



May 30, 2023

DELIVERED BY MAIL

To: ALL KNOWN CREDITORS

Re: Chalice Brands Ltd. (the “Company”)

You are receiving this notice because the Company’s books and records list you as a creditor.

Take notice that on May 23, 2023, the Ontario Superior Court of Justice (Commercial List) (“Court”) made an Order (“Initial Order”) granting the Company protection pursuant to the *Companies’ Creditors Arrangement Act* (“CCAA”). Pursuant to the Initial Order, KSV Restructuring Inc. was appointed as monitor (“Monitor”).

The Initial Order also provides for a stay of proceedings until June 2, 2023, which may be extended by the Court from time-to-time. A motion is scheduled to be heard on June 1, 2023 to, among other things, extend the stay of proceedings to July 28, 2023 (the “Comeback Motion”). A copy of this order, if issued, will be available on the Monitor’s website at <https://www.ksvadvisory.com/experience/case/chalice-brands-ltd>.

Please note that during the CCAA proceeding, among other relief provided for in the Initial Order:

- *the Company is continuing to operate;*
- *all persons having oral or written agreements with the Company, or statutory or regulatory mandates for the supply of goods and/or services, are restrained until further Order of the Court from discontinuing, altering, interfering with or terminating the supply of such goods or services as may be required by the Company, provided that the normal prices or charges for all such goods or services received after the date of the Initial Order are paid by the Company in accordance with normal payment practices of the Company or such other practices as may be agreed upon by the supplier or service provider, the Company and the Monitor, or as may be ordered by the Court;*
- *no proceeding or enforcement process in any court or tribunal (each, a “Proceeding”) shall be commenced or continued against or in respect of the Company or the Monitor or their respective employees and representatives acting in such capacities, or affecting the Business or the Property, except with the written consent of the Company and the Monitor, or with leave of this Court, and any and all Proceedings currently under way against or in respect of the Company or affecting the Business or the Property are hereby stayed and suspended pending further Order of this Court; and*

- *no Proceeding shall be commenced or continued against or in respect of Greenpoint Holdings Delaware Inc., Fifth and Root, Inc., Greenpoint Nevada Inc., Greenpoint Oregon, Inc., Greenpoint Workforce Inc., Greenpoint Equipment Leasing, LLC, CFA Retail LLC, SMS Ventures LLC or CF Bliss LLC or any of their current and future assets, businesses, undertakings and properties of every nature and kind whatsoever, and wherever situate including all proceeds thereof, except with the written consent of the Company and the Monitor, or with leave of this Court.*

To date, no claims procedure has been approved by the Court and creditors are not required to file a proof of claim at this time.

A copy of the materials filed in the restructuring proceeding are available on the Monitor's website. If you wish to participate or receive notice of updates and any motion materials filed in the CCAA proceeding, please contact the Monitor to be added to the CCAA service list.

Yours very truly,

A handwritten signature in blue ink that reads "KSV Restructuring Inc." in a cursive, slightly slanted font.

**KSV RESTRUCTURING INC.
IN ITS CAPACITY AS COURT-APPOINTED
CCAA MONITOR OF CHALICE BRANDS LTD.
AND NOT IN ITS PERSONAL CAPACITY**