



SUPERIOR COURT OF JUSTICE

COUNSEL SLIP

COURT FILE NO.: CV-23-00703350-00CL

DATE: August 4, 2023

REGISTRAR: Julietta Costa-Singh

NO. ON LIST: 5

TITLE OF PROCEEDING: ALEAFIA HEALTH INC. et al

BEFORE JUSTICE: PENNY

PARTICIPANT INFORMATION

For Plaintiff, Applicant, Moving Party, Crown:

Name of Person Appearing	Name of Party	Contact Info
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For Defendant, Respondent, Responding Party, Defence:

Name of Person Appearing	Name of Party	Contact Info
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For Other, Self-Represented:

Name of Person Appearing	Name of Party	Contact Info
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ENDORSEMENT OF JUSTICE PENNY:

This is the “comeback” hearing following the initial order made under the CCAA.

The applicants seek orders:

Extending the stay

Increasing the DIP to \$6.6 million

Extending the time for the AGM

Relief from certain securities filings

Increasing the Administration Charge from \$500,000 to \$1,250,000

Increasing the Directors' Charge increased from \$835,000 to \$2,850,000 and

Increasing the critical supplier payment maximum aggregate amount to \$500,000.

The Monitor’s report addresses these issues as does the applicants’ factum.

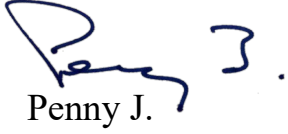
I am satisfied that the extension of the stay is appropriate and necessary. The increase to the DIP was forecast at the initial hearing and is in keeping with the cash flow forecasts. The corporate and securities requirements ought to be suspended given the CCAA proceedings and the stay. These orders are in keeping with previous orders made by this Court. The other increases to the remaining previously approved charges were also as forecast at the initial hearing and are necessary.

The Monitor supports the orders sought. There is no opposition.

The Ad Hoc Committee of the Debentureholders has highlighted certain concerns about the proposed involvement of the De Zen family (and entities) in the SISF (and related stalking horse bid). That is of course for another day but the concerns are known to the parties.

The requests sought on this motion are granted. Order to issue in the form signed by me this day.

The SISP approval motion will come before me on August 15 at 2:00 PM.

A handwritten signature in blue ink, appearing to read "Penny J.", with a stylized flourish at the end.

Penny J.