

March 11, 2022

To: All Known Creditors of Balanced Energy Oilfield Services Inc., Balanced Energy Oilfield Services (USA) inc., and Balanced Energy Holdings Inc.

– In Receivership (the “Debtors”)

On March 7, 2022, FTI Consulting Canada Inc. was appointed as receiver and manager (the “**Receiver**”) of all the current and future assets, undertakings and properties of the Debtors pursuant to the Order of the Court of Queen’s Bench of Alberta (the “**Receivership Order**”). A copy of the Receivership Order and other public materials in respect of the receivership proceedings are available at the Receiver’s website:

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

Periodic updates on the progress of the receivership proceedings will be posted on the Receiver’s website. The Receiver may be contacted by email at:

hailey.liu@fticonsulting.com
phone: (403) 454-6040

brandi.swift@fticonsulting.com
Phone: (403) 454-6038

Enclosed is a copy of the Receiver’s Notice and Statement provided in accordance with Subsection 245(1) and 246(1) of the *Bankruptcy and Insolvency Act*.

Yours very truly,



FTI Consulting Canada Inc.,
in its capacity as receiver of
Balanced Energy Oilfield Services Inc.,
Balanced Energy Oilfield Services (USA) Inc., and
Balanced Energy Holdings Inc.
and not in its personal capacity

FORM 87

NOTICE AND STATEMENT OF THE RECEIVER

(Subsection 245(1) and 246(1) of the *Bankruptcy and Insolvency Act*)

IN THE MATTER OF THE RECEIVERSHIP OF

**Balanced Energy Oilfield Services Inc., Balanced Energy Oilfield Services (USA) Inc., and
Balanced Energy Holdings Inc.**

The Receiver gives notice and declares that:

1. On the 7th day of March 2022, FTI Consulting Canada Inc. (“**Receiver**”) became the receiver in respect of the property of Balanced Energy Oilfield Services Inc., Balanced Energy Oilfield Services (USA) Inc., and Balanced Energy Holdings Inc. which is described below (in Canadian dollars).

Cash	\$ 79,904
Trade and other receivables	7,580,872
Inventory	6,769,530
Prepaid expenses and deposits	268,474
Tax recoverable	8,880
Equity in cooperatives	9,347
Property and equipment	21,787,431
Goodwill	266,463
Future income taxes	940,266
Total Assets	<u>\$ 37,711,167</u>

Note: the foregoing are the assets and book value as stated in the financial statements of the Debtor as at September 30, 2021. The Receiver has not audited, reviewed, or otherwise attempted to verify the accuracy of the foregoing. The Receiver provides no comment on the realizable value of the assets.

2. The Receiver became a receiver by having taken possession and control of the property described above pursuant to the Order of the Court of Queen’s Bench of Alberta granted March 7, 2022.
3. The following information relates to the receivership.

- a) Address of the insolvent person: Box 1865,
Brooks, AB T2R 1C6
- b) Principal line of business: Oil and gas services, coil tubing and
complimentary services to oil and gas sector

- c) Location of business: Headquartered in Brooks with operations in Alberta in Canada and Alexander, North Dakota in the United States
- d) As at March 7, 2022, the total amount owed to each creditor who holds a security on the property described above was in excess of:
- | | |
|------------------------------------|-----------------|
| National Bank of Canada | \$24,699,114.50 |
| Laurentian Bank / LBC Capital Inc. | \$ 881,335.94 |
- e) The list of other creditors and the amount due is listed in Schedule "A" for Canadian Dollar creditors and Schedule "B" for US Dollar creditors, attached hereto.
- f) The intended plan of action of the Receiver during the receivership is to evaluate and execute on the appropriate steps to realize on the assets with a view to maximizing recoveries for all creditors.
- g) Contact person for the Receiver:

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FTI Consulting Canada Inc.
Suite 1610, 520 Fifth Avenue S.W.
Calgary, AB T2P 3R7

Telephone: (403) 454-6040
Email: hailey.liu@fticonsulting.com

Brandi Swift
FTI Consulting Canada Inc.
Suite 1610, 520 Fifth Avenue S.W.
Calgary, AB T2P 3R7

Telephone: (403) 454-6038
Email: brandi.swift@fticonsulting.com

Dated at the city of Calgary in the province of Alberta, this 11th day of March 2022.

FTI Consulting Canada Inc. – in its capacity as Receiver



Deryck Helkaa, CIRP
Senior Managing Director

Schedule A**Balanced Energy Oilfield Services Inc.****Unsecured Creditor Listing as at****March 11, 2022****All amounts in CDN**

Unsecured Creditor	Amount
1208708 Alberta Ltd	2,142.00
1924368 Alberta Ltd.	36,172.50
Absolute Heavy Duty Mechanics Ltd	14,998.32
Absolute Safety Products & Services Ltd	6,209.49
Air Liquide Canada Inc	466.22
Allied Distributors (Brooks) Ltd	2,652.28
Apex Distribution Inc	2,296.43
Arkon Solutions	291,160.39
ATA Welding Services Ltd	693.00
Azoto Energy Services Ltd.	76,753.43
BearCom Canada Corp	784.88
Bill's Garage	44,170.28
Black Diamond Energy Solutions Inc	12,663.00
Blackstone Pipeline & Environmental Sol.	65,423.56
Bluewave Energy	4,773.97
Canada Life Group Net	32,746.91
Canadian Professional Cleaning Inc	2,672.78
Canalta Real Estate Services Ltd	44,204.04
Canalta Real Estate Services Ltd /SMH Management Inc	5,244.36
Canyon Rigging Inc	6,654.11
Cara Dawn Transport (2019) Ltd.	28,484.34
Celtic Pride Welding & Fabricating	51,700.87
Cinch Oilfield Hauling Ltd	173,174.93
CJM Crane Services Ltd	17,330.25
CMT Logistics Inc.	567.00
Cropac Equipment Inc	151,780.49
CS&P Technologies , LP	9,989.72
CT Inspection Services Inc	26,832.54
Cypress Communications Ltd	10,145.10
Darcy's Mobile Crane Ltd	12,608.40
DAS Nitrogen Services Ltd	14,588.70
Deck It Towing & Hauling Ltd.	8,082.38
Direct Energy	5,066.69
Diversified Chain & Rigging Inc	2,100.00
Drayton Valley Auto Parts Ltd.	664.10
Drayton Valley Utility	163.25
dwr consulting	85,306.23
Elite Crane & Rigging	119,052.15
Ferus Inc	321,515.11
Fluidpro Oilfield Services Ltd	640,578.75
Forum Canada ULC	8,445.15

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Unsecured Creditor	Amount
FourQuest Energy Inc.	141,929.09
George Dawson Inn - Dawson Creek	6,757.40
GEOTrac Systems Inc	16,398.90
Goliath Snubbing Ltd	23,740.51
GT Coiled Tubing of Canada ULC	464,283.35
Holiday Inn Express - Red Deer North	14,648.48
Holiday Inn Express - Red Deer South	2,877.38
Holiday Inn Express & Suites - Whitecourt	146.06
Holiday Inn Express Hotel & Suites-Edson	2,059.98
HOODS Crane Rental Inc	36,484.88
HSEvolution	2,938.95
Imperial Parking Canada Corporation	3,188.86
J.D.A Ventures Ltd	4,462.50
Jepson Petroleum (Alberta) Ltd.	110,495.28
Jereh Canada Corporation	137,530.05
Jody Moltz Professional Corporation	20,792.75
JR's Pressure Service	490,800.30
Kal Tire	14,674.09
Kas Oilfield Hauling Ltd	46,770.26
Knights Nitrogen Services Ltd	19,425.47
Lee Specialties Rentals	13,487.17
Lee Specialty Seals Inc	15,503.29
Lostt Rentals Ltd	3,150.00
Manifold Systems International Ltd	30,996.65
Matrix Chemical Solutions Ltd	19,950.00
Max Fuel Distributors	10,811.85
McClelland Oilfield Rentals Ltd	11,094.08
Micron Industries Inc	6,004.16
Motion Industries, (Canada) Inc	14,366.20
Mountain View Inn & Suites	2,267.04
N. Murray Holdings Inc.	10,237.50
Namco Machine & Gear Works Ltd	9,504.60
Nexus Energy Technologies Inc	2,549.55
North West Crane Enterprises Ltd	2,166.19
Northern Metallic Sales Ltd	9,198.33
NOV Canada ULC - Hydra Rig Canada	48,331.27
Oil City Crane Service Ltd	12,150.34
OptiFrac Chemical Services	26,040.00
Orich Transport Inc	179,670.75
OSP Microcheck Inc.	3,476.03
Overland Transport Ltd	10,101.00

Schedule A**Balanced Energy Oilfield Services Inc.****Unsecured Creditor Listing as at****March 11, 2022****All amounts in CDN**

Unsecured Creditor	Amount
Paradise Inn and Conference Centre	137,402.98
Paradise Inn and Suites	2,792.84
Petroleum Services Association of Canada	3,475.50
Prairie Sky Co Operative	59,041.02
Precision Tube Canada ULC	18,144.00
Pro N2 Ltd	12,275.55
Quality Inn & Suites	421.56
Quality Tubing Canada	24,414.66
Quick Silver Wireline Ltd	2,050.97
Ramada Clairmont	34,786.11
Ramada High River	547.88
Ramada Whitecourt	2,677.41
RB Oilfield Hauling Inc	8,820.00
Red Coat Industries Ltd	4,830.00
RED-L Distributors Ltd	781.21
Richards Transport Ltd	11,980.31
Rocky 8 Motel Ltd	5,192.58
Sask Power	124.01
Secure Energy (Drilling Services) Inc	1,890.00
Sekura Bros. Inc.	4,048.14
Select Energy Systems	4,486.65
Service Plus Inns & Suites	26,771.13
Sirius XM Canada Inc.	5,799.20
Source Industrial Drayton Valley Ltd	1,886.45
South Country Co-op Ltd	86.01
SPS Pressure Services	161,712.97
Stampede Crane & Rigging Ltd	787.98
Stericycle ULC	288.11
Sunstroke Flow Products	19,145.18
SysGen Solutions Group	2,728.05
Tank Tech Oilfield Services Ltd	556.50
Telus Communications	1,122.26
Thru Tubing Solutions	50,480.07
Titan Health & Safety Ltd	162.75
Topco Oilsite Products Ltd	11,681.13
Travelodge Brooks	16,863.39
Travelodge Weyburn	2,626.47
Tryson Energy Services Inc	52,481.32
Tubing 2000 Inc	5,250.00
United Farmers of Alberta	42,657.59
Vincent Communication and Controls Ltd	273.00

Schedule A
Balanced Energy Oilfield Services Inc.
Unsecured Creditor Listing as at
All amounts in CDN

March 11, 2022

Unsecured Creditor	Amount
Wainbee Limited	7,510.65
Walking Eagle Inn and Lodge	22,568.45
Waste Connections of Canada Inc.	919.42
Winter Well Servicing Ltd	5,367.96
YYC BI Consulting Inc	5,460.00
Total - Unsecured Creditors (CDN)	5,127,888.06

Schedule B**Balanced Energy Oilfield Services (USA) Inc.****Unsecured Creditor Listing as at****March 11, 2022****All amounts in USD**

Unsecured Creditor	Amount
281 Transport LLC	11,500.00
3 Forks Services	6,648.00
AH Inc.	41,819.59
Airgas USA LLC	122,196.78
American Welding & Gas Inc	1,503.53
Anytime Hydroexcavation Inc	12,689.65
Aspen Air U.S., LLC	25,818.79
Astro-Chem Lab, Inc	620.90
Baker Consulting, LLC	67,344.51
Blue Cross Blue Shield of North Dakota	18,667.83
Borsheim Crane Service LLC	28,911.25
Brady Martz & Associates PC	35,275.00
Canary, LLC	4,148.55
ChampionX LLC	39,828.18
Coach, Truck & Tractor, LLC	10,619.50
Coastal Plains Trucking	29,816.97
Copper Tip Energy Services USA LLC	80,779.94
Core Completions LLC	22,565.00
CT Inspection Services LLC	95,292.80
CTI Well Service	30,300.00
Cummins Sales and Services	8,779.07
DC Energy Services LLC	172,473.80
Deringer	206.50
Endless Tubing	103,640.72
Extreme Shale Performance LLC	2,238.72
Fluid Pro Oilfield Services USA, Inc.	397,460.00
G&G Garbage LLC	150.00
Hall Trucking Inc	16,509.17
Halliburton Energy Services Inc.	82,857.58
Hillstrom Crane and Inspection	178,750.00
Jandreau Trucking Inc	5,000.00
Kotana Communications	758.16
Landriault Transport Inc	5,000.00
Landstar Ranger Inc	15,500.00
Lee Specialties Rentals (USA) LLC	386.86
Linde Gas & Equipment Inc	203.27
Lochend Energy Services	180,007.40
Lund Oil Inc	77,800.49
Message Center, Inc	181.40
Mountain States Pressure Service Inc	130,122.53
Mountain Supply & Service, LLC	9,978.87

Schedule B**Balanced Energy Oilfield Services (USA) Inc.****Unsecured Creditor Listing as at****March 11, 2022****All amounts in USD**

Unsecured Creditor	Amount
MT Technologies LLC	30,750.00
NOV CTES	17,969.63
NOV Hydra Rig	61,627.50
NOV Quality Tubing	235,890.62
O.K. Tire Store - Watford	5,187.67
One Buck Inc	50,000.00
Panther Pumping Services, LLC	85,900.00
Patriot Well Solutions	99,000.00
Pearce Durick PLLC	495.00
Riggins, John M	380.26
Rolfson Oil, LLC	7,441.55
Rossco Crane & Rigging, Inc	140,643.27
RTL Equipment Inc	11,457.74
Sentry Wellhead Systems LLC	229,243.54
Sun Life Financial	6,731.90
TEAM Professional Services, Inc.	2,340.00
Tenaris Coiled Tubes, LLC	292,139.48
Titan Liner Inc	14,477.00
United Quality Coop	9.99
Wallwork Truck Center	305.88
Williams Scotsman, Inc	3,546.13
Total - Unsecured Creditors (USD)	3,369,888.47