



October 20, 2022

To Whom It May Concern:

RE: SugarBud Craft Growers Corp., Trichome Holdings Corp., and 1800905 Alberta Ltd. (collectively, “Sugarbud” or the “Debtors”)

On September 26, 2022, each of SugarBud Craft Growers Corp., Trichome Holdings Corp., and 1800905 Alberta Ltd. filed a Notice of Intention to Make a Proposal (each, an “**NOI**”) pursuant to Section 50.4(1) of the *Bankruptcy and Insolvency Act* (Canada), RSC 1985, c B-3 (the “**BIA**”) and Alvarez & Marsal Canada Inc. (“**A&M**”) was appointed as Proposal Trustee of the Companies.

On September 29, 2022, an Order (the “**NOI Order**”) was granted by the Court of King’s Bench of Alberta (the “**Court**”), extending the stay of proceedings under the NOI proceedings (“**NOI Proceedings**”) to December 10, 2022.

On October 18, 2022, the Debtors were granted two Orders (the “**Initial Order**” and the “**Amended and Restated Initial Order**”) by the Court under the *Companies’ Creditors Arrangement Act*, RSC 1985, c C-36, as amended (the “**CCAA**”), which directed that the NOI Proceedings under the BIA were to be taken up and continued under the CCAA. A&M was appointed pursuant to the CCAA as monitor (the “**Monitor**”) of the business and financial affairs of the Sugarbud.

The Amended and Restated Order provides for, among other things, an extension of the stay of proceedings to December 10, 2022 (the “**Extended Stay Period**”). The Stay Period may be further extended by the Court from time to time.

A copy of the NOI Order, Initial Order and the Amended and Restated Initial Order, as well as the other materials filed in these CCAA proceedings are available at www.alvarezandmarsal.com/sugarbud. Sugarbud remains in control of its operations and will continue to comply with all regulatory requirements associated with its business, and in accordance with the provisions of the Amended and Restated Initial Order.

Pursuant to the Initial Order and the Amended and Restated Initial Order, all persons having oral or written agreements with Sugarbud, or statutory or regulatory mandates for the supply of goods and/or services are restrained until further Order of the Court from discontinuing, altering, interfering with or terminating the supply of such goods or services as may be required by Sugarbud, provided that the normal prices or charges for all such goods or services received after the date of the Initial Order are paid by Sugarbud in accordance with normal payment practices or such other practices as may be agreed upon by the supplier or service provider and Sugarbud and the Monitor, or as may be ordered by the Court. Sugarbud has also obtained Court-approved interim financing to assist with its cash flow requirements throughout the CCAA proceedings and therefore will have sufficient funds to pay for goods and services provided during the company’s restructuring.

During the Extended Stay Period, parties are prohibited from commencing or continuing any legal proceeding, enforcement or action against Sugarbud and all rights and remedies of any party against or in respect of Sugarbud or their assets are stayed and suspended except in accordance with the Amended and Restated Initial Order, or with the written consent of Sugarbud and the Monitor, or with leave of the Court.

To date, no claims procedure has been approved by the Court and creditors are therefore not required to file a proof of claim at this time.

If you have any questions regarding the foregoing or require further information, please consult the Monitor's website at www.alvarezandmarsal.com/sugarbud. Should you wish to speak to a representative of the Monitor, please contact Bryan Krol at bkrol@alvarezandmarsal.com or by phone at (403) 538-7523.

Yours truly,

**ALVAREZ & MARSAL CANADA INC.,
in its capacity as court-appointed Monitor of
Sugarbud and not in its personal or corporate capacity**



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