

*The CanadaBis Group*  
*CCAA Communications Package*  
*Frequently Asked Questions (“FAQs”)*

**Frequently Asked Questions – General**

**1. What is the CCAA?**

- The *Companies’ Creditors Arrangement Act*, or the “CCAA”, is a federal statute that enables companies to restructure their financial affairs under the supervision of the courts.
- As part of the CCAA proceedings, the court grants a “stay of proceedings” in favour of the company, which prevents creditors, such as lenders, suppliers, contractual counterparties, and other stakeholders from commencing or continuing any proceedings or taking any steps to enforce their rights against the company or its subsidiaries. The stay of proceedings gives the company the time and stability it requires to enable it to restructure while continuing its day-to-day operations.
- On April 17, 2026, CanadaBis Capital Inc., Stigma Pharmaceuticals Inc., 2103157 Alberta Ltd., Full Spectrum Labs Ltd., and 1998643 Alberta Ltd. (collectively, the “**CanadaBis Group**” or the “**Company**”) commenced restructuring proceedings (the “**CCAA Proceeding**”) under the CCAA.

**2. Is the Company bankrupt?**

- No. Under Canadian insolvency and restructuring laws, “bankruptcy” is a specific type of proceeding under which an insolvent company’s operations are terminated, and its assets are sold or “liquidated”.
- The CCAA Proceeding, amongst other things, prevents creditors from taking enforcement steps against the Company while it attempts to restructure its business.

**3. Why did the Company file under the CCAA?**

- The Company has been facing significant financial and operating difficulties due to the heavily saturated and highly competitive cannabis market, tight profit margins, complex regulatory and licensing processes, and growing excise tax burdens. The Company filed for CCAA protection to provide the Company with the breathing space and platform to deal with its outstanding obligations and continue to operate in the ordinary course of business. Absent such protection, enforcement measures by the CRA were likely imminent which would materially disrupt operations and undermine the Company’s ability to restructure as a going concern, to the detriment of its stakeholders. The CCAA Proceeding will provide the stability necessary to preserve liquidity and implement a restructuring.
- The CanadaBis Group expects to have sufficient funding throughout the CCAA Proceeding to enable it to continue operating as the Company implements its restructuring plan. The Company does not presently anticipate requiring external financing in the form of a debtor-in-possession (“**DIP**”) loan.

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**4. Is CCAA the same as declaring bankruptcy in the US?**

- CCAA would be most similar to a Chapter 11 reorganization in the US.

**5. Who is now in charge of the Company?**

- The Board of Directors and the executive management team remain in control of the Company and are responsible for overseeing its operations, subject to the specific requirements of the CCAA Initial Order.
- The Court of King’s Bench of Alberta (the “**Court**”) has appointed FTI Consulting Canada Inc. (“**FTI Consulting**”) as its monitor (in such capacity, the “**Monitor**”) to oversee the activities of the Company and assist stakeholders with the CCAA process.

**6. What is the Monitor?**

- The Monitor is an officer of the Court whose responsibilities include assisting the Company with its restructuring, reporting to the Court from time to time on the progress of such proceedings, and, ultimately, providing a recommendation on the Company’s proposed restructuring plan. In this case, FTI Consulting has been appointed as Monitor.
- The Monitor’s role is not to run the CanadaBis Group’s business or operations, and management remains in control of such activities as noted above.
- The Company will be giving its full co-operation to the Monitor.

**7. Is there a public filing or disclosure required as part of filing for protection under the CCAA?**

- Yes. Among other public documents filed with the Court, the Company submits an Affidavit that includes, but is not limited to, the following information: a brief history of the Company and an overview of its business; a description of the nature of its assets and liabilities; the reasons for its financial difficulties; and support for the relief being sought from the Court.
- Once the initial order under the CCAA is issued, the Monitor is required to notify known creditors and publish a public notice in local newspapers of the CCAA Proceeding. The Monitor is also required to establish a website where materials relating to the CCAA Proceeding will be posted, which, in the case of the Company is: ‘<https://cfcanada.fticonsulting.com/CanadaBis>’.
- In addition to the Affidavit and the application for a CCAA initial order, there will be further applications filed with the Court throughout the CCAA Proceeding, as well as reports submitted to the Court by the Monitor that will provide the Court and stakeholders with updates as to the progress of the CCAA Proceeding.
- These documents will be matters of public record and will generally be made available by the Monitor on its website: ‘<https://cfcanada.fticonsulting.com/CanadaBis>’.

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**8. Where can public Court documents and other information related to the CCAA Proceeding be accessed?**

- Court materials, including reports prepared by the Monitor, will be available at the Monitor’s website at: ‘<https://cfcanada.fticonsulting.com/CanadaBis>’.
- To ensure prompt delivery of all relevant information please contact Andrew Nesbitt of Thornton Grout Finnigan LLP at [anesbitt@tgf.ca](mailto:anesbitt@tgf.ca) with a request to be added to the electronic service list for the Company’s CCAA Proceeding.

**9. What do I do if I have other questions?**

- For every-day business questions, you should continue to speak to your regular contact person at the CanadaBis Group.
- For questions relating to the CCAA Proceeding, the Monitor can be contacted at 416-649-8051 or toll free within North America at +1 833-811-1792 or by email at [CanadaBis@fticonsulting.com](mailto:CanadaBis@fticonsulting.com).
- Additional information is also available on the Monitor’s website at: ‘<https://cfcanada.fticonsulting.com/CanadaBis>’.

**10. How long will the CCAA Proceeding take to complete?**

- The Company will work to complete its restructuring in a timely fashion, though there is no standard timeframe for the duration of CCAA proceedings. At this time, we do not know how long the proceedings will take to complete. We will provide further updates as appropriate.
- The Court has granted an initial stay of proceedings of 10-days, which is the maximum allowed by law on an initial application under the CCAA. The Company intends to return to the Court within the first 10-days following the Court’s initial order to seek an extension of the stay period in order to execute on its ongoing operations, cost-savings initiatives, and other restructuring plans.
- Information on the filing and upcoming milestones throughout the CCAA Proceeding can be found on a website being maintained by the Monitor at: ‘<https://cfcanada.fticonsulting.com/CanadaBis>’.

**11. What will happen with the shares of CanadaBis Capital Inc.?**

- During the CCAA Proceeding, the TSX Venture Exchange (“TSX”) will place CanadaBis Capital Inc. under delisting review and there is no assurance as to the outcome of such review of the continued qualification of its TSX listings.