to a Potential Bidder, the Proposal Trustee and the Companies shall not provide such Participating Employee with information that might create an unfair advantage or jeopardize the integrity of the SISP unless such Participating Employee and Potential Bidder irrevocably confirm in writing to the Proposal Trustee that they shall not submit or participate directly or indirectly in the submission of a Bid.

45. Except as set forth in paragraph 44, nothing in this SISP shall prohibit a Participating Employee from participating as a Bidder in the SISP. To the extent that any Participating Employee intends to participate as a Bidder in the SISP, it shall notify the Proposal Trustee within the ten (10) business days that follow the granting of the SISP Approval Order. Notwithstanding anything to the contrary in this SISP, to the extent that any Participating Employee provides notice to the Proposal Trustee of its intention to participate as a Bidder in the SISP, the Participating Employee shall, from the time of such notice, be subject to such restrictions as the Proposal Trustee, acting reasonably, determines to be necessary to ensure that such Participating Employee's participation as a Bidder in the SISP does not, or would not be reasonably likely to, create an unfair advantage for any party or otherwise jeopardize the integrity of the SISP.

Confidentiality and Access to Information

46. Notwithstanding paragraphs 43 to 45 and paragraph 48, an Insider may, with the prior

written consent of the Proposal Trustee, engage in discussions with one or more secured creditors of the Companies and/or other stakeholders for the purpose of organizing, canvassing support for, or coordinating the submission of, a credit bid or other Bid (a "**Secured Creditor Engagement**"), provided that:

(a) such Insider shall, prior to commencing any Secured Creditor Engagement, provide the Proposal Trustee with written notice identifying the secured creditors and/or other stakeholders intended to be engaged and describing the general scope and purpose of the proposed Secured Creditor Engagement;

(b) the Proposal Trustee, in consultation with the Companies, may impose such conditions, restrictions, or informational safeguards on the Secured Creditor Engagement as it considers necessary, in its reasonable business judgment, to preserve the integrity of the SISP and avoid an unfair advantage to any Bidder or Potential Bidder;

(c) all secured creditors and other stakeholders who are subject to a Secured Creditor Engagement must, prior to the commencement of such Secured Creditor Engagement, execute a non-disclosure agreement in form and substance satisfactory to the Proposal Trustee;

(d) any Bid resulting, in whole or in part, from a Secured Creditor Engagement shall include full written disclosure of the Insider's involvement and the identity of all parties engaged in connection therewith, in accordance with the Identification requirements set out in paragraph 17(f) or 29(d), as applicable.

47. Unless expressly provided for herein, participants and prospective participants in the SISP shall not be permitted to receive any information that is not made generally available to all participants relating to the number or identity of Potential Bidders, Bidders, Qualified Bidders, Back-Up Bidders, or Successful Bidders, or the details of any Bids submitted or the details of any confidential discussions or correspondence between the Companies, the Proposal Trustee, the Interim Lender and such other Potential Bidders, Bidders, Qualified Bidders, Back-Up Bidders, or Successful Bidder(s) in connection with the SISP, except to the extent that the Proposal Trustee, in consultation with the Companies, and with the consent of the applicable Bidders, are seeking to combine separate Bids to form one or more Qualified Bids.

48. All discussions regarding Bids should be directed through the Proposal Trustee. Under no circumstances shall any Insider be contacted by any Potential Bidders, Bidders, Qualified Bidders, Back-Up Bidders, or Successful Bidders without the prior consent of the Proposal Trustee. Any such unauthorized contact or communication may result in exclusion of the Potential Bidder, Bidder, Qualified Bidder, Back-Up Bidder, or Successful Bidder, as applicable, from the SISP. If any Potential Bidder, Bidder, Qualified Bidder, Back-Up Bidder, or Successful Bidder is contacted by a current or former officer, director or other employee of the Companies without the prior consent of the Proposal Trustee, then such Bidder, Qualified Bidder, Back-Up Bidder, or Successful Bidder shall advise the Proposal Trustee of such contact forthwith. The failure to advise the Proposal Trustee of such contact shall entitle the Proposal Trustee to exclude the Bidder, Qualified Bidder, Back-Up Bidder or Successful Bidder, as applicable, from the SISP.

Termination

49. If:

(a) there are no Qualified Bids submitted by the Phase I Bid Deadline, or no Phase I Bids are deemed commercially reasonable;

(b) the Proposal Trustee proceeds with Phase II of the SISP, and there are no Phase II Bids by the Phase II Bid Deadline, or the Proposal Trustee determines no Phase II Bids should be accepted; or

(c) there is no Successful Bid;

(d) final transaction documents are not executed by the Definitive Agreement Deadline;

(e) a transaction contemplated by final transaction documents does not close by the Outside Date; or

(f) the Proposal Trustee, in consultation with the Companies, determines that it is not in the best interests of the Companies and their stakeholders to continue this SISP,

then this SISP shall, subject to any amendments, extensions or waivers granted in connection with this SISP, terminate.

General

50. The Proposal Trustee shall oversee and conduct the SISP in all respects, and, without limitation to that supervisory role, the Proposal Trustee will participate in the SISP in the manner set out in this SISP, the SISP Approval Order, and any other orders of the Court, and is entitled to receive all information in relation to the SISP. In the event that there is disagreement or dispute as to the interpretation or application of the SISP, the Court will have the exclusive jurisdiction to hear and resolve such disagreement or dispute.

51. This SISP does not, and will not be interpreted to, create any contractual or other legal relationship between the Companies, or the Proposal Trustee and any Potential Bidder, Bidder, Qualified Bidder, Back-Up Bidder, or Successful Bidder or any other party, other than as specifically set forth in a definitive transaction agreement that may be entered into with the Companies.

52. Without limiting the generality of the preceding paragraph, the Proposal Trustee or its counsel shall not have any liability whatsoever to any person or party, including, without limitation, any Potential Bidder, Bidder, Qualified Bidder, Back-Up Bidder, Successful Bidder, the Companies, or any other creditor or other stakeholder of the Companies, for any act or omission related to the process contemplated by this SISP, except to the extent of its wilful misconduct or gross negligence. By submitting a Bid, each Bidder shall be deemed to have agreed that it has no claim against the Proposal Trustee or its counsel for any reason whatsoever.

53. Participants in the SISP are responsible for all costs, expenses and liabilities, including, without limitation, finder's fees, broker's fees or any similar fees, incurred by them in connection with the submission of any Bid, due diligence activities and any further negotiations or other actions whether or not they lead to the consummation of a transaction.

54. The Proposal Trustee, with the approval of the Companies, shall have the right to modify the SISP if, in its reasonable business judgment, such modification would enhance the process or better achieve the objectives of the SISP; provided that the service list maintained in these Proposal Proceedings shall be advised of any substantive modification to the procedures set forth herein.

55. The Proposal Trustee may seek Court approval of one or more amendments to the SISP and may seek the Court's directions in respect of the implementation of the SISP.

Schedule "A"

Address of Proposal Trustee

To the Proposal Trustee:

Alvarez & Marsal Canada Inc.
Bow Valley Square 4
Suite 1110, 250 6th Avenue SW
Calgary AB T2P 3H7
Canada

Attention: Orest Konowalchuk
Duncan MacRae

Email: okonowalchuk@alvarezandmarsal.com
dmacrae@alvarezandmarsal.com

Deliveries pursuant to this SISP by email shall be deemed to be received when sent. In all other instances, deliveries made pursuant to this SISP shall be deemed to be received when delivered to the address as identified above.

APPENDIX G



August 13, 2026

Delivered by email

McMillan LLP
#1700, 421 7th Avenue S.W.
Calgary, Alberta T2P 4K9

Attention: Tevia R.M. Jeffries and Preet Saini

Dear Ms. Jeffries and Mr. Saini:

Re: In the Matter of the Bankruptcy and Insolvency Act, RSC 1985, c B-3, as amended, and in the Matter of the Notice of Intention to Make a Proposal of AdvEn Inc. and AdvEn Industries Inc.
Court File Nos. 24-3400057 and 25-3400059
Estate Nos. 24-3400057 and 25-3400059
Court of King's Bench of Alberta, Judicial Centre of Calgary
Application returnable August 19, 2026
Our client: 2815793 Alberta Ltd.
Your file: 327410

We are counsel to Secure Property Development & Investment PLC ("**SPDI**") and 2815793 Alberta Ltd. (the "**DIP LenderCo**"). We write with respect to the application of AdvEn Inc. and AdvEn Industries Inc. (together, the "**Applicants**") returnable before the Honourable Justice Dunlop in Commercial Chambers on August 19, 2026 at 3:00 p.m. (the "**Application**").

Both SPDI and the DIP LenderCo are a secured creditor of each of the Applicants. With respect to Dip LenderCo, the Applicants are indebted to it in the amount of USD 552,445 in respect of advances made before July 20, 2026. That indebtedness is evidenced by a grid promissory note effective May 19, 2026 and secured by a general security agreement of the same date over all present and after acquired real and personal property of each Applicant. Security was registered under the Personal Property Security Act (Alberta) on July 9, 2026 against each of AdvEn Inc. and AdvEn Industries Inc. That registration was effected by your firm.

We received the Application, the draft Order, the sale and investment solicitation process (the "**SISP**") and the Affidavit of Ingo Mueller sworn August 8, 2026 (the "**Mueller Affidavit**") on August 10, 2026.

SPDI and the DIP LenderCo objects to the Application in whole. In particular, the DIP LenderCo's objections include, without limitation, that:

(a) it has lost confidence in the management of the Applicants;

(b) it does not accept the interim financing to be provided by 2841034 Alberta Ltd., or the charge sought in favour of 2841034 Alberta Ltd. over the property of the Applicants, which would rank ahead of the registered security of the DIP LenderCo;

(c) its concerns include that the proposed interim financing is not at arm's length. 2841034 Alberta Ltd. was incorporated on August 5, 2026. Its only directors are Michael Khorassani and Jacques Demers, each of whom was then a director of the DIP LenderCo. Its registered office and agent for service are those recorded on the incorporation of the DIP LenderCo. None of that appears in the Application, the draft Order, the SISP or the Mueller Affidavit; particulars will be set out in the responding materials;

(d) it does not accept the SISP, and in particular those provisions of the SISP that confer advantages on 2841034 Alberta Ltd. as a bidder that are conferred on no other secured creditor; and

(e) it does not accept that there has been full and frank disclosure in these proceedings.

We want to cross-examine Mr. Mueller on the Mueller Affidavit. Please let us know when he is available to be produced.

Before questioning, and before the responding materials can be completed, it would be efficient if you could provide to us the registered and beneficial shareholders of 2841034 Alberta Ltd.

We also reiterate the request made to yesterday morning concerning the bank account of the DIP LenderCo. Our understanding remains that Mr. Mueller has not passed access to that account or signing authority to Michael P. Beys. Kindly arrange to have that completed today. If documentation is required, whether resolutions of the DIP LenderCo or documents to be signed by Mr. Beys personally, please send it to us and we will attend execution. If the account cannot be transferred by the end of the day today (August 13, 2026), please arrange for the USD 100,000 standing to the credit of the account to be wired to the Blue Rock Law LLP USD trust account in accordance with the wire particulars sent to you by email this morning.

Please keep Courtney Burton (courtney.burton@bluerocklaw.com) copied on all future correspondence.

Nothing in this letter, and no step taken or not taken by SPDI or DIP LenderCo, constitutes a waiver of any of their rights or remedies, all of which are expressly reserved.

Yours truly,

BLUE ROCK LAW LLP

David W Mann, KC
e: david.mann@bluerocklaw.com
a: 700 - 215 9th Ave. S.W. Calgary, AB
w: www.bluerocklaw.com

cc: Courtney Burton, Blue Rock Law LLP, by email
Orest Konowalchuk, Alvarez & Marsal Canada Inc., by email
Duncan MacRae, Alvarez & Marsal Canada Inc., by email
Client, by email