

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985 c. C-36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
**IMPERIAL TOBACCO CANADA LIMITED AND IMPERIAL TOBACCO COMPANY
LIMITED**

Applicant

**MOTION RECORD
(Motion for Collateral Agent Order)**

August 19, 2025

DAVIES WARD PHILLIPS & VINEBERG LLP
155 Wellington Street West
Toronto ON M5V 3J7

Natasha MacParland (LSO# 42383G)
Email: nmacparland@dwpv.com
Tel: 416.863.5567

Chanakya A. Sethi (LSO# 63492T)
Email: csethi@dwpv.com
Tel: 416.863.5516

Lawyers for FTI Consulting Canada Inc.,
in its capacity as the CCAA Plan
Administrator of Imperial Tobacco
Canada Limited and Imperial Tobacco
Company Limited

TO: THE COMMON SERVICE LIST

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TAB 1

Court File No. CV-19-00616077-00CL

**ONTARIO
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IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
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AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
**IMPERIAL TOBACCO CANADA LIMITED AND IMPERIAL TOBACCO COMPANY
LIMITED**

Applicant

**NOTICE OF MOTION
(Motion for Collateral Agent Order)**

FTI Consulting Canada Inc. ("**FTI**"), in its capacity as CCAA Plan Administrator (the "**Imperial CCAA Plan Administrator**") in respect of Imperial Tobacco Canada Limited ("**ITCAN**") and Imperial Tobacco Company Limited (together with ITCAN, "**Imperial**"), will make a motion before Chief Justice Morawetz of the Ontario Superior Court of Justice (Commercial List) on August 27, 2025 at 9:00 a.m., or as soon after that time as the motion can be heard.

PROPOSED METHOD OF HEARING: The motion is to be heard by video conference. Please refer to the Virtual Hearing Protocol attached as **Schedule "A"** hereto for details on attending the motion.

THE MOTION IS FOR:¹

1. An Order (the “**Collateral Agent Order**”) substantially in the form included at Tab 3 of the Motion Record, among other things:

- (a) approving the proposed Collateral Agency Agreement in respect of Imperial (the “**Imperial Collateral Agency Agreement**”) substantially in the form attached to the Collateral Agent Order as Schedule A;
- (b) approving the engagement of Computershare Trust Company of Canada (“**Computershare**”) to act as collateral agent (the “**Collateral Agent**”) for and on behalf of itself and the Provinces and Territories, Quebec Class Action Plaintiffs, and Pan-Canadian Claimants (collectively, the “**Claimants**”) in respect of certain collateral (the “**Collateral**”) pursuant to (a) the Contribution Security Agreement, the Guarantee (as defined in the Imperial Collateral Agency Agreement), the Deed of Movable Hypothec (as defined in the Imperial Collateral Agency Agreement), and any other agreements, documents or guarantees provided in connection therewith, and (b) the charge granted by the CCAA Court over the property held in the Imperial Supplemental Trust Account pursuant to the Order of the CCAA Court dated August 15, 2025 (collectively, the “**Security Documents**”); and
- (c) approving the limitation of liability of the Collateral Agent.

¹ All capitalized terms used but not defined herein have the meanings given to them in the Third Amended and Restated Court-Appointed Mediator’s and Monitor’s CCAA Plan of Compromise and Arrangement in respect of Imperial dated February 27, 2025 (the “**Imperial CCAA Plan**”).

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2. An Order abridging the time for service and filing of this Notice of Motion and the Motion Record and dispensing with service on any person other than those served.

3. Such further and other relief as counsel may advise and this CCAA Court may permit.

THE GROUNDS FOR THE MOTION ARE

Background

4. On March 6, 2025, this CCAA Court: (a) approved and sanctioned the Imperial CCAA Plan; and (b) appointed FTI as the Imperial CCAA Plan Administrator pursuant to the CCAA Plan Administrator Appointment Order.

5. The Imperial CCAA Plan requires (i) a collateral agent to be engaged, and (ii) Imperial and its Material Subsidiaries to enter into certain of the Security Documents, to which such collateral agent will also be a party.

Request for Approval of Engagement of the Collateral Agent

6. To select the collateral agent, the CCAA Plan Administrators and the Court-Appointed Mediator ran a request for proposals process (the “**RFP Process**”) to solicit bids from certain entities that regularly act as collateral agents in similar capacities to act as collateral agent for the Claimants. The RFP Process took place from June 25, 2025 through July 18, 2025.

7. After careful consideration, the Claimants and Tobacco Companies selected Computershare, subject to approval by the CCAA Court, as the Collateral Agent.

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8. Computershare's proposed services will include, upon receiving written instructions from the applicable number of Claimants, the Imperial CCAA Plan Administrator and/or the approval of the CCAA Court, as applicable:

- (a) holding, administering and enforcing each Security Document, as may be required;
- (b) taking actions permitted under the Security Documents to protect the Claimants' interests;
- (c) instituting legal proceedings with respect to the Collateral, including selling any portion of the Collateral or otherwise exercising the rights and remedies of the Claimants under the Security Documents;
- (d) remitting amounts from the sale of any of the Collateral to the Claimants based on the allocation set out in the Imperial CCAA Plan; and
- (e) executing and delivering any necessary additional documents or releasing any Lien (as defined in the Imperial Collateral Agency Agreement) as may be required.

9. In consideration for its services, Computershare will be paid certain fees, which are set out in greater detail in the Thirty-First Report of FTI (the "**Thirty-First Report**"), in its capacity as Monitor.

10. In view of the above, the Imperial CCAA Plan Administrator respectfully seeks this Court's approval of the engagement of Computershare as Collateral Agent.

Request for Approval of the Collateral Agency Agreement

11. As noted above, the Imperial CCAA Plan requires the engagement of a collateral agent and for the collateral agent to enter into certain of the Security Documents.

12. To set the terms of the Collateral Agent's engagement and establish the scope of its services, the Claimants, Imperial, Imperial's Material Subsidiaries and the Collateral Agent propose to enter into the Imperial Collateral Agency Agreement.

13. The Imperial Collateral Agency Agreement by its terms is subject to the approval of the CCAA Court.

14. The material terms of the Imperial Collateral Agency Agreement are summarized in the Thirty-First Report.

15. The Imperial CCAA Plan Administrator respectfully seeks this Court's approval of the Imperial Collateral Agency Agreement.

Request for Approval of the Limitation of the Collateral Agent's Liability

16. A condition to the appointment of the Collateral Agent in the Imperial Collateral Agency Agreement is that an order limiting the liability of the Collateral Agent, as described in detail in the Thirty-First Report, be granted.

17. The proposed limitation of liability ensures that the Collateral Agent will have no unindemnified exposure by complying with the terms of the Collateral Agency Agreement in good faith and without negligence or wilful misconduct. Such limitation of liability is proposed to be capped at the aggregate Contributions remaining to be paid by all

Tobacco Companies toward the Global Settlement Amount at any given time (the **“Remaining Contributions”**).

18. The liabilities of the Collateral Agent that arise under the Contribution Security Agreement (for which an indemnity is provided by Imperial) are intended to apply to most of the liabilities the Collateral Agent may incur in fulfilling its duties and are not capped. The residual liabilities that may be incurred by the Collateral Agent under the Imperial Collateral Agency Agreement will be indemnified by Imperial and capped at the Remaining Contributions, which amount will number in the billions of dollars for most of the Contribution Period. Therefore, the Imperial CCAA Plan Administrator is of the view that the limitation of liability in the proposed Collateral Agent Order is unlikely to prejudice any Person that may make a claim against the Collateral Agent with respect to the exercise of its duties.

19. The Imperial CCAA Plan Administrator understands that the limitation of the Collateral Agent’s liability in the proposed Collateral Agent Order is necessary to obtain all parties’ agreement to the Imperial Collateral Agency Agreement. The execution of the Imperial Collateral Agency Agreement is necessary to implement the Imperial CCAA Plan.

20. The Imperial CCAA Plan Administrator respectfully seeks this Court’s approval of the proposed limitation of the liability of the Collateral Agent on the basis that it is fair and reasonable in light of the objectives of the CCAA, including the restructuring of debtor companies for the benefit of all stakeholders.

General

21. The proposed Collateral Agent Order is necessary to implement the Imperial CCAA Plan and is consistent with the prior orders granted in the CCAA Proceedings. The Imperial CCAA Plan Administrator recommends the CCAA Court grant the Collateral Agent Order.

22. The Monitor is not aware of any party that is opposed to the form of the Imperial Collateral Agency Agreement.

23. The Monitor is not aware of any party that intends to oppose this motion.

24. Sections 11 and the other provisions of the CCAA and the inherent and equitable jurisdiction of this CCAA Court.

25. Rules 1.04, 1.05, 2.03, 3.02, 16 and 37 of the *Rules of Civil Procedure*, R.R.O. 1990, Reg. 194, as amended and the *Courts of Justice Act*, R.S.O. 1990, c. C.43 as amended.

26. Such further and other grounds as the lawyers may advise.

THE FOLLOWING DOCUMENTARY EVIDENCE will be used at the hearing of the motion:

- (a) The Thirty-First Report of FTI, in its capacity as Monitor; and

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- (b) Such further and other evidence as the lawyers may advise and this Honourable Court may permit.

August 19, 2025

DAVIES WARD PHILLIPS & VINEBERG LLP
155 Wellington Street West
Toronto ON M5V 3J7

Natasha MacParland (LSO# 42383G)
Email: nmacparland@dwpv.com
Tel: 416.863.5567

Chanakya A. Sethi (LSO# 63492T)
Email: csethi@dwpv.com
Tel: 416.863.5516

Lawyers for FTI, in its capacity as the
CCAA Plan Administrator of Imperial
Tobacco Canada Limited and Imperial
Tobacco Company Limited

TO: THE COMMON SERVICE LIST

TAB 1A

PROTOCOL FOR MOTION BY ZOOM VIDEO CONFERENCE

Scheduling and Specific Requirements

1. Any person on the Service List that wishes to appear virtually on the motion(s) (“**Participants**”) must register by **4:00 p.m. on Monday, August 25th, 2025** for the motion(s) scheduled for **Wednesday, August 27th, 2025**, by emailing Veritext Litigation Solutions Canada, Inc. (scheduling@neesonsreporting.com) and copying each Monitor’s counsel (aperley@dwpv.com, ehyderman@cassels.com, jake.harris@blakes.com). In their email, Participants should provide contact information, including their name, the party they are acting for, their email address and phone number for the counsel slip, along with a statement regarding whether they intend to make submissions.
2. Subject to the Court’s overriding discretion over all matters, Monitors’ counsel will coordinate with Participants and the Court to develop an agenda for the hearing.
3. All material for use on the motion(s) is to be posted on Case Center, as more fully described in Appendix “B”.
4. Participants will appear by video. Veritext will distribute the Zoom link to registered Participants. Participants are not permitted to forward or share the Zoom link. No person should have access to the hearing on Zoom other than Participants. If a Participant is unable to attend by video, they should contact Monitors’ counsel. Participants should carefully review the technical requirements below.
5. Counsel are not required to gown for the hearing.
6. For access by the general public, a YouTube link will be posted on each of the Monitors’ websites by 10:00 a.m. not less than two (2) business days prior to the hearing. The YouTube link will allow the general public to view a livestream of the hearing, but not participate in the hearing. For greater clarity, individuals viewing the livestream via YouTube will not be heard or seen by the Court, Judge or Participants.
7. No recording of any part of the hearing (including audio) may be made unless authorized in advance by the Court.
8. For greater certainty, notice and service requirements are set out in the Rules of Civil Procedure and the various orders and endorsements in the proceedings. For ease of reference, we have included paragraphs 58-63 of the Second Amended and Restated Initial Order dated March 8, 2019 in the JTIM proceedings, attached as Appendix “A”. It should be noted that similar

notice and service requirements have been set out in various orders and endorsements in the parallel proceedings of Imperial and RBH. Nothing in this protocol modifies or amends Orders of the Court related to service requirements, the Rules of Civil Procedure, any Commercial List Practice Direction or other applicable rules.

9. Participants will be placed into a virtual waiting room upon entering the Zoom meeting.

Technical Requirements for Zoom Participants

10. Participants will require a device with a working microphone and camera. The device can be a computer (desktop or laptop), tablet or smartphone. The device must be connected to an internet connection that is sufficient to send and receive video and audio.

11. Each Participant is responsible for ensuring that they have suitable equipment to participate in the hearing and that such equipment works properly. Participants must test such equipment well in advance of the scheduled hearing to ensure:

- (a) that they are familiar with how to use such equipment;
- (b) the compatibility and functioning of such equipment; and
- (c) that the remote location has adequate internet bandwidth to support the use of Zoom without interruption.

12. Each Participant is also responsible for ensuring that they are familiar with the features and operation of Zoom. Participants must ensure that they have downloaded any necessary software, and practiced using Zoom, well in advance of the scheduled hearing.

13. Counsel on Zoom should identify their display name in the following format: [First Name] [Last name], for [Client].

14. Participants should log on using the Zoom link provided approximately 30 minutes before the hearing is scheduled to begin. During this time, Participants should speak to each other to determine if there are any audio/visual/connection issues.

15. It is suggested that Participants use the “gallery view” mode, rather than the “active speaker” mode, available on Zoom.

16. It is suggested that only counsel who are making submissions turn on their cameras during the hearing.

17. Should a Participant become disconnected from Zoom or experience technical difficulties during the hearing, they should immediately inform the Court by sending an email to Veritext Litigation Solutions Canada, Inc. (scheduling@neesonsreporting.com).

18. Further participant information is included in Appendix “B.”

APPENDIX "A"

58. **THIS COURT ORDERS** that, subject to paragraph 59, all motions in this proceeding are to be brought on not less than seven (7) calendar days' notice to all persons on the Service List. Each Notice of Motion shall specify a date (the **"Return Date"**) and time for the hearing.

59. **THIS COURT ORDERS** that motions for relief on an urgent basis need not comply with the notice protocol described herein.

60. **THIS COURT ORDERS** that any interested Person wishing to object to the relief sought in a motion must serve responding motion material or, if they do not intend to file material, a notice in all cases stating the objection to the motion and the grounds for such objection in writing (the **"Responding Material"**) to the moving party, the Applicant and the Monitor, with a copy to all Persons on the Service List, no later than 5 p.m. on the date that is four (4) calendar days prior to the Return Date (the **"Objection Deadline"**).

61. **THIS COURT ORDERS** that, if no Responding Materials are served by the Objection Deadline, the judge having carriage of the motion (the **"Presiding Judge"**) may determine:

- (a) whether a hearing is necessary;
- (b) whether such hearing will be in person, by telephone or by written submissions only; and
- (c) the parties from whom submissions are required

(collectively, the **"Hearing Details"**). In the absence of any such determination, a hearing will be held in the ordinary course.

62. **THIS COURT ORDERS** that, if no Responding Materials are served by the Objection Deadline, the Monitor shall communicate with the Presiding Judge regarding whether a determination has been made by the Presiding Judge concerning the Hearing Details. The Monitor shall thereafter advise the Service List of the Hearing Details and the Monitor shall report upon its dissemination of the Hearing Details to the Court in a timely manner, which may be contained in the Monitor's next report in the proceeding.

63. **THIS COURT ORDERS** that if any party objects to the motion proceeding on the Return Date or believes that the Objection Deadline does not provide sufficient time to respond to the motion, such objecting party shall, promptly upon receipt of the Notice of Motion and in any event prior to the Objection Deadline, contact the moving party and the Monitor (together with the objecting party and any other party who has served Responding Materials, the "**Interested Parties**") to advise of such objection and the reasons therefor. If the Interested Parties are unable to resolve the objection to the timing and schedule for the motion following good faith consultations, the Interested Parties may seek a scheduling appointment before the Presiding Judge to be held prior to the Return Date or on such other date as may be mutually agreed by the Interested Parties or as directed by the Presiding Judge to establish a schedule for the motion. At the scheduling appointment, the Presiding Judge may provide directions including a schedule for the delivery of any further materials and the hearing of the contested motion, and may address such other matters, including interim relief, as the Court may see fit. Notwithstanding the foregoing, the Presiding Judge may require the Interested Parties to proceed with the contested motion on the Return Date or on any other date as may be directed by the Presiding Judge or as may be mutually agreed by the Interested Parties, if otherwise satisfactory to the Presiding Judge.

APPENDIX “B”

1. All Participants will have their microphones muted and may only unmute their own microphones when they are addressing the Court. When parties are not muted, they must avoid making extraneous noise (including for example, typing and shuffling papers) as these noises may interfere with the hearing.
2. Participants must ensure that they participate in the Zoom hearing from a well-lit room so that they are easily visible. Participants must also ensure that no filters are active that may distort or otherwise conceal their appearance.
3. Participants must ensure that they participate in the Zoom hearing from a quiet location where they (and the Court) will not be interrupted or disturbed during the hearing.
4. All mobile devices must be turned off or put on silent mode during the hearing.
5. Participants must refrain from speaking over other Participants.
6. Participants should make submissions in accordance with the order set out in the agenda. If there is a need to make submissions out of sequence, Participants should make a request in a manner directed by the Court. The Court may ask Participants to signal when they intend to address the Court by raising their hand (either by physically raising their hand or by using the virtual “raise hand” feature in Zoom).
7. Participants must state their name and who they represent before addressing the Court.
8. Upon entry into the virtual waiting room, each Participant joining by video should identify themselves, including any person off camera that may be viewing the video feed. This also allows any audio or visual issues to be identified. Each Participant is obligated to immediately notify the presiding judge if any additional person joins them in viewing the video feed.
9. If a Participant intends to rely on any documents, the materials you intend to rely on must be served and shared on the relevant Case Center bundle and all references during the hearing should reference the Case Center page numbering associated with such Case Center bundle.
10. If a party wishes to share certain documents during the hearing, the documents should be provided to the Monitors in advance so that it can be added to the agenda and a method for sharing can be set up.

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED
 AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF **IMPERIAL TOBACCO CANADA LIMITED** AND **IMPERIAL TOBACCO COMPANY LIMITED**

Applicant

Court File No. CV-19-00616077-00CL

**ONTARIO
 SUPERIOR COURT OF JUSTICE
 COMMERCIAL LIST**

PROCEEDING COMMENCED AT
 TORONTO

**NOTICE OF MOTION
 (MOTION FOR COLLATERAL AGENT ORDER)**

DAVIES WARD PHILLIPS & VINEBERG LLP
 155 Wellington Street West
 Toronto ON M5V 3J7

Natasha MacParland (LSO# 42383G)
 Email: nmacParland@dwpv.com
 Tel: 416.863.5567

Chanakya A. Sethi (LSO# 63492T)
 Email: csethi@dwpv.com
 Tel: 416.863.5516

Lawyers for FTI Consulting Canada Inc. in its capacity as
 CCAA Plan Administrator of Imperial Tobacco Canada
 Limited and Imperial Tobacco Company Limited

TAB 2

Court File No. CV-19-616077-00CL

**Imperial Tobacco Canada Limited and
Imperial Tobacco Company Limited**

THIRTY-FIRST REPORT OF THE MONITOR

August 19, 2025

Court File No. CV-19-616077-00CL

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

IN THE MATTER OF THE *COMPANIES' CREDITORS
ARRANGEMENT ACT*, R.S.C. 1985, c.C-36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
**IMPERIAL TOBACCO CANADA LIMITED AND IMPERIAL TOBACCO COMPANY
LIMITED**

**THIRTY-FIRST REPORT TO THE COURT
SUBMITTED BY FTI CONSULTING CANADA INC.,
IN ITS CAPACITY AS MONITOR**

A. OVERVIEW

1. This Thirty-First Report of the Monitor (“**Report**”) was prepared in connection with the motion of FTI Consulting Canada Inc., in its capacity as CCAA Plan Administrator (the “**Imperial CCAA Plan Administrator**”) of Imperial Tobacco Canada Limited (“**ITCAN**”) and Imperial Tobacco Company Limited (together with ITCAN, “**Imperial**”), for an Order (the “**Collateral Agent Order**”), among other things:
 - i. approving the proposed Collateral Agency Agreement in respect of Imperial (the “**Imperial Collateral Agency Agreement**”) substantially in the form attached to the Collateral Agent Order as Schedule A and attached hereto as Appendix A;
 - ii. approving the engagement of Computershare Trust Company of Canada (“**Computershare**”) by the Claimants (as defined below) to act as collateral agent (the “**Collateral Agent**”), pursuant to the Imperial Collateral Agency Agreement, to act for and on behalf of itself and the Provinces and Territories, Quebec Class Action Plaintiffs and Pan-Canadian Claimants (collectively, the

“**Claimants**”)¹ in respect of certain collateral (the “**Collateral**”) pursuant to (a) the Contribution Security Agreement, the Guarantee (as defined in the Imperial Collateral Agency Agreement), the Deed of Movable Hypothec, and any other agreements, documents or guarantees provided in connection therewith, and (b) the charge granted by the CCAA Court over the property held in the Imperial Supplemental Trust Account pursuant to the Order of the CCAA Court dated August 15, 2025 (collectively, the “**Security Documents**”); and

- iii. approving the limitation of liability of the Collateral Agent.
2. In this Report, unless otherwise defined, all capitalized terms have the respective meanings specified in the Third Amended and Restated Court-Appointed Mediator’s and Monitor’s CCAA Plan of Compromise and Arrangement Concerning, Affecting and Involving Imperial dated February 27, 2025 (the “**Imperial Plan**”).
3. Further information regarding the CCAA Proceedings of Imperial have been provided in previous reports of the Monitor.
4. All CCAA Court materials filed and orders issued in these CCAA Proceedings and the related Imperial Chapter 15 Proceedings are available on the Monitor’s website at: <http://cfcanada.fticonsulting.com/imperialtobacco>.
5. This Report was prepared in coordination with the monitors of the other Tobacco Companies. The Monitor understands that the reports to be filed by such other monitors will be substantially the same as this Report.

¹ The “Claimants” do not include the *Knight* Class Action Plaintiffs and the Tobacco Producers because these parties will be paid in full as a condition to the implementation of the Imperial Plan.

B. PURPOSE OF THIS REPORT

6. The purpose of this Report is to provide the CCAA Court with information regarding:
 - i. the collateral agent selection process;
 - ii. the Imperial Collateral Agency Agreement;
 - iii. the proposed limitation of the Collateral Agent's liability; and
 - iv. the Monitor's recommendations in respect of the proposed Collateral Agent Order.

C. THE COLLATERAL AGENT SELECTION PROCESS AND COLLATERAL AGENT FEES

7. The Imperial Plan requires (i) a collateral agent to be engaged and (ii) Imperial and its Material Subsidiaries to enter into an agreement (the “**Contribution Security Agreement**”) granting security to the collateral agent over the property of Imperial for the exclusive benefit of the Claimants in order to secure Imperial's obligations under the Imperial Plan. The form of Contribution Security Agreement has already been approved by the CCAA Court when it sanctioned the Imperial Plan on March 6, 2025.
8. In order to engage a collateral agent, the CCAA Plan Administrators and Court-Appointed Mediator ran a request for proposals process from June 25, 2025 until July 18, 2025, to solicit bids from certain entities that regularly act as collateral agents in similar capacities to act as collateral agent for the Claimants.
9. After careful consideration, the Claimants and Tobacco Companies selected Computershare, subject to approval by the CCAA Court, as the Collateral Agent. Computershare has more than 100 years of experience in Canada as an industry-

leader in providing corporate services, including collateral agent services that span from straightforward collateral agent mandates to complex financial financing structures.

10. Computershare's proposed services will include, upon receiving written instructions from the applicable Claimants, the Imperial CCAA Plan Administrator and/or the approval of the CCAA Court, as applicable:
 - i. holding, administering and enforcing each Security Document, as may be required;
 - ii. taking actions permitted under the Security Documents to protect the Claimants' interests;
 - iii. instituting legal proceedings with respect to the Collateral, including selling any portion of the Collateral or otherwise exercising the rights and remedies of the Claimants under the Security Documents;
 - iv. remitting amounts from the sale of any of the Collateral to the Claimants based on the allocation set out in the Imperial Plan; and
 - v. executing and delivering any necessary additional documents or releasing any Lien (as defined in the Imperial Collateral Agency Agreement) as may be required.
11. In consideration for its services, Computershare will be paid:
 - i. a one-time fee for initial set up and services;

- ii. an annual fee for ongoing administrative duties and responsibilities;²
 - iii. outside legal counsel fees for assisting with reviewing and implementing legal documentation related to the Collateral and Security Documents; and
 - iv. additional fees, as applicable, for professional services related to actions taken following an Event of Default by the Tobacco Companies or their Material Subsidiaries (collectively, the “**Collateral Agent Fees**”).
12. The Collateral Agent Fees are the result of arm’s-length negotiations among the Tobacco Companies, Computershare and the Claimants. All such parties have consented to the Collateral Agent Fees. The Monitor believes the proposed Collateral Agent Fees are fair and reasonable given the scope of the duties to be performed by Computershare.

D. THE COLLATERAL AGENCY AGREEMENT

13. The Imperial Plan requires the engagement of a collateral agent and for the collateral agent to enter into certain of the Security Documents prior to the Plan Implementation Date.³ To set the terms of the Collateral Agent’s engagement and provide for the scope of its services, the Claimants, Imperial, Imperial’s Material Subsidiaries and the Collateral Agent propose to enter into the Imperial Collateral Agency Agreement. The Imperial Collateral Agency Agreement by its terms is subject to the approval of the CCAA Court.

² Computershare advises that its initial service fee and annual fee are confidential. However, these fees have been disclosed to the CCAA Plan Administrators, Claimants and Tobacco Companies, all of whom are satisfied with the reasonableness of such fees.

³ Section 5.13 of the Imperial Plan requires that, at least ten Business Days prior to the Plan Implementation Date, Imperial and its Material Subsidiaries shall have entered into certain of the Security Documents (the “**Document Requirement**”). In order to facilitate the implementation of the Imperial Plan, the Court-Appointed Mediator and the Monitor waived the Document Requirement pursuant to Section 19.3 of the Imperial Plan. The Monitor now understands that amendments to the Imperial Plan have been proposed that require the relevant Security Documents to be entered into on or prior to the Plan Implementation Date, eliminating the need for such waiver.

14. The Imperial Collateral Agency Agreement governs the manner in which the Collateral Agent may enforce on the Collateral. In accordance with the Imperial Plan, the Imperial Collateral Agency Agreement requires that there be an Event of Default under the Imperial Plan before the Claimants may instruct the Collateral Agent to enforce on the Collateral under the Security Documents.
15. If an Event of Default takes place, a certain minimum number of the Claimants (representing a majority in number and at least two-thirds in value of the Voting Claims of the Claimants) (the “**Required Claimants**”), or the Imperial CCAA Plan Administrator may provide a notice to the Collateral Agent of the Event of Default.⁴ The Collateral Agent will proceed to provide written notice of the Event of Default to each Claimant. The Collateral Agent will then wait to receive instructions from the Required Claimants with respect to enforcement on the Collateral under the relevant Security Documents.
16. Pursuant to the Imperial Plan, the CCAA Court has the exclusive jurisdiction to determine all matters related to the exercise of any rights, remedies and powers that the Collateral Agent may have under the Contribution Security Agreement. Notwithstanding any instructions received from the Required Claimants, no remedies may be exercised by the Collateral Agent without approval of the CCAA Court following a motion of the Collateral Agent on instructions from the Required Claimants.
17. The Imperial Collateral Agency Agreement provides that the Collateral Agent will distribute the proceeds of any sale of any part of the Collateral, if applicable, (i) first to the Collateral Agent, to cover any of the Collateral Agent Fees payable under the Imperial Collateral Agency Agreement, (ii) second to the Claimants in accordance

⁴ Pursuant to the Imperial Collateral Agency Agreement, upon payment in full of the Principal Obligations owing to a Claimant under the Imperial Plan, that Claimant no longer has voting rights under the Imperial Collateral Agency Agreement.

with Sections 16.1 and 16.3 of the Imperial Plan, on instructions from the Imperial CCAA Plan Administrator, on account of the outstanding obligations of Imperial under the Imperial Plan, and (iii) third to Imperial, should any surplus amounts remain after the Claimants are irrevocably and unconditionally paid in full in cash.

18. The Monitor believes that the form of the Imperial Collateral Agency Agreement is fair and reasonable and necessary to implement and administer the Imperial Plan.

E. THE LIMITATION OF THE COLLATERAL AGENT'S LIABILITY

19. A condition to the appointment of the Collateral Agent in the Imperial Collateral Agency Agreement and the obligations of the Collateral Agent thereunder is that an order limiting the liability of the Collateral Agent as described below be granted.
20. The Contribution Security Agreement contains an indemnity provided by Imperial to the Collateral Agent in respect of liabilities resulting from the Contribution Security Agreement.
21. To protect the Collateral Agent from liabilities under the Imperial Collateral Agency Agreement that are not covered by the indemnity in the Contribution Security Agreement (the “**Residual Liabilities**”), Imperial has agreed to provide a separate indemnity for such Residual Liabilities in the Imperial Collateral Agency Agreement. This additional indemnity is limited to the aggregate Contributions remaining to be paid by all Tobacco Companies toward the Global Settlement Amount at any given time (the “**Remaining Contributions**”). The Collateral Agent Order proposes to limit the Residual Liabilities to the Remaining Contributions, except where the Residual Liabilities arise from the Collateral Agent's negligence, bad faith or wilful misconduct. This ensures that the Collateral Agent has no unindemnified exposure by simply complying with the terms of the Imperial Collateral Agency Agreement.

22. The Imperial Collateral Agency Agreement provides that if Imperial indemnifies the Collateral Agent for any Residual Liabilities, Imperial may deduct, by way of set-off from its Annual Contributions to the Global Settlement Amount any such Residual Liabilities. Imperial may only exercise this set-off if it provides 30-days written notice to the Claimants and no Claimant objects within such notice period, or if the CCAA Court issues a final and non-appealable order permitting such set-off .
23. In the view of the Monitor, the proposed limitation of liability in the Collateral Agent Order is unlikely to prejudice any Person that may make a claim against the Collateral Agent with respect to the exercise of its duties in connection with the Imperial Plan, including for the following reasons:
- i. the liability of the Collateral Agent pursuant to the Contribution Security Agreement (indemnified by Imperial) is likely to encompass most of the liabilities the Collateral Agent may incur in fulfilling its duties, and such liability is not capped;
 - ii. the Residual Liabilities are capped at the amount remaining to be contributed by all Tobacco Companies to the Global Settlement Amount, but this amount will number in the billions of dollars for most of the Contribution Period; and
 - iii. the limitation of liability does not apply in circumstances where the liability results from the Collateral Agent's negligence, bad faith or wilful misconduct.
24. The Imperial Collateral Agency Agreement and the substantially similar collateral agency agreements of the other Tobacco Companies are the result of arm's-length negotiations among the Claimants, the Tobacco Companies and Computershare. The Monitor understands that the limitation of the Collateral Agent's liability in the

proposed Collateral Agent Order is necessary to obtain all parties' agreement to the Imperial Collateral Agency Agreement. The execution of the Imperial Collateral Agency Agreement is necessary to implement the Imperial Plan.

25. In the Monitor's view, the limitation of the Collateral Agent's liability provided for in the proposed Collateral Agent Order is consistent with similar limitations of liability that the Court has granted to other professionals who have provided services to CCAA debtors in furtherance of the objectives of the CCAA, including financial advisors, chief restructuring officers, investment bankers, sales advisors and other similar professionals. As a result, the Monitor believes that the proposed limitation of the Collateral Agent's liability in the Collateral Agent Order is fair and reasonable in the circumstances.

F. RECOMMENDATION

26. The Monitor submits that the proposed Imperial Collateral Agency Agreement is aligned with the Imperial Plan and will facilitate the restructuring of the Tobacco Companies. Without the Imperial Collateral Agency Agreement, the conditions of the Imperial Plan could not be fulfilled and the implementation of the Imperial Plan would not be possible.
27. The Monitor is not aware of any party that is opposed to the form of Imperial Collateral Agency Agreement. Nor is the Monitor aware of any party opposing the motion at this time.
28. The Monitor is of the view that it is unlikely any stakeholder will be prejudiced by the Collateral Agent Order. Any prejudice that may result therefrom is far outweighed by the benefits such order provides by facilitating the implementation of the Imperial Plan. The balance of convenience, the interests of justice and the merits of the motion favour granting the Collateral Agent Order.

29. For all the foregoing reasons, the Monitor recommends that the Collateral Agent Order be granted.

All of which is respectfully submitted this 19th day of August, 2025.

FTI Consulting Canada Inc.

FTI Consulting Canada Inc.

in its capacity as Monitor of Imperial Tobacco Canada Limited and Imperial Tobacco Company Limited, and not in its personal capacity

Appendix “A”

COLLATERAL AGENCY AGREEMENT

THIS COLLATERAL AGENCY AGREEMENT is made as of [●], 2025,

A M O N G:

IMPERIAL TOBACCO CANADA LIMITED, a corporation existing under the laws of Canada (together with its successors and permitted assigns, “**ITCAN**”),

IMPERIAL TOBACCO COMPANY LIMITED, a corporation existing under the laws of Canada (together with its successors and permitted assigns, “**ITCO**” and collectively with ITCAN, “**Imperial**”),

MARLBORO CANADA LIMITED, a corporation existing under the laws of Canada,

JOHN PLAYER & SONS LTD., a corporation existing under the laws of Canada,

IMPERIAL BRANDS LTD., a corporation existing under the laws of Canada,

MEDALLION INC., a corporation existing under the laws of Canada,

CAMEO INC., a corporation existing under the laws of Canada, and

IMPERIAL TOBACCO PRODUCTS LIMITED, a corporation existing under the laws of Canada (collectively with Marlboro Canada Limited, John Player & Sons Ltd., Imperial Brands Ltd., Medallion Inc. and Cameo Inc., the “**Material Subsidiaries**”)

- and -

COMPUTERSHARE TRUST COMPANY OF CANADA, in its capacity as collateral agent for the Secured Parties (together with its successors and permitted assigns, the “**Collateral Agent**”)

- and -

HIS MAJESTY THE KING IN RIGHT OF BRITISH COLUMBIA

HIS MAJESTY THE KING IN RIGHT OF ALBERTA

HIS MAJESTY THE KING IN RIGHT OF SASKATCHEWAN

HIS MAJESTY THE KING IN RIGHT OF MANITOBA

HIS MAJESTY THE KING IN RIGHT OF ONTARIO

ATTORNEY GENERAL OF QUÉBEC

**HIS MAJESTY THE KING IN RIGHT OF NEW
BRUNSWICK**

HIS MAJESTY THE KING IN RIGHT OF NOVA SCOTIA

**HIS MAJESTY THE KING IN RIGHT OF PRINCE
EDWARD ISLAND**

**HIS MAJESTY THE KING IN RIGHT OF
NEWFOUNDLAND AND LABRADOR**

GOVERNMENT OF YUKON

GOVERNMENT OF THE NORTHWEST TERRITORIES

GOVERNMENT OF NUNAVUT

QUEBEC CLASS ACTION PLAINTIFFS, as represented by
Quebec Class Counsel

PAN-CANADIAN CLAIMANTS, as represented by PCC
Representative Counsel

(collectively, the “**Claimants**”)

WHEREAS the Debtors are or may become obligated or liable to the Secured Parties pursuant to the terms of the Definitive Documents;

AND WHEREAS the Debtors have granted or will grant the Security Interests in favour of the Collateral Agent securing their respective Secured Obligations pursuant to the Security Documents (as defined herein) and the other Definitive Documents;

AND WHEREAS the Claimants would like to appoint the Collateral Agent as their agent to hold each of the Security Documents for the benefit of the Secured Parties;

NOW THEREFORE THIS AGREEMENT WITNESSES THAT in consideration of the respective covenants and agreements of the parties herein contained and for other good and valuable consideration (the receipt and sufficiency of which are acknowledged by each party), the parties agree as follows:

ARTICLE 1 **INTERPRETATION**

1.1 Definitions.

Capitalized terms used but not defined herein shall have the meanings assigned to them in the Plan. In addition, the following terms shall have the following meanings in this Agreement:

“Act of Instructing Claimants” means, as to any matter at any time, a direction in writing delivered to the Collateral Agent by the Required Claimants or all of the Claimants holding Voting Claims, as may be required under this Agreement, and for greater certainty, the representatives of certain of the Claimants as set out in the preamble of this Agreement (and any successors or assigns of such representatives pursuant to any written notice from the applicable representatives of such Claimants to the Collateral Agent) are authorized to execute such Act of Instructing Claimants and to execute or issue any payment or wiring directions for the Claimants as received by the Collateral Agent from the applicable Claimants or their representatives that they act as representative of as set out in the preamble of this Agreement;

“Actionable Default” means the occurrence of any “Event of Default” as such term is defined in the Plan.

“Affiliate” shall have the meaning given to it in the Plan.

“Agreement” means this collateral agency agreement, as it may be amended, modified, revised, supplemented, restated and/or replaced from time to time.

“Business Day” means a day other than a Saturday, Sunday or statutory or civic holiday in the Province of Ontario.

“CCAA Court” means the Ontario Superior Court of Justice (Commercial List) at Toronto.

“Claimants” has the meaning given to it in the preamble of this Agreement.

“Collateral” means, in respect of any Debtor, all property and assets of such Debtor now or hereafter owned or acquired by such Debtor in which Liens have been granted by such Debtor to the Collateral Agent, for the benefit of the Secured Parties, pursuant to any Security Document.

“Collateral Agent” has the meaning given to it in the preamble of this Agreement.

“Collateral Agent Order” means an order of the CCAA Court, in form and substance acceptable to the Collateral Agent, Imperial and the CCAA Plan Administrator, that (i) approves this Agreement, (ii) appoints the Collateral Agent as the agent for and on behalf of the Secured Parties in accordance with Section 2.1 of this Agreement, and (iii) limits the liability of the Indemnitees pursuant to this Agreement to the Remaining Contributions, unless such liability is (a) a liability indemnified under Section 12.8 of the Contribution Security Agreement, or (b) results from the negligence, bad faith or wilful misconduct of an Indemnatee, as found by a final and non-appealable decision of the CCAA Court.

“Contribution Security Agreement” means the contribution security agreement to be entered into on or about August 29, 2025 by Imperial and the Material Subsidiaries in favour of the Collateral Agent, for the benefit of the Secured Parties, entered into pursuant to the terms of the Plan, as such agreement may be amended, restated, supplemented or otherwise modified from time to time.

“Debtors” means, together, ITCAN, ITCO and the Material Subsidiaries, and each a **“Debtor”**.

“Deed of Movable Hypothec” means the deed of movable hypothec to be executed on the date hereof between the Debtors party thereto and the Collateral Agent, for the benefit of the Secured Parties, in accordance with Section 2.2 of the Contribution Security Agreement, as amended, restated, supplemented or otherwise modified from time to time.

“Definitive Documents” has the meaning given to it in the Plan.

“Guarantee” means the guarantee to be entered into on or about August 29, 2025 made by each of the Material Subsidiaries in favour of the Collateral Agent, for the benefit of the Secured Parties, entered into pursuant to Section 11.1 of the Contribution Security Agreement, as amended, restated, supplemented or otherwise modified from time to time.

“Imperial Supplemental Trust Account” means the segregated bank account into which Imperial shall deposit its Reserved Amounts from time to time in accordance with Section 5.3 of the Plan.

“Indemnified Liabilities” means any and all liabilities, obligations, losses, damages, penalties, actions, judgments, suits, costs, taxes, expenses or disbursements of any kind or nature whatsoever with respect to the execution, delivery, performance, administration or enforcement of this Agreement or any Security Document or the violation of, non-compliance with or liability under, any law applicable to or enforceable against any Debtor or any of the Collateral, together with all reasonable costs and expenses (including reasonable counsel fees and disbursements) incurred by any Indemnitee in connection with any claim, action, investigation or proceeding in any respect relating to any of the foregoing, whether or not suit is brought.

“Indemnitee” means the Collateral Agent, each Receiver, and their respective Affiliates and each and all of their respective directors, officers, partners, trustees, employees, attorneys and agents, and (in each case) their respective heirs, representatives, successors and assigns.

“ITCAN” has the meaning given to it in the preamble of this Agreement.

“ITCO” has the meaning given to it in the preamble of this Agreement.

“Lien” means any “Encumbrance”, as defined in the Plan.

“Material Subsidiaries” has the meaning given to it in the preamble of this Agreement.

“Notice of Actionable Default” means a written notice given to the Collateral Agent by the Required Claimants or the CCAA Plan Administrator expressly stating that an Actionable Default has occurred and is continuing.

“Person” has the meaning given to it in the Plan.

“Plan” means the Fourth Amended and Restated Court-Appointed Mediator’s and Monitor’s CCAA Plan of Compromise and Arrangement pursuant to the *Companies’ Creditors Arrangement Act* (Canada) concerning, affecting and involving Imperial, including all Schedules thereto, dated August [●], 2025, as approved by the CCAA Court on August 27, 2025, as the same may be further amended, restated, modified or supplemented from time to time in accordance with the provisions thereof.

“Principal Obligations” means, collectively, all obligations of any Debtor to the Secured Parties (or any of them) under, in connection with or with respect to the Definitive Documents, including the Plan, Contribution Security Agreement and Guarantee (including the obligation to remit the Annual Contributions and Reserved Amounts for the benefit of the Secured Parties under, and in accordance with, the Plan).

“Receiver” means any interim receiver, receiver, receiver and manager, sequestrator, conservator, custodian, administrator, trustee, liquidator or other similar official.

“Remaining Contributions” means, at any time, the amount equal to the Global Settlement Amount less the aggregate amount of all Contributions paid by each Tobacco Company into its respective Global Settlement Trust Account as at such time.

“Required Claimants” means, at any time in respect of any action or matter, Claimants holding a majority in number of Voting Claims representing at least two-thirds in value of the Voting Claims of the Claimants.

“Secured Obligations” has the meaning given to such term in the applicable Security Document.

“Secured Parties” means, collectively, the Claimants and the Collateral Agent, each a **“Secured Party”**.

“Security Documents” means, collectively, (a) the Guarantee, the Contribution Security Agreement, and the Deed of Movable Hypothec, and any other agreements, documents or guarantees provided in connection therewith, and (b) the charge granted by the CCAA Court over the property held in the Imperial Supplemental Trust Account pursuant to the Order of the CCAA Court dated August 15, 2025, and such other charges over the property and assets of Imperial as may be ordered by the CCAA Court from time to time, each of the items in clauses (a) and (b), a **“Security Document”**.

“Security Interests” means the Liens in favour of the Collateral Agent under the Security Documents securing the Secured Obligations.

“Voting Claims” means in respect of each of the Claimants, the value allocated to the claim of such Claimant, and the number of votes associated therewith, as set forth in the definition of “Negative Notice Claim” in the Plan; provided that, for the purposes of calculating the Required Claimants and the calculation of any other approval or consent of the Claimants under or in connection with this Agreement, upon payment in full in cash of all Principal Obligations owing to a Claimant, such Claimant no longer holds any Voting Claim.

1.2 **Rules of Construction.**

Except as may be otherwise specifically provided in this Agreement:

(a) the terms “Agreement”, “this Agreement”, “the Agreement”, “hereto”, “hereof”, “herein”, “hereby”, “hereunder” and similar expressions refer to this Agreement in its entirety and not to any particular provision hereof;

(b) references to an “Article” or “Section” followed by a number refer to the specified Article or Section of this Agreement;

(c) the division of this Agreement into articles and sections and the insertion of headings are for convenience of reference only and shall not affect the construction or interpretation of this Agreement;

(d) words importing the singular number only shall include the plural and vice versa and words importing the use of any gender shall include all genders;

(e) the word “including” is deemed to mean “including without limitation”;

(f) the terms “party” and “the parties” refer to a party or the parties to this Agreement;

(g) any reference to this Agreement or any other agreement, indenture or contract means this Agreement or any other agreement, indenture or contract as amended, modified, replaced or supplemented from time to time;

(h) any time period within which any action is to be taken hereunder shall be calculated excluding the day on which the period commences and including the day on which the period ends; and

(i) whenever any payment is required to be made, action is required to be taken or period of time is to expire on a day other than a Business Day, such payment shall be made, action shall be taken or period shall expire on the next following Business Day.

1.3 Entire Agreement.

This Agreement constitutes the entire agreement between the parties with respect to the subject matter hereof and supersedes all prior agreements, understandings, negotiations and discussions, whether written or oral. Except as expressly set forth herein, there are no representations, warranties, conditions, other agreements or acknowledgements, whether direct or collateral, express or implied, that form part of or affect this Agreement.

1.4 Severability.

If any provision of this Agreement is determined by the CCAA Court to be invalid, illegal or unenforceable in any respect, all other provisions of this Agreement shall nevertheless remain in full force and effect so long as the economic or legal substance of this Agreement is not affected in any manner materially adverse to any party hereto.

1.5 Québec Matters.

For purposes of any assets, liabilities or entities located in the Province of Québec and for all other purposes pursuant to which the interpretation or construction of this Agreement may be subject to the laws of the Province of Québec or a court or tribunal exercising jurisdiction in the Province of Québec, (a) all references to filing, perfection, priority, remedies, registering or recording under a *Personal Property Security Act* shall include publication, opposability, priority and ranking, and recourses under the *Civil Code of Québec*, (b) all references to “perfection” of or “perfected” liens or security interest shall include a reference to an “opposable” or “set up” hypothec as against third parties, (c) “gross negligence or willful misconduct” shall be deemed to be “intentional or gross fault”, (d) “guarantee” and “guarantor” shall include “suretyship” and “surety”, respectively, and (e) for the purposes of the Deed of Movable Hypothec, “Secured Obligations” shall include “*Obligations Garanties*” and “Secured Parties” shall include “*Parties Garanties*”.

ARTICLE 2 COLLATERAL AGENT

2.1 Appointment of Collateral Agent.

(a) Subject to, and in accordance with, this Agreement, and subject specifically to the condition set out in Section 2.1(b) of this Agreement, the Collateral Agent is hereby appointed as the agent for and on behalf of the Secured Parties for, under and in connection with each Security Document and all

Collateral subject thereto, and the Collateral Agent will, as agent, for the benefit solely and exclusively of the Secured Parties:

- (i) accept, enter into, hold, maintain, administer and enforce each Security Document as creditor in its own name, including all Collateral subject thereto, and all Liens created thereunder, perform its obligations under each Security Document and protect, exercise and enforce the interests, rights, powers and remedies granted or available to it under, pursuant to or in connection with each Security Document;
- (ii) take all lawful actions permitted under any Security Document that it may deem necessary or advisable to protect or preserve its interest in the Collateral and such interests, rights, powers and remedies;
- (iii) deliver and receive notices pursuant to each Security Document;
- (iv) sell, assign, collect, assemble, foreclose on, institute legal proceedings with respect to, or otherwise exercise or enforce the rights and remedies of a secured party with respect to the Collateral under each Security Document and its other interests, rights, powers and remedies;
- (v) remit, in accordance with Section 2.4, all cash proceeds received by the Collateral Agent from the collection, foreclosure or enforcement of its interest in the Collateral under any Security Document or any of its other interests, rights, powers or remedies;
- (vi) execute and deliver such additional documents in connection with, or amendments to, each Security Document as may from time to time be authorized and directed by an Act of Instructing Claimants from all of the Claimants; and
- (vii) release any Lien granted to it in any Collateral under any Security Document if authorized and directed by an Act of Instructing Claimants from all of the Claimants holding Voting Claims.

(b) The appointment of the Collateral Agent and the obligations of the Collateral Agent under this Agreement are conditional upon the issuance of the Collateral Agent Order.

(c) The Collateral Agent is authorized and empowered to enter into and perform its obligations under, and to protect, perfect, exercise and enforce its interest, rights, powers and remedies under each Security Document, under Applicable Law and in equity and to act as set forth in this Agreement or as requested in any lawful directions given to it from time to time pursuant to an Act of Instructing Claimants delivered to it in accordance with this Agreement.

(d) For the purposes of granting security under the laws of the Province of Québec which may now or in the future be required to be provided by any Debtor, the Collateral Agent is hereby irrevocably authorized and appointed by each of the Secured Parties to act as hypothecary representative (within the meaning of Article 2692 of the *Civil Code of Québec*) for all present and future Secured Parties (in such capacity, the “**Hypothecary Representative**”) to hold any hypothec or other security granted under the laws of the Province of Québec and to exercise such rights, powers, remedies and duties as are conferred upon the Hypothecary Representative under the Deed of Movable Hypothec, other Security Documents and Applicable Law (with the power to delegate any such rights, powers, remedies or duties). The execution prior to the date hereof by the Collateral Agent in its capacity as the Hypothecary Representative of the Deed of Movable Hypothec or other Security Documents made pursuant to the laws of the Province of

Québec, is hereby ratified and confirmed. Any Person who becomes a Secured Party or successor Collateral Agent shall be deemed to have consented to and ratified the foregoing appointment of the Collateral Agent as the Hypothecary Representative on behalf of all Secured Parties, including such Person and any Affiliate of such Person designated above as a Secured Party. For greater certainty, the Collateral Agent, acting as the Hypothecary Representative, shall have the same rights, powers, immunities, indemnities and exclusions from liability as are prescribed in favour of the Collateral Agent in this Agreement, which shall apply *mutatis mutandis*. In the event of the resignation of the Collateral Agent (which shall include its resignation as the Hypothecary Representative) and appointment of a successor Collateral Agent, such successor Collateral Agent shall also act as the Hypothecary Representative, as contemplated above.

2.2 Governing Law and Submission to Jurisdiction.

(a) This Agreement shall be interpreted and enforced in accordance with, and the respective rights and obligations of the parties shall be governed by, the laws of the Province of Ontario and the federal laws of Canada applicable therein.

(b) Any action or proceeding arising out of or based upon this Agreement shall be brought in the CCAA Court, and each of the parties hereto irrevocably submits to the exclusive jurisdiction of the CCAA Court. The parties irrevocably and unconditionally waive any objection to the venue of any action or proceeding in the CCAA Court and irrevocably waive and agree not to plead in the CCAA Court that any such action or proceeding brought in such court has been brought in an inconvenient forum. Each of the parties hereto agrees that a final judgment in any such action or proceeding may be enforced in other jurisdictions by suit on the judgment or in any other manner provided by Applicable Law.

(c) Notwithstanding anything to the contrary contained in this Agreement, the Collateral Agent will not exercise any remedies or take any foreclosure actions or otherwise take any action or proceeding against any of the Collateral (other than actions as necessary to prove, protect or preserve the Security Interests) unless and until it shall have received a Notice of Actionable Default, and then only in accordance with the provisions of this Agreement and the Security Documents

(d) The Collateral Agent will not release, waive, vary or subordinate any Security Interest (in each case, in whole or in part) or consent to the release, waiver, variation or subordination of any Security Interest except as directed by an Act of Instructing Claimants from all of the Claimants holding Voting Claims.

2.3 Remedies Upon Actionable Default.

(a) If the Collateral Agent at any time receives a Notice of Actionable Default, the Collateral Agent will promptly deliver written notice thereof to each Claimant pursuant to Section 3.1. Thereafter, subject to Section 2.3(b), the Collateral Agent shall await direction by an Act of Instructing Claimants from Required Claimants and will act as directed by such Act of Instructing Claimants from Required Claimants, in the exercise and enforcement of the Collateral Agent's interests, rights, powers and remedies in respect of the Collateral or under any Security Document or Applicable Law and, following the initiation of such exercise of remedies, the Collateral Agent will act with respect to the manner of such exercise of remedies as directed by an Act of Instructing Claimants from Required Claimants. Unless it has been directed by such an Act of Instructing Claimants, the Collateral Agent shall not take, and shall refrain from taking, any action with respect to any Actionable Default.

(b) Notwithstanding Section 2.3(a) or anything to the contrary in this Agreement or any other Security Document, no remedies may be exercised by the Collateral Agent upon an Actionable Default without the approval of the CCAA Court.

(c) The Collateral Agent shall not be deemed to have actual, constructive, direct or indirect notice or knowledge of any Actionable Default unless and until the Collateral Agent shall have received a Notice of Actionable Default.

2.4 Application of Proceeds.

(a) Subject to mandatory provisions of Applicable Law, the Collateral Agent will apply the proceeds of any collection, sale, foreclosure or other enforcement of the Security Interests under any Security Document or any realization upon any Collateral, in the following order of application and pursuant to the wiring instructions of the Claimants provided to the Collateral Agent by each Claimant from time to time:

- (i) FIRST, to the payment of all amounts payable under this Agreement on account of the Collateral Agent's direct or indirect fees and any reasonable and documented legal fees, costs and expenses or other liabilities or debts of any kind incurred by the Collateral Agent or any co-trustee, agent or Receiver in connection with this Agreement or any Security Document;
- (ii) SECOND, on instructions from the CCAA Plan Administrator or otherwise by order of the CCAA Court, to the Claimants for application to the payment of all outstanding Principal Obligations that are then due and payable to such Claimants, rateably based on the Claimant Allocation, as set out in Sections 16.1 and 16.3 of the Plan, in the amounts to each Claimant as calculated by and provided in writing by the CCAA Plan Administrator to the Collateral Agent; and
- (iii) THIRD, any surplus remaining after the irrevocable and unconditional payment in full in cash of all of the Principal Obligations will be paid to Imperial or the Material Subsidiaries, as applicable, or as the CCAA Court may direct.

2.5 No Implied Duty. It is understood and agreed that the use of the term "Collateral Agent" as used herein or in any other Security Document (or any similar term with respect to the Collateral Agent) is not intended to connote any fiduciary or other implied (or express) obligations arising under any agency doctrine of Applicable Law. Instead, such term is used as a matter of market custom, and is only intended to create or reflect an administrative relationship between the contracting parties. The Collateral Agent will also not have any responsibilities or obligations other than those expressly assumed by it in this Agreement and the Security Documents. The Collateral Agent will not be required to take any action that is contrary to Applicable Law, any provision of this Agreement or any Security Document or any instructions of the CCAA Court. The Collateral Agent shall have no duty to monitor compliance by any Debtor with its duties and obligations under this Agreement or any other Security Document, except to the extent expressly provided herein or therein.

2.6 Appointment of Agents and Advisors; Receivers.

(a) The Collateral Agent may execute any of the rights or powers hereunder or perform any duties hereunder either directly or by or through agents, legal counsel, accountants, appraisers or other experts or advisors selected by it in good faith as it may reasonably require for the purpose of discharging its duties hereunder and will not be responsible for any act, default, misconduct or negligence on the part of any of them. The Collateral Agent may act and rely and shall be protected in acting in good faith on the opinion or advice of or information obtained from any agent, counsel, accountant, engineer, appraiser or other expert or advisor, whether retained or employed by the Collateral Agent or any other Secured Party, in relation to any matter arising in the performance of its duties under this Agreement. The Collateral Agent

shall provide prior written notice to the CCAA Plan Administrator in connection with the retention of any agents, legal counsel, accountants, appraisers or other experts or advisors.

(b) Without limiting the generality of Section 2.6(a) and in addition to other rights it may have, but subject in all cases to Section 2.3(b), the Collateral Agent may institute proceedings in the CCAA Court for the appointment of one or more Receiver(s) as instructed by the Required Claimants pursuant to an Act of Instructing Claimants. Any such Receiver is hereby given and shall have the same powers, rights and exclusions and limitations of liability as the Collateral Agent has under any Security Document, pursuant to Applicable Law or in equity. In exercising any such powers, any such Receiver shall, to the extent permitted by Applicable Law, act as, and for all purposes shall be deemed to be the agent of the Debtors and the Collateral Agent shall not be responsible for any act, default, misconduct or negligence of any such Receiver. The Collateral Agent may remove any such Receiver or Receivers and appoint another or others in his or their stead from time to time pursuant to an Act of Instructing Claimants from the Required Claimants. Any Receiver so appointed may be an officer or employee of the Collateral Agent. Upon a Debtor receiving notice from the Collateral Agent of the taking of possession of the Collateral or the appointment of a Receiver, all powers, functions, rights and privileges of each of the directors and officers of such Debtor with respect to the Collateral shall, to the extent permitted by Applicable Law, cease, unless specifically continued by the written consent of the Collateral Agent, such consent to be granted only if specified in an Act of Instructing Claimants from Required Claimants.

2.7 Limitations on Duty of Collateral Agent; Limitation of Liability.

(a) Beyond the exercise of reasonable care in the custody of Collateral in its possession, neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will have any duty as to any Collateral in its possession or control or in the possession or control of any agent or bailee, any income thereon, or as to preservation of rights against prior parties or any other rights pertaining thereto and the Collateral Agent will not be responsible for filing any financing statements, financing change statements or continuation statements or recording any documents or instruments in any public office at any time or times or otherwise perfecting or maintaining the perfection of any Lien in the Collateral (which financing change statements or continuation statements or recordings shall be at the sole cost, expense and responsibility of Imperial) unless instructed to do so by Required Claimants pursuant to an Act of Instructing Claimants. The Collateral Agent or a Receiver, or any of their respective Affiliates, will be deemed to have exercised reasonable care in the custody of the Collateral in its possession if the Collateral is accorded treatment substantially equal to that which it accords its own property, and neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will be liable or responsible for any loss or diminution in the value of any of the Collateral by reason of the act or omission of any agent or bailee selected by the Collateral Agent or any Receiver in good faith.

(b) Neither the Collateral Agent nor any Receiver nor any of their Affiliates will be responsible for the existence, genuineness or value of any of the Collateral or for the validity, perfection, priority or enforceability of the Security Interests, for the validity or sufficiency of the Collateral or any agreement or assignment contained therein, for the validity of the title of any Debtor to the Collateral, for insuring the Collateral or for the payment of taxes, charges, assessments or Liens upon the Collateral or otherwise as to the maintenance of the Collateral, and hereby disclaims any representation or warranty to the Secured Parties concerning the perfection of the Security Interests or in the value of any of the Collateral.

(c) Neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will be responsible or liable for any action taken or omitted to be taken by it hereunder or under any Security Document except to the extent caused by its own gross negligence, bad faith or wilful misconduct as determined by the CCAA Court by final and non-appealable order or judgment.

(d) No property or assets of the Collateral Agent, owned in its personal capacity or otherwise, will be subject to levy, execution or other enforcement procedure with regard to any obligations under this Agreement or under any Security Document, other than in connection with any liability of the Collateral Agent in connection with this Agreement or any Security Document as determined by a final and non-appealable decision of the CCAA Court to have been caused by the gross negligence, bad faith or wilful misconduct of the Collateral Agent.

2.8 Entitled to Rely. The Collateral Agent may conclusively rely upon, and shall be fully protected in relying upon, any writing, certificate, notice, statement, order or other document reasonably believed by it to be genuine and correct and to have been signed or sent by or on behalf of the proper Person or Persons and need not investigate any fact or matter stated in any such document, including an Act of Instructing Claimants. The Collateral Agent may seek and rely upon, and shall be fully protected in relying upon, any judicial order or judgment, upon any advice, opinion or statement of legal counsel, independent consultants and other experts selected by it in good faith and upon any certification, instruction, notice or other writing delivered to it in accordance with the provisions of this Agreement or delivered to it by the Claimants or the CCAA Plan Administrators, without being required to determine the authenticity thereof or the correctness of any fact stated therein or the propriety or validity of service thereof. The Collateral Agent may act in reliance upon any instrument comporting with the provisions of this Agreement or any signature reasonably believed by it to be genuine and may assume that any Person purporting to give notice or receipt or advice or make any statement or execute any document in connection with the provisions hereof or any Security Document has been duly authorized to do so. The Collateral Agent will not be required to inquire as to the occurrence or absence of any Actionable Default and will not be affected by or required to act upon any notice or knowledge as to the occurrence of any Actionable Default unless and until it receives a Notice of Actionable Default.

2.9 Actions by Collateral Agent. As to any matter not expressly provided for by this Agreement or any Security Document, the Collateral Agent will act or refrain from acting as directed by an Act of Instructing Claimants and will be fully protected if it does so pursuant to this Section 2.9, and any action taken, suffered or omitted pursuant hereto or thereto shall be binding on the Secured Parties. The Collateral Agent will not be required to take any legal or other action under this Agreement that will require it to expend any funds or otherwise incur any liability, expense or obligation in the performance of its duties or the exercise of its powers or rights hereunder unless it has been provided with security or indemnity including the advance of funds reasonably satisfactory to it against any and all liability, expense or obligation which may be incurred by it by reason of taking or continuing to take such action.

2.10 Collateral Agent's Remuneration and Expenses. Imperial agrees to pay to the Collateral Agent from time to time, remuneration for its services hereunder, as set out in the agreed Collateral Agent fee schedule, and will also pay upon demand, all reasonable costs and expenses incurred by the Collateral Agent, including all reasonable fees, expenses and disbursements of legal counsel and any auditors, accountants, consultants or appraisers or other professional advisors, experts and agents engaged by the Collateral Agent or any Receiver, in each case, on a full indemnity basis in connection with:

- (a) the preparation, execution, delivery, filing, recordation, administration or enforcement of this Agreement or any Security Document or any consent, amendment, waiver or other modification relating hereto or thereto;
- (b) the creation, perfection, release or enforcement of any of the Security Interests, including filing and recording fees, expenses and taxes, stamp or documentary taxes, and search fees; and
- (c) the preservation, collection, foreclosure or enforcement of the Collateral or any interest, right, power or remedy of the Collateral Agent or in connection with the collection or

enforcement of any of the Secured Obligations or the proof, protection, administration or resolution of any claim based upon the Secured Obligations in any Insolvency Proceeding (as defined in the Guarantee).

The agreements in this Section 2.10 will survive repayment of all Principal Obligations, the termination of this Agreement and the removal or resignation of the Collateral Agent.

2.11 Indemnity.

(a) In addition to and without limiting any other protection of the Collateral Agent hereunder or otherwise under Applicable Law, Imperial agrees to defend, indemnify, pay and hold harmless the Indemnitees from and against any and all Indemnified Liabilities, howsoever arising (including from or out of any act, omission or error of the Collateral Agent in connection with its acting as Collateral Agent hereunder); provided that: (i) no Indemnitee will be entitled to indemnification hereunder with respect to any Indemnified Liability to the extent such Indemnified Liability is found by a final and non-appealable decision of the CCAA Court to have resulted from the negligence, bad faith or wilful misconduct of such Indemnitee; and (ii) the amount of the Indemnified Liabilities at any time that is not a liability indemnified under Section 12.8 of the Contribution Security Agreement (which, for greater certainty, includes amounts paid pursuant to Section 12.12 of the Contribution Security Agreement) shall be limited to the Remaining Contributions at such time.

(b) All amounts due under this Section 2.11 will be payable upon demand by the Collateral Agent. The agreements in this Section 2.11 will survive repayment of all Principal Obligations, the termination of this Agreement and the removal or resignation of the Collateral Agent.

(c) If Imperial pays any Indemnified Liability to the Collateral Agent in accordance with this Agreement, Imperial may, by way of set-off, deduct from its future Annual Contributions to the Global Settlement Trust Account any portion of such amount that is not a liability indemnified under Section 12.8 of the Contribution Security Agreement (which, for greater certainty, includes amounts paid pursuant to Section 12.12 of the Contribution Security Agreement). Imperial may exercise such right of set-off if (i) Imperial provides 30 days' written notice to the Provinces and Territories and any Impacted Claimants, and no Province, Territory or Impacted Claimant objects to such set-off in writing within such 30 day notice period, or (ii) the CCAA Court issues a final, non-appealable order that Imperial is entitled to such set-off in the amount determined in such order.

2.12 Resignation or Removal of Collateral Agent. Subject to the appointment of a successor Collateral Agent as provided in Section 2.13 and the acceptance of such appointment by the successor Collateral Agent:

- (a) the Collateral Agent may resign at any time by giving not less than 45 days' written notice of resignation to each Claimant, Imperial, and the CCAA Plan Administrators, provided that such notice period may be waived by each Claimant, Imperial, and the CCAA Plan Administrators; and
- (b) the Collateral Agent may be removed at any time, with or without cause, by an Act of Instructing Claimants of the Required Claimants or by order of the CCAA Court.

2.13 Appointment of Successor Collateral Agent. Upon any resignation or removal of the Collateral Agent pursuant to Section 2.12:

- (a) a successor Collateral Agent as approved by the CCAA Court may be appointed;

- (b) if no successor Collateral Agent has been so appointed and has accepted such appointment within 30 days after the predecessor Collateral Agent gave notice of resignation or was removed, the retiring Collateral Agent may (at the expense of Imperial), make a motion to the CCAA Court for the appointment of a successor Collateral Agent; and
- (c) the Collateral Agent will fulfill its obligations under this Agreement until a successor Collateral Agent has accepted its appointment as Collateral Agent and the provisions of this Section 2.13 have been satisfied. For the avoidance of doubt, the Collateral Agent's fees will be paid in accordance with Section 2.10 during this period.

2.14 Succession of New Collateral Agent. Upon acceptance of a successor Collateral Agent by way of an appointment pursuant to Section 2.13:

- (a) such Person will succeed to and become vested with all the rights, powers, privileges, duties and obligations of the predecessor Collateral Agent hereunder and under the Security Documents, and the predecessor Collateral Agent will be discharged from its duties and obligations hereunder and thereunder; and
- (b) the predecessor Collateral Agent will (upon full payment of its fees and expenses, and at the expense of Imperial) promptly transfer all Security Interests and Collateral within its possession or control to the possession or control of the successor Collateral Agent and will execute instruments and assignments as may be necessary or desirable or reasonably requested by the successor Collateral Agent to transfer to the successor Collateral Agent all Security Interests, interests, rights, powers and remedies of the predecessor Collateral Agent in respect of the Security Documents, the Collateral and the Security Interests.

2.15 Repayment of Principal Obligations.

Each Claimant hereby agrees that, upon the repayment and satisfaction in full of all Principal Obligations owing to such Claimant, such Claimant shall deliver written notice to the Collateral Agent and the other Claimants confirming that: (a) all such Principal Obligations have been repaid and satisfied in full; and (b) that such Claimant no longer holds any Voting Claim for the purposes of calculating any approval or consent of the Claimants required under this Agreement, including the determination of the Required Claimants.

ARTICLE 3
GENERAL

3.1 Notices.

(a) Any notice or other communication required or permitted to be given hereunder shall be in writing and shall be delivered in person or transmitted by e-mail or sent by registered mail, charges prepaid, addressed as set out in Schedule "A" hereto.

(b) Any such notice or other communication shall be deemed to have been given and received on the day on which it was delivered or transmitted (or, if such day is not a Business Day or if delivery or transmission is made on a Business Day after 5:00 p.m. at the place of receipt, then on the next following Business Day) or, if mailed, on the third Business Day following the date of mailing; provided, however, that if at the time of mailing or within three Business Days thereafter there is or occurs a labour dispute or other event which might reasonably be expected to disrupt the delivery of documents by mail, any notice or other communication hereunder shall be delivered or transmitted by e-mail as aforesaid.

(c) Any party may at any time change its address for service from time to time by giving notice to the other parties in accordance with this Section.

3.2 Assignment.

No party may assign any of its rights or obligations under this Agreement except with the prior written consent of the other parties hereto; provided that, the Collateral Agent may assign its rights and obligations hereunder to a successor Collateral Agent in accordance with Sections 2.13 and 2.14.

3.3 Successors and Assigns.

This Agreement shall enure to the benefit of and shall be binding on and enforceable by and against the parties and their respective successors and permitted assigns.

3.4 No Amendment.

No provisions of this Agreement may be modified, amended or waived without the prior written consent of the Debtors, the Collateral Agent and all of the Claimants holding Voting Claims at such time.

3.5 Paramountcy.

If there is a conflict or inconsistency between the provisions of this Agreement and the Plan or the Sanction Order, then the provisions of the Plan or the Sanction Order shall govern and prevail to the extent necessary to resolve such conflict or inconsistency. If there is a conflict or inconsistency between the provisions of this Agreement and any Security Document, then, notwithstanding anything contained in such Security Document, the provisions contained in this Agreement shall govern and prevail to the extent necessary to resolve such conflict or inconsistency, it being understood that the Security Documents may not detract from any of the rights, entitlements and/or protections granted to the Collateral Agent (for its own benefit and the benefit of the other Secured Parties) under this Agreement.

3.6 Further Assurances.

Each of the parties hereto shall, from time to time hereafter and upon any reasonable request of the other, promptly do, execute, deliver or cause to be done, executed and delivered all further acts, documents and things as may be required or necessary for the purposes of giving effect to this Agreement, including any and all acts, documents or things as may be necessary for the purpose of registering or filing notice of the terms and provisions of this Agreement.

3.7 Termination.

This Agreement shall terminate and cease to have effect on the earlier of (i) the date on which all of the Claimants holding Voting Claims shall have agreed by way of an Act of Instructing Claimants to terminate this Agreement, and (ii) the date on which all of the Principal Obligations shall have been indefeasibly paid in full and all of the Security Interests have been released and discharged.

3.8 Counterparts.

This Agreement and all documents contemplated by or delivered under or in connection with this Agreement may be executed and delivered in counterparts, with the same effect as if all parties had signed and delivered the same document, and all counterparts shall be construed together to be an original and will constitute one and the same agreement. Delivery by electronic mail of an executed counterpart to this Agreement and all documents contemplated by or delivered under or in connection with

this Agreement shall be effective delivery of an original executed counterpart of this Agreement and such other documents.

[The remainder of this page has been intentionally left blank.]

IN WITNESS WHEREOF the parties have duly executed this Agreement as of the date first written above.

**IMPERIAL TOBACCO CANADA
LIMITED**, as Debtor

by _____
Name:
Title

by _____
Name:
Title:

I have authority to bind the Corporation.

**IMPERIAL TOBACCO COMPANY
LIMITED**, as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

MARLBORO CANADA LIMITED, as
Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

JOHN PLAYER & SONS LTD., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

IMPERIAL BRANDS LTD., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

MEDALLION INC., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

CAMEO INC., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

**IMPERIAL TOBACCO PRODUCTS
LIMITED, as Debtor**

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

**COMPUTERSHARE TRUST COMPANY
OF CANADA, as Collateral Agent**

by _____
Name:
Title:

I have authority to bind the Corporation.

**HIS MAJESTY THE KING IN RIGHT OF
BRITISH COLUMBIA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
ALBERTA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
SASKATCHEWAN**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
MANITOBA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
ONTARIO**

by _____
Name:
Title:

I have authority to bind the Crown.

ATTORNEY GENERAL OF QUÉBEC

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NEW BRUNSWICK**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NOVA SCOTIA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
PRINCE EDWARD ISLAND**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NEWFOUNDLAND AND LABRADOR**

by _____
Name:
Title;

I have authority to bind the Crown.

GOVERNMENT OF YUKON

by _____
Name:
Title:

I have authority to bind the Government.

**GOVERNMENT OF THE
NORTHWEST TERRITORIES**

by _____
Name:
Title:

I have authority to bind the Government.

GOVERNMENT OF NUNAVUT

by _____
Name:
Title:

I have authority to bind the Government.

**QUEBEC CLASS ACTION
PLAINTIFFS**, as represented by Quebec
Class Counsel

by _____
Name:
Title:

I have authority to bind the Quebec Class Action
Plaintiffs

PAN-CANADIAN CLAIMANTS, as
represented by PCC Representative Counsel

by _____
Name:
Title:

I have authority to bind the Pan-Canadian
Claimants

SCHEDULE “A”

NOTICES

- (a) if to the Debtors:

Imperial Tobacco Canada Limited
3711 Rue Saint-Antoine Ouest
Montréal QC H4C 3P6

Attention: Paola Tawile
Email: paola_tawile@bat.com

with a copy to:

Osler, Hoskin & Harcourt LLP
100 King Street West
1 First Canadian Place
Suite 6200, P.O. Box 50
Toronto ON M5X 1B8

Attention: Marc Wasserman / Martino Calvaruso
Email: mwasserman@osler.com / mcavaruso@osler.com

- (b) if to the Collateral Agent:

Computershare Trust Company of Canada
320 Bay Street, 14th Floor
Toronto, ON M5H 4A6

Attention: General Manager, Corporate Trust
Email: corporatetrust.toronto@computershare.com

- (c) if to His Majesty the King in right of British Columbia:

[●]

Attention: [●]
E-Mail: [●]

with a copy to:

[●]

Attention: [●]
E-Mail: [●]

- (d) if to His Majesty the King in right of Alberta:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (e) if to His Majesty the King in right of Saskatchewan:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (f) if to His Majesty the King in right of Manitoba:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (g) if to His Majesty the King in right of Ontario:

Crown Law Office-Civil
Ministry of the Attorney General
720 Bay Street, 8th Floor
Toronto, ON M7A 2S9

Attention: Jacqueline Wall

E-Mail: jacqueline.wall@ontario.ca

- (h) Attorney General of Québec:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (i) if to His Majesty the King in right of New Brunswick:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (j) if to His Majesty the King in right of Nova Scotia:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (k) if to His Majesty the King in right of Prince Edward Island:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (l) if to His Majesty the King in right of Newfoundland and Labrador:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(m) if to the Government of Yukon:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(n) if to the Government of the Northwest Territories:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(o) if to the Government of Nunavut:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(p) if to the Quebec Class Action Plaintiffs:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(q) if to the Pan-Canadian Claimants:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

IN THE MATTER OF *THE COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C.1985, c. C-36, AS AMENDED AND IN THE MATTER OF A PLAN OF
COMPROMISE OR ARRANGEMENT OF IMPERIAL TOBACCO CANADA
LIMITED AND IMPERIAL TOBACCO COMPANY LIMITED

Court File No. CV-19-616077-00CL

**ONTARIO
SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)**

Proceeding commenced at Toronto

**THIRTY-FIRST REPORT OF THE MONITOR
August 19, 2025**

DAVIES WARD PHILLIPS & VINEBERG LLP
155 Wellington Street West
Toronto, ON M5V 3J7

Natasha MacParland (LSO #42383G)
Tel: 416.863.5567

nmacparland@dwpv.com

Chanakya A. Sethi (LSO #63492T)
Tel: 416.863.5516

csethi@dwpv.com

Lawyers for the Monitor

TAB 3

Court File No. CV-19-00616077-00CL

**ONTARIO
SUPERIOR COURT OF JUSTICE
COMMERCIAL LIST**

THE HONOURABLE)	FRIDAY, THE 27 TH
)	
CHIEF JUSTICE MORAWETZ)	DAY OF AUGUST, 2025

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,
R.S.C. 1985 c. C-36, AS AMENDED

AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF
**IMPERIAL TOBACCO CANADA LIMITED AND IMPERIAL TOBACCO COMPANY
LIMITED**

Applicant

COLLATERAL AGENT ORDER

THIS MOTION, made by FTI Consulting Canada Inc. ("**FTI**"), in its capacity as CCAA Plan Administrator (as defined in the Plan) of Imperial Tobacco Canada Limited ("**ITCAN**") and Imperial Tobacco Company Limited (together with ITCAN, "**Imperial**"), for an order approving:

- (i) the engagement of Computershare Trust Company of Canada ("**Computershare**") to act as collateral agent (the "**Collateral Agent**") for and on behalf of itself and the Claimants (together, the "**Secured Parties**") in respect of the Security Interests granted for the benefit of the Secured Parties pursuant to the Security Documents;

-2-

- (ii) the Collateral Agency Agreement in respect of Imperial (the “**Imperial Collateral Agency Agreement**”) pursuant to which the Collateral Agent is engaged, in substantially the form attached hereto as **Schedule “A”**; and
- (iii) the limitation of liability of the Indemnitees in connection with the Imperial Collateral Agency Agreement to the Remaining Contributions

was heard this day by judicial videoconference at Toronto, Ontario.

ON READING the Notice of Motion of the CCAA Plan Administrator, the Thirty-First Report of FTI in its capacity as Monitor of Imperial (the “**Monitor**”), dated August 19, 2025, filed, the materials filed by those other parties listed on the Participant Information Form, and **ON HEARING** the submissions of respective counsel for the Monitor, the CCAA Plan Administrator, Imperial, Computershare, and such other counsel as were present and listed on the Participation Information Form, no one appearing for any other person on the Common Service List, although properly served with the CCAA Plan Administrator’s Motion Record dated August 19, 2025 (the “**Motion Record**”), as appears from the Affidavit of Service of Patricia Lattimore, sworn August 19, 2025, filed:

SERVICE AND DEFINITIONS

1. **THIS COURT ORDERS** that the time for service of the Notice of Motion and the Motion Record herein is hereby abridged and validated so that this Motion is properly returnable today and hereby dispenses with further service thereof.
2. **THIS COURT ORDERS** that any capitalized terms used and not defined herein shall have the meanings ascribed thereto in the Imperial Collateral Agency Agreement.

COLLATERAL AGENT ENGAGEMENT

3. **THIS COURT ORDERS** that the engagement of Computershare as the Collateral Agent by the Claimants on and subject to the terms of the Imperial Collateral Agency Agreement is hereby approved.

APPROVAL OF THE IMPERIAL COLLATERAL AGENCY AGREEMENT

4. **THIS COURT ORDERS** that the Imperial Collateral Agency Agreement, with such minor amendments as Imperial, the Collateral Agent and all of the Claimants holding Voting Claims at the time of any such amendment may deem necessary or appropriate, and the CCAA Plan Administrator may approve, is hereby approved and the execution and delivery of the Imperial Collateral Agency Agreement by Imperial is hereby authorized and approved.

LIMITATION OF LIABILITY OF INDEMNITEES

5. **THIS COURT ORDERS** that the aggregate liability of the Indemnitees in connection with the Imperial Collateral Agency Agreement at any time shall not be greater than the Remaining Contributions at such time, provided, however, that such limitation of liability shall not include any liability of the Indemnitees: (a) indemnified under Section 12.8 of the Contribution Security Agreement (including amounts paid pursuant to Section 12.12 of the Contribution Security Agreement), or (b) found by a final and non-appealable decision of the CCAA Court to have resulted from the negligence, bad faith or wilful misconduct of any Indemnitee.

GENERAL

6. **THIS COURT ORDERS** that any interested Person may, from time to time, apply to this Court on notice to all affected parties to amend, vary, supplement or replace this Order or for advice and directions concerning the discharge of its powers and duties under this Order, the interpretation or application of this Order, or any matters relevant to the Imperial Collateral Agency Agreement.

7. **THIS COURT ORDERS** that this Order and all of its provisions shall be effective as of 12:01 a.m. Eastern Standard/Daylight Time on the date of this Order without the need for issuance or entry.

Chief Justice G.B. Morawetz

SCHEDULE "A"

COLLATERAL AGENCY AGREEMENT

THIS COLLATERAL AGENCY AGREEMENT is made as of [●], 2025,

A M O N G:

IMPERIAL TOBACCO CANADA LIMITED, a corporation existing under the laws of Canada (together with its successors and permitted assigns, “**ITCAN**”),

IMPERIAL TOBACCO COMPANY LIMITED, a corporation existing under the laws of Canada (together with its successors and permitted assigns, “**ITCO**” and collectively with ITCAN, “**Imperial**”),

MARLBORO CANADA LIMITED, a corporation existing under the laws of Canada,

JOHN PLAYER & SONS LTD., a corporation existing under the laws of Canada,

IMPERIAL BRANDS LTD., a corporation existing under the laws of Canada,

MEDALLION INC., a corporation existing under the laws of Canada,

CAMEO INC., a corporation existing under the laws of Canada, and

IMPERIAL TOBACCO PRODUCTS LIMITED, a corporation existing under the laws of Canada (collectively with Marlboro Canada Limited, John Player & Sons Ltd., Imperial Brands Ltd., Medallion Inc. and Cameo Inc., the “**Material Subsidiaries**”)

- and -

COMPUTERSHARE TRUST COMPANY OF CANADA, in its capacity as collateral agent for the Secured Parties (together with its successors and permitted assigns, the “**Collateral Agent**”)

- and -

HIS MAJESTY THE KING IN RIGHT OF BRITISH COLUMBIA

HIS MAJESTY THE KING IN RIGHT OF ALBERTA

HIS MAJESTY THE KING IN RIGHT OF SASKATCHEWAN

HIS MAJESTY THE KING IN RIGHT OF MANITOBA

HIS MAJESTY THE KING IN RIGHT OF ONTARIO

ATTORNEY GENERAL OF QUÉBEC

**HIS MAJESTY THE KING IN RIGHT OF NEW
BRUNSWICK**

HIS MAJESTY THE KING IN RIGHT OF NOVA SCOTIA

**HIS MAJESTY THE KING IN RIGHT OF PRINCE
EDWARD ISLAND**

**HIS MAJESTY THE KING IN RIGHT OF
NEWFOUNDLAND AND LABRADOR**

GOVERNMENT OF YUKON

GOVERNMENT OF THE NORTHWEST TERRITORIES

GOVERNMENT OF NUNAVUT

QUEBEC CLASS ACTION PLAINTIFFS, as represented by
Quebec Class Counsel

PAN-CANADIAN CLAIMANTS, as represented by PCC
Representative Counsel

(collectively, the “**Claimants**”)

WHEREAS the Debtors are or may become obligated or liable to the Secured Parties pursuant to the terms of the Definitive Documents;

AND WHEREAS the Debtors have granted or will grant the Security Interests in favour of the Collateral Agent securing their respective Secured Obligations pursuant to the Security Documents (as defined herein) and the other Definitive Documents;

AND WHEREAS the Claimants would like to appoint the Collateral Agent as their agent to hold each of the Security Documents for the benefit of the Secured Parties;

NOW THEREFORE THIS AGREEMENT WITNESSES THAT in consideration of the respective covenants and agreements of the parties herein contained and for other good and valuable consideration (the receipt and sufficiency of which are acknowledged by each party), the parties agree as follows:

ARTICLE 1 **INTERPRETATION**

1.1 Definitions.

Capitalized terms used but not defined herein shall have the meanings assigned to them in the Plan. In addition, the following terms shall have the following meanings in this Agreement:

“Act of Instructing Claimants” means, as to any matter at any time, a direction in writing delivered to the Collateral Agent by the Required Claimants or all of the Claimants holding Voting Claims, as may be required under this Agreement, and for greater certainty, the representatives of certain of the Claimants as set out in the preamble of this Agreement (and any successors or assigns of such representatives pursuant to any written notice from the applicable representatives of such Claimants to the Collateral Agent) are authorized to execute such Act of Instructing Claimants and to execute or issue any payment or wiring directions for the Claimants as received by the Collateral Agent from the applicable Claimants or their representatives that they act as representative of as set out in the preamble of this Agreement;

“Actionable Default” means the occurrence of any “Event of Default” as such term is defined in the Plan.

“Affiliate” shall have the meaning given to it in the Plan.

“Agreement” means this collateral agency agreement, as it may be amended, modified, revised, supplemented, restated and/or replaced from time to time.

“Business Day” means a day other than a Saturday, Sunday or statutory or civic holiday in the Province of Ontario.

“CCAA Court” means the Ontario Superior Court of Justice (Commercial List) at Toronto.

“Claimants” has the meaning given to it in the preamble of this Agreement.

“Collateral” means, in respect of any Debtor, all property and assets of such Debtor now or hereafter owned or acquired by such Debtor in which Liens have been granted by such Debtor to the Collateral Agent, for the benefit of the Secured Parties, pursuant to any Security Document.

“Collateral Agent” has the meaning given to it in the preamble of this Agreement.

“Collateral Agent Order” means an order of the CCAA Court, in form and substance acceptable to the Collateral Agent, Imperial and the CCAA Plan Administrator, that (i) approves this Agreement, (ii) appoints the Collateral Agent as the agent for and on behalf of the Secured Parties in accordance with Section 2.1 of this Agreement, and (iii) limits the liability of the Indemnitees pursuant to this Agreement to the Remaining Contributions, unless such liability is (a) a liability indemnified under Section 12.8 of the Contribution Security Agreement, or (b) results from the negligence, bad faith or wilful misconduct of an Indemnatee, as found by a final and non-appealable decision of the CCAA Court.

“Contribution Security Agreement” means the contribution security agreement to be entered into on or about August 29, 2025 by Imperial and the Material Subsidiaries in favour of the Collateral Agent, for the benefit of the Secured Parties, entered into pursuant to the terms of the Plan, as such agreement may be amended, restated, supplemented or otherwise modified from time to time.

“Debtors” means, together, ITCAN, ITCO and the Material Subsidiaries, and each a **“Debtor”**.

“Deed of Movable Hypothec” means the deed of movable hypothec to be executed on the date hereof between the Debtors party thereto and the Collateral Agent, for the benefit of the Secured Parties, in accordance with Section 2.2 of the Contribution Security Agreement, as amended, restated, supplemented or otherwise modified from time to time.

“Definitive Documents” has the meaning given to it in the Plan.

“Guarantee” means the guarantee to be entered into on or about August 29, 2025 made by each of the Material Subsidiaries in favour of the Collateral Agent, for the benefit of the Secured Parties, entered into pursuant to Section 11.1 of the Contribution Security Agreement, as amended, restated, supplemented or otherwise modified from time to time.

“Imperial Supplemental Trust Account” means the segregated bank account into which Imperial shall deposit its Reserved Amounts from time to time in accordance with Section 5.3 of the Plan.

“Indemnified Liabilities” means any and all liabilities, obligations, losses, damages, penalties, actions, judgments, suits, costs, taxes, expenses or disbursements of any kind or nature whatsoever with respect to the execution, delivery, performance, administration or enforcement of this Agreement or any Security Document or the violation of, non-compliance with or liability under, any law applicable to or enforceable against any Debtor or any of the Collateral, together with all reasonable costs and expenses (including reasonable counsel fees and disbursements) incurred by any Indemnitee in connection with any claim, action, investigation or proceeding in any respect relating to any of the foregoing, whether or not suit is brought.

“Indemnitee” means the Collateral Agent, each Receiver, and their respective Affiliates and each and all of their respective directors, officers, partners, trustees, employees, attorneys and agents, and (in each case) their respective heirs, representatives, successors and assigns.

“ITCAN” has the meaning given to it in the preamble of this Agreement.

“ITCO” has the meaning given to it in the preamble of this Agreement.

“Lien” means any “Encumbrance”, as defined in the Plan.

“Material Subsidiaries” has the meaning given to it in the preamble of this Agreement.

“Notice of Actionable Default” means a written notice given to the Collateral Agent by the Required Claimants or the CCAA Plan Administrator expressly stating that an Actionable Default has occurred and is continuing.

“Person” has the meaning given to it in the Plan.

“Plan” means the Fourth Amended and Restated Court-Appointed Mediator’s and Monitor’s CCAA Plan of Compromise and Arrangement pursuant to the *Companies’ Creditors Arrangement Act* (Canada) concerning, affecting and involving Imperial, including all Schedules thereto, dated August [●], 2025, as approved by the CCAA Court on August 27, 2025, as the same may be further amended, restated, modified or supplemented from time to time in accordance with the provisions thereof.

“Principal Obligations” means, collectively, all obligations of any Debtor to the Secured Parties (or any of them) under, in connection with or with respect to the Definitive Documents, including the Plan, Contribution Security Agreement and Guarantee (including the obligation to remit the Annual Contributions and Reserved Amounts for the benefit of the Secured Parties under, and in accordance with, the Plan).

“Receiver” means any interim receiver, receiver, receiver and manager, sequestrator, conservator, custodian, administrator, trustee, liquidator or other similar official.

“Remaining Contributions” means, at any time, the amount equal to the Global Settlement Amount less the aggregate amount of all Contributions paid by each Tobacco Company into its respective Global Settlement Trust Account as at such time.

“Required Claimants” means, at any time in respect of any action or matter, Claimants holding a majority in number of Voting Claims representing at least two-thirds in value of the Voting Claims of the Claimants.

“Secured Obligations” has the meaning given to such term in the applicable Security Document.

“Secured Parties” means, collectively, the Claimants and the Collateral Agent, each a **“Secured Party”**.

“Security Documents” means, collectively, (a) the Guarantee, the Contribution Security Agreement, and the Deed of Movable Hypothec, and any other agreements, documents or guarantees provided in connection therewith, and (b) the charge granted by the CCAA Court over the property held in the Imperial Supplemental Trust Account pursuant to the Order of the CCAA Court dated August 15, 2025, and such other charges over the property and assets of Imperial as may be ordered by the CCAA Court from time to time, each of the items in clauses (a) and (b), a **“Security Document”**.

“Security Interests” means the Liens in favour of the Collateral Agent under the Security Documents securing the Secured Obligations.

“Voting Claims” means in respect of each of the Claimants, the value allocated to the claim of such Claimant, and the number of votes associated therewith, as set forth in the definition of “Negative Notice Claim” in the Plan; provided that, for the purposes of calculating the Required Claimants and the calculation of any other approval or consent of the Claimants under or in connection with this Agreement, upon payment in full in cash of all Principal Obligations owing to a Claimant, such Claimant no longer holds any Voting Claim.

1.2 **Rules of Construction.**

Except as may be otherwise specifically provided in this Agreement:

(a) the terms “Agreement”, “this Agreement”, “the Agreement”, “hereto”, “hereof”, “herein”, “hereby”, “hereunder” and similar expressions refer to this Agreement in its entirety and not to any particular provision hereof;

(b) references to an “Article” or “Section” followed by a number refer to the specified Article or Section of this Agreement;

(c) the division of this Agreement into articles and sections and the insertion of headings are for convenience of reference only and shall not affect the construction or interpretation of this Agreement;

(d) words importing the singular number only shall include the plural and vice versa and words importing the use of any gender shall include all genders;

(e) the word “including” is deemed to mean “including without limitation”;

(f) the terms “party” and “the parties” refer to a party or the parties to this Agreement;

(g) any reference to this Agreement or any other agreement, indenture or contract means this Agreement or any other agreement, indenture or contract as amended, modified, replaced or supplemented from time to time;

(h) any time period within which any action is to be taken hereunder shall be calculated excluding the day on which the period commences and including the day on which the period ends; and

(i) whenever any payment is required to be made, action is required to be taken or period of time is to expire on a day other than a Business Day, such payment shall be made, action shall be taken or period shall expire on the next following Business Day.

1.3 Entire Agreement.

This Agreement constitutes the entire agreement between the parties with respect to the subject matter hereof and supersedes all prior agreements, understandings, negotiations and discussions, whether written or oral. Except as expressly set forth herein, there are no representations, warranties, conditions, other agreements or acknowledgements, whether direct or collateral, express or implied, that form part of or affect this Agreement.

1.4 Severability.

If any provision of this Agreement is determined by the CCAA Court to be invalid, illegal or unenforceable in any respect, all other provisions of this Agreement shall nevertheless remain in full force and effect so long as the economic or legal substance of this Agreement is not affected in any manner materially adverse to any party hereto.

1.5 Québec Matters.

For purposes of any assets, liabilities or entities located in the Province of Québec and for all other purposes pursuant to which the interpretation or construction of this Agreement may be subject to the laws of the Province of Québec or a court or tribunal exercising jurisdiction in the Province of Québec, (a) all references to filing, perfection, priority, remedies, registering or recording under a *Personal Property Security Act* shall include publication, opposability, priority and ranking, and recourses under the *Civil Code of Québec*, (b) all references to “perfection” of or “perfected” liens or security interest shall include a reference to an “opposable” or “set up” hypothec as against third parties, (c) “gross negligence or willful misconduct” shall be deemed to be “intentional or gross fault”, (d) “guarantee” and “guarantor” shall include “suretyship” and “surety”, respectively, and (e) for the purposes of the Deed of Movable Hypothec, “Secured Obligations” shall include “*Obligations Garanties*” and “Secured Parties” shall include “*Parties Garanties*”.

ARTICLE 2 COLLATERAL AGENT

2.1 Appointment of Collateral Agent.

(a) Subject to, and in accordance with, this Agreement, and subject specifically to the condition set out in Section 2.1(b) of this Agreement, the Collateral Agent is hereby appointed as the agent for and on behalf of the Secured Parties for, under and in connection with each Security Document and all

Collateral subject thereto, and the Collateral Agent will, as agent, for the benefit solely and exclusively of the Secured Parties:

- (i) accept, enter into, hold, maintain, administer and enforce each Security Document as creditor in its own name, including all Collateral subject thereto, and all Liens created thereunder, perform its obligations under each Security Document and protect, exercise and enforce the interests, rights, powers and remedies granted or available to it under, pursuant to or in connection with each Security Document;
- (ii) take all lawful actions permitted under any Security Document that it may deem necessary or advisable to protect or preserve its interest in the Collateral and such interests, rights, powers and remedies;
- (iii) deliver and receive notices pursuant to each Security Document;
- (iv) sell, assign, collect, assemble, foreclose on, institute legal proceedings with respect to, or otherwise exercise or enforce the rights and remedies of a secured party with respect to the Collateral under each Security Document and its other interests, rights, powers and remedies;
- (v) remit, in accordance with Section 2.4, all cash proceeds received by the Collateral Agent from the collection, foreclosure or enforcement of its interest in the Collateral under any Security Document or any of its other interests, rights, powers or remedies;
- (vi) execute and deliver such additional documents in connection with, or amendments to, each Security Document as may from time to time be authorized and directed by an Act of Instructing Claimants from all of the Claimants; and
- (vii) release any Lien granted to it in any Collateral under any Security Document if authorized and directed by an Act of Instructing Claimants from all of the Claimants holding Voting Claims.

(b) The appointment of the Collateral Agent and the obligations of the Collateral Agent under this Agreement are conditional upon the issuance of the Collateral Agent Order.

(c) The Collateral Agent is authorized and empowered to enter into and perform its obligations under, and to protect, perfect, exercise and enforce its interest, rights, powers and remedies under each Security Document, under Applicable Law and in equity and to act as set forth in this Agreement or as requested in any lawful directions given to it from time to time pursuant to an Act of Instructing Claimants delivered to it in accordance with this Agreement.

(d) For the purposes of granting security under the laws of the Province of Québec which may now or in the future be required to be provided by any Debtor, the Collateral Agent is hereby irrevocably authorized and appointed by each of the Secured Parties to act as hypothecary representative (within the meaning of Article 2692 of the *Civil Code of Québec*) for all present and future Secured Parties (in such capacity, the “**Hypothecary Representative**”) to hold any hypothec or other security granted under the laws of the Province of Québec and to exercise such rights, powers, remedies and duties as are conferred upon the Hypothecary Representative under the Deed of Movable Hypothec, other Security Documents and Applicable Law (with the power to delegate any such rights, powers, remedies or duties). The execution prior to the date hereof by the Collateral Agent in its capacity as the Hypothecary Representative of the Deed of Movable Hypothec or other Security Documents made pursuant to the laws of the Province of

Québec, is hereby ratified and confirmed. Any Person who becomes a Secured Party or successor Collateral Agent shall be deemed to have consented to and ratified the foregoing appointment of the Collateral Agent as the Hypothecary Representative on behalf of all Secured Parties, including such Person and any Affiliate of such Person designated above as a Secured Party. For greater certainty, the Collateral Agent, acting as the Hypothecary Representative, shall have the same rights, powers, immunities, indemnities and exclusions from liability as are prescribed in favour of the Collateral Agent in this Agreement, which shall apply *mutatis mutandis*. In the event of the resignation of the Collateral Agent (which shall include its resignation as the Hypothecary Representative) and appointment of a successor Collateral Agent, such successor Collateral Agent shall also act as the Hypothecary Representative, as contemplated above.

2.2 Governing Law and Submission to Jurisdiction.

(a) This Agreement shall be interpreted and enforced in accordance with, and the respective rights and obligations of the parties shall be governed by, the laws of the Province of Ontario and the federal laws of Canada applicable therein.

(b) Any action or proceeding arising out of or based upon this Agreement shall be brought in the CCAA Court, and each of the parties hereto irrevocably submits to the exclusive jurisdiction of the CCAA Court. The parties irrevocably and unconditionally waive any objection to the venue of any action or proceeding in the CCAA Court and irrevocably waive and agree not to plead in the CCAA Court that any such action or proceeding brought in such court has been brought in an inconvenient forum. Each of the parties hereto agrees that a final judgment in any such action or proceeding may be enforced in other jurisdictions by suit on the judgment or in any other manner provided by Applicable Law.

(c) Notwithstanding anything to the contrary contained in this Agreement, the Collateral Agent will not exercise any remedies or take any foreclosure actions or otherwise take any action or proceeding against any of the Collateral (other than actions as necessary to prove, protect or preserve the Security Interests) unless and until it shall have received a Notice of Actionable Default, and then only in accordance with the provisions of this Agreement and the Security Documents

(d) The Collateral Agent will not release, waive, vary or subordinate any Security Interest (in each case, in whole or in part) or consent to the release, waiver, variation or subordination of any Security Interest except as directed by an Act of Instructing Claimants from all of the Claimants holding Voting Claims.

2.3 Remedies Upon Actionable Default.

(a) If the Collateral Agent at any time receives a Notice of Actionable Default, the Collateral Agent will promptly deliver written notice thereof to each Claimant pursuant to Section 3.1. Thereafter, subject to Section 2.3(b), the Collateral Agent shall await direction by an Act of Instructing Claimants from Required Claimants and will act as directed by such Act of Instructing Claimants from Required Claimants, in the exercise and enforcement of the Collateral Agent's interests, rights, powers and remedies in respect of the Collateral or under any Security Document or Applicable Law and, following the initiation of such exercise of remedies, the Collateral Agent will act with respect to the manner of such exercise of remedies as directed by an Act of Instructing Claimants from Required Claimants. Unless it has been directed by such an Act of Instructing Claimants, the Collateral Agent shall not take, and shall refrain from taking, any action with respect to any Actionable Default.

(b) Notwithstanding Section 2.3(a) or anything to the contrary in this Agreement or any other Security Document, no remedies may be exercised by the Collateral Agent upon an Actionable Default without the approval of the CCAA Court.

(c) The Collateral Agent shall not be deemed to have actual, constructive, direct or indirect notice or knowledge of any Actionable Default unless and until the Collateral Agent shall have received a Notice of Actionable Default.

2.4 Application of Proceeds.

(a) Subject to mandatory provisions of Applicable Law, the Collateral Agent will apply the proceeds of any collection, sale, foreclosure or other enforcement of the Security Interests under any Security Document or any realization upon any Collateral, in the following order of application and pursuant to the wiring instructions of the Claimants provided to the Collateral Agent by each Claimant from time to time:

- (i) FIRST, to the payment of all amounts payable under this Agreement on account of the Collateral Agent's direct or indirect fees and any reasonable and documented legal fees, costs and expenses or other liabilities or debts of any kind incurred by the Collateral Agent or any co-trustee, agent or Receiver in connection with this Agreement or any Security Document;
- (ii) SECOND, on instructions from the CCAA Plan Administrator or otherwise by order of the CCAA Court, to the Claimants for application to the payment of all outstanding Principal Obligations that are then due and payable to such Claimants, rateably based on the Claimant Allocation, as set out in Sections 16.1 and 16.3 of the Plan, in the amounts to each Claimant as calculated by and provided in writing by the CCAA Plan Administrator to the Collateral Agent; and
- (iii) THIRD, any surplus remaining after the irrevocable and unconditional payment in full in cash of all of the Principal Obligations will be paid to Imperial or the Material Subsidiaries, as applicable, or as the CCAA Court may direct.

2.5 No Implied Duty. It is understood and agreed that the use of the term "Collateral Agent" as used herein or in any other Security Document (or any similar term with respect to the Collateral Agent) is not intended to connote any fiduciary or other implied (or express) obligations arising under any agency doctrine of Applicable Law. Instead, such term is used as a matter of market custom, and is only intended to create or reflect an administrative relationship between the contracting parties. The Collateral Agent will also not have any responsibilities or obligations other than those expressly assumed by it in this Agreement and the Security Documents. The Collateral Agent will not be required to take any action that is contrary to Applicable Law, any provision of this Agreement or any Security Document or any instructions of the CCAA Court. The Collateral Agent shall have no duty to monitor compliance by any Debtor with its duties and obligations under this Agreement or any other Security Document, except to the extent expressly provided herein or therein.

2.6 Appointment of Agents and Advisors; Receivers.

(a) The Collateral Agent may execute any of the rights or powers hereunder or perform any duties hereunder either directly or by or through agents, legal counsel, accountants, appraisers or other experts or advisors selected by it in good faith as it may reasonably require for the purpose of discharging its duties hereunder and will not be responsible for any act, default, misconduct or negligence on the part of any of them. The Collateral Agent may act and rely and shall be protected in acting in good faith on the opinion or advice of or information obtained from any agent, counsel, accountant, engineer, appraiser or other expert or advisor, whether retained or employed by the Collateral Agent or any other Secured Party, in relation to any matter arising in the performance of its duties under this Agreement. The Collateral Agent

shall provide prior written notice to the CCAA Plan Administrator in connection with the retention of any agents, legal counsel, accountants, appraisers or other experts or advisors.

(b) Without limiting the generality of Section 2.6(a) and in addition to other rights it may have, but subject in all cases to Section 2.3(b), the Collateral Agent may institute proceedings in the CCAA Court for the appointment of one or more Receiver(s) as instructed by the Required Claimants pursuant to an Act of Instructing Claimants. Any such Receiver is hereby given and shall have the same powers, rights and exclusions and limitations of liability as the Collateral Agent has under any Security Document, pursuant to Applicable Law or in equity. In exercising any such powers, any such Receiver shall, to the extent permitted by Applicable Law, act as, and for all purposes shall be deemed to be the agent of the Debtors and the Collateral Agent shall not be responsible for any act, default, misconduct or negligence of any such Receiver. The Collateral Agent may remove any such Receiver or Receivers and appoint another or others in his or their stead from time to time pursuant to an Act of Instructing Claimants from the Required Claimants. Any Receiver so appointed may be an officer or employee of the Collateral Agent. Upon a Debtor receiving notice from the Collateral Agent of the taking of possession of the Collateral or the appointment of a Receiver, all powers, functions, rights and privileges of each of the directors and officers of such Debtor with respect to the Collateral shall, to the extent permitted by Applicable Law, cease, unless specifically continued by the written consent of the Collateral Agent, such consent to be granted only if specified in an Act of Instructing Claimants from Required Claimants.

2.7 Limitations on Duty of Collateral Agent; Limitation of Liability.

(a) Beyond the exercise of reasonable care in the custody of Collateral in its possession, neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will have any duty as to any Collateral in its possession or control or in the possession or control of any agent or bailee, any income thereon, or as to preservation of rights against prior parties or any other rights pertaining thereto and the Collateral Agent will not be responsible for filing any financing statements, financing change statements or continuation statements or recording any documents or instruments in any public office at any time or times or otherwise perfecting or maintaining the perfection of any Lien in the Collateral (which financing change statements or continuation statements or recordings shall be at the sole cost, expense and responsibility of Imperial) unless instructed to do so by Required Claimants pursuant to an Act of Instructing Claimants. The Collateral Agent or a Receiver, or any of their respective Affiliates, will be deemed to have exercised reasonable care in the custody of the Collateral in its possession if the Collateral is accorded treatment substantially equal to that which it accords its own property, and neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will be liable or responsible for any loss or diminution in the value of any of the Collateral by reason of the act or omission of any agent or bailee selected by the Collateral Agent or any Receiver in good faith.

(b) Neither the Collateral Agent nor any Receiver nor any of their Affiliates will be responsible for the existence, genuineness or value of any of the Collateral or for the validity, perfection, priority or enforceability of the Security Interests, for the validity or sufficiency of the Collateral or any agreement or assignment contained therein, for the validity of the title of any Debtor to the Collateral, for insuring the Collateral or for the payment of taxes, charges, assessments or Liens upon the Collateral or otherwise as to the maintenance of the Collateral, and hereby disclaims any representation or warranty to the Secured Parties concerning the perfection of the Security Interests or in the value of any of the Collateral.

(c) Neither the Collateral Agent nor any Receiver nor any of their respective Affiliates will be responsible or liable for any action taken or omitted to be taken by it hereunder or under any Security Document except to the extent caused by its own gross negligence, bad faith or wilful misconduct as determined by the CCAA Court by final and non-appealable order or judgment.

(d) No property or assets of the Collateral Agent, owned in its personal capacity or otherwise, will be subject to levy, execution or other enforcement procedure with regard to any obligations under this Agreement or under any Security Document, other than in connection with any liability of the Collateral Agent in connection with this Agreement or any Security Document as determined by a final and non-appealable decision of the CCAA Court to have been caused by the gross negligence, bad faith or wilful misconduct of the Collateral Agent.

2.8 Entitled to Rely. The Collateral Agent may conclusively rely upon, and shall be fully protected in relying upon, any writing, certificate, notice, statement, order or other document reasonably believed by it to be genuine and correct and to have been signed or sent by or on behalf of the proper Person or Persons and need not investigate any fact or matter stated in any such document, including an Act of Instructing Claimants. The Collateral Agent may seek and rely upon, and shall be fully protected in relying upon, any judicial order or judgment, upon any advice, opinion or statement of legal counsel, independent consultants and other experts selected by it in good faith and upon any certification, instruction, notice or other writing delivered to it in accordance with the provisions of this Agreement or delivered to it by the Claimants or the CCAA Plan Administrators, without being required to determine the authenticity thereof or the correctness of any fact stated therein or the propriety or validity of service thereof. The Collateral Agent may act in reliance upon any instrument comporting with the provisions of this Agreement or any signature reasonably believed by it to be genuine and may assume that any Person purporting to give notice or receipt or advice or make any statement or execute any document in connection with the provisions hereof or any Security Document has been duly authorized to do so. The Collateral Agent will not be required to inquire as to the occurrence or absence of any Actionable Default and will not be affected by or required to act upon any notice or knowledge as to the occurrence of any Actionable Default unless and until it receives a Notice of Actionable Default.

2.9 Actions by Collateral Agent. As to any matter not expressly provided for by this Agreement or any Security Document, the Collateral Agent will act or refrain from acting as directed by an Act of Instructing Claimants and will be fully protected if it does so pursuant to this Section 2.9, and any action taken, suffered or omitted pursuant hereto or thereto shall be binding on the Secured Parties. The Collateral Agent will not be required to take any legal or other action under this Agreement that will require it to expend any funds or otherwise incur any liability, expense or obligation in the performance of its duties or the exercise of its powers or rights hereunder unless it has been provided with security or indemnity including the advance of funds reasonably satisfactory to it against any and all liability, expense or obligation which may be incurred by it by reason of taking or continuing to take such action.

2.10 Collateral Agent's Remuneration and Expenses. Imperial agrees to pay to the Collateral Agent from time to time, remuneration for its services hereunder, as set out in the agreed Collateral Agent fee schedule, and will also pay upon demand, all reasonable costs and expenses incurred by the Collateral Agent, including all reasonable fees, expenses and disbursements of legal counsel and any auditors, accountants, consultants or appraisers or other professional advisors, experts and agents engaged by the Collateral Agent or any Receiver, in each case, on a full indemnity basis in connection with:

- (a) the preparation, execution, delivery, filing, recordation, administration or enforcement of this Agreement or any Security Document or any consent, amendment, waiver or other modification relating hereto or thereto;
- (b) the creation, perfection, release or enforcement of any of the Security Interests, including filing and recording fees, expenses and taxes, stamp or documentary taxes, and search fees; and
- (c) the preservation, collection, foreclosure or enforcement of the Collateral or any interest, right, power or remedy of the Collateral Agent or in connection with the collection or

enforcement of any of the Secured Obligations or the proof, protection, administration or resolution of any claim based upon the Secured Obligations in any Insolvency Proceeding (as defined in the Guarantee).

The agreements in this Section 2.10 will survive repayment of all Principal Obligations, the termination of this Agreement and the removal or resignation of the Collateral Agent.

2.11 Indemnity.

(a) In addition to and without limiting any other protection of the Collateral Agent hereunder or otherwise under Applicable Law, Imperial agrees to defend, indemnify, pay and hold harmless the Indemnitees from and against any and all Indemnified Liabilities, howsoever arising (including from or out of any act, omission or error of the Collateral Agent in connection with its acting as Collateral Agent hereunder); provided that: (i) no Indemnitee will be entitled to indemnification hereunder with respect to any Indemnified Liability to the extent such Indemnified Liability is found by a final and non-appealable decision of the CCAA Court to have resulted from the negligence, bad faith or wilful misconduct of such Indemnitee; and (ii) the amount of the Indemnified Liabilities at any time that is not a liability indemnified under Section 12.8 of the Contribution Security Agreement (which, for greater certainty, includes amounts paid pursuant to Section 12.12 of the Contribution Security Agreement) shall be limited to the Remaining Contributions at such time.

(b) All amounts due under this Section 2.11 will be payable upon demand by the Collateral Agent. The agreements in this Section 2.11 will survive repayment of all Principal Obligations, the termination of this Agreement and the removal or resignation of the Collateral Agent.

(c) If Imperial pays any Indemnified Liability to the Collateral Agent in accordance with this Agreement, Imperial may, by way of set-off, deduct from its future Annual Contributions to the Global Settlement Trust Account any portion of such amount that is not a liability indemnified under Section 12.8 of the Contribution Security Agreement (which, for greater certainty, includes amounts paid pursuant to Section 12.12 of the Contribution Security Agreement). Imperial may exercise such right of set-off if (i) Imperial provides 30 days' written notice to the Provinces and Territories and any Impacted Claimants, and no Province, Territory or Impacted Claimant objects to such set-off in writing within such 30 day notice period, or (ii) the CCAA Court issues a final, non-appealable order that Imperial is entitled to such set-off in the amount determined in such order.

2.12 Resignation or Removal of Collateral Agent. Subject to the appointment of a successor Collateral Agent as provided in Section 2.13 and the acceptance of such appointment by the successor Collateral Agent:

- (a) the Collateral Agent may resign at any time by giving not less than 45 days' written notice of resignation to each Claimant, Imperial, and the CCAA Plan Administrators, provided that such notice period may be waived by each Claimant, Imperial, and the CCAA Plan Administrators; and
- (b) the Collateral Agent may be removed at any time, with or without cause, by an Act of Instructing Claimants of the Required Claimants or by order of the CCAA Court.

2.13 Appointment of Successor Collateral Agent. Upon any resignation or removal of the Collateral Agent pursuant to Section 2.12:

- (a) a successor Collateral Agent as approved by the CCAA Court may be appointed;

- (b) if no successor Collateral Agent has been so appointed and has accepted such appointment within 30 days after the predecessor Collateral Agent gave notice of resignation or was removed, the retiring Collateral Agent may (at the expense of Imperial), make a motion to the CCAA Court for the appointment of a successor Collateral Agent; and
- (c) the Collateral Agent will fulfill its obligations under this Agreement until a successor Collateral Agent has accepted its appointment as Collateral Agent and the provisions of this Section 2.13 have been satisfied. For the avoidance of doubt, the Collateral Agent's fees will be paid in accordance with Section 2.10 during this period.

2.14 Succession of New Collateral Agent. Upon acceptance of a successor Collateral Agent by way of an appointment pursuant to Section 2.13:

- (a) such Person will succeed to and become vested with all the rights, powers, privileges, duties and obligations of the predecessor Collateral Agent hereunder and under the Security Documents, and the predecessor Collateral Agent will be discharged from its duties and obligations hereunder and thereunder; and
- (b) the predecessor Collateral Agent will (upon full payment of its fees and expenses, and at the expense of Imperial) promptly transfer all Security Interests and Collateral within its possession or control to the possession or control of the successor Collateral Agent and will execute instruments and assignments as may be necessary or desirable or reasonably requested by the successor Collateral Agent to transfer to the successor Collateral Agent all Security Interests, interests, rights, powers and remedies of the predecessor Collateral Agent in respect of the Security Documents, the Collateral and the Security Interests.

2.15 Repayment of Principal Obligations.

Each Claimant hereby agrees that, upon the repayment and satisfaction in full of all Principal Obligations owing to such Claimant, such Claimant shall deliver written notice to the Collateral Agent and the other Claimants confirming that: (a) all such Principal Obligations have been repaid and satisfied in full; and (b) that such Claimant no longer holds any Voting Claim for the purposes of calculating any approval or consent of the Claimants required under this Agreement, including the determination of the Required Claimants.

ARTICLE 3
GENERAL

3.1 Notices.

(a) Any notice or other communication required or permitted to be given hereunder shall be in writing and shall be delivered in person or transmitted by e-mail or sent by registered mail, charges prepaid, addressed as set out in Schedule "A" hereto.

(b) Any such notice or other communication shall be deemed to have been given and received on the day on which it was delivered or transmitted (or, if such day is not a Business Day or if delivery or transmission is made on a Business Day after 5:00 p.m. at the place of receipt, then on the next following Business Day) or, if mailed, on the third Business Day following the date of mailing; provided, however, that if at the time of mailing or within three Business Days thereafter there is or occurs a labour dispute or other event which might reasonably be expected to disrupt the delivery of documents by mail, any notice or other communication hereunder shall be delivered or transmitted by e-mail as aforesaid.

(c) Any party may at any time change its address for service from time to time by giving notice to the other parties in accordance with this Section.

3.2 Assignment.

No party may assign any of its rights or obligations under this Agreement except with the prior written consent of the other parties hereto; provided that, the Collateral Agent may assign its rights and obligations hereunder to a successor Collateral Agent in accordance with Sections 2.13 and 2.14.

3.3 Successors and Assigns.

This Agreement shall enure to the benefit of and shall be binding on and enforceable by and against the parties and their respective successors and permitted assigns.

3.4 No Amendment.

No provisions of this Agreement may be modified, amended or waived without the prior written consent of the Debtors, the Collateral Agent and all of the Claimants holding Voting Claims at such time.

3.5 Paramountcy.

If there is a conflict or inconsistency between the provisions of this Agreement and the Plan or the Sanction Order, then the provisions of the Plan or the Sanction Order shall govern and prevail to the extent necessary to resolve such conflict or inconsistency. If there is a conflict or inconsistency between the provisions of this Agreement and any Security Document, then, notwithstanding anything contained in such Security Document, the provisions contained in this Agreement shall govern and prevail to the extent necessary to resolve such conflict or inconsistency, it being understood that the Security Documents may not detract from any of the rights, entitlements and/or protections granted to the Collateral Agent (for its own benefit and the benefit of the other Secured Parties) under this Agreement.

3.6 Further Assurances.

Each of the parties hereto shall, from time to time hereafter and upon any reasonable request of the other, promptly do, execute, deliver or cause to be done, executed and delivered all further acts, documents and things as may be required or necessary for the purposes of giving effect to this Agreement, including any and all acts, documents or things as may be necessary for the purpose of registering or filing notice of the terms and provisions of this Agreement.

3.7 Termination.

This Agreement shall terminate and cease to have effect on the earlier of (i) the date on which all of the Claimants holding Voting Claims shall have agreed by way of an Act of Instructing Claimants to terminate this Agreement, and (ii) the date on which all of the Principal Obligations shall have been indefeasibly paid in full and all of the Security Interests have been released and discharged.

3.8 Counterparts.

This Agreement and all documents contemplated by or delivered under or in connection with this Agreement may be executed and delivered in counterparts, with the same effect as if all parties had signed and delivered the same document, and all counterparts shall be construed together to be an original and will constitute one and the same agreement. Delivery by electronic mail of an executed counterpart to this Agreement and all documents contemplated by or delivered under or in connection with

this Agreement shall be effective delivery of an original executed counterpart of this Agreement and such other documents.

[The remainder of this page has been intentionally left blank.]

IN WITNESS WHEREOF the parties have duly executed this Agreement as of the date first written above.

**IMPERIAL TOBACCO CANADA
LIMITED**, as Debtor

by _____
Name:
Title

by _____
Name:
Title:

I have authority to bind the Corporation.

**IMPERIAL TOBACCO COMPANY
LIMITED**, as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

MARLBORO CANADA LIMITED, as
Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

JOHN PLAYER & SONS LTD., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

IMPERIAL BRANDS LTD., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

MEDALLION INC., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

CAMEO INC., as Debtor

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

**IMPERIAL TOBACCO PRODUCTS
LIMITED, as Debtor**

by _____
Name:
Title:

by _____
Name:
Title:

I have authority to bind the Corporation.

**COMPUTERSHARE TRUST COMPANY
OF CANADA, as Collateral Agent**

by _____
Name:
Title:

I have authority to bind the Corporation.

**HIS MAJESTY THE KING IN RIGHT OF
BRITISH COLUMBIA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
ALBERTA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
SASKATCHEWAN**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
MANITOBA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
ONTARIO**

by _____
Name:
Title:

I have authority to bind the Crown.

ATTORNEY GENERAL OF QUÉBEC

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NEW BRUNSWICK**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NOVA SCOTIA**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
PRINCE EDWARD ISLAND**

by _____
Name:
Title:

I have authority to bind the Crown.

**HIS MAJESTY THE KING IN RIGHT OF
NEWFOUNDLAND AND LABRADOR**

by _____
Name:
Title;

I have authority to bind the Crown.

GOVERNMENT OF YUKON

by _____
Name:
Title:

I have authority to bind the Government.

**GOVERNMENT OF THE
NORTHWEST TERRITORIES**

by _____
Name:
Title:

I have authority to bind the Government.

GOVERNMENT OF NUNAVUT

by _____
Name:
Title:

I have authority to bind the Government.

**QUEBEC CLASS ACTION
PLAINTIFFS**, as represented by Quebec
Class Counsel

by _____
Name:
Title:

I have authority to bind the Quebec Class Action
Plaintiffs

PAN-CANADIAN CLAIMANTS, as
represented by PCC Representative Counsel

by _____
Name:
Title:

I have authority to bind the Pan-Canadian
Claimants

SCHEDULE “A”

NOTICES

- (a) if to the Debtors:

Imperial Tobacco Canada Limited
3711 Rue Saint-Antoine Ouest
Montréal QC H4C 3P6

Attention: Paola Tawile
Email: paola_tawile@bat.com

with a copy to:

Osler, Hoskin & Harcourt LLP
100 King Street West
1 First Canadian Place
Suite 6200, P.O. Box 50
Toronto ON M5X 1B8

Attention: Marc Wasserman / Martino Calvaruso
Email: mwasserman@osler.com / mcalvaruso@osler.com

- (b) if to the Collateral Agent:

Computershare Trust Company of Canada
320 Bay Street, 14th Floor
Toronto, ON M5H 4A6

Attention: General Manager, Corporate Trust
Email: corporatetrust.toronto@computershare.com

- (c) if to His Majesty the King in right of British Columbia:

[●]

Attention: [●]
E-Mail: [●]

with a copy to:

[●]

Attention: [●]
E-Mail: [●]

- (d) if to His Majesty the King in right of Alberta:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (e) if to His Majesty the King in right of Saskatchewan:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (f) if to His Majesty the King in right of Manitoba:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (g) if to His Majesty the King in right of Ontario:

Crown Law Office-Civil
Ministry of the Attorney General
720 Bay Street, 8th Floor
Toronto, ON M7A 2S9

Attention: Jacqueline Wall

E-Mail: jacqueline.wall@ontario.ca

- (h) Attorney General of Québec:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (i) if to His Majesty the King in right of New Brunswick:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (j) if to His Majesty the King in right of Nova Scotia:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (k) if to His Majesty the King in right of Prince Edward Island:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

- (l) if to His Majesty the King in right of Newfoundland and Labrador:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(m) if to the Government of Yukon:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(n) if to the Government of the Northwest Territories:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(o) if to the Government of Nunavut:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(p) if to the Quebec Class Action Plaintiffs:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

(q) if to the Pan-Canadian Claimants:

[●]

Attention: [●]

E-Mail: [●]

with a copy to:

[●]

Attention: [●]

E-Mail: [●]

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED
 AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF **IMPERIAL TOBACCO CANADA LIMITED** AND **IMPERIAL TOBACCO COMPANY LIMITED**.

Applicant

Court File No. CV-19-00616077-00CL

**ONTARIO
 SUPERIOR COURT OF JUSTICE
 COMMERCIAL LIST**

PROCEEDING COMMENCED AT
 TORONTO

ORDER

DAVIES WARD PHILLIPS & VINEBERG LLP
 155 Welington Street West
 Toronto ON M5V 3J7

Natasha MacParland (LSO# 42383G)
 Email: nmacparland@dwpv.com
Chanakya A. Sethi (LSO# 63492T)
 Email: csethi@dwpv.com

**Lawyers for FTI Consulting Canada Inc. in its capacity
 as CCAA Plan Administrator of Imperial Tobacco
 Canada Limited and Imperial Tobacco Company Limited**

IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*, R.S.C. 1985, c. C-36, AS AMENDED
 AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF **IMPERIAL TOBACCO CANADA LIMITED** AND **IMPERIAL TOBACCO COMPANY LIMITED**

Applicant

Court File No. CV-19-00616077-00CL

**ONTARIO
 SUPERIOR COURT OF JUSTICE
 COMMERCIAL LIST**

PROCEEDING COMMENCED AT
 TORONTO

**MOTION RECORD
 (MOTION FOR COLLATERAL AGENT ORDER)**

DAVIES WARD PHILLIPS & VINEBERG LLP
 155 Wellington Street West
 Toronto ON M5V 3J7

Natasha MacParland (LSO# 42383G)
 Email: nmacParland@dwvpv.com
 Tel: 416.863.5567

Chanakya A. Sethi (LSO# 63492T)
 Email: csethi@dwvpv.com
 Tel: 416.863.5516

Lawyers for FTI Consulting Canada Inc. in its capacity as
 CCAA Plan Administrator of Imperial Tobacco Canada
 Limited and Imperial Tobacco Company Limited