



COURT FILE NUMBER           **2401-05179**

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

JUDICIAL CENTRE           **CALGARY**

PROCEEDING               **IN THE MATTER OF THE COMPANIES' CREDITORS  
ARRANGEMENT ACT, RSC 1985, c. C-36, as amended**

**AND IN THE MATTER OF THE COMPROMISE OR  
ARRANGEMENT OF ALPHABOW ENERGY LTD.**

DOCUMENT                   **FIFTH REPORT OF THE MONITOR**

**NOVEMBER 19, 2024**

ADDRESS FOR  
SERVICE AND  
CONTACT  
INFORMATION OF  
PARTY FILING THIS  
DOCUMENT

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## 1.0 Introduction

1. On March 28, 2024 (the “**Filing Date**”), Alhabow Energy Ltd. (“**Alhabow**”, the “**Company**”, or the “**Applicant**”) filed a Notice of Intention to Make a Proposal (“**NOI**”), 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 Proceeding**”). KSV Restructuring Inc. (“**KSV**”) consented to act as proposal trustee (the “**Proposal Trustee**”) in the NOI Proceedings.
2. On April 26, 2024, the Applicant sought and obtained an initial order (the “**Initial Order**”) from the Court of Kings’ Bench of Alberta (the “**Court**”) granting, among other things, a continuation of the NOI Proceedings under the *Companies’ Creditors Arrangement Act*, R.S.C. 1985, c C-36, as amended (the “**CCAA**”) (the “**CCAA Proceeding**”). This report (the “**Fifth Report**”) is filed by KSV in its capacity as monitor (the “**Monitor**”) in the CCAA Proceeding.
3. The Initial Order granted, among other things, the following relief within the CCAA Proceeding:
  - a) declaring the NOI Proceeding previously filed by the Applicant is taken up and continued under the CCAA, pursuant to section 11.6(a) of the CCAA;
  - b) terminating the NOI Proceeding;
  - c) granting a stay of all proceedings, rights, and remedies against or in respect of the Applicant until May 6, 2024 (the “**Stay Period**”); and
  - d) granting a charge to not exceed \$100,000 as security for the fees and disbursements of the Monitor, the Monitor’s counsel, Cassels Brock & Blackwell LLP (“**Cassels**”), and the Applicant’s counsel, Bennett Jones LLP (“**Bennett Jones**”) (the “**Administration Charge**”), against the Applicant’s 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**”).

4. Further on April 26, 2024, the Court granted the Applicant's application for an amended Initial Order (the "**Amended and Restated Initial Order**") which included, amongst other matters, the following relief:
  - a) extending the Stay Period to, and including, July 31, 2024; and
  - b) increasing the quantum of the Administration Charge to \$500,000.
  
5. In addition, on April 26, 2024, the Court granted the Applicant's application for a sale and investment solicitation process order (the "**SISP Order**") which includes, amongst other matters, the following relief:
  - a) approval of a sale and investment solicitation process ("**SISP**");
  - b) authorizing the Monitor and Sayer Energy Advisors ("**Sayer**") to conduct the SISP;
  - c) appointing Sayer as the sales agent ("**Sales Agent**") in accordance with the SISP and approving the engagement agreement between the Applicant and Sayer; and
  - d) authorizing the continued marketing and sale of the Company's carbon credits through Strom Futures Inc., or such further broker as the Monitor shall approve.
  
6. Finally, on April 26, 2024, the Court approved the Applicant's application for a sale approval and vesting order approving the sale transaction (the "**Cascade Transaction**") pursuant to the purchase and sale agreement dated April 15, 2024, between AlphaBow and Cascade Capture Ltd. The Cascade Transaction subsequently closed on May 8, 2024.
  
7. On July 23, 2024, the Court granted an extension to the Stay Period to August 31, 2024. The Stay Period was then subsequently extended to September 30, 2024, by an order issued by this Court on August 27, 2024.
  
8. On September 20, 2024, the Court granted Alphabow's applications for:
  - a) a sale approval and vesting order approving a sale transaction (the "**Cenovus Transaction**") pursuant to the purchase and sale agreement dated September 4, 2024, between AlphaBow and Cenovus Energy Inc. ("**Cenovus**");

- b) an order (the “**Claims Process Order**”) authorizing AlphaBow to undertake a claims process for the purpose of ascertaining the quantum of cure costs associated with certain assets included as part of the SISP (the “**Claims Process**”); and
  - c) an order, which amongst other things, extended the Stay Period to, and including, October 31, 2024.
9. The Cenovus Transaction subsequently closed on October 2, 2024.
10. On November 4, 2024, the Court authorized Alphabow’s applications for multiple sale approval and vesting orders approving several transactions pursuant to purchase and sale agreements entered into between Alphabow and:
- i. Culloden Resources Ltd. and Rayberg Holding Ltd. (“**Culloden and Rayberg**”);
  - ii. Durham Creek Energy Ltd. (“**Durham**”);
  - iii. 2505108 AB Ltd. and Tians Oil Ltd. (“**250 and Tians**”); and
  - iv. Resistance Energy Ltd. (“**Resistance**”);
- (collectively referred herein as the “**November 4<sup>th</sup> Transactions**”)
11. Also on November 4, 2024, the Court granted AlphaBow’s application for an Order (the “**Fourth Extension Order**”), which amongst other things, extended the Stay Period to, and including, November 29, 2024.
12. On November 5, 2024, the Court declared that two royalty agreements (the “**Advance GORR**”) between Alphabow and Advance Drilling Ltd. (“**Advance**”) did not create an interest in land and will be vested off as part of the sale of Alphabow’s assets.

## 1.1 Purposes of this Fifth Report

- 1. This Fifth Report is intended to provide the Court with further information related to the relief sought by the Company in its applications scheduled for hearing on November 21, 2024. This Fifth Report specifically provides information regarding:
  - a) the Monitor’s activities since the Monitor’s fourth report dated October 29, 2024 (the “**Fourth Report**”);

- b) the Company's activities since the Fourth Report;
- c) the Monitor's comments and report on the Company's actual performance to date versus the cash flow forecast commencing on October 21, 2024 and ending November 17, 2024 (the "**Sixth Cash Flow Statement**");
- d) the Monitor's comments and report on the Company's cash flow statement for the period commencing on November 18, 2024 and ending January 5, 2025 (the "**Seventh Cash Flow Statement**");
- e) an update on the SISP and the November 4<sup>th</sup> Transactions;
- f) an update on the Claims Process;
- g) Alphabow's applications for multiple sale approval and vesting orders approving several transactions pursuant to purchase and sale agreements entered into between Alphabow and:
  - i. Power Serv Engine & Compressor Repair (Med Hat) Ltd. ("**Powerserv**");
  - ii. Ember Resources Inc. ("**Ember**");
  - iii. Tykewest Limited ("**Tykewest**");
  - iv. Crbon Labs Inc. ("**Crbon**");
  - v. HWN Energy Ltd. ("**HWN**"); and
  - vi. North 40 Resources Ltd. ("**North40**");
- h) AlphaBow's application for an Order (the "**Fifth Extension Order**"), which amongst other things:
  - i. extends the Stay Period to, and including, December 31, 2024; and
  - ii. an order sealing the confidential documents described herein; and
- i) the Monitor's comments and recommendations.

## 1.2 Scope and Terms of Reference

1. In preparing this Fifth Report, the Monitor has relied upon the Applicant's unaudited financial information, books and records, information available in the public domain and discussions with the Applicant's management and legal counsel.
2. The Monitor has not audited or otherwise attempted to verify the accuracy or completeness of the financial information relied on to prepare this Fifth Report in a manner that complies with Canadian Auditing Standards ("**CAS**") pursuant to the Chartered Professional Accountants of Canada Handbook and, accordingly, the Monitor expresses 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 Seventh 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 Fifth Report is based upon the Applicant's assumptions regarding future events; actual results achieved may vary from this information, and these variations may be material. The Monitor does not express any opinion or other form of assurance on whether the Seventh Cash Flow Statement will be achieved.
4. This Fifth Report should be read in conjunction with the materials filed by the Applicant, including the First Li Affidavit, sworn April 15, 2024, the Supplement to the First Li Affidavit, sworn April 24, 2024, the Second Li Affidavit, sworn July 15, 2024, the Third Li Affidavit, sworn August 15, 2024, the Fourth Li Affidavit, sworn September 9, 2024, the Fifth Li Affidavit, sworn October 21, 2024, the Sixth Li Affidavit, sworn November 12, 2024, the Supplement to the Sixth Li Affidavit, sworn November 18, 2024, and any supplement affidavit(s) filed by the Applicant prior to the upcoming hearings (the "**Li Affidavits**"). Capitalized terms not defined in this Fifth Report have the meanings ascribed to them in the Li Affidavits.

### 1.3 Currency

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

### 1.4 Court Materials

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

## 2.0 Update on the Sale and Investment Solicitation Process (SISP) <sup>1</sup>

1. Since the conclusion of the second phase bid deadline on September 5, 2024 (the “**Phase 2 Bid Deadline**”), the Sales Advisor, the Monitor, and Alphabow have completed a review of the bids received and are currently engaged in negotiations with the Successful Bidders. These negotiations have culminated in completed transactions and executed asset purchase agreements, certain of which are described below and within the Fourth Report. The Applicant expects to be back before this court prior to December 31, 2024 to seek approval of the remaining transactions still being negotiated.
2. The Monitor can confirm the following with respect to the November 4<sup>th</sup> Transactions:
  - a. Culloden and Rayberg – this transaction has closed and the Monitor’s Certificate was filed on November 12, 2024.
  - b. Durham - this transaction has closed and the Monitor’s Certificate was filed on November 13, 2024.
  - c. 250 and Tians – this transaction did not proceed and the assets contemplated in this sale are now included in the TykeWest transaction; and
  - d. Resistance – it is expected that this transaction will close before the end of November;
3. As discussed at paragraph 9 of the Sixth Li Affidavit, the Company is pursuing a corporate transaction (the “**Corporate Transaction**”), that arose through the SISP, that is intended to result in a sale of all of Alphabow’s remaining oil and gas assets.

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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.



The Monitor is assisting in this process, and has conducted a preliminary review of the subscription agreement and the draft reverse vesting order that the Company will be seeking. The Monitor understands that the Company will be seeking approval of the Corporate Transaction on December 19, 2024.

### 3.0 Transactions<sup>2</sup>

1. As discussed above, the Applicant is seeking approval of certain transactions pursuant to the following asset purchase and sale agreements:
  - a) A purchase and sale agreement dated October 29, 2024 with Powersev (the “**PowerServ Transaction**”);
  - b) A purchase and sale agreement dated November 11, 2024 with Ember (the “**Ember Transaction**”);
  - c) A purchase and sale agreement dated November 12, 2024 with Tykewest (the “**Tykewest Transaction**”);
  - d) A purchase and sale agreement dated November 12, 2024 with Crbon (the “**Crbon Transaction**”);
  - e) A purchase and sale agreement dated November 18, 2024 with HWN (the “**HWN Transaction**”); and
  - f) A purchase and sale agreement dated November 18, 2024 with North40 (the “**North40 Transaction**”, and together with the PowerServ Transaction, the Ember Transaction, the Tykewest Transaction, the Crbon Transaction, the HWN Transaction and the North40 Transaction, the “**November 21<sup>st</sup> Transactions**”).
2. Executed copies of the redacted purchase and sale agreements for each of the November 21<sup>st</sup> Transactions are attached as Exhibit “A” through to Exhibit “D” in the Sixth Li Affidavit and as Exhibit “A” and “B” in the Supplement to the Sixth Li Affidavit

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<sup>2</sup> Capitalized terms in this section have the meaning provided to them in the Purchase and Sale Agreements unless otherwise defined herein.

(the “**Purchase and Sale Agreements**”). Unredacted copies of the Purchase and Sale Agreements are attached as **Confidential Appendices “1” to “6”**.

3. The key terms and conditions of the Purchase and Sale Agreements are summarized in **Appendix “A”**.

### **3.1 Monitor’s Recommendation**

1. In determining its recommendation to this Court for the November 21<sup>st</sup> Transactions, the Monitor considered whether each of the November 21<sup>st</sup> Transactions met the factors prescribed by s. 36(3) of the CCAA and the “Soundair” principles established by this Court from *Royal Bank of Canada v. Soundair Corp. (1991), 4 O.R. (3d) 1 (CA), at para. 16*. The factors of s.36(3), and the Monitor’s responding comments, are listed below:

- a) *Whether the process leading to the proposed sale or disposition was reasonable in the circumstance.*

The assets included in the November 21<sup>st</sup> Transactions were actively marketed as part of the SISP. The Applicant has determined the November 21<sup>st</sup> Transactions’ purchasers submitted the highest and best offers for the purchased assets prior to the Phase 2 Bid Deadline.

- b) *Whether the Monitor approved the process leading to the proposed sale or disposition.*

The Court approved the SISP, which was recommended by the Monitor. The proposed sales have been advanced in consultation with the Sales Advisor.

- c) *Whether the monitor filed with the court a report stating that in their opinion the sale or disposition would be more beneficial to the creditors than a sale or disposition under a bankruptcy.*

This Fifth Report reflects the Monitor’s views of the November 21<sup>st</sup> Transactions. The Monitor supports the November 21<sup>st</sup> Transactions as their structure is practical, cost-effective, and consistent with other similar transactions, while providing economic benefit to the Applicant’s CCAA Proceeding and, thereby, its stakeholders.

- d) *The extent to which the creditors were consulted.*

The November 21<sup>st</sup> Transactions resulted from the Court approved SISP. There is no indication that the process leading to the November 21<sup>st</sup> Transactions was unfair, and the Monitor is not aware of any creditor objections as of the time this Report has been published.

- e) *The effects of the proposed sale or disposition on the creditors and other interested parties.*

If successful, the November 21<sup>st</sup> Transactions will provide proceeds to assist in funding the CCAA Proceeding through to the conclusion of the SISP, which will benefit all stakeholders.

- f) *Whether the consideration to be received for the assets is reasonable and fair, taking into account their market value.*

As mentioned above, the November 21<sup>st</sup> Transactions resulted from the Court approved SISP, which tested the broader market and remains the highest and best transaction value for the assets.

2. Based on the foregoing, the Monitor recommends this Court approve the November 21<sup>st</sup> Transactions for the benefit of funding this CCAA Proceeding.

#### **4.0 Update on the Claims Process<sup>3</sup>**

1. Since the Claims Process Order was pronounced, the Monitor has worked diligently to conduct the Claims Process in accordance with the timelines set out therein, and more particularly described in the Monitor's Third Report.
2. To date, the Monitor has received 655 Proofs of Claims, of which 24 were received following the Claims Bar Date. The Company, with the Monitor's assistance, has continued to review the Proofs of Claims received since the Claims Bar Date. The Monitor will provide a further update for this Court at a future court application.

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<sup>3</sup> Capitalized terms in this section have the meaning provided to them in the Claims Process Order unless otherwise defined herein.

3. The Monitor has focused its efforts with respect to the Claims Process on those parties that submitted a Proof of Claim that included cure costs related to the November 21<sup>st</sup> Transactions and the Corporate Transaction.

## 5.0 Other matters

### 5.1 Company's Request for a Stay Extension

1. The Applicant is seeking an extension of the stay of proceedings from November 29, 2024 to December 31, 2024. The Monitor supports the extension request for the following reasons:
  - a) the Applicant is acting in good faith and with due diligence;
  - b) the extension will provide additional time to the Applicant to perform critical activities, including: (i) completing the Claims Process; (ii) closing the November 21<sup>st</sup> Transactions; and (iii) negotiating the final asset purchase agreements for the sale of Alphabow's remaining assets; and
  - c) the extension should not adversely affect or prejudice any group of creditors as the Applicant is projected to have sufficient funding to pay post-filing services and suppliers in the amounts contemplated by the Seventh Cash Flow Forecast.

### 5.2 Sealing

1. The Applicant is requesting a sealing order (the "**Sealing Order**") in respect of the unredacted Purchase and Sale Agreements (the "**Confidential Documents**"). The Monitor believes it is appropriate to seal the Confidential Documents, as the sealing of the Confidential Documents will ensure that the integrity of the SISP is maintained and that there is minimal impact on any bidder in the SISP through to its conclusion.
2. Based on the foregoing, the Monitor does not believe that any stakeholder will be prejudiced if the information in the Confidential Documents is sealed.
3. The Sealing Order permits any party to vacate or vary the terms of the Sealing Order on at least seven days' notice to the Monitor and any affected party.

### **5.3 Activities of the Monitor**

1. In addition to the activities disclosed in the Fourth Report, the Monitor has continued to perform the following key activities:
  - a) reviewing the Purchase and Sale Agreements entered into between Alphabow and the aforementioned parties;
  - b) conducting activities as directed by the Claims Process Order and assisting with the review of received Proofs of Claims;
  - c) addressing various questions raised by creditors during the Claims Process;
  - d) maintaining the Case Website; and
  - e) preparing this Fifth Report.

### **5.4 Activities of the Company**

1. In addition to the activities disclosed in the Fourth Report, the Company has continued to perform the following key activities:
  - a) responding to inquiries from stakeholders;
  - b) corresponding with Bennett Jones and the Monitor;
  - c) continued discussions with CNRL with respect to disagreements over various interests in assets;
  - d) working with the Monitor in preparing the Seventh Cash Flow Statement;
  - e) with assistance from Bennett Jones, negotiating and entering into the Purchase and Sale Agreements;
  - f) attending ongoing meetings with the Monitor, Cassels and Bennett Jones to discuss the SISP and the Claims Process; and
  - g) working with its legal counsel and the Monitor to prepare materials for the applications to be heard on November 21, 2024.

## 6.0 Cash Flow Statement

1. At the time of the Fourth Report, the Applicant, with assistance from the Monitor, prepared the Sixth Cash Flow Statement for the period October 21, 2024, to December 1, 2024. The Sixth Cash Flow Statement and the Applicant's statutory report pursuant to section 10(20)(b) of the CCAA is attached hereto as **Appendix "B"**.

### 6.1 Performance Against the Sixth Cash Flow Statement

1. The Monitor has continued to review and evaluate the state of the Applicant's business and financial affairs since the Fourth Report.
2. A review process was established with the Company to review weekly cash variances. A comparison of the Applicant's actual receipts and disbursements to the Sixth Cash Flow Statement for the period from October 21, 2024 to November 17, 2024 (the "Post Filing Reporting Period") is as follows:

Post Filing Reporting Period (\$CAD)	Actual	Sixth Cash Flow Statements	Favourable / (Unfavourable) Variance
Opening Cash balance	230,030	230,030	-
Receipts	43,803	58,000	(14,197)
Operating Disbursements	(59,543)	(73,000)	13,457
Net Cash Flow from Operations	(15,740)	(15,000)	(740)
Non-operating disbursements	(102,469)	(129,000)	26,531
Net Cash Flow	(118,210)	(144,000)	
Closing cash balance	111,820	86,030	

#### Monitor's Comments

1. For the Post Filing Reporting Period, the Company's actual cash receipts were lower than forecasted as a result of a delay in closing the Resistance transaction (timing for which is discussed above). Operating disbursements were primarily lower due to contractor expense savings. Non-operating disbursements were lower in the Post Filing Report Period due to timing of professional fees.

2. The Applicant has remained current in respect of its obligations that have arisen since the Filing Date except for amounts it intends to cure at the conclusion of the SISP, including: (i) amounts owed to the Orphan Well Association for care and custody activities; (ii) certain post-filing amounts that include property tax, mineral and surface lease costs and other accruing costs; and (iii) amounts due to Bennett Jones in the approximate amount of \$419,000.

## 6.2 The Seventh Cash Flow Statement

1. The Applicant prepared the Seventh Cash Flow Statement, which is largely consistent with the Sixth Cash Flow Statement except for the period covered and revisions on the timing of certain payments. The Monitor highlights that the Seventh Cash Flow Statement anticipates that care and custody costs owing to the Orphan Well Association, based on invoices received to the date of this report, will be paid in full and the costs of the Company's legal counsel will be brought current.
2. The Seventh Cash Flow Statement and the Applicant's statutory report on the cash flow pursuant to Section 10(2)(b) of the CCAA is attached as **Appendix "C"**.
3. The Seventh Cash Flow Statement reflects that the Applicant has sufficient liquidity for the duration of the Stay Period.
4. Based on the Monitor's review of the Seventh Cash Flow Statement, the assumptions contained therein appear reasonable. The Monitor's statutory report on the Seventh Cash Flow Statement is attached as **Appendix "D"**.

## 7.0 Conclusion and Recommendation

1. Based on the foregoing, the Monitor respectfully recommends that this Honourable Court grant the relief sought by the Applicant with respect to the approval of the November 21<sup>st</sup> Transactions, the Stay Extension and the Sealing Order.

\* \* \*

All of which is respectfully submitted,

*KSV Restructuring Inc.*

**KSV RESTRUCTURING INC.,  
in its capacity as Monitor of  
AlphaBow Energy Ltd.  
and not in its personal capacity**

## **Appendix “A”**



	Powerserv Transaction	Ember Transaction	Tykewest Transaction	Crbon Transaction	HWN Transaction	North40 Transaction	
<b>Seller</b>	Alphabow Energy Ltd.						
<b>Buyer</b>	Power Serv Engine & Compressor Repair (Med Hat) Ltd.	Ember Resources Inc.	Tykewest Limited	Crbon Labs Inc.	HWN Energy Ltd.	North 40 Resources Ltd.	
<b>Assets</b>	Compressor Unit Waukesha 1905 located at 02-17-11-10W4 Bow Island	77 parcels of land and their associated royalties; 56 wells; 4 facilities; and 18 pipelines and their associated licenses	Two wells at 08-33-038-23W4M, and 14-16-038-23W4M	Two wells at 11-05-033-10W4M, and 10-15-030-14W4M	5 wells and Alphabow's interest in the Kaybob Gas Plant and other facility assets	Approximately 108 wells and facilities with associated pipelines	
<b>Assumed Liabilities</b>	All liabilities and obligations arising from the possession, ownership and/or use of the Assets following Closing, along with environmental liabilities	All liabilities and obligations arising from the possession, ownership and/or use of the Assets following Closing, including Environmental Liabilities, Abandonment and Reclamation Obligations and Cure Costs				All liabilities and obligations arising from the possession, ownership and/or use of the Assets following Closing, including Environmental Liabilities, Abandonment and Reclamation Obligations and Cure Costs. If prior to Closing, the Cure Costs are adjusted by greater than \$750,000, the purchase price shall be reduced by the amount exceeding \$750,000. An option to terminate the transaction exists if the purchase price is eroded below an acceptable threshold	
<b>Representations and Warranties</b>	Consistent with the terms of a standard insolvency transaction (i.e., on an "as is, where is" basis, with limited representations and warranties)						
<b>Material Conditions</b>	Includes, among other things, the Court's granting of the Approval and Vesting Order						
<b>Outside Date</b>	90 Days following the execution date of the purchase and sale agreement						
<b>Closing</b>	5 Business Days following satisfaction of all material conditions						

## **Appendix “B”**

AlphaBow Energy Ltd.

**Cash Flow Forecast**

October 21, 2024 to December 1, 2024

(Unaudited; C\$000s)

	Period ending							Total
	Note	27-Oct-24	03-Nov-24	10-Nov-24	17-Nov-24	24-Nov-24	01-Dec-24	
	1							
Receipts								
Collection of Accounts Receivable	2	-	17	-	-	-	17	34
Asset sales	3	-	41	-	-	-	-	41
Total Receipts		-	58	-	-	-	17	75
Disbursements								
Care and Custody Costs	4	-	-	-	-	-	-	-
Software	5	-	-	-	-	-	25	25
Contractors	6	-	70	-	-	-	70	140
Rent	7	-	3	-	-	-	3	6
Total Operating disbursements		-	73	-	-	-	98	171
Net Cash Flow before the Undernoted		-	(15)	-	-	-	(81)	(96)
Professional Fees	8	54	75	-	-	-	-	129
Net Cash Flow		(54)	(90)	-	-	-	(81)	(225)
Opening Cash balance	9	230	176	86	86	86	86	230
Net Cash Flow		(54)	(90)	-	-	-	(81)	(225)
Closing cash balance		176	86	86	86	86	5	5

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".

AlphaBow Energy Ltd.

**Notes to Projected Statement of Cash Flows**

October 21, 2024 to December 1, 2024

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**Purpose and General Assumptions**

1. The purpose of the projection is to present a forecast of the cash flow of AlphaBow Energy Ltd. (the "Applicant") for the period October 21 to December 1, 2024 (the "Period").

**Hypothetical**

2. Cash collections include funds received from monthly collection of revenues earned by Alphasow's non-operating working interest partners. Crown royalty and excise taxes refunds are currently owed and undocumented in the cash flow as timing and collectability is uncertain.
3. Asset sales reflect the sale proceeds from certain asset sales identified during the SISF. For purposes of the sealing order, the full transaction value is not disclosed in this cash flow.

**Most Probable**

4. The cash flow assumes payments made to the Orphan Well Association for post-filing care and custody costs will be paid subsequent to further asset sales. As the timing and amount of any assets sales is uncertain, post-filing care and custody costs are currently undocumented in the cash flow.
5. Software licensing fees for necessary services including the Applicant's accounting system.
6. Contractor costs incurred monthly for the Applicant's personnel.
7. Rent reflects monthly occupancy for a leased space.
8. Includes the estimated payments to the Applicant's legal counsel, the Monitor, and the Monitor's legal counsel.
9. Opening cash reflected as of October 20, 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 ALPHABOW ENERGY LTD.**

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

The management of Alhabow Energy Ltd. (the "**Applicant**") has developed the assumptions and prepared the attached statement of projected cash flow as of the 23th day of October, 2024 for the period October 21, 2024 to December 1, 2024 ("**Sixth Cash Flow Statement**"). All such assumptions are disclosed in the notes to the Sixth Cash Flow Statement.

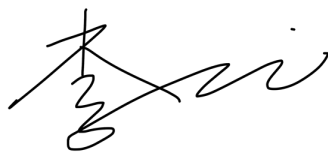
The hypothetical assumptions are suitably supported and consistent with the purpose of the Sixth Cash Flow Statement as described in Note 1 to the Sixth Cash Flow Statement, and the probable assumptions are suitably supported and consistent with the plans of the Applicant and provide a reasonable basis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

Since the Sixth 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 Sixth 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 Sixth Cash Flow Statement may not be appropriate for other purposes.

Dated at Calgary, AB this 23th day of October, 2024.

**ALPHABOW ENERGY LTD.**



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Per: Ben Li

## **Appendix “C”**

AlphaBow Energy Ltd.

**Cash Flow Forecast**

November 18, 2024 to January 5, 2025

(Unaudited; C\$000s)

	Note	Period ending							Total
		24-Nov-24	01-Dec-24	08-Dec-24	15-Dec-24	22-Dec-24	29-Dec-24	05-Jan-25	
Receipts	1								
Collection of Accounts Receivable	2	-	17	-	-	-	17	-	34
Asset sales	3	-	20	-	-	-	1,000	-	1,020
Total Receipts		-	37	-	-	-	1,017	-	1,054
Disbursements									
Care and Custody Costs	4	-	-	-	-	-	504	-	504
Contractors	5	-	55	-	-	-	45	-	100
Rent	6	-	3	-	-	-	3	-	6
Total Operating disbursements		-	58	-	-	-	552	-	610
Net Cash Flow before the Undemoted		-	(21)	-	-	-	465	-	444
Professional Fees	7	-	75	-	-	-	400	-	475
Net Cash Flow		-	(96)	-	-	-	65	-	(31)
Opening Cash balance	8	112	112	16	16	16	16	81	112
Net Cash Flow		-	(96)	-	-	-	65	-	(31)
Closing cash balance		112	16	16	16	16	81	81	81

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".

AlphaBow Energy Ltd.

**Notes to Projected Statement of Cash Flows**

November 18, 2024 to January 5, 2025

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**Purpose and General Assumptions**

1. The purpose of the projection is to present a forecast of the cash flow of AlphaBow Energy Ltd. (the "Applicant") for the period November 18, 2024 to January 5, 2025 (the "Period").

**Hypothetical**

2. Cash collections include funds received from monthly collection of revenues earned by Alphabow's non-operating working interest partners. Crown royalty and excise taxes refunds are currently owed and undocumented in the cash flow as timing and collectability is uncertain.
3. Asset sales reflect the sale proceeds from certain asset sales identified during the SISF. For purposes of the sealing order, the full transaction value is not disclosed in this cash flow.

**Most Probable**

4. The cash flow assumes payments made to the Orphan Well Association for post-filing care and custody costs will be paid subsequent to further asset sales. As of the date of this cash flow, the post-filing amounts owed to the Orphan Well Association amounts to approximately \$500,000.
5. Contractor costs incurred monthly for the Applicant's personnel.
6. Rent reflects monthly occupancy for a leased space.
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 November 17, 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 ALPHABOW ENERGY LTD.**

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

The management of Alhabow Energy Ltd. (the "**Applicant**") has developed the assumptions and prepared the attached statement of projected cash flow as of the 18th day of November, 2024 for the period November 18, 2024 to January 5, 2025 ("**Seventh Cash Flow Statement**"). All such assumptions are disclosed in the notes to the Seventh Cash Flow Statement.


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

Since the Seventh 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 Seventh 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 Seventh Cash Flow Statement may not be appropriate for other purposes.

Dated at Calgary, AB this 18th day of November, 2024.

**ALPHABOW ENERGY LTD.**



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Per: Ben Li

## **Appendix “D”**

**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 ALPHABOW ENERGY LTD.**

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

The attached statement of projected cash flow of Alphabow Energy Ltd. (the "**Applicant**") as of the 18th day November, 2024, consisting of a weekly projected Seventh cash flow statement for the period November 18, 2024 to January 5, 2025 (the "**Seventh Cash Flow Statement**") has been prepared by the management of the Applicant for the purpose described in Note 1, using probable and hypothetical assumptions set out in the notes to the Seventh Cash Flow Statement.

Our review consisted of inquiries, analytical procedures and discussions related to information supplied by the management of the Applicant. We have reviewed the support provided by management for the probable and hypothetical assumptions and the preparation and presentation of the Seventh 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 Seventh 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 Applicant or do not provide a reasonable basis for the Seventh Cash Flow Statement, given the hypothetical assumptions; or
- c) the Seventh Cash Flow Statement does not reflect the probable and hypothetical assumptions.

Since the Seventh 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 Seventh 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 Seventh 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 18th day of November, 2024.

*KSV Restructuring Inc.*

**KSV RESTRUCTURING INC.,**  
solely in its capacity as the proposed monitor of  
Alphabow Energy Ltd.