

COURT FILE NUMBER	25-3400059
COURT	COURT OF KING'S BENCH OF ALBERTA
JUDICIAL CENTRE	CALGARY
	AND IN THE MATTER OF THE *BANKRUPTCY AND INSOLVENCY ACT*, RSC 1985, c B-3, AS AMENDED
APPLICANTS	IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A PROPOSAL OF ADVEN INC. AND ADVEN INDUSTRIES INC.
DOCUMENT	**SECOND REPORT OF ALVAREZ & MARSAL CANADA INC. IN ITS CAPACITY AS PROPOSAL TRUSTEE UNDER THE NOTICE OF INTENTION TO MAKE A PROPOSAL** **September 25, 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

TABLE OF CONTENTS

INTRODUCTION 3

PURPOSE 6

TERMS OF REFERENCE 6

LIMITATION IN SCOPE OF REVIEW 7

ACTIVITIES OF THE COMPANIES AND THE PROPOSAL TRUSTEE 7

SALE AND INVESTMENT SOLICITATION PROCESS UPDATE 9

ACTUAL CASH FLOW RESULTS COMPARED TO FORECAST 9

UPDATED CF FORECAST 12

APPLICATION TO EXTEND THE TIME TO FILE A PROPOSAL 14

PROPOSAL TRUSTEE'S RECOMMENDATIONS 16

LISTING OF APPENDICES

APPENDIX A Updated CF Forecast

INTRODUCTION

1. On July 20, 2026 (the "**Filing Date**"), AdvEn Inc. 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**", 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. Pursuant to subsection 50.4(8) of the BIA, the initial 30-day NOI period during which the Companies were required to file a proposal under the NOI Proceedings was set to expire on August 19, 2026, unless further extended by order of this Court (the "**Stay Period**").

3. On August 19, 2026, this Honourable Court granted an order (the "**August 19th Order**"), among other things:

    a) administratively consolidating the NOI Proceedings under Estate No. 25-3400059 (AdvEn Industries' estate) (the "**Administrative Consolidation**");

    b) authorizing and empowering the Companies to obtain and borrow under a credit facility (the "**Interim Financing Facility**") provided by 2841034 Alberta Ltd. (the "**Interim Lender**"), on the terms and conditions specified in the interim financing agreement dated August 19, 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 over the Companies' present and after-acquired assets, property and undertakings (the "**Property**") in favour of 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 against the Property in favour of 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 not already covered by insurance, up to the maximum amount of $100,000 (the "**D&O Charge**");

e) granting a charge against the Property in favour of 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 "**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 Property, including liens and trusts created by federal and provincial legislation, and that the 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 (the "**First Stay Extension**").

4. On August 26, 2026, Secure Property Development and Investment PLC and 2815793 Alberta Ltd. (the "**Appellants**") filed a Civil Notice of Appeal (the

"**Notice of Appeal**") in the proceedings at the Court of Appeal of Alberta (the "**Court of Appeal**"), appealing all relief granted in the August 19th Order except for the Administrative Consolidation and the First Stay Extension (the "**Appeal**"). The Proposal Trustee filed a report to the Court of Appeal in relation to this matter on September 18, 2026.

5. On September 14, 2026, AdvEn filed an application with the Court of Appeal to, among other things, strike the Notice of Appeal on the grounds that (a) subsections 193(a) and 193(c) of the BIA do not apply and permission to appeal under section 193(e) is therefore required, and (b) as the Appellants have not sought or obtained permission, the Notice of Appeal is of no force and effect pursuant to Rule 31(2) of the *Bankruptcy and Insolvency General Rules*, CRC, c 368 and Rule 14.37(c) of the *Alberta Rules of Court*, AR 124/2010. In the alternative, should the Court of Appeal determine that the Appellants have a right of appeal under subsections 193(a) and 193(c) of the BIA, AdvEn seeks the lifting of the automatic stay of proceedings imposed by section 195 of the BIA.

6. On September 16, 2026, the Appellants filed an application with the Court of Appeal to, among other things, seek a declaration that leave to appeal was not required and, in the alternative, to seek leave to appeal (in the event required under section 193(e) of the BIA).

7. The parties' respective applications were heard by the Court of Appeal on September 23, 2026. The Court of Appeal's decision is reserved and has yet to be released as at the date hereof.

8. On September 23, 2026, the Companies served a notice of application to the service list of interested parties maintained in the NOI Proceedings, seeking, among other things, an order extending the Stay Period to and including November 17, 2026 (the "**Second Stay Extension**"). The duration of the Second Stay Extension is subject to the outcome of the Court of Appeal's reserved decision and to AdvEn having

sufficient liquidity to continue operations and fund these NOI Proceedings. The Companies' application is set to be heard on October 1, 2026.

PURPOSE

9. The purpose of this second 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 activities of the Companies and the Proposal Trustee since the Filing;

    b) the Companies' intended next steps, including an update to the SISP;

    c) the Companies' actual cash flow receipts and disbursements as compared to the original cash flow forecast for the period of August 1, 2026 to September 18, 2026 (the "**Previous CF Forecast**") as presented in the first report of the Proposal Trustee (the "**First Report**");

    d) the updated cash flow forecast (the "**Updated CF Forecast**") for the period of September 19, 2026 to November 20, 2026;

    e) the Companies' request for the Second Stay Extension; and

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

TERMS OF REFERENCE

10. 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.

11. 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.

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

LIMITATION IN SCOPE OF REVIEW

13. 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.

14. 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.

15. 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.

16. 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.

ACTIVITIES OF THE COMPANIES AND THE PROPOSAL TRUSTEE

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

    a) the Companies prepared for and attended at the Court to obtain the August 19th Order;

b) the Proposal Trustee filed the First Report and attended at the Court on August 19, 2026;

c) Management, the Proposal Trustee, the Proposal Trustee's legal counsel and the Companies' legal counsel held numerous discussions relating to matters relevant to the NOI Proceedings;

d) the Proposal Trustee reviewed and discussed weekly payables with the Companies;

e) the Proposal Trustee provided continued monitoring of the Companies' actual cash flow results and evaluating the Companies' cash flow requirements;

f) the Proposal Trustee maintained and updated the case website;

g) the Proposal Trustee, in consultation with the Companies, established and launched the SISP to solicit interest in and consummate a transaction in respect of the Companies' business and Property, and prepared materials with respect to the same, including launching a virtual data room;

h) the Proposal Trustee delivered a non-confidential teaser, a proposed form of confidentiality agreement, and the SISP procedure to a list of potential bidders, including strategic partners and capital providers;

i) the Proposal Trustee prepared and disseminated notice of the SISP in the *Calgary Herald* on August 26, 2026;

j) the Proposal Trustee prepared a report for the Court of Appeal in connection with the applications heard on September 23, 2026;

k) the Proposal Trustee attended at the hearing before the Court of Appeal on September 23, 2026;

l) Management, with the assistance of the Proposal Trustee, prepared the Updated CF Forecast which, along with applicable notes and assumptions, is attached as Appendix "**A**"; and

m) the Proposal Trustee prepared this Report in connection with the Companies' application scheduled for October 1, 2026.

SALE AND INVESTMENT SOLICITATION PROCESS UPDATE

18. On August 21, 2026, the Proposal Trustee launched the SISP. Since then, the Proposal Trustee has opened and managed the virtual data room, posted an advertisement in the *Calgary Herald*, and negotiated confidentiality agreements with interested parties. The Proposal Trustee will provide a full update regarding the steps taken and the status of the SISP in a subsequent report.

19. As described above, on August 26, 2026, the Appellants filed the Notice of Appeal, appealing, among other things, the SISP. Given the Appeal and the Appellants' position that an automatic stay is in place with respect to the August 19th Order, the Proposal Trustee has not taken any steps to advance the SISP beyond populating information in, and providing potential bidders access to, the virtual data room.

20. In the Proposal Trustee's respectful view, enabling due diligence to continue during the interim is in the best interests of all stakeholders, as it will provide for an efficient resumption of a SISP following resolution of the Appeal. The existing milestone deadlines will be revised to allow all potential bidders an opportunity to perform diligence and submit a bid in Phase I of the SISP.

ACTUAL CASH FLOW RESULTS COMPARED TO FORECAST

21. Management, with the assistance of the Proposal Trustee, prepared the Previous CF Forecast for the period of August 1, 2026 to September 18, 2026 (the "**Previous Forecast Period**").

22. Actual receipts and disbursements for the seven-week period ending September 18, 2026 (the "**Reporting Period**"), as compared to the Previous Forecast Period, are summarized in the following table:

AdvEn Inc. & AdvEn Industries Inc. **Variance Analysis - August 1, 2026 to September 18, 2026** *$CAD 000's*	***Notes***	**Actual**	**Forecast**	**Variance**
Cash Receipts				
SR&ED Payment Canada	*a*	-	590	(590)
GST Refunds		101	98	3
Total Cash Receipts		**101**	**688**	**(587)**
Cash Disbursements				
Payroll & Benefits		(132)	(134)	2
Contractors & Consultants	*b*	(177)	(587)	410
Operating Costs	*b*	(9)	(60)	51
Rent & Insurance		(92)	(114)	22
General & Administrative		(7)	(8)	1
Operating Contingency		-	(70)	70
Debtor's Counsels' Fees	*c*	(216)	(170)	(46)
Proposal Trustee's Fees		(143)	(204)	61
Proposal Trustee's Counsels' Fees		(122)	(145)	23
Total Cash Disbursements		**(898)**	**(1,492)**	**594**
Net Cash Flow		**(797)**	**(804)**	**7**
Opening Cash		952	953	(1)
Net Cash Flow		(797)	(804)	7
Interim Financing Draws	*d*	-	910	(910)
Ending Cash		**155**	**1,059**	**(904)**

23. During the Reporting Period, the primary variances include:

a) a temporary negative timing variance of $307,000 relating to Scientific Research & Experimental Development ("**SR&ED**") credit collection, as a result of a delay in the timing of the application submission, and a permanent negative variance of $283,000 as a result of a reduction of expected credits related to the underlying application;

b) temporary positive timing variances on contractor and operating costs as a result of certain facility and operations with related costs, including contractor onboardings, and lab equipment and engineering consulting fees, being deferred (given the Appellants' position that a stay is in place);

c) a permanent negative variance on Companies' counsel's fees as a result of, among other things, preparing responses to the Appeal; and

d) a temporary negative timing variance on the Companies utilizing the Interim Financing Facility, pending resolution of the Appeal. While the Interim Financing Facility was funded by the Interim Lender to an account held by the Proposal Trustee prior to the Notice of Appeal having been delivered (and is accruing interest to the Interim Lender), the proceeds of the facility have not yet been funded to the Companies.

24. As part of the Proposal Trustee's ongoing review and discussion of weekly payables with the Companies, the Proposal Trustee observed that compensation payments to Ingo Mueller (CEO of the Companies), were being made in equal amounts to two different companies, Heritage Foundation Corp. and Capital Fusion Group BV. Mr. Mueller has advised that he is the sole shareholder for Heritage Foundation Corp. and Capital Fusion Group BV. The Proposal Trustee observed that several other parties affiliated with AdvEn were listed on the Capital Fusion Group BV website. Mr. Mueller advised the Proposal Trustee that these individuals are affiliates listed on the website for promotional purposes only and have no ownership interest in Capital Fusion Group BV, and do not receive any compensation from Capital Fusion Group BV. Regardless, the Proposal Trustee understands that Mr. Mueller's future compensation will be made exclusively to the Heritage Foundation Corp. going forward.

UPDATED CF FORECAST

25. Management, with the assistance of the Proposal Trustee, prepared the Updated CF Forecast for the Companies for the period of September 19, 2026 to November 20, 2026 and it is attached as Appendix "**A**". The notes to the Updated CF Forecast are an integral part of, and should be read in conjunction with, the Updated CF Forecast.

26. The Updated CF Forecast contemplates two scenarios:

    a) the first scenario contemplates that the Interim Lender's Charge is stayed and the Companies do not use the funds drawn (*i.e.*, the current scenario). In that scenario, the Companies are anticipated to go into a negative balance in the week of September 25, 2026;[1] and

    b) the second scenario contemplates that the Interim Lender's Charge is not subject to a stay and the funds under the Interim Financing Facility are immediately available to the Companies in accordance with the terms of the Interim Financing Agreement. In that scenario, the Companies' Updated Cash Flow Forecast shows that if the Proposal Trustee advances the Interim Financing to the Companies, the Companies' Updated CF Forecast suggests a positive cash balance can be maintained until November 17, 2026.

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

[1] The Companies may have some limited ability to revise the timing for payment of certain disbursements week-to-week.

AdvEn Inc. & AdvEn Industries Inc. 9-week Cash Flow Projection $CAD 000's	*Notes* *week ended*	9-week total Total
Cash Receipts		
SR&ED Payment Canada	*a*	307
Tax Refunds	*a*	6
WCB Refund		31
Total Cash Receipts		**344**
Cash Disbursements		
Payroll & Benefits	*b*	(97)
Contractors & Consultants	*b*	(264)
Operating Costs	*b*	(86)
Rent & Insurance	*b*	(132)
General & Administrative	*b*	(37)
Operating Contingency	*b*	(90)
Professional Fees	*c*	(680)
Total Cash Disbursements		**(1,386)**
Net Cash Flow		**(1,042)**

Weekly Cash & Funding Projection $CAD 000's		9-week total Total
Interim Financing Facility		
Available Beginning of Period	*d*	759
Additional Borrowing		140
Draws on Facility		(899)
Repayment		-
Available Ending of Period		**-**
Current Scenario (Interim Financing Charge Stayed)		
Cash		
Beginning of Period		155
Net Cash Flow		(1,042)
Interim Financing Facility		-
Ending of Period		**(887)**
Hypothetical Scenario (Interim Financing Charge Stay Lifted)		
Beginning of Period		155
Net Cash Flow		(1,042)
Interim Financing Facility		899
Ending of Period		**12**

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

a) cash receipts consist of SR&ED credits, tax, and worker's compensation board refunds;

b) cash disbursements were estimated based on historical company data for payroll costs, equipment and plant maintenance, advisors, utilities, rent, and insurance. A weekly contingency of $10,000 was applied to account for unforeseen amounts;

c) professional fees were forecast based on the expected complexity of the NOI Proceedings, including the Appeal, 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 1.383:1.000 CAD:USD.[2]

29. Given the Appeal and the Appellants' position that an automatic stay is in place, the Proposal Trustee is not prepared to release the funds to the Companies in the absence of an order from the Court of Appeal or agreement of all parties.

APPLICATION TO EXTEND THE TIME TO FILE A PROPOSAL

30. Unless it is extended, the Stay Period will expire on October 3, 2026, and the Companies are seeking an extension of the period in which they are required to file a proposal to November 17, 2026, pursuant to subsection 50.4(9) of the BIA.

[2] The Interim Lender advanced US $550,000 to the Proposal Trustee (in trust for the Companies) on August 26, 2026. 1.383:1.000 CAD:USD is the actual conversion rate of funds received on August 26, 2026, compared to 1.4:1.0 CAD:USD which was previously utilized as an illustrative estimate at the previous forecast

31. The Proposal Trustee has considered the Second Stay Extension request of the Companies and the circumstances currently facing the Companies. The Proposal Trustee is supportive of a 45-day Second Stay Extension, to November 17, 2026, which should serve to provide the Companies with the time required to allow the Companies to restructure their affairs.

32. The Proposal Trustee notes, however, that if the Court of Appeal's decision on the parties' applications is not released in the near term, the Companies may not have sufficient liquidity to continue these NOI Proceedings, resulting in a material adverse change.

33. The Proposal Trustee considered the following factors regarding the Second 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.

34. 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.

35. Subject to the Companies having sufficient liquidity, as outlined above, the Proposal Trustee is of the view that the Second 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.

36. Without an extension to the current Stay Period, the Companies will not be able to develop a proposal and restructure their affairs.

PROPOSAL TRUSTEE'S RECOMMENDATIONS

37. The Proposal Trustee respectfully recommends that this Honourable Court approve extending the Stay Period within which the Companies are required to file a proposal to its creditors by an additional 45 days to November 17, 2026.

All of which is respectfully submitted this 25th day of September, 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

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 November 20, 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 September 19, 2026, to November 20, 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) and the Worker's Compensation Board of Alberta.

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, and 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 September 24, 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

AdvEn Inc. & AdvEn Industries Inc. 9-week Cash Flow Projection $CAD 000's	*Notes* week ended	Week 1 25-Sep-26	Week 2 2-Oct-26	Week 3 9-Oct-26	Week 4 16-Oct-26	Week 5 23-Oct-26	Week 6 30-Oct-26	Week 7 6-Nov-26	Week 8 13-Nov-26	Week 9 20-Nov-26	9-week total Total
Cash Receipts											
SR&ED Payment Canada	*1*	-	-	-	307	-	-	-	-	-	307
Tax Refunds	*1*	2	-	-	-	2	-	-	-	2	6
WCB Refund	*1*	-	-	31	-	-	-	-	-	-	31
Total Cash Receipts		**2**	**-**	**31**	**307**	**2**	**-**	**-**	**-**	**2**	**344**
Cash Disbursements											
Payroll & Benefits	*2*	-	(45)	-	-	-	(52)	-	-	-	(97)
Contractors & Consultants	*3*	(1)	(69)	(9)	-	(1)	-	(183)	-	(1)	(264)
Operating Costs	*4*	(14)	(41)	(2)	(2)	(2)	(8)	(2)	(12)	(3)	(86)
Rent & Insurance	*5*	-	(66)	-	-	-	-	(44)	(5)	(17)	(132)
General & Administrative	*6*	(6)	(9)	-	-	(7)	(6)	-	(9)	-	(37)
Operating Contingency	*7*	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(10)	(90)
Professional Fees	*8*	(160)	(65)	(65)	(65)	(65)	(65)	(65)	(65)	(65)	(680)
Total Cash Disbursements		**(191)**	**(305)**	**(86)**	**(77)**	**(85)**	**(141)**	**(304)**	**(101)**	**(96)**	**(1,386)**
Net Cash Flow		**(189)**	**(305)**	**(55)**	**230**	**(83)**	**(141)**	**(304)**	**(101)**	**(94)**	**(1,042)**

Weekly Cash & Funding Projection $CAD 000's	*Notes* week ended	Week 1 25-Sep-26	Week 2 2-Oct-26	Week 3 9-Oct-26	Week 4 16-Oct-26	Week 5 23-Oct-26	Week 6 30-Oct-26	Week 7 6-Nov-26	Week 8 13-Nov-26	Week 9 20-Nov-26	9-week total Total
Interim Financing Facility											
Available Beginning of Period		759	140	140	140	140	140	-	-	-	759
Additional Borrowing		140	-	-	-	-	-	-	-	-	140
Draws on Facility		(759)	-	-	-	-	(140)	-	-	-	(899)
Repayment		-	-	-	-	-	-	-	-	-	-
Available Ending of Period		**140**	**140**	**140**	**140**	**140**	**-**	**-**	**-**	**-**	**-**
Current Scenario (Interim Financing Charge Stayed)											
Cash											
Beginning of Period		155	(34)	(339)	(394)	(164)	(247)	(388)	(692)	(793)	155
Net Cash Flow		(189)	(305)	(55)	230	(83)	(141)	(304)	(101)	(94)	(1,042)
Interim Financing Facility	*9*	-	-	-	-	-	-	-	-	-	-
Ending of Period		**(34)**	**(339)**	**(394)**	**(164)**	**(247)**	**(388)**	**(692)**	**(793)**	**(887)**	**(887)**
Hypothetical Scenario (Interim Financing Charge Stay Lifted)											
Beginning of Period		155	725	420	365	595	512	511	207	106	155
Net Cash Flow		(189)	(305)	(55)	230	(83)	(141)	(304)	(101)	(94)	(1,042)
Interim Financing Facility	*9*	759	-	-	-	-	140	-	-	-	899
Ending of Period		**725**	**420**	**365**	**595**	**512**	**511**	**207**	**106**	**12**	**12**

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 September 24, 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