

**IN THE MATTER OF THE BANKRUPTCY OF  
EXRO TECHNOLOGIES INC., DPM TECHNOLOGIES INC. AND  
CELLEX ENERGY INC. OF THE CITY OF CALGARY  
IN THE PROVINCE OF ALBERTA**

**REPORT OF THE TRUSTEE ON PRELIMINARY ADMINISTRATION  
FOR THE FIRST MEETING OF CREDITORS  
JUNE 18, 2026**

**BACKGROUND**

**Receivership Proceedings**

1. Exro Technologies Inc. (“**Exro Canada**”), DPM Technologies Inc. (“**DPM**”), and Cellex Energy Inc. (“**Cellex**” and together with Exro Canada and DPM, the “**Debtors**”) were incorporated pursuant to the laws of the Province of British Columbia, with head offices located in Calgary, Alberta. DPM and Cellex are wholly owned subsidiaries of Exro Canada.
2. Exro Canada was listed on the Toronto Stock Exchange and traded under the symbol “EXRO” and on the over-the-counter Venture Market under the symbol “EXROF”, until it was delisted on October 30, 2025.
3. On November 14, 2025 (the “**Date of Appointment**”), FTI Consulting Canada Inc. (“**FTI**”) was appointed as receiver and manager (the “**Receiver**”) of all the assets, undertakings and properties (the “**Property**”) of Exro Canada, DPM and Cellex pursuant to an Order of the Honourable Justice Nielsen (the “**Receivership Order**”) pronounced in the Court of King’s Bench of Alberta (the “**Court**”) Court File Number 2501-17556 (the “**Receivership Proceedings**”).

4. There are certain entities that are not party to the Receivership Proceedings that are direct or indirect wholly owned subsidiaries of Exro Canada including international subsidiaries in the USA, UK, Thailand, Australia and New Zealand (the “**Exro Group**”).
5. The Exro Group was a group of clean technology companies that developed new generation power control electronics technologies that expand the capabilities of electric motors and batteries and supports stationary energy storage for commercial and industrial applications.
6. The Receivership Order authorized the Receiver to, among other things, take possession of the Property, market any or all of the Property and sell, convey, transfer or assign the Property with the approval of this Honourable Court in respect of any transactions in excess of \$500,000 or in aggregate over \$1,000,000.
7. The Receiver conducted a sales solicitation process (the “**SSP**”) to market the Debtors’ Property in order to maximize value for stakeholders. The SSP included outreach to a broad range of potential strategic and financial purchasers, access to a virtual data room for interested parties, and the solicitation of bids. The process resulted in multiple expressions of interest and bids, including both asset-specific offers and a credit bid from the secured creditor. Following an evaluation of the bids received, the Receiver determined that the credit bid transaction represented the highest and best available outcome in the circumstances.
8. On February 9, 2026, the Court granted a Sale Approval and Vesting Order which, among other things, authorized and approved the sale transaction (the “**Transaction**”) contemplated by the asset purchase agreement dated February 2, 2026 (the “**Credit Bid APA**”) between the Receiver and NBIMC Quantitative Strategies Fund – Class N (the “**NBIMC**”) as credit bidding lender, and 773948 N.B. Inc. and 773951 N.B. Inc. as purchasers (collectively, the “**Purchasers**”), pursuant to which the Purchasers acquired substantially all of the Debtors’ assets, undertakings and property other than the Excluded Assets (as defined in the Credit Bid APA, the “**Excluded Assets**”).

9. The Excluded Assets comprised cash and cash equivalents, accounts receivable (other than those tied to assumed contracts), non-assigned contracts, insurance policies, corporate and financial records, equity interests and certain receivership-related books and records. Realizations from the Excluded Assets were retained and administered by the Receiver and any recoveries therefrom are to be distributed to NBIMC in accordance with its secured entitlement, subject to the retention of cash required to fund the ongoing administration of the estate, including the costs of these proceedings and the subsequent bankruptcy process. The trustee notes that the recoveries from the Excluded Assets to date have been nominal.
10. The Transaction did not result in any recovery for unsecured creditors as the secured creditor completed the acquisition through a credit bid and was not repaid in full for its other indebtedness. As noted above, no additional recovery has resulted from the Excluded Assets.
11. On May 29, 2026, FTI as Receiver was granted discharge and release orders by the Court in the Receivership Proceedings (the “**Discharge Order**”).
12. Further background regarding the Receivership Proceedings is set out in the Receiver’s reports and other materials filed during the Receivership Proceedings, which are available on the Receiver’s website at <https://cfcanada.fticonsulting.com/exro/>.

### **Bankruptcy Proceedings**

13. On May 29, 2026, the Court granted an Order which, among other things, adjudged Exro Canada, DPM and Cellex bankrupt and appointed FTI as trustee (“**Trustee**”) in bankruptcy over Debtors’ estate, all pursuant to the provisions of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3 (the “**BIA**”).
14. On June 4, 2026, the Office of the Superintendent of Bankruptcy (the “**OSB**”) issued a certificate of filing of a Bankruptcy Order pursuant to section 43 of the BIA.

15. While the Debtors were administered together during the Receivership Proceedings, each entity is subject to a separate bankruptcy estate. Accordingly, the first meetings of creditors for Exro Canada, DPM and Cellex are scheduled for June 18, 2026 at 2:00PM, 2:30PM and 3:00PM, respectively (Calgary time).

#### **APPOINTMENT OF TRUSTEE IN BANKRUPTCY**

16. The Trustee has performed the following duties as required under the BIA:
  - a. Obtained control of Debtors' available books and records; and
  - b. Attended to the various statutory requirements, including preparing and distributing the creditor information package, filing the required forms and documents with the OSB, opening estate bank account, and arranging for newspaper publication of the bankruptcy notice in the Calgary Herald.

#### **CAUSES OF INSOLVENCY**

17. The Debtors' affairs indicate the following factors contributed to its insolvency:
  - a. The Exro Group began commercial sales in 2024, however, due to the softening of electric vehicle market demand, was not self-sustaining and remained heavily dependent on external financing;
  - b. The US federal tax credits for new and used electric vehicles were eliminated for vehicles acquired after September 30, 2025, which caused negative impact to the US electric vehicle market. The previous US federal tax credit was USD \$7,500 for new electric vehicles and USD \$4,000 for used electric vehicles. The Exro Group estimated that the end of the tax credit would cause a 27% reduction in electric vehicle demand;
  - c. With the decrease in demand and increased input costs due to higher tariffs, several major automakers (Honda, General Motors, Nissan, Stellantis, Volkswagen and Ford) announced the discontinuation or delay in production of one or more electric vehicle models;

- d. Various lawsuits commenced against the Exro Group, including a class action lawsuit filed on November 27, 2024, against the Exro Canada and its directors.
18. By October 28, 2025, the Exro Group had substantially wound-down its international operations, including the termination of the majority of its employees in Canada and the United States. On October 31, 2025, the Exro Group's US entities commenced Chapter 7 proceedings in the United States under the United States Bankruptcy Code, and the Receivership Order was granted on November 14, 2025, with respect to the Canadian Debtors.

### **SUMMARY OF ASSETS**

19. As detailed in the Statement of Affairs, as at May 29, 2026, Exro Canada, DPM and Cellex had no assets remaining to be realized.

### **CONSERVATORY AND PROTECTIVE MEASURES**

20. There is no property requiring conservatory or protective measures as at the date of bankruptcy.
21. The Trustee notes that the Debtors' books and records have been preserved and maintained given the existing and potential litigation matters impacting the estates. The continued retention and maintenance of these records is important to ensure that relevant information remains available in respect of current and future litigation and to support the administration of the estates.
22. Copies of the Debtors' books and records relating to the purchased assets were included as part of the Transaction. The Purchasers' counsel has agreed to terms of confidentiality and a protocol with the Receiver to ensure the continued protection and segregation of any privileged documents in the books and records.

## CARRYING ON BUSINESS

23. The Debtors have ceased operations and the assets were sold through the Transaction. As such, there are no operations for the Trustee to carry on.

## LEGAL PROCEEDINGS

24. In addition to the Debtors' insolvency proceedings, the Debtors are involved in the following legal proceedings:

- a. A class action proceeding against Exro Canada, two former Exro Canada directors and other defendants (the "**Defendants**") was filed on November 13, 2025 (the "**Alberta Class Action**"). The Alberta Class Action alleges that the Defendants made misrepresentations regarding the beneficial impact of the acquisition of SEA Electric Inc. The class members who acquired Exro Technologies Inc.'s securities between January 30, 2024, to September 17, 2025 (the "**Class Members**") are seeking damages for losses suffered by investors, plus other relief including legal costs and interest;
- b. A petition filed in the Supreme Court of British Columbia (Action No. VLC-S-S-262356), as amended, seeking leave to commence derivative action proceedings in the name of Exro Technologies Inc. against, among others, National Bank Financial and Vestcor (the "**Derivative Action Leave Petition**"). The applicants to the Derivative Action Leave Petition have not been granted leave to commence those claims on behalf of Exro Canada;
- c. An oppression remedy claim commenced in the Supreme Court of British Columbia involving certain of the same parties as the Derivative Action (the "**B.C. Oppression Claim**"). The B.C. Oppression Claim does not include Exro Canada as a party; and

- d. An application brought within the Receivership Proceedings by counsel to the Class Members and other persons (“**Class Counsel**”) seeking a mediation order in respect of various claims and proceedings involving the Debtors and multiple third parties (the “**Mediation Application**”). The Mediation Application was adjourned *sine die* on May 29, 2026 by Class Counsel.
25. The Trustee notes that the Alberta Class Action is currently subject to a stay of proceedings as against Exro Canada pursuant to the Receivership Order, and no application to lift such stay against Exro Canada was advanced in the Receivership Proceedings. The bankruptcy of the Debtors provides for a stay of proceedings under the BIA.
26. The Receiver did not pursue the claims set out in the Derivative Action Leave Petition on behalf of Exro Canada’s estate due to the complexity to investigate and prosecution with such proposed litigation, the extensive costs that would need to be incurred by the Receiver and the lack of funding available to the Debtors’ estates to fund an investigation and prosecution of such litigation, and the uncertainty of any recovery.
27. In addition, the Receiver opposed the Mediation Application on the basis that, among other things, the stay of proceedings remained in effect, the Receiver’s mandate was substantially complete, and the proposed mediation would impose significant cost with no anticipated benefit to the estates.
28. The Receiver was released by the Court pursuant to the Discharge At this time, the Trustee does not intend to pursue litigation with respect to the above-noted proceedings and maintains the positions previously taken in its capacity as Receiver.

## **PROVABLE CLAIMS**

29. As at the date of this report, the Trustee has received 6 claims via email and 1 via courier from unsecured creditors, representing claims in the aggregate amount of approximately \$15 million.
30. Based on the books and records of the Debtors, there are 151 unsecured creditors with total estimated claims of approximately \$133.1 million.

## **ANTICIPATED REALIZATION AND PROJECTED DISTRIBUTION**

31. As the Debtors have no assets available for realization by the Trustee there is not likely to be any distribution of funds by the Trustee to creditors.

## **PREFERENCES AND TRANSFERS AT UNDERVALUES**

32. The Trustee is not aware of any transactions involving the Debtors that may constitute preferences or transfers at undervalue in accordance with the BIA.

## **FUNDING OF THE BANKRUPTCY**

33. As described in the Second Report of the Receiver, the receivership proceedings were funded by NBIMC under the Receiver's Borrowing Charge. In accordance with the Bankruptcy Order, the costs and expenses associated with the bankruptcy of the Debtors are expected to be funded from the cash on hand from the receivership estate.
34. Further information relating to the bankruptcy proceeding may be obtained from the Trustee's website at <https://cfcanada.fticonsulting.com/exro/>.

All of which is respectfully submitted this 18th day of June 2026.

## **FTI Consulting Canada Inc.**

In its capacity as Trustee of Exro Technologies Inc., DPM Technologies Inc. and Cellex Energy Inc. and not in its personal capacity



Per: Deryck Helkaa, LIT  
Senior Managing Director