



ksv advisory inc.
324-8th Avenue SW, Suite 1165
Calgary, AB
T +1 587287 2670
F +1 416 932 6266

ksvadvisory.com

September 23, 2024

TO: ALL KNOWN CREDITORS

Re: 420 INVESTMENTS LTD., 420 PREMIUM MARKETS LTD., GREEN ROCK CANNABIS (EC 1) LIMITED, AND 420 DISPENSARIES LTD.

As you are aware, on May 29, 2024, the 420 Investments Ltd., 420 Premium Markets Ltd., and Green Rock Cannabis (EC 1) Limited (“**NOI Entities**”) commenced restructuring proceedings by filing a Notice of Intention to Make a Proposal (“**NOI**”) pursuant to Section 50.4(1) the *Bankruptcy and Insolvency Act* (Canada), R.S.C. 1985, c. B-3 and KSV Restructuring Inc. (“**KSV**”) was appointed as Proposal Trustee.

On September 19, 2024, the NOI Entities and 420 Dispensaries Ltd (together with the NOI Entities, “**the Companies**”, “**FOUR20**” or “**the Applicants**”) sought to terminate the NOI proceedings and sought protection under the *Companies’ Creditors Arrangement Act* (“**CCAA**”). Pursuant to an initial order (the “**Initial Order**”) granted by the Court of King’s Bench of Alberta (the “**Court**”) which ordered and declared, amongst other things: (i) the FOUR20 group are companies to which the CCAA applies; (ii) continuation of the NOI proceedings under the CCAA; (iii) a stay of proceedings against the Companies; and (iv) the termination of the NOI proceedings. Pursuant to the Initial Order, KSV was appointed as the Court-appointed monitor (the “**Monitor**”). Further on September 19, 2024, the Court issued an amended and restated initial order (the “**Amended and Restated Initial Order**”).

The purpose of the CCAA proceeding is: (i) for the Companies to remain in a formal process for the benefit of its creditors and stakeholders; and (ii) undertake a Court-supervised sale and investment solicitation process (the “**SISP**”) to enter into a sale or other strategic transaction in respect of the Companies and/or their assets.

Pursuant to the Amended and Restated Initial Order, a stay of proceedings remains in place until December 16, 2024 (the “**Stay of Proceedings**”). The Court may extend the Stay of Proceedings from time to time.

As mentioned above, the Applicants have been authorized by the Court to conduct a SISP to identify a value-maximizing transaction for their assets. The SISP has been developed in consultation with key stakeholders and is designed to achieve the best available solution for the Applicants and their stakeholders.

Please note that during the CCAA proceedings, among other relief provided for in the Amended and Restated Initial Order:

- *all persons having: (i) statutory or regulatory mandates for the supply of goods and/or services; or (ii) oral or written agreements or arrangements with the Applicants, including without limitation all computer software, communication and other data services, centralized banking services, payroll services, insurance, transportation, services, utility or other services to the Business or the Applicants are hereby restrained until further order of this Court from discontinuing, altering, interfering with, suspending or terminating the supply of such goods or services as may be required by the Applicants or exercising any other remedy provided under such agreements or arrangements; and*

- *no proceeding or enforcement process in any court (each, a "Proceeding") shall be commenced or continued against or in respect of the Applicants or the Monitor, or affecting the Business or the Property, except with leave of this Court, and any and all Proceedings currently under way against or in respect of the Applicants or affecting the Business or the Property are hereby stayed and suspended pending further order of this Court.*

A copy of the materials filed in the restructuring proceedings are available on the Monitor's website at www.ksvadvisory.com/experience/case/420.

Yours very truly,

A handwritten signature in blue ink that reads "KSV Restructuring Inc." The signature is written in a cursive, flowing style.

**KSV RESTRUCTURING INC.
IN ITS CAPACITY AS COURT-APPOINTED CCAA MONITOR OF
420 INVESTMENTS LTD., 420 PREMIUM MARKETS LTD.,
GREEN ROCK CANNABIS (EC 1) LIMITED AND 420 DISPENSARIES LTD.
AND NOT IN ITS PERSONAL OR CORPORATE CAPACITY**