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COURT

COURT OF KING'S BENCH OF ALBERTA

JUDICIAL CENTRE

CALGARY

PROCEEDING

IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE  
A PROPOSAL OF 420 INVESTMENTS LTD., 420 PREMIUM  
MARKETS LTD. AND GREEN ROCK CANNABIS (EC 1)  
LIMITED

C90615

AND

IN THE MATTER OF THE COMPANIES CREDITORS  
ARRANGEMENT OF 420 INVESTMENTS LTD., 420 PREMIUM  
MARKETS LTD., GREEN ROCK CANNABIS (EC 1) LIMITED  
AND 420 DISPENSARIES LTD.

DOCUMENT

THIRD REPORT OF THE PROPOSAL TRUSTEE AND PRE-  
FILING REPORT OF THE PROPOSED MONITOR

SEPTEMBER 12, 2024

ADDRESS FOR  
SERVICE AND  
CONTACT  
INFORMATION OF  
PARTY FILING THIS  
DOCUMENT

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## 1.0 Introduction

1. This report (this “**Report**”) is filed by KSV Restructuring Inc. (“**KSV**”), in its capacity as: (i) proposal trustee (in such capacity, the “**Proposal Trustee**”) in connection with the Notices of Intention to Make a Proposal (“**NOI**”) filed on May 29, 2024 (the “**NOI Filing Date**”) by 420 Investments Ltd., 420 Premium Markets Ltd., and Green Rock Cannabis (EC 1) Limited (collectively, the “**NOI Entities**”) pursuant to Section 50.4(1) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3, as amended (the “**BIA**”) (the “**NOI Proceedings**”); and (ii) the proposed monitor (the “**Proposed Monitor**”) in the proposed proceedings of the NOI Entities and 420 Dispensaries Ltd. (together with the NOI Entities, the “**Companies**” or “**FOUR20**”) under the *Companies’ Creditors Arrangement Act*, R.S.C. 1985, c C-36, as amended (the “**CCAA**”) (the “**CCAA Proceeding**”) pursuant to an initial order, among other things, granting the Companies relief under the CCAA, and appointing KSV as monitor in these proceedings (if appointed, the “**Monitor**”).
2. Copies of the certificates of filing issued by the Office of the Superintendent of Bankruptcy for the NOI Proceedings were collectively appended to the first report of the Proposal Trustee (the “**First Report**”), which was dated June 24, 2024.

### 1.1 NOI Proceedings Background

1. On June 27, 2024, NOI Entities were granted an Order (the “**First Extension Order**”) by the Court of King’s Bench of Alberta (the “**Court**”) which included, amongst other matters, relief for the following:
  - a) extending the period in which the NOI Entities can make proposals to their creditors in the NOI Proceedings and the stay of proceedings up to and including August 12, 2024;
  - b) consolidating the NOI Proceedings for procedural purposes;
  - c) granting the following charges against the NOI Entities’ current and future assets, undertakings and properties of every nature and kind whatsoever (including all real and personal property), and wherever situated, including all proceeds thereof (collectively the “**Property**”) in the following relative priorities:

- i. First – a charge to not exceed \$300,000 as security for the fees and disbursements of the Proposal Trustee, the Proposal Trustee’s counsel, Bennett Jones LLP, and the NOI Entities’ counsel, Stikeman Elliott LLP (“**Stikeman**”) (the “**Administration Charge**”);
  - ii. Second – a charge in favour of the NOI Entities’ directors and officers to a maximum amount of \$433,000 (the “**D&O Charge**”); and
  - iii. Third – a charge in favour of the Key Employee Retention Plan for amounts payable to certain key employees up to a maximum amount of \$373,928.17 (the “**KERP Charge**”, and together with the Administration Charge and the D&O Charge, the “**Charges**”).
2. On August 12, 2024, the Court granted two Orders, which, amongst other matters:
  - i. extended the period in which NOI Entities can make a proposal to its creditors and the stay of proceedings from August 12, 2024 up to and including September 26, 2024; and
  - ii. provided direction to the Commercial Coordinator to schedule a half-day application for the appeal of the judgment of Applications Judge J.R. Farrington dated February 7, 2024 (the “**Appeal**”).

## 1.2 Purposes of this Report

1. The Companies have filed an application (the “**Application**”), to be heard by this Court on September 19, 2024, seeking judicial approval to transition these NOI Proceedings into a single consolidated CCAA Proceeding. The principal purposes for transitioning into the CCAA Proceeding are: (i) for the NOI Entities to remain in a formal judicially supervised process providing breathing room for the benefit of their creditors and stakeholders; (ii) to undertake a Court-supervised sale and investment solicitation process (the “**SISP**”) allowing for a strategic transaction or investment in respect of the Companies and/or their assets; and (iii) to complete a claims procedure to identify and quantify all valid amounts claimed by known and unknown creditors for the purposes of facilitating a plan of arrangement or compromise following the conclusion of the SISP (the “**Claims Procedure**”).

2. This Report is intended to provide the Court with further information related to the relief sought by the Companies in their Application scheduled for September 19, 2024. This Report specifically provides information regarding:
- a) the background on certain of the Companies and the reasons for transitioning to the CCAA Proceeding;
  - b) the Proposal Trustee's activities since the second report of the Proposal Trustee, dated August 8, 2024 (the "**Second Report**");
  - c) the NOI Entities' activities since the Second Report of the Proposal Trustee;
  - d) the Proposal Trustee's comments and report on the NOI Entities' cash flow statement for the period commencing on August 5, 2024 and ending September 29, 2024 (the "**Third Cash Flow Statement**") filed in the Proceedings pursuant to section 50.4(2)(a) of the BIA
  - e) the NOI Entities' actual performance to date versus the Third Cash Flow Statement;
  - f) the Proposed Monitor's comments and report on the Companies' cash flow statement for the period commencing on September 9, 2024 and ending December 16, 2024 (the "**Fourth Cash Flow Statement**");
  - g) KSV's qualifications to act as Monitor;
  - h) FOUR20's Application for an Order (the "**Initial Order**") which includes, amongst other matters, the following relief:
    - i. declaring that the FOUR20 group are companies to which the CCAA applies;
    - ii. declaring the NOI Proceedings of the NOI Entities is taken up and continued under the CCAA, pursuant to section 11.6(a) of the CCAA;
    - iii. declaring that Division I of the Part III of the BIA has no further application to the NOI Entities;
    - iv. terminating the NOI Proceedings;

- v. deeming the NOI filed by the NOI Entities to be withdrawn;
  - vi. granting a stay of all proceedings, rights, and remedies against or in respect of the Companies not exceeding 10 days following this Application (the “**Stay Period**”); and
  - vii. confirming the grant and priority of the Charges pursuant to the First Stay Extension Order in the NOI Proceedings, and taking up such charges and amounts under the CCAA Proceeding except for the KERP Charge, which shall be reduced based on the amounts paid out to date to eligible recipients.
- i) the Companies’ Application for an amended Initial Order (the “**Amended and Restated Initial Order**”) which, amongst other matters, extends the Stay Period to, and including, December 16, 2024.
  - j) the Companies’ Application for a sale and investment solicitation process order (the “**SISP Order**”) which includes, amongst other matters, approval of the SISP;
  - k) the Companies’ Application for an Order approving the solicitation, determination and resolution of claims against the Companies (the “**Claims Procedure Order**”);
  - l) the Proposed Monitor’s comments and recommendations in relation to the Companies’ Application; and
  - m) the independent security review obtained by the Proposal Trustee in relation to secured debt held by High Park Shops Inc. (“**High Park**”), Nomos Capital I, L.P. (“**Nomos**”) and Stoke Canada Finance Corp. (“**Stoke**”).

### 1.3 Scope and Terms of Reference

1. In preparing this Report, the Proposed Monitor and Proposal Trustee have relied upon the Companies’ unaudited financial information, books and records, information available in the public domain and discussions with the Companies’ management and legal counsel.

2. The Proposed Monitor and Proposal Trustee have not audited or otherwise attempted to verify the accuracy or completeness of the financial information relied on to prepare this Report in a manner that complies with Canadian Auditing Standards (“CAS”) pursuant to the Chartered Professional Accountants of Canada Handbook and, accordingly, the Proposed Monitor and Proposal Trustee express no opinion or other form of assurance contemplated under the CAS in respect of such information. Any party wishing to place reliance on the financial information should perform its own due diligence.
3. An examination of the Third Cash Flow Statement and the Fourth Cash Flow Statement as outlined in the Chartered Professional Accountants of Canada Handbook has not been performed. Future-oriented financial information relied upon in this Report is based upon the Companies’ assumptions regarding future events; actual results achieved may vary from this information, and these variations may be material. Neither the Proposed Monitor nor the Proposal Trustee express any opinion or other form of assurance on whether the Fourth Cash Flow Statement will be achieved.
4. This Report should be read in conjunction with the materials filed by the Companies, including the First Affidavit of Scott Morrow, the Chief Executive Officer of the Companies, sworn June 19, 2024, the Second Affidavit of Scott Morrow, sworn August 6, 2024, the Third Affidavit of Scott Morrow, sworn September 10, 2024, and any supplemental affidavit filed by the Companies in advance of the September 19, 2024 hearing (collectively, the “**Morrow Affidavits**”). Capitalized terms not defined in this Report have the meanings ascribed to them in the Morrow Affidavits.

#### **1.4 Currency**

1. Unless otherwise noted, all currency references in this Report are in Canadian dollars.

#### **1.5 Court Materials**

1. Court materials filed in these proceedings are made available by KSV on its case website at [www.ksvadvisory.com/experience/case/420](http://www.ksvadvisory.com/experience/case/420) (the “**Case Website**”).

## 2.0 Background

1. The Companies operate as a direct-to-consumer cannabis and cannabis accessory retailer in Alberta and Ontario. A detailed background on the NOI Entities, the NOI Entities' liquidity position, and the reasons for the NOI Proceedings have been included in the First Report. As detailed in the First Report, the NOI Entities have faced financial difficulties driven primarily by unprofitable store locations and a lengthy litigation matter with Tilray Inc. ("**Tilray**") and High Park.
2. The NOI Entities are seeking to add 420 Dispensaries Inc. ("**420 Dispensaries**") as an additional applicant in the CCAA Proceeding. 420 Dispensaries is a subsidiary of 420 Investments Ltd. ("**420 Parent**") and operates as a holding company of the shares in 420 Premium Markets Ltd. ("**420 Premium**"). 420 Dispensaries has no other operations or assets other than its shares of 420 Premium.
3. Additional background and an organizational chart of the FOUR20 group is included in the Third Affidavit of Scott Morrow.

## 3.0 Activities of the NOI Entities and Proposal Trustee

### 3.1 Activities of the Proposal Trustee

1. Since its Second Report, the Proposal Trustee has performed the following key activities:
  - a) attending ongoing meetings with management to discuss the proposal process, the SISF, and the Claims Procedure;
  - b) assisting the NOI Entities with their communications to both internal and external stakeholders;
  - c) monitoring the affairs of the NOI Entities' business including reviewing financial information with management;
  - d) assisting in preparing the Fourth Cash Flow Statement;



- e) corresponding and holding numerous discussions with management and Stikeman with respect to general filing matters and specific matters related to the potential CCAA Proceeding, the development of the SISP, and the Claims Procedure;
- f) corresponding and holding numerous discussions with various stakeholders, and/or respective legal counsel to stakeholders;
- g) responding to calls and emails from creditors, suppliers, landowners, and other stakeholders;
- h) maintaining the Case Website; and
- i) preparing this Report.

### **3.2 Activities of the NOI Entities**

1. The Proposal Trustee has observed certain key activities of the NOI Entities since the Second Report, such as:
  - a) continuing their efforts to improve the operations of the business and managing day-to-day operations;
  - b) communicating with various stakeholders and creditors regarding the NOI Proceedings, in consultation with the Proposal Trustee;
  - c) with the assistance of the Proposal Trustee, responding to various questions by vendors;
  - d) corresponding with the NOI Entities' legal counsel, Stikeman, and the Proposal Trustee and assisting in the development of the SISP and the Claims Procedure;
  - e) communicating on an ongoing basis with certain creditors and/or their advisors;
  - f) reporting to the Proposal Trustee on a weekly basis in respect of the NOI Entities' receipts and disbursements;

- g) working with the Proposal Trustee in preparing the Fourth Cash Flow Statement and providing variance reporting against the Third Cash Flow Statement; and
- h) working with its legal counsel and the Proposed Monitor to prepare materials for this Application.

## 4.0 Cash Flow Statement

1. Pursuant to the BIA, the NOI Entities prepared the Third Cash Flow Statement for the extended stay period. The Third Cash Flow Statement for the period ending September 29, 2024, together with management's Report on the Cash-Flow Statement as required by subsection 50.4(2)(c) of the BIA and the Proposal Trustee's Report as required by subsection 50.4(2)(b), are collectively attached hereto as **Appendix "A"**.
2. Based on the Proposal Trustee's review of the Third Cash Flow Statement, there are no material assumptions that seem unreasonable.

### 4.1 Performance Against the Third Cash Flow Statement

1. In accordance with section 50.4(7)(b)(ii) of the BIA, the Proposal Trustee has continued to review and evaluate the state of the NOI Entities' business and financial affairs since the NOI Filing Date.
2. The NOI Entities have remained current in respect of their obligations that have arisen since the Second Report except for the rental payments owing at the leased locations that were disclaimed during the NOI Proceedings and where landlords could apply a security deposit against the post-filing arrears owed under the disclaimed lease. Further details on the disclaimed leases are documented in the First Report. The Proposed Monitor understands that applications by 2 landlords challenging the disclaimers will be heard by this Court at a future application and that the transition to the CCAA Proceedings is not intended to prevent these challenges.
3. A review process was established with the NOI Entities to review weekly cash variances. A comparison of the NOI Entities' receipts and disbursements to the Third Cash Flow Statement for the period from the Second Report to September 8, 2024 (the "**Reporting Period**") is as follows:

Post Filing Reporting Period (\$CAD)	Actual	Third Cash Flow Statement	Favourable / (Unfavourable) Variance
Opening Cash balance	327,947	327,947	-
Receipts	2,967,666	2,786,035	181,631
Operating Disbursements	(2,776,997)	(2,725,002)	(51,995)
Net Cash Flow from Operations	190,669	61,032	129,637
Non-operating disbursements	(276,679)	(285,938)	9,258
Net Cash Flow	(86,011)	(224,906)	
Closing cash balance	241,936	103,041	

#### Proposal Trustee's Comments

4. During the Reporting Period, higher business activity resulted in more receipts than anticipated, contributing to a favourable ending cash balance and a corresponding variance from forecasted receipts.
5. Operating disbursements were approximately \$52,000 higher than projected primarily as a result of the higher business activity driving the need for increased inventory purchases. Non-operating disbursements were relatively consistent with projections.
6. The Proposal Trustee has reviewed the variances with the NOI Entities and concluded the variances are mainly attributed to favourable business activity.

#### **4.2 The Fourth Cash Flow Statement**

1. The Companies prepared the Fourth Cash Flow Statement for the purposes of the CCAA Proceeding. The Fourth Cash Flow Statement assumptions are largely consistent with the Third Cash Flow Statement assumptions except for the time period covered (which now covers the Stay Period under the CCAA Proceeding).
2. The Fourth Cash Flow Statement and the Companies' statutory report on the cash flow pursuant to Section 10(2)(b) of the CCAA is attached as **Appendix "B"**.
3. The Fourth Cash Flow Statement reflects that the Companies have sufficient liquidity for the duration of the Stay Period.

4. Based on the Proposed Monitor's review of the Fourth Cash Flow Statement, the assumptions appear reasonable. The Proposed Monitor's statutory report on the Fourth Cash Flow Statement is included in **Appendix "B"**.

## **5.0 Continuation of the NOI Proceedings Under the CCAA**

1. The Companies are seeking an order, among other things, to continue the NOI Proceedings under the CCAA and declare that Division I of Part III of the BIA has no further application to the NOI Entities.
2. In KSV's view, the continuation of the NOI Proceedings under the CCAA, terminating the NOI Proceedings and deeming the NOI filed by NOI Entities withdrawn is appropriate and will benefit the Companies' Stakeholders as: (i) the NOI Entities and their management have acted and continue to act in good faith and with due diligence in taking steps to facilitate a restructuring of the business; (ii) the continuation under the CCAA will allow for the necessary time required by the Companies to administer the SISP and close one, or more, transaction(s) which would be difficult under the NOI Proceedings due to the statutory maximum allowable stay period which would expire on November 29, 2024; (iii) it will allow for the Companies to run the Claims Process to properly quantify the Proven Claims by various creditors, assisting the SISP bidders to understand the underlying debts of the Companies; (iv) it will allow for the Appeal of Tilray and High Park's summary judgment order to proceed before Justice Feasby on October 8, 2024 providing additional clarity regarding the Tilray/High Park claim and ongoing litigation against 420 Parent; (v) no creditor will be materially prejudiced by the requested continuation of the NOI Proceedings under the CCAA.
3. As outlined in the Fourth Cash Flow Forecast, the Companies have sufficient liquidity to continue its restructuring over the forecast period under the CCAA and are not currently projected to require interim financing.
4. The NOI Entities have not filed a proposal within the meaning of the BIA under Division I of Part III of the BIA; therefore, the taking up and conversion of the NOI Proceedings under the CCAA in respect of the NOI Entities is not precluded under section 11.6 of the CCAA.

5. The FOUR20 group is a group of affiliated companies to which the section 3(1) of the CCAA applies as they are insolvent and are collectively subject to creditor claims in excess of \$5 million.

## 6.0 KSV's Qualifications to Act as Monitor

1. KSV is a licensed trustee within the meaning of subsection 2(1) of the BIA. KSV is not subject to any of the restrictions to act as Monitor set out in Section 11.7(2) of the CCAA.
2. KSV has consented to act as Monitor in these proceedings should the Initial Order be granted. A copy of KSV's consent to act as Monitor is attached hereto as **Appendix "C"**.
3. KSV was initially appointed as Proposal Trustee on May 29, 2024, to assist in the restructuring under the BIA. During this mandate, KSV has, among other things:
  - a) Completed those activities listed in the First Report, Second Report, and this Report and specifically those activities listed in Section 3.1;
  - b) Engaged legal counsel, who have also participated in certain meetings with the NOI Entities and their legal counsel;
  - c) Assisted the NOI Entities in the preparation of their cashflow forecasts;
  - d) Assisted the NOI Entities in disclaiming certain uneconomical leases;
  - e) Assisted the Companies in the preparation of the SISP and Claims Procedure; and
  - f) Prepared this Report.
4. Since being engaged as Proposal Trustee, KSV has acquired knowledge of the business and operations of FOUR20, including its key personnel, stakeholders and key issues in the proposed CCAA proceedings. As a result, KSV is able to provide a seamless and efficient transition from its role as Proposal Trustee to Monitor and immediately fulfill its duties as Monitor if the Initial Order is granted.

5. Neither KSV nor any of its representatives or affiliates has at any time in the past two years been: (a) a director, officer or employee of the Companies; (b) related to the Companies, or to any director or officer of the Companies; or (c) the auditor, accountant or legal counsel, or a partner or an employee of the auditor, accountant or legal counsel, of the Companies.

## 7.0 Sale and Investment Solicitation Process (SISP)<sup>1</sup>

1. The Companies are seeking approval of the SISP, which was developed in consultation with their legal counsel and the Proposed Monitor to solicit interest in and opportunities for an acquisition, restructuring, investment, or other form of reorganization of the Companies' business and affairs (the "**Opportunity**"). The SISP will enable the Companies to test the market and pursue a transaction or investment that maximizes value for the Companies' stakeholders.
2. Notwithstanding the Opportunity described under the SISP, in no case shall a sales proposal be considered or accepted, which includes the purchase of the ongoing litigation between 420 Parent and Tilray and High Park in the Court of King's Bench of Alberta Court File no. 2001-02873 (the "**Litigation**") or the shares of 420 Parent (the "**420 Parent Shares**") to the extent those shares could control the Litigation, until such time as the Appeal of the summary judgment order in the litigation has been finally determined.
3. The SISP will be conducted by the Proposed Monitor, with assistance from the Companies. The Proposed Monitor will provide interested parties with a teaser letter describing the Opportunity on, or before, October 4, 2024. For interested parties that have executed an NDA in a form acceptable to the Companies, the Proposed Monitor will provide them with a Confidential Information Memorandum and access to a virtual data room containing due diligence information. The SISP's two phases are:
  - a) Phase 1 – the first phase being the submission of letters of intent ("**LOI**"). Any parties wishing to submit a LOI must comply with the requirements as set out in the SISP, which includes such LOI being submitted by the Phase 1 Bid Deadline of 12:00 p.m. (Calgary time) on November 15, 2024; and

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<sup>1</sup> Capitalized terms in this section have the meaning provided to them in the SISP, unless otherwise defined herein.

- b) Phase 2 – the second phase being the submission of formal binding offers from those parties that submitted LOIs. Any qualifying party that wishes to submit a binding bid must comply with the requirements for a Qualified Bid as set out in the SISP, which includes such Qualified Bid being submitted by the Phase 2 Bid Deadline of 12:00 p.m. (Calgary time) on November 30, 2024.
4. The various key milestones of the proposed SISP are summarized below; however, interested parties are strongly encouraged to review the full terms of the SISP attached as Appendix “A” to the proposed SISP Approval Order.

<b>Milestone</b>	<b>Deadline</b>
Commencement Date	On or before September 27, 2024
Marketing Stage	On or before October 4, 2024
Phase 1 Non-Binding LOI Deadline	November 15, 2024
Phase 2 Binding Bid Deadline	November 30, 2024
Selection of the highest or best bid	December 6, 2024
Approval Order hearing	As soon as practical

## 7.1 SISP Recommendation

1. The Proposed Monitor recommends that this Court approve and authorize the SISP for the following reasons:
  - a) the SISP provides an opportunity to complete one or more transaction(s) or investment(s) that will benefit all stakeholders;
  - b) in the Proposed Monitor’s view, the duration of the SISP is sufficient to allow interested parties to perform the required diligence and submit Qualified Bids. The Proposed Monitor notes that the duration of the SISP reflects a balance between ensuring that sufficient time is available to attempt to identify a value-maximizing transaction or investment and ensuring that there is cash available to fund these proceedings. Moreover, it will allow the Monitor and Companies to conduct the Claims Process, which will provide additional clarity to bidders regarding the Proven Claims against the various Companies. Further, the Phase 2 Bid Deadline can be extended by the Proposed Monitor, in consultation with the Companies, based on

the activity levels generated by the SISP and whether sufficient cash is available;  
and

- c) as at the date of this Report, other than High Park, the Proposed Monitor is not aware of any party objecting to or concerned with the SISP, and is not aware of any party who would be prejudiced by the SISP. The Proposed Monitor has been in discussions with legal counsel for High Park and we understand High Park has concerns with respect to the 420 Parent Shares and Litigation being excluded from the SISP until after the adjudication of the Appeal. The Proposed Monitor views the approach being taken by the Companies as fair and reasonable in the circumstances as it will allow for the Appeal to be heard and determined prior to potentially including those assets in the sales process, providing more certainty to potential purchasers and/or investors thereby allowing the Companies to maximize the value of their assets to the benefit of all stakeholders.

## **7.2 Proposed Monitor as Sales Agent**

1. The Companies are seeking the Court's approval for the Proposed Monitor to conduct the SISP and provide valuation services in relation to certain offers received by the Companies during the SISP. The Proposed Monitor will also be responsible for marketing the Companies' business and assets pursuant to the proposed SISP, if approved. The Monitor has significant experience in conducting sale and investment solicitation processes of this nature, including in the cannabis market.

## **8.0 Claims Procedure<sup>2</sup>**

1. The Companies, in consultation with the Proposed Monitor, have developed the Claims Procedure to solicit and determine any and all Prefiling Claims, D&O Claims, and Restructuring Claims, each as defined in the proposed Claims Procedure Order and described below.
2. The key terms and provisions of the Claims Procedure are summarized in the following sections of this Report.

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<sup>2</sup> Capitalized terms in this section have the meaning provided to them in the Claims Procedure Order unless otherwise defined herein.



## 8.1 Notice to Creditors

1. The Claims Procedure requires a notice (the “**Notice to Claimants**”) to be published once in *The Globe and Mail* (National Edition) by the Proposed Monitor by no later than 5:00 P.M. (Calgary Time) on September 23, 2024.
2. The Proposed Monitor will post the Notice to Claimants and the Claims Procedure Order on its website, and deliver a claims package to each known creditor, on or before September 20, 2024.
3. The Proposed Monitor will work with the Companies to ensure that the list of known creditors includes:
  - a) all creditors according to the Companies’ books and records;
  - b) any party that commenced a legal proceeding against the Companies, including their directors and officers, provided that the Proposed Monitor has notice of such legal proceeding; and
  - c) any party who has contacted the Proposed Monitor during the NOI Proceedings with respect to amounts that may be owing to them by the Companies and/or the process in which they may file a claim.

## 8.2 Filing a Proof of Claim

1. Any claimant that intends to file a Proof of Claim is required to deliver the same to the Proposed Monitor on or before 5 P.M. (Calgary Time), October 20, 2024 (the “**Claims Bar Date**”), being approximately 30 days from the granting of the proposed Claims Procedure Order.
2. Any claimant that does not file a Proof of Claim prior to the Claims Bar Date, shall: (i) not be entitled to participate as a Claimant or creditor in the CCAA Proceeding; (ii) not attend or vote at a meeting in respect of such Claim; (iii) not be entitled to receive any distribution in respect of such Claim pursuant to a Plan or otherwise; and (iv) be forever extinguished and barred from making or enforcing any Claim.

### 8.3 Determination of Claims

1. The proposed Claims Procedure Order provides that:
  - a) the Proposed Monitor, in consultation with the Companies and applicable Directors and Officers named in respect of a D&O Claim, shall review all Proofs of Claim and D&O Claim received on or before the Claims Bar Date, and shall accept, revise or reject each Claim set out therein for voting and/or distribution purposes.
  - b) the Proposed Monitor shall, in consultation with the Companies and applicable Directors and Officers named in respect of such D&O Claim, accept, revise or reject such D&O Claim, provided the Proposed Monitor shall not accept or revise any portion of the D&O Claim absent consent of the applicable Directors and Officers or further Order of the Court.
2. If the Proposed Monitor intends to revise or reject a Proof of Claim or D&O Claim filed in accordance with the Claims Procedure Order, the Proposed Monitor shall send a Notice of Revision or Disallowance (“**NORD**”) to the Claimant.
3. Any Creditor who disputes the NORD shall deliver a Notice of Dispute to the Proposed Monitor by 5:00 P.M. (Calgary Time) on the day which is 15 days after the date on which the creditor is deemed to have received the NORD. Should the Creditor fail to deliver a Notice of Dispute by that date, the Claimant shall be deemed to accept the nature and amount of its Claim as such Claim is set out in the NORD.
4. Any Claimant who has delivered a Notice of Dispute must, within 10 days of delivering such Notice of Dispute, file an application with the Court seeking determination of the Claim. Any Claimant who fails to file an application in accordance with the dispute process outlined within the Claims Procedure Order shall be deemed to accept the nature and amount of its Claim as such Claim is set out in the NORD.

## 8.4 Claims Procedure Recommendation

1. The Proposed Monitor believes the Claims Procedure is reasonable and appropriate for the following reasons:
  - a) the administration of a Claims Procedure is necessary for the Companies to develop a plan of compromise or arrangement within the CCAA proceedings that can be presented to creditors;
  - b) the proposed notices, dispute resolution provisions and timelines set out in the Claims Procedure Order are consistent with those typically approved by this Court and, in the Proposed Monitor's view, allow a reasonable time and process for the identification of Claims; and
  - c) in the Proposed Monitor's view, the Claims Bar Date provides for sufficient time for Claimants to file a Proof of Claim and D&O Proof of Claim (as applicable) with the Proposed Monitor.

## 9.0 Security Review

1. In July 2024, the Proposal Trustee requested from its counsel an independent review of the secured debt held by Nomos, High Park and Stoke (the "**Security Review**").
2. Subject to the ordinary course assumptions and qualifications contained therein, the Security Review confirmed the following:
  - a. **420 Parent**
    - i. **Nomos** – The general security agreement made as of September 24, 2020 granted by 420 Parent in favour of Nomos Capital I-A LP and subsequently assigned and assumed by Nomos constitutes a legal, valid and binding obligation that creates a valid security interest in favour of Nomos under the laws of Alberta. Registration of the security has been made in all public offices provided for under the laws of Alberta in which such registration is necessary to preserve, protect or perfect the security interests created by the general security agreement in favour of Nomos.
    - i. **High Park** - The general security agreement made as of August 28, 2019 granted by 420 Parent in favour of High Park constitutes a legal, valid and

binding obligation that creates a valid security interest in favour of High Park under the laws of Alberta. Registration of the security has been made in all public offices provided for under the laws of Alberta in which such registration is necessary to preserve, protect or perfect the security interests created by the general security agreement in favour of High Park.

**b. 420 Premium**

- i. **Stoke** – The security agreement made as of June 26, 2023 between 420 Premium and Stoke constitutes a legal, valid and binding obligation that creates a valid security interest in favour of Stoke under the laws of Alberta and British Columbia.
3. The scope of the Security Review was limited and the Security Review does not comment on whether the underlying debts, in particular the High Park debt, have matured or are enforceable at this time. The purpose of the Security Review was to confirm the validity of the security held by the relevant creditors. The Proposal Trustee understands that there may be additional clarity regarding the maturity and enforceability of the High Park secured debt following the adjudication of the Appeal.

## 10.0 Conclusion and Recommendation

1. Based on the foregoing, the Proposal Trustee and the Proposed Monitor respectfully recommend that this Honourable Court grant the relief sought by the Companies.

\* \* \*

All of which is respectfully submitted,

*KSV Restructuring Inc.*

**KSV RESTRUCTURING INC.,  
in its capacity as Proposal Trustee in the proposal of the NOI Entities  
and in its capacity as Proposed Monitor of the Companies,  
and not in its personal capacity**

## **Appendix “A”**

**420 Investments Ltd., 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd.**  
**Cash Flow Forecast**  
**August 5, 2024 to September 29, 2024**

For the week ending, In CAD	Notes	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Total
		Week 1	Week 2	Week 3	Week 4	Week 5	Week 6	Week 7	Week 8	
		11-Aug-24	18-Aug-24	25-Aug-24	01-Sep-24	08-Sep-24	15-Sep-24	22-Sep-24	29-Sep-24	
Opening cash balance	<b>1</b>	327,947	285,606	200,534	157,259	322,910	103,041	108,692	77,574	327,947
<b>Cash Receipts</b>										
Retail and Data revenue	<b>2</b>	561,795	561,741	561,741	550,379	550,379	550,379	550,379	550,379	4,437,170
		561,795	561,741	561,741	550,379	550,379	550,379	550,379	550,379	4,437,170
<b>Cash Disbursements</b>										
<u>Operating Expenses</u>										
Inventory purchases	<b>3</b>	(365,994)	(365,960)	(365,960)	(358,666)	(358,666)	(358,666)	(358,666)	(358,666)	(2,891,244)
Payroll and KERP	<b>4</b>	(204,129)	-	(196,768)	-	(196,768)	-	(196,768)	-	(794,434)
Rent	<b>5</b>	-	-	-	-	(179,592)	-	-	-	(179,592)
Other operating expenses	<b>6</b>	(26,500)	(26,500)	(26,500)	(26,500)	(26,500)	(26,500)	(26,500)	(26,500)	(212,000)
		(596,623)	(392,460)	(589,228)	(385,166)	(761,526)	(385,166)	(581,935)	(385,166)	(4,077,269)
<u>Other Disbursements</u>										
General and administrative expense		(7,600)	(7,600)	(7,600)	(7,600)	(7,600)	(7,600)	(7,600)	(7,600)	(60,800)
GST collections, payments and remittances		87	8,246	(8,188)	8,038	(1,121)	8,038	8,038	(22,994)	145
Total disbursements before professional fees		(604,136)	(391,814)	(605,015)	(384,728)	(770,247)	(384,728)	(581,496)	(415,760)	(4,137,924)
<b>Professional Fees</b>										
	<b>7</b>									
Company counsel legal fees		-	(70,000)	-	-	-	(50,000)	-	-	(120,000)
Company litigation counsel legal fees		-	(10,000)	-	-	-	(10,000)	-	-	(20,000)
Trustee fees		-	(125,000)	-	-	-	(50,000)	-	-	(175,000)
Sale process fees		-	-	-	-	-	(25,000)	-	-	(25,000)
Trustee's counsel fees		-	(50,000)	-	-	-	(25,000)	-	-	(75,000)
Total Professional Fees		-	(255,000)	-	-	-	(160,000)	-	-	(415,000)
<b>Net cash flow</b>		<b>(42,341)</b>	<b>(85,072)</b>	<b>(43,274)</b>	<b>165,651</b>	<b>(219,869)</b>	<b>5,651</b>	<b>(31,118)</b>	<b>134,619</b>	<b>(115,754)</b>
<b>Closing cash balance</b>		<b>285,606</b>	<b>200,534</b>	<b>157,259</b>	<b>322,910</b>	<b>103,041</b>	<b>108,692</b>	<b>77,574</b>	<b>212,193</b>	<b>212,193</b>

Management of 420 Investments Ltd., 420 Premium Markets Ltd., and Green Rock Cannabis (EC1) Ltd. ("420" or the "Company") has prepared this forecasted cash-flow statement (the "Cash Flow Forecast") based on probable and hypothetical assumptions detailed in Notes 1 to 7. The Company has prepared the Cash Flow Forecast on a consolidated basis as the Company has obtained a consolidation order from the Court. The Cash Flow Forecast has been prepared solely for the purpose of supporting the Notice of the Intention to Make a Proposal ("NOI") filed by the Company on May 29, 2024. As such, readers are cautioned that it may not be appropriate for their purposes. The Cash Flow Forecast of the Company is prepared in accordance with the provisions of the Bankruptcy and Insolvency Act and should be read in conjunction with the Trustee's Report on the Cash-flow Statement.

Dated at the City of Calgary in the Province of Alberta, this 7th day of August 2024.

**420 Investments Ltd., et al.**

Per:



Ryan Pernal  
Chief Financial Officer

**KSV Restructuring Inc.**

Per:



Andrew Basi, CPA, CA, CIRP, LIT  
Managing Director

**420 Investments Ltd., 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd.**  
**Notes to the Cash Flow Forecast**  
**August 5, 2024 to September 29, 2024**

**Note 1:** Bank balance as of August 5, 2024.

**Note 2:** Moneris Solutions Corporation, 420's platform used for credit and debit card purchases, has implemented a \$75,000 holdback reserve due to a perceived increased financial risk associated with 420 during these proceedings (the "Reserve"). Of the \$75,000, \$50,000 has been returned to the Company. 420 is in negotiations to have the remaining \$25,000 returned, however, this is not reflected in this cash flow due to uncertainty of the timing and magnitude of recovery.

**Note 3:** Represents inventory stock purchases for retail locations.

**Note 4:** Reflects payroll costs of employees and proposed KERP payments.

**Note 5:** Represents occupancy costs for the various retail locations.

**Note 6:** Reflects other operating expenses including marketing costs at the retail store locations.

**Note 7:** Includes the estimated payments to the Company's legal counsel, the Company's litigation legal counsel, the Proposal Trustee, and the Proposal Trustee's legal counsel.

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

**In the Matter of the Notice of Intention to Make a Proposal of 420 Investments Ltd, 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd. of the City of Calgary, in the Province of Alberta.**

The management of 420 Investments Ltd, 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd. (collectively, the "Company") has developed the assumptions and prepared the attached statement of projected cash flow of the Company for the period ending September 29, 2024

The hypothetical and probable assumptions are suitably supported and consistent with the purpose of the projection and the plans of the Company and provide a reasonable basis for the projection. All such assumptions are disclosed in Notes 1 to 7.

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 Notes 1 to 7. Consequently, readers are cautioned that it may not be appropriate for other purposes.

Dated at Calgary, this 7th day of August, 2024.

*Ryan Pernal*  
\_\_\_\_\_  
Per: Ryan Pernal, CFO



\_ 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 Notice of Intention to Make a Proposal of  
420 Investments Ltd, 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd.  
of the City of Calgary, in the Province of Alberta

The attached statement of projected cash flow of 420 Investments Ltd, 420 Premium Markets Ltd. and Green Rock Cannabis (EC1) Ltd. as of the 7<sup>th</sup> day of August, 2024, consisting of a signed pdf copy of a weekly cash flow statement for the period ending September 29, 2024, 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 7th day of August 2024.

KSV Restructuring Inc. - Licensed Insolvency Trustee

Per:



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Andrew Basi - Licensed Insolvency Trustee

1165, 324-8th Avenue S.W.

Calgary AB T2P 2Z2

Phone: (416) 932-6262 Fax: (416) 932-6266

\_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 Notice of Intention to Make a Proposal  
420 Investments Ltd, 420 Premium Markets Ltd. and Green  
Rock Cannabis (EC1) Ltd.  
of the City of Calgary, in the Province of Alberta

Purpose:

a signed pdf copy of a weekly cash flow statement for the period ending September 29, 2024

Projection Notes:

a signed pdf copy of a weekly cash flow statement for the period ending September 29, 2024

Assumptions:

a signed pdf copy of a weekly cash flow statement for the period ending September 29, 2024

Dated at the City of Calgary in the Province of Alberta, this 7<sup>th</sup> day of August 2024.

KSV Restructuring Inc. - Licensed Insolvency Trustee

Per:



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Andrew Basi - Licensed Insolvency Trustee

1165, 324-8th Avenue S.W.

Calgary AB T2P 2Z2

Phone: (416) 932-6262 Fax: (416) 932-6266

## **Appendix “B”**

420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd.  
Cash Flow Forecast  
September 9, 2024 to December 16, 2024  
(Unaudited; C\$000s)

	Note	Period ending														Total
		15-Sep-24	22-Sep-24	29-Sep-24	06-Oct-24	13-Oct-24	20-Oct-24	27-Oct-24	03-Nov-24	10-Nov-24	17-Nov-24	24-Nov-24	01-Dec-24	08-Dec-24	16-Dec-24	
	1															
Receipts																
Collection of Accounts Receivable	2	550	550	550	525	525	525	525	511	511	511	511	625	625	694	7,736
Total Receipts		550	550	550	525	525	525	525	511	511	511	511	625	625	694	7,736
Disbursements																
Inventory purchases	3	359	359	359	342	342	342	342	333	333	333	333	406	406	451	5,041
Payroll and KERP	4	-	197	-	197	-	197	-	197	-	197	-	197	-	197	1,377
Rent	5	-	-	-	180	-	-	-	180	-	-	-	-	180	-	539
Other operating expenses	6	26	31	26	66	27	33	52	36	27	27	37	44	34	23	488
Total Operating disbursements		385	586	385	784	369	572	394	745	360	557	370	647	620	671	7,446
Net Cash Flow before the Undernoted		166	(36)	166	(260)	156	(48)	130	(235)	151	(46)	141	(23)	5	23	290
Professional Fees	7	-	90	-	-	-	135	-	-	-	-	195	-	-	-	420
Net Cash Flow		166	(126)	166	(260)	156	(183)	130	(235)	151	(46)	(54)	(23)	5	23	(130)
Opening Cash balance	8	242	408	282	448	188	344	161	292	57	207	161	107	84	89	242
Net Cash Flow		166	(126)	166	(260)	156	(183)	130	(235)	151	(46)	(54)	(23)	5	23	(130)
Closing cash balance		408	282	448	188	344	161	292	57	207	161	107	84	89	112	112

The above financial projections are based on management's assumptions detailed in Appendix "1-1".  
The note references correspond to the assumption numbers shown in Appendix "1-1".

420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd.

Notes to Projected Statement of Cash Flows

September 9, 2024 to December 16, 2024

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#### **Purpose and General Assumptions**

1. The purpose of the projection is to present a forecast of the consolidated cash flow of 420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd. (the "Applicants") for the period September 9 to December 16, 2024 (the "Period").

#### **Hypothetical**

2. Cash collections include funds received from sales of cannabis-related products at various retail store locations and data program revenues.

#### **Most Probable**

3. Represents inventory stock purchases for retail locations.
4. Reflects payroll costs of employees and proposed KERP payments.
5. Represents occupancy costs for the various retail locations.
6. Other expenses include marketing costs for each retail location and general administrative expenses.
7. Includes the estimated payments to the Applicant's legal counsel, the Monitor, and the Monitor's legal counsel.
8. Opening cash reflected as of September 8, 2024.

IN THE COURT OF KING'S BENCH OF ALBERTA

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,  
R.S.C. 1985, c. C-36, AS AMENDED

AND IN THE MATTER OF 420 INVESTMENTS LTD., 420  
PREMIUM MARKETS LTD., GREEN ROCK CANNABIS (EC 1)  
LIMITED AND 420 DISPENSARIES LTD.

MANAGEMENT'S REPORT ON CASH FLOW STATEMENT  
(paragraph 23(1)(b) of the CCAA)

The management of 420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd. (the "**Applicants**") have developed the assumptions and prepared the attached consolidated statement of projected cash flow as of the 12th day of September, 2024 for the period September 9, 2024 to December 16, 2024 ("**Fourth Cash Flow Statement**"). All such assumptions are disclosed in the notes to the Fourth Cash Flow Statement.

The hypothetical assumptions are suitably supported and consistent with the purpose of the Fourth Cash Flow Statement as described in Note 1 to the Fourth Cash Flow Statement, and the probable assumptions are suitably supported and consistent with the plans of the Applicants and provide a reasonable basis for the Fourth Cash Flow Statement.

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

The Fourth Cash Flow Statement has been prepared solely for the purpose outlined in Note 1 using a set of probable assumptions set out therein. Consequently, readers are cautioned that the Fourth Cash Flow Statement may not be appropriate for other purposes.

Dated at Calgary, AB this 12th day of September, 2024.

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

*Ryan Pernal*

Per: Ryan Pernal, CFO

**IN THE COURT OF THE KING'S BENCH OF ALBERTA**

**IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,  
R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF 420 INVESTMENTS LTD., 420  
PREMIUM MARKETS LTD., GREEN ROCK CANNABIS (EC 1)  
LIMITED AND 420 DISPENSARIES LTD.**

**MONITOR'S REPORT ON CASH FLOW STATEMENT**  
(paragraph 23(1)(b) of the CCAA)

The attached statement of projected cash flow of 420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd. (the "**Applicants**") as of the 12th day September, 2024, consisting of a weekly projected cash flow statement for the period September 9, 2024 to December 16, 2024 (the "**Fourth Cash Flow Statement**") has been prepared by the management of the Applicants for the purpose described in Note 1, using probable and hypothetical assumptions set out in the notes to the Fourth Cash Flow Statement.

Our review consisted of inquiries, analytical procedures and discussions related to information supplied by the management of the Applicants. We have reviewed the support provided by management for the probable and hypothetical assumptions and the preparation and presentation of the Fourth Cash Flow Statement.

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 Fourth Cash Flow Statement;
- b) as at the date of this report, the probable assumptions developed by management are not suitably supported and consistent with the plans of the Applicants or do not provide a reasonable basis for the Fourth Cash Flow Statement, given the hypothetical assumptions; or
- c) the Fourth Cash Flow Statement does not reflect the probable and hypothetical assumptions.

Since the Fourth Cash Flow Statement is based on assumptions regarding future events, actual results will vary from the information presented, and the variations may be material. Accordingly, we express no assurance as to whether the Fourth Cash Flow Statement will be achieved. We express no opinion or other form of assurance with respect to the accuracy of any financial information presented in this report, or relied upon in preparing this report.

The Fourth Cash Flow Statement has been prepared solely for the purpose described in Note 1 and readers are cautioned that it may not be appropriate for other purposes.

Dated at Calgary, AB this 12th day of September, 2024.

*KSV Restructuring Inc.*

**KSV RESTRUCTURING INC.,**  
solely in its capacity as the proposed monitor of  
420 Investments Ltd., 420 Premium Markets Ltd.,  
Green Rock Cannabis (Ec 1) Limited and 420 Dispensaries Ltd.



## **Appendix “C”**

COURT FILE NUMBER

Clerk's stamp

COURT

COURT OF KING'S BENCH OF ALBERTA

JUDICIAL CENTRE

CALGARY

MATTER

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED

AND IN THE MATTER OF THE COMPROMISE OR ARRANGEMENT OF 420 INVESTMENTS LTD., 420 PREMIUM MARKETS LTD., GREEN ROCK CANNABIS (EC 1) LIMITED and 420 DISPENSARIES LTD.

APPLICANTS

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

DOCUMENT

**CONSENT TO ACT AS MONITOR**

ADDRESS FOR SERVICE  
AND CONTACT  
INFORMATION OF  
PARTY FILING THIS  
DOCUMENT

**BENNETT JONES LLP**  
Suite 4500, Bankers Hall East  
855 – 2<sup>nd</sup> Street SW  
Calgary, AB T2P 4K7

Attention: Michael Selnes / Kaamil Khalfan  
Tel: 403-298-3311 / 3117  
Fax: 403-265-7219  
Email: selnesm@bennettjones.com / khalfank@bennettjones.com  
Client File No.: 74735.52

**CONSENT TO ACT AS MONITOR**

KSV Restructuring Inc. hereby consents to act as the court-appointed Monitor in respect of *Companies' Creditors Arrangement Act* proceedings in relation to the Applicants, 420 Investments Ltd., 420 Premium Markets Ltd., Green Rock Cannabis (EC 1) Ltd., and 420 Dispensaries Ltd., if so appointed by this Honourable Court.

**DATED** at Calgary, Alberta this 10 day of September, 2024.

**KSV RESTRUCTURING INC.**

**Per:**



Name: Andrew Basi  
Title: Managing Director