

COURT FILE NO. 1701-02184

COURT COURT OF QUEEN'S BENCH OF ALBERTA
IN BANKRUPTCY AND INSOLVENCY

JUDICIAL CENTRE CALGARY

APPLICANT ALVAREZ & MARSAL CANADA INC. in its
capacity as Court-appointed Receiver and Manager
of the assets, undertakings and property of
VIRGINIA HILLS OIL CORP. and DOLOMITE
ENERGY INC.

RESPONDENTS VIRGINIA HILLS OIL CORP. and DOLOMITE
ENERGY INC.

IN THE MATTER OF VIRGINIA HILLS OIL
CORP. and DOLOMITE ENERGY INC., each a
corporation incorporated pursuant to the laws of the
Province of Alberta

DOCUMENT **BANKRUPTCY ORDER**

ADDRESS FOR SERVICE AND CONTACT
INFORMATION OF PARTY FILING THIS
DOCUMENT
Torys LLP
4600 Eighth Avenue Place East
525 - Eighth Ave SW
Calgary, AB T2P 1G1

Attention: Kyle Kashuba
Telephone: +1 403.776.3744
Fax: +1 403.776.3800
Email: kkashuba@torys.com
File No. 39108-2002

I hereby certify this to be a true copy of
the original

Dated this 3 day of May 2017
for Clerk of the Court

DATE UPON WHICH ORDER WAS PRONOUNCED: Wednesday, May 3, 2017

NAME OF JUSTICE WHO MADE THIS ORDER: Madam Justice C. Dario

LOCATION OF HEARING: Calgary, Alberta

UPON THE APPLICATION FOR BANKRUPTCY ORDER being made by Alvarez
& Marsal Canada Inc. (the "**Applicant**"), having an office at Bow Valley Square IV, Suite 1110, 250

- 6th Avenue SW, Calgary, AB T2P 3H7, in its capacity as the Court-appointed receiver and manager (the “**Receiver**”) of the assets, properties and undertakings of Virginia Hills Oil Corp. (“**VHO**”) and Dolomite Energy Inc. (“**Dolomite**”), having their respective offices at 1500, 202 - 6 Avenue SW, Calgary, AB T2P 2R9, and at Suite 950, 640 - 8th Avenue SW, Calgary, AB T2P 1G7; **AND UPON** having read the Application for Bankruptcy Order and the Second Report of the Receiver, both filed April 27, 2017; **AND UPON** reading the consent of Alvarez & Marsal Canada Inc. to act as trustee in bankruptcy of the estates of VHO and Dolomite; **AND UPON** hearing counsel for the Applicant, and from any other interested parties who may be present; **AND UPON** it appearing that all interested and affected parties have been served with notice of this Application; **AND UPON** it appearing to the Court that the following acts of bankruptcy have been committed by VHO and by Dolomite:

- (a) the debts owing by each of VHO and Dolomite exceed \$1,000; and
- (b) within the 6 months preceding the date of filing of the Application for Bankruptcy Order, each of VHO and Dolomite have each ceased to meet their liabilities generally as they become due.

IT IS HEREBY ORDERED AND DECLARED THAT:

1. Service of the notice of this Application and supporting materials is hereby declared to be good and sufficient, no other person is required to have been served with notice of this Application, and the time for service of this Application is abridged to that actually given.
2. VHO and Dolomite, each a corporation incorporated pursuant to the laws of the Province of Alberta, be and are hereby adjudged bankrupt and that a Bankruptcy Order is hereby made against VHO and Dolomite.
3. Alvarez & Marsal Canada Inc. be and is hereby appointed as trustee of the estate of the bankrupts VHO and Dolomite, without security.

4. The costs of and incidental to this Application and of this Order be paid to the Applicant, on a full indemnity, solicitor and his own client basis, out of the assets of the estates of the bankrupts VHO and Dolomite, forthwith.

"C. Dario"

Justice of the Alberta Court of Queen's Bench