

September 25, 2023

To: All Known Creditors of Avila Energy Corp. (the “Company”)

We are writing to advise you that on September 20, 2024, the Company commenced restructuring proceedings by filing a Notice of Intention to Make a Proposal (“**NOI**”) pursuant to section 50.4(1) of the *Bankruptcy and Insolvency Act* (“**BIA**”). A copy of the NOI and preliminary listing of creditors is attached. FTI Consulting Canada Inc. (“**FTI**”) has been appointed as the Trustee under the NOI (“**Trustee**”).

Although the NOI proceeding is pursuant to the BIA, it is important to note that the Company is not bankrupt and intends to continue operating during the proceedings.

At present, creditors are not required to file a proof of claim. The Trustee will provide you with further information and a proof of claim form, if necessary, at a later date.

During the proceedings:

- No person may terminate or amend any agreement with the Company, or claim an accelerated payment, or a forfeiture of the term, under any agreement with Company, by reason only that the Company is insolvent or by reason of filing of the Notice of Intention, pursuant to Section 65.1(1) of the BIA;
- No creditor has any remedy against the Company or its property, or shall commence or continue any action, or other proceedings against the Company pursuant to Section 69.1(1) of the BIA;
- The Company remains in control of their business and operations; and
- Suppliers should discuss directly with their usual Company contact the terms of payment for goods and/or services that they provide to the Company.

Further information with respect to these proceedings will be made available on the Trustee’s website:

<http://cfcanada.fticonsulting.com/avilaenergy/>

If you have any questions after speaking with your contact at the Company, please contact a representative of the Trustee, Hailey Liu at (403) 454-6040 or via email: avilaenergy@fticonsulting.com

Regards,



FTI CONSULTING CANADA INC.

Trustee under the Notice of Intention to make
A proposal of Avila Energy Corp.

Encl.

District of: Alberta
Division No. 02 - Calgary
Court No.
Estate No. N/A

- FORM 33 -
Notice of Intention To Make a Proposal
(Subsection 50.4(1) of the Act)

Take notice that:

1. I, Avila Energy Corp, an insolvent person, state, pursuant to subsection 50.4(1) of the Act, that I intend to make a proposal to my creditors.
2. FTI Consulting Canada Inc. of Suite 1610, 520 - 5th Ave S.W., Calgary, AB, T2P 3R7, a licensed trustee, has consented to act as trustee under the proposal. A copy of the consent is attached.
3. A list of the names of the known creditors with claims of \$250 or more and the amounts of their claims is also attached.
4. Pursuant to section 69 of the Act, all proceedings against me are stayed as of the date of filing of this notice with the official receiver in my locality.

Dated at the city of Calgary in the Province of Alberta, this 20th day of September 2024.

Lars Glimhagen

Avila Energy Corp
Insolvent Person

To be completed by Official Receiver:

Filing Date

Official Receiver

Avila Energy Corp. ("Avila Energy")
Creditor Mailing Listing
All amounts in CDN

Notes:

1. The attached list of creditors was prepared based on information available from the books and records of Avila Energy Corp. as of September 20, 2024 (the "Filing Date").
2. This list is provided pursuant to section 50.4(6) of the Bankruptcy and Insolvency Act. This list of creditors has been prepared without admission as to the liability for, or the quantum of, any of the amounts shown.
3. The dollar amounts are not to be used for the purpose of valuing any claims against Avila Energy, as they are subject to change based on updated or additional information.

Creditor Name	Street	City	Province	Postal Code	Country	Unsecured	Secured
Signalta Resources Ltd.	840 6 Ave SW #700	Calgary	AB	T2P 3E5	Canada	3,410.29	
Selectest Inc.	3708-39St	Whitecourt	AB	T7S 0C3	Canada	3,370.08	
Douglas Harry Green	BOX 83	Daysland	AB	T0B 1A0	Canada	3,288.67	
Rush Energy Services	Suite 200 940 6 Ave SW	Calgary	AB	T2P 3T1	Canada	3,224.97	
Pro-Pipe Service & Sales Ltd.	1507 - 7 Street Box 1101	Nisku	AB	T9E 8A8	Canada	3,191.25	
Central Optimization Ltd.	PO Box 6001	Innisfail	AB	T4G 1S7	Canada	3,184.65	
Streamline Energy Group	900, 630- 6th Avenue SW	Calgary	AB	T2P 0S8	Canada	3,150.00	
Ds Security Solutions Inc.	6933 48th Street SE	Calgary	AB	T2C 5A4	Canada	3,106.84	
Bci Technologies Ltd.	1037 77 Ave NW	Edmonton	AB	T6P 1M8	Canada	3,080.79	
Roxann Nafziger	RR4	Mannville	AB	T0B 2W0	Canada	2,938.14	
Troy Gartner	RR4	Vermilion	AB	T9X 1Y9	Canada	2,938.14	
Calroc Industries Inc.	6847 66 Street	Lloydminster	AB	T9V 3R7	Canada	2,917.69	
Ryan ULC	6775 FINANCIAL DRIVE, SUITE 102	Mississauga	ON	L5N0A4	Canada	2,825.88	
Hydrodig Canada Inc	PO Box 215	Bentley	AB	T0C0J0	Canada	2,789.22	
Wildie Card Enterprises Ltd.	Box 785	Macklin	SK	S0L 2C0	Canada	2,668.05	
Fidelity Clearing Canada ULC	483 Bay St. Suite 200	Toronto	ON	M5G 2N7	Canada	2,637.03	
Robert A. Boulter	R.R #1	Donalda	AB	T0B 1H0	Canada	2,600.00	
Paul John Sorensen And Dana Lorenz Sorensen	RR 2, Site 8, Box 6	Ponoka	AB	T4J 1R2	Canada	2,600.00	
Twilight Capital Inc.	Tour de la Bourse, 43e etage 800 Square Victoria	Montreal	QC	H4Z 1H1	Canada	2,593.60	
Patricia Marion Norman	Suite 2800 421 7 Avenue SW	Calgary	AB	T2P 4K9	Canada	2,591.78	
Curtis Pohl & Jennifer Pohl	RR 5	Wetaskiwin	AB	T9A 1X2	Canada	2,400.00	
Ronald Leroy David & William Todd David	BOX 10073	Airdrie	AB	T4A 0H4	Canada	2,300.00	
Lynx Energy ULC	Millenium Tower Suite 2000, 440 - 2nd Avenue SW	Calgary	AB	T2P 5E9	Canada	2,255.52	
Rbw Waste Management Ltd.	3280-10 Street	Nisku	AB	T9E1E7	Canada	2,226.05	
Nitschke Vacuum Truck Services	PO Box 1377	Stettler	AB	T0C 2L0	Canada	2,165.63	
Petrus Resources Ltd.	240-4th Avenue SW Suite 2400	Calgary	AB	T2P 4H4	Canada	2,021.58	
Dueck June	8802 Southfort	Fort Sask	AB	T8L 4R6	Canada	2,021.42	
Alberta Securities Commission	Suite 600, 250-5th Street S.W	Calgary	AB	T2P0R4	Canada	2,000.00	
Troy Kreutz	1114 LAKELAND CRESCENT SOUTH	Lethbridge	AB	T1K 3C3	Canada	2,000.00	
Bradley Hines	RR4	Vermilion	AB	T9X 1Y9	Canada	1,958.85	
Christine Hines	165 Sunflower Cres.	Sherwood Park	AB	T8H 2N2	Canada	1,958.85	
Lori Snelgrove	RR#4	Vermilion	AB	T9X 1Y9	Canada	1,958.85	
Rhonda Dutchak	5239 64 Street	Vermilion	AB	T9X1X5	Canada	1,958.85	
Noreen Bell	Box 3071	Vermilion	AB	T9X2B1	Canada	1,958.57	
Timothy Hines	Apt 204 15004 - 45th Ave.	Edmonton	AB	T6H 5T5	Canada	1,958.57	
Canol Resources Ltd.	2040 605 5 Ave SW	Calgary	AB	T2P 3H5	Canada	1,900.18	
Bonnie Vallet	RR #4, SITE 17, BOX 29	Red Deer	AB	T4N 5E4	Canada	1,825.00	
Landcaster Resources Ltd.	PO BOX 187	Baltac	AB	T0M 0E0	Canada	1,768.72	
Eric Eklund- 2191836 Alberta Ltd	PO Box 21050 Westview	Lethbridge	AB	T1J 4B2	Canada	1,735.37	
Jacobson Margaret	9360 rue Foucher	Montreal	QC	H2M 1W2	Canada	1,393.57	
Mid-East Oilfield Services	P.O Box 71	Minburn	AB	T0B 3B0	Canada	1,260.00	
Western Canadian Spill Services Ltd.	#280 6815 8 St NE	Calgary	AB	T2E 7H7	Canada	1,218.00	
County Of Vermilion River	BOX 69	Kitscoty	AB	T0B 2P0	Canada	1,166.28	
Nelgar Services Inc.	101-7477 49th Avenue	Red Deer	AB	T4P 1N1	Canada	1,087.54	
Secure Energy	120, 8832 Blackfoot Trail SE	Calgary	AB	T2J 3I1	Canada	1,012.66	
Dunc'S Septic Tank Services 2017 Ltd.	RR3, Site 15, Box9	Ponoka	AB	T4J 1R3	Canada	924.00	
Perpetual Energy	605 5 Ave SW Suite 3200	Calgary	AB	T2P 3H5	Canada	914.75	
Leede Jones Gable Inc.	421 7 Ave SW #3415	Calgary	AB	T2P 4K9	Canada	858.88	
Prairie Niche	PO Box 59	Hayter	AB	T0B 1X0	Canada	787.50	
Baytex Energy Ltd.	PO Box 138, Calgary STN Central 639 5th Avenue SW	Calgary	AB	T2P 2H6	Canada	668.91	
Denis Koutsantonis	13 Aintree Road	Glen Iris	VIC	3146	Australia	654.96	
Paramount Resources Ltd.	#400-4954 Richard Road SW	Calgary	AB	T3E 6L1	Canada	651.78	
Core Laboratories Canada Ltd.	C/o CX2464 P.O. Box 2464 Station "M"	Calgary	AB	T2P 3C1	Canada	640.50	
Gerald Viske	24 Mahogany Gardens SE	Calgary	AB	T3M2S2	Canada	564.07	
Gregory Viske	18747 - 86 AVENUE	Edmonton	AB	T5T 5B5	Canada	564.07	
Twp50 Resources Ltd.	2908 12 Avenue NW	Calgary	AB	T2N 1K8	Canada	544.30	
Darren Schweer	P.O BOX 431	Stettler	AB	T0H2L0	Canada	542.41	
Jeffrey Schweer	11302C 95 Ave	Grande Prairie	AB	T8V 5L2	Canada	542.41	
Robin A. Viske	4908-64 Street	Camrose	AB	T4V 2V8	Canada	542.41	
Darrell & Diane Viske	138 BANKE CRESCENT	Yellowknife	AB	X1A 3N1	Canada	542.41	
Kevin & Janice Viske	18747 - 86 AVENUE	Edmonton	AB	T5T 5B5	Canada	542.41	
Rodney & Denica Viske	67 BAINES CRESCENT	Red Deer	AB	T4R 1K1	Canada	542.41	
Ember Resources Inc.	#800, 400 - 3rd Ave SW	Calgary	AB	T2P 4H2	Canada	523.85	
Secure Energy Services Inc.	Brookfield Place 2300, 225 - 6th Ave SW	Calgary	AB	T2P 1N2	Canada	515.88	
Western Water Disposal c/o Rksmith Energy Corp	RR1	Tees	AB	T0C 2N0	Canada	478.80	
Gff Environmental Services Inc.	P.O Box 150	Concord	ON	L4K 1B2	Canada	472.50	
Mindstone Consulting Inc.	5 Evanspark Gardens NW	Calgary	AB	T3P 0G5	Canada	443.11	
Rife Resources Ltd.	1000, 517-10th Avenue SW	Calgary	AB	T2R 0A8	Canada	425.15	
L M Waste Removal Ltd.	Box 118	Botha	AB	T0C 0N0	Canada	315.00	
Adnet Communications Inc.	PO Box 11113 STN Royal Centre	Vancouver	BC	V6E 3P3	Canada	290.05	
Big Sky Call Centers Inc.	111 S 8500 MacLeod Trail SE	Calgary	AB	T2H 2N1	Canada	286.04	
Canada Revenue Agency	Surrey National Verification and Collections Centre, 9755 King George Blvd	Surrey	BC	V3T 5E1	Canada	249.33	
Tier 1 Energy Solutions	4253 97 Street NW	Edmonton	AB	T6E 5Y7	Canada	210.00	
Gary Neil Shonkwiler	119 Atkins Drive	St. Albert	AB	T8N 2P2	Canada	146.08	
Richard Glen Shonkwiler	2 Lindbergh Crescent	St. Albert	AB	T8N 2S9	Canada	146.08	
Government Of Alberta	Crown G94168346 9945-108th Street	Edmonton	AB	T5K 2G6	Canada	55.93	
Bagshaw Electric Ltd.	Box 1059	Stettler	AB	T0C 2L0	Canada	33.39	
Total						\$ 16,010,303.84	\$ 3,890,000.00


**CONSENT TO ACT AS TRUSTEE UNDER A PROPOSAL
SECTION 50.4(1) OF THE *BANKRUPTCY AND INSOLVENCY ACT (CANADA)***

TO: Avila Energy Corporation (the “Company”)

THE UNDERSIGNED, **FTI CONSULTING CANADA INC.**, consents to acting as trustee under a proposal to be filed by the Company, pursuant to Part III, Division I of the Bankruptcy and Insolvency Act (Canada).

Dated this 20th day of September 2024

FTI CONSULTING CANADA INC.

Per: 

Dustin Olver LIT
Senior Managing Director



Industry Canada
Office of the Superintendent
of Bankruptcy Canada

Industrie Canada
Bureau du surintendant
des faillites Canada

District of Alberta
Division No. 02 - Calgary
Court No. 25-3131451
Estate No. 25-3131451

In the Matter of the Notice of Intention to make a proposal of:

Avila Energy Corp

Insolvent Person

Licensed Insolvency Trustee

Date of the Notice of Intention:

September 20, 2024

CERTIFICATE OF FILING OF A NOTICE OF INTENTION TO MAKE A PROPOSAL
Subsection 50.4 (1)

I, the undersigned, Official Receiver in and for this bankruptcy district, do hereby certify that the aforementioned insolvent person filed a Notice of Intention to Make a Proposal under subsection 50.4 (1) of the Bankruptcy and Insolvency Act;

Pursuant to subsection 69. (1) of the Act, all proceedings against the aforementioned insolvent person are stayed as of the date of filing of the Notice of Intention.

Date: September 23, 2024, 09:39

E-File/Dépôt Electronique

Official Receiver

Harry Hays Building, 220 - 4th Ave SE, Suite 478, Calgary, Alberta, Canada, T2G4X3, (877)376-9902

Canada