



No. S-240195
Vancouver Registry

IN THE SUPREME COURT OF BRITISH COLUMBIA

IN THE MATTER OF THE *COMPANIES' CREDITORS*
ARRANGEMENT ACT, RSC 1985, c C-36, as amended

and

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC, NBS IP INC. and NEXII HOLDINGS INC.

PETITIONERS

NOTICE OF APPLICATION

Name of Applicants: The Petitioners, Nexii Building Solutions Inc., Nexii Construction Inc.,
NBS IP Inc. and Nexii Holdings Inc. (collectively, "Nexii")

To: The Service List, a copy of which is attached hereto as **Schedule "A"**

TAKE NOTICE THAT an application will be made by Nexii to the Honourable Justice Stephens,
at the courthouse at 800 Smithe Street, Vancouver, British Columbia, on Monday, January 22,
2024, at 10:00 a.m. for the orders sought in Part 1 below.

Part 1: ORDERS SOUGHT

1. An amended and restated initial order (the "**ARIO**") in substantially the form attached as **Schedule "B"** which, among other things, amends and restates the relief under the order made January 11, 2024 (the "**Initial Order**"), including increasing the amounts of certain charges, extending the stay of proceedings to April 30, 2024, and confirming the priority among charges made in these proceedings.

2. An order (the "**KERP Order**") approving a key employee retention plan (the "**KERP**") in substantially the form attached as **Schedule "C"**, including granting a charge securing payments under the KERP.

3. An order (the "**Sale Process Order**") approving a sale process (the "**Sale Process**") in respect of Nexii's business and assets as well as those of Omicron Canada Inc. ("**OCI**"), Omicron

Construction Management Ltd., Omicron Consulting Ltd., Grant & Sinclair Architects Ltd., Omicron Interiors Ltd. and Omicron Construction Ltd. (the “**Omicron Entities**”, together with Nexii, the “**Group**”), in substantially the form attached as **Schedule “D”**, including approving the engagement of Origin Merchant Partners (“**Origin**”) and charges to secure amounts that may become payable to Origin.

4. An order (the “**Sealing Order**”) in substantially the form attached as **Schedule “E”** sealing the Affidavit #3 of William Tucker (the “**Confidential IB Affidavit**”) and the Affidavit #4 of William Tucker (the “**Confidential KERP Affidavit**”) and together with the Confidential IB Affidavit, the “**Confidential Affidavits**”).

5. Nexii may also seek such further relief as counsel may advise and this Honourable Court may permit.

Part 2:FACTUAL BASIS

6. Capitalized terms used herein have the same meanings as in the Affidavit #1 of William Tucker made January 10, 2024 (the “**First Affidavit**”), unless otherwise defined.

Amended and Restated Initial Order

7. On January 11, 2024, the Honourable Justice Stephens granted the Initial Order pursuant to the *Companies’ Creditors Arrangement Act*, RSC 1985, c C-36, as amended (the “**CCAA**”) and KSV Restructuring Inc. was appointed as Monitor of Nexii with certain enhanced powers (in such capacity, the “**Monitor**”).

8. As noted in the First Affidavit, Nexii intends to initiate a sale process to canvass the market and identify a transaction, or combination of transactions, to maximize value for stakeholders and, to the extent possible, preserve the Group’s business as a going concern.

9. Since January 11, 2024, Nexii has taken steps to advance the restructuring in these proceedings, including:

- (a) communicating with stakeholders, including holding a meeting with the Monitor and employees to explain these proceedings and answer any questions;

- (b) seeking recognition of these proceedings in the United States Bankruptcy Court for the District of Delaware;
- (c) finalizing the terms of the proposed Sale Process and the KERP; and
- (d) working with the Monitor and Origin to advance the Sale Process by developing a list of potential bidders and confidential information memorandum and gathering information for potential bidders.

10. Nexii seeks an extension of the Stay Period (as defined in the Initial Order) to April 30, 2024 (the “**Stay Extension**”), to allow Nexii to advance the Sale Process and return to Court for approval of a transaction, or combination of transactions.

11. Nexii submits that the proposed Stay Extension will facilitate the Sale Process, allow it to preserve the value of its business and assets, and minimize costs associated with these proceedings, and, accordingly, is in the best interests of Nexii and its stakeholders.

12. With access to the full Interim Facility, Nexii will have sufficient liquidity to meet its obligations during the proposed extension period.

13. Pursuant to the ARIO, and as noted in the First Affidavit, Nexii proposes to:

- (a) increase the quantum of the Administration Charge, which secures the fees and disbursements of counsel to Nexii, the Monitor and counsel to the Monitor, from CA\$500,000 to CA\$1,500,000; and
- (b) increase the quantum of the Directors’ Charge, which secures the indemnity in favour of Nexii’s directors and officers from CA\$1,040,000 to CA\$1,315,000.

14. Nexii seeks to increase these charges to better reflect the potential exposure of the beneficiaries of those charges in light of the extended stay period proposed under the draft ARIO. The cash flow statement to be attached to the First Report of the Monitor contemplates payment of the costs secured by the Administration Charge on an ongoing basis, and the Directors’ Charge is intended to guard against potential exposure, to the extent that there is insufficient insurance coverage.

15. The Monitor and the Interim Lenders support the proposed increases to the charges.

16. Nexii submits that they have been, and are, acting in good faith and with due diligence in these proceedings, including expeditiously advancing the Sale Process, and that there will not be any material prejudice to any stakeholders because of the Stay Extension or the charge increases.

Key Employee Retention Plan

17. Nexii's senior management, with the assistance of the Monitor and in consultation with the Interim Lenders, have identified certain employees of NBSI and of OCI (collectively, the "**Key Employees**") that are essential to the Sale Process and to preserving the Group's business and maintaining the Group's value during these proceedings. To ensure that the Key Employees remain in their roles, and to reflect the additional duties required of them in connection with the Sale Process, senior management, in consultation with the Monitor and the Interim Lenders, have prepared the KERP.

18. All the Key Employees, including those employed by OCI, will be directly involved in the Sale Process for Nexii and will provide significant value to Nexii by assisting in the Sale Process. The Key Employees each have significant knowledge and responsibility with respect to the Group and its operations, and their commitment is key to Nexii's restructuring efforts and to an effective Sale Process. All the Key Employees will be actively involved in the Sale Process, including gathering information to support the process and participating in management meetings.

19. The KERP will provide a pool of funds to be distributed among the Key Employees (the "**KERP Pool**"). The KERP Pool will be a minimum of CA\$200,000 (the "**Retention Amount**"), even if no transaction is completed.

20. In the event of a successful transaction, the KERP Pool will include, in addition to the Retention Amount, a percentage of the transaction value (not including certain transactions excluded by the terms of the KERP), which increases incrementally based on the dollar amount of a transaction (the "**Incentive Amount**"). The particulars of the Incentive Amount are enumerated in the unredacted KERP, which is attached to the Confidential KERP Affidavit.

21. The KERP is designed to ensure the Key Employees remain in their positions through completion of a transaction and avoid the costs and disruption of those employees seeking alternate employment. Among other things, it would be detrimental to Nexii and the Sale Process if it lost the expertise and experience of the Key Employees, and there would be additional costs associated with replacing the Key Employees (if that is possible during these proceedings).

22. The KERP contains sensitive personal information of the Key Employees, including their compensation and potential values under the Sale Process. As a result, Nexii is seeking an order sealing the Confidential KERP Affidavit, which attaches an unredacted version of the KERP, to preserve the confidentiality of this information.

Engagement of Origin

23. Nexii, in consultation with the Monitor and the Interim Lenders, determined that it was necessary and appropriate to engage Origin to assist with the Sale Process. Nexii requires Origin's expertise, participation, and assistance to increase the likelihood that they can identify a transaction, or combination of transactions, that will allow them to maximize value for stakeholders.

24. The engagement letter among NBSI, OCI and Origin (the "**IB Engagement Letter**") provides that:

- (a) Nexii will seek court-ordered charges to secure the fees payable to Origin;
- (b) Origin is entitled to a work fee of CA\$50,000 per month beginning January 2024; and
- (c) in the event of a successful transaction, Origin is entitled to a transaction fee (against which the monthly work fees will be credited), calculated based on transaction value.

25. The transaction fee is calculated based on the outcome of the Sale Process and includes transaction ranges. Accordingly, Nexii seeks a sealing order for the Confidential IB Affidavit, which attaches the unredacted IB Engagement Letter, to preserve the integrity of the Sale Process and this commercially sensitive information.

26. Nexii seeks approval of the IB Engagement Letter, and charges to secure the amounts owing to Origin. Nexii proposes that the monthly work fee be secured against all of Nexii's assets, and that the transaction fee be secured against the proceeds of any transaction(s).

27. Nexii submits that approval of the IB Engagement Letter, and charges to secure the amounts payable to Origin are necessary to secure Origin's participation and assistance.

Sale Process

28. The Sale Process is a critical component of these proceedings and was a condition to funding under the Interim Facility Term Sheet.

29. Nexii developed the Sale Process in consultation with the Monitor, Origin, and the Interim Lenders. It contemplates the sale of the Group's business and property (including the Omicron Entities) on an "as is where is" basis.

30. The Sale Process will be administered by Origin under the supervision of the Monitor.

31. Key milestones of the Sale Process are as follows:

MILESTONE	DATE
Distribution of the Teaser Letter and Confidentiality Agreement (as defined in the Sale Process)	By no later than 5:00 p.m. (Pacific Time) on January 24, 2024
Distribution of Confidential Information Memorandum	By no later than 5:00 p.m. (Pacific Time) on January 29, 2024
Bid Submission Deadline	By no later than 5:00 p.m. (Pacific Time) on March 7, 2024,
Selection of Successful Bid(s)	By no later than 5:00 p.m. (Pacific Time) on March 18, 2024
Approval Order – <i>required for all bids involving the Petitioners' Property or Business</i>	As soon as practical after selection of Successful Bid(s) and the execution of the Binding Final Agreement
Closing Date(s)	As soon as practical after receipt of Approval Order (if required), but in any event no later than April 30, 2024

32. Nexii believes that, with the assistance of Origin and the Monitor, and considering the work completed to-date, the above timelines are achievable and will allow the market to be efficiently, fairly, and thoroughly canvassed to identify a transaction, or combination of transactions, while ensuring Nexii operates within the financing available through the Interim Loan.

Part 3:LEGAL BASIS

33. The Petitioners rely on the following:

- (a) the CCAA;
- (b) *Supreme Court Civil Rules* of British Columbia;
- (c) the inherent jurisdiction of this Honourable Court; and
- (d) such further and other legal basis as counsel may advise and this Honourable Court may allow.

34. The remedial objective of the CCAA is to facilitate a restructuring of a debtor company, which may be achieved through a sale process for the company's business and assets. Section 11 of the CCAA grants this Court broad and flexible authority to make the orders necessary to achieve these objectives. Nexii submits all of the relief sought on this Application furthers the objectives of the CCAA.

CCAA, section 11.

Century Services Inc. v. Canada (Attorney General), 2010 SCC 60 at paras. 18-19 and 70.

North American Tungsten Corp. (Re), 2015 BCSC 1376 ("*North American Tungsten*") at paras. 25 and 27.

Increase to Initial Order Charges

35. This Court has the authority to increase the Administration Charge and the Directors' Charge pursuant to the CCAA sections 11.52 and 11.51, respectively. Nexii submits that the increased charge amounts reflect the additional time for which the ARIO will be in place and are necessary to ensure the continued and effective participation of the charge beneficiaries. Nexii also proposes to have the charges take priority over all Nexii's pre-filing secured creditors, and brings this application on notice to those parties.

CCAA sections 11.51 and 11.52.

Extension of the Stay Period

36. The Initial Order provides for a stay of proceedings to and including January 22, 2024 in respect of the Petitioners and the Omicron Entities.

37. Pursuant to the CCAA section 11.02(2), the Court may extend this period for any period that the Court considers necessary provided that (a) the extension sought is appropriate in the circumstances; and (b) the Petitioners have acted and are acting in good faith and with due diligence. In determining whether it is appropriate to extend a stay of proceedings, courts consider whether doing so will advance the remedial purpose of the CCAA.

CCAA section 11.02(2).

North American Tungsten, at paras. 25 to 29.

38. Since the Initial Order, Nexii has acted and continues to act and operate in good faith and with due diligence. Nexii seeks an extension to April 30, 2024 to, among other things, advance the Sale Process.

39. Nexii submits that the proposed extension is reasonable and appropriate: its actions demonstrate good faith and due diligence in these proceedings (including moving swiftly to implement the Sale Process) and the extension is necessary to implement the Sale Process.

40. Nexii notes that, with access to the full amount of borrowings available under the Interim Financing Term Sheet, it has sufficient liquidity to meet its obligations through the proposed extension period.

The Sale Process – Appointment of Origin

41. In many restructuring proceedings, it is necessary and appropriate to engage additional resources to support the company where existing management is unable to bring the required expertise to bear, which can include appointing a financial advisor.

Walter Energy Canada Holdings Inc. (Re), 2016 BCSC 107 (“*Walter Energy*”) at para 27.

42. On notice to those secured creditors likely to be affected, this Court has the authority to order that all, or part, of Nexii’s property be subject to a charge, in the amount the Court considers

appropriate, pursuant to the CCAA section 11.52. In assessing the appropriate charge, the courts consider:

- (a) the size and complexity of the business being restructured;
- (b) the proposed role of the beneficiaries of the charge;
- (c) whether there is unwarranted duplication of roles;
- (d) whether the quantum of the proposed charge appears to be fair and reasonable;
- (e) the position of the secured creditors likely to be affected by the charge; and
- (f) the position of the Monitor.

CCAA s.11.52.

CanWest Publishing Inc. (Re), 2010 ONSC 222 at para 54.

43. Additional factors considered in determining whether to approve agreements with financial advisors include:

- (a) whether the debtor and the court officer overseeing the proceeding believe that the quantum and nature of the remuneration is fair and reasonable;
- (b) whether the financial advisor has industry expertise and/or familiarity with the debtor; and
- (c) whether the success fee is necessary to incentivize the financial advisor.

Danier Leather Inc. (Re), 2016 ONSC 1044 at para. 47.

44. Nexii, in consultation with the Monitor and the Interim Lenders determined that it was appropriate and necessary to engage a financial advisor to assist with the Sale Process, and that doing so would enhance the likelihood of maximizing value for stakeholders. Nexii selected Origin as the preferred advisor.

45. Origin has significant experience and expertise in sale processes, and the IB Engagement Letter is structured to align Origin's interests with the interests of Nexii's stakeholders. The specific role and contribution of Origin is detailed in the IB Engagement Letter, and include various steps to assist Nexii and the Monitor in administering the Sale Process.

46. The IB Engagement Letter, negotiated between arm's-length parties in good faith, requires that Nexii seek charges in favour of Origin for amounts payable to Origin under the IB Engagement Letter.

47. The Monitor and the Interim Lenders are aware of the financial terms of the IB Engagement Letter and support its approval and the associated charges.

The Sale Process

48. Nexii also seeks approval of the Sale Process. The CCAA section 36 permits the sale and disposition of assets outside the ordinary course. While not seeking approval of a sale at this point, Nexii submits that the factors set out in section 36 are relevant to the proposed sale process, including:

- (a) whether it is reasonable in the circumstances;
- (b) whether the Monitor approves of the process;
- (c) whether the Monitor considers a sale more beneficial than a sale in a bankruptcy;
- (d) the extent to which creditors were consulted;
- (e) the effects of the proposed sale on stakeholders; and
- (f) whether the consideration is reasonable and fair in the circumstances.

CCAA s.36.

49. Canadian courts have also considered the following when assessing whether to approve a sale process:

- (a) whether a sale transaction is warranted at this time;
- (b) whether the sale will benefit the "whole economic community";
- (c) whether any creditors have a *bona fide* reason to object to a sale of the business; and
- (d) whether there is a better viable alternative.

Nortel Networks Corp. (Re) (2009), 55 C.B.R. (5th) 229 at para 49.

50. Nexii has commenced these proceedings, in part, to implement the Sale Process, which it believes is in the best interests of its stakeholders, and which has been developed in consultation with the Monitor, Origin and the Interim Lenders.

51. The Sale Process will provide an expedient and efficient means of soliciting offers, and is intended to canvass the market for a transaction, or combination of transactions, that would satisfy the factors in the CCAA section 36.

52. The Sale Process includes, among other things, clarity for potential bidders regarding the information to be provided and received, the factors that will be used to assess offers and the timelines for parties to submit offers. The Sale Process contemplates a successful transaction closing on or before April 30, 2024, the maturity date of the interim financing.

53. Nexii also notes that implementing the Sale Process is a condition to additional advances being available under the Interim Financing Term Sheet.

The KERP

54. As detailed in the First Affidavit, the Group has certain key management and employees who perform roles critical to the business and advancing the Sale Process, including those with institutional knowledge and specialized knowledge necessary to advance the Sale Process and maintain stable operations during these proceedings. The specific individuals are set out in the unredacted KERP attached to the Confidential KERP Affidavit. The other terms of the KERP are detailed in the redacted KERP attached as Exhibit B to the Affidavit #2 of William Tucker made January 17, 2024 (the “**Second Affidavit**”).

55. To ensure these individuals do not seek alternative employment, Nexii has, in consultation with the Monitor and Interim Lenders, developed the KERP, which includes a retention component and an incentive component based on the outcome of the Sale Process.

56. This Court has authority to approve the KERP and granted related charges, pursuant to the CCAA section 11. The assessment of whether it is appropriate to do so is a fact-based analysis, but includes consideration of the following factors:

- (a) is the employee important to the restructuring process?

- (b) does the employee have specialized knowledge that cannot be easily replaced?
- (c) will the employee consider other employment options if the KERP is not approved?
- (d) was the KERP developed through a consultative process involving the Monitor and other professionals? and
- (e) does the Monitor support the KERP and a charge?

CCAA s.11.
Walter Energy at paras. 58-59
1057863 B.C. Ltd. (Re), 2020 BCSC 1359 (“*Northern Pulp*”) at paras. 104-105.

57. As noted by the Ontario Superior Court of Justice, a KERP is intended to “improve creditor recovery by maintaining the applicant’s ongoing business by retaining key employees. A KERP can be seen as an investment in the ongoing enterprise. If the investment is successful, there will be much more to distribute to creditors...”

Just Energy Group Inc. et al, 2021 ONSC 7630 (“*Just Energy*”) at paras. 19-20.

58. All the Key Employees are critical to the restructuring in these CCAA proceedings as they are experienced employees with specialized skills relevant to Nexii and the Omicron Entities who have played significant roles in the initiatives taken to date. The Key Employees also possess knowledge and information that is critical to the success of these CCAA proceedings, including the Sale Process.

59. Given the short time during which Nexii intends to conduct the Sale Process, it is important to maintain stability and institutional knowledge to avoid additional costs, or potential delays, including delays resulting from additional time required to gather information for potential bidders.

60. Although there is no specific evidence that the Key Employees may consider other employment, apart from an assertion by Mr. Tucker that he is concerned about that eventuality, this Court has noted that, on this point “lack of evidence is not fatal to approval of the KERP since that very scenario is intended to be avoided by the approval of the KERP.”

Northern Pulp at para 109.

61. The KERP has been designed, in consultation with the Monitor and the Interim Lenders, to ensure the retention of the Key Employees, and to align the incentives of the Key Employees with a successful transaction under the Sale Process. In particular, a significant portion of the funds payable under the KERP are only available in the event of a successful transaction, and based on the value of that transaction.

62. The Monitor and the Interim Lenders support the KERP.

Sealing Order

63. The Confidential KERP Affidavit and Confidential IB Affidavit attach unredacted copies of the KERP and the IB Engagement Letter, respectively, which include information that is confidential and commercially sensitive, specifically confidential business terms negotiated between Origin and Nexii, information that may impact the Sale Process, and personal information relating to the Key Employees.

64. The test for a sealing order is set out in the Supreme Court of Canada decision in *Sherman Estate v. Donovan*, which reframed the two-step inquiry in the *Sierra Club* test into a three-steps, requiring an applicant for a sealing order to establish that:

- (a) Court openness poses a serious risk to an important public interest;
- (b) The order sought is necessary to prevent this serious risk to the identified interest because reasonably alternative measures will not prevent this risk; and
- (c) As a matter of proportionality, the benefits of the order outweigh its negative effects.

Sherman Estate v. Donovan, 2021 SCC 25, at para 38.

65. The sealing of the Confidential Affidavits is appropriate in the circumstances. Redacted copies of the KERP and the IB Engagement Letter, which do not disclose employees' personal information or information relevant to the Sale Process, are disclosed in the Second Affidavit, and Nexii proposes a limited duration for the sealing order in respect of the Confidential IB Affidavit.

66. The Ontario Superior Court of Justice has held that: “publicly disclosing employee compensation violates the privacy interest of those employees” and creates risks for employee retention in the specific proceeding, and CCAA proceedings more generally. The Ontario Court went on to find that, in sealing this information, “the limitation imposed on the open courts principal is minimal”.

Just Energy at paras and 29.

67. Nexii submits that maintaining the confidentiality of the Key Employees’ personal information and compensation is an important public interest, and that the sealing order is proportionate since the benefits in protecting privacy interests of non-party employees outweigh the very limited impact on the open courts principle arising from this information being sealed. Accordingly, Nexii proposes an unlimited duration for sealing the Confidential KERP Affidavit, and notes that a redacted version of the KERP (that does not disclose information sensitive to the Key Employees) will be publicly available in the Second Affidavit.

68. The unredacted IB Engagement Letter contains information related to bid ranges that may impact the Sale Process. Nexii submits it is appropriate to redact this information from the public record to protect the market for its business and assets. Nexii submits that its stakeholders’ interests in an efficient and effective sale process outweigh the intrusion on the open courts principle, particularly since the Confidential IB Affidavit attaches only an unredacted copy of the IB Engagement Letter, and a redacted version will be available in the Second Affidavit. Nexii also proposes a limited duration for the sealing order in respect of the Confidential IB Affidavit, which will end when any transaction(s) related to the Sale Process have closed (which will be confirmed by the Monitor filing a certificate with the Court).

Alderbridge Way (GP) Ltd. (Re), 2022 BCSC 1436 at para 27.

69. Nexii submits that the benefits of the sealing order, including protecting the commercial interest of protecting the privacy of individual’s personal information, maintaining the market for Nexii’s assets, and maintaining confidentiality for parties’ commercial interests, far outweighs the deleterious effects of this information being redacted from the public record. Accordingly, it is reasonable and appropriate to grant a sealing order for the Confidential Affidavits.

Part 4: MATERIAL TO BE RELIED ON

70. The Affidavit #1 of William Tucker sworn January 10, 2024 (body and Exhibits A, J and K only);
71. The Affidavit #2 of William Tucker sworn January 17, 2024;
72. The Confidential Affidavit #3 of William Tucker, sworn January 17, 2024 (to be filed subject to a sealing order);
73. The Confidential Affidavit #4 of William Tucker, sworn January 17, 2024 (to be filed subject to a sealing order);
74. The Affidavit #1 of Ashley Kumar sworn January 9, 2024;
75. The First Report of the Monitor (to be filed);
76. Such further and other materials as counsel may advise and the Court may allow.

The Petitioner estimates that the application will take 2 hours.

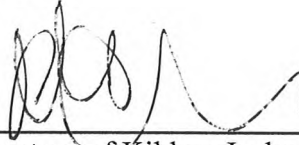
- X This matter is not within the jurisdiction of an associate judge. The time for this application has been set by Scheduling to be heard by Justice Stephens.

TO THE PERSONS RECEIVING THIS NOTICE OF APPLICATION: If you wish to respond to this Notice of Application, you must, within 5 business days after service of this Notice of Application or, if this application is brought under Rule 9-7, within 8 business days after service of this Notice of Application,

- (a) file an Application Response in Form 33,
- (b) file the original of every affidavit, and of every other document, that
 - (i) you intend to refer to at the hearing of this application, and
 - (ii) has not already been filed in the proceeding, and
- (c) serve on the applicant 2 copies of the following, and on every other party of record one copy of the following:
 - (i) a copy of the filed Application Response;

- (ii) a copy of each of the filed affidavits and other documents that you intend to refer to at the hearing of this application and that has not already been served on that person;
- (iii) if this application is brought under Rule 9-7, any notice that you are required to give under Rule 9-7(9).

Dated: January 17, 2024



Signature of Kibben Jackson/Lisa Hiebert
Lawyer for Petitioners

To be completed by the court only:

Order made

in the terms requested in paragraphs of Part 1 of this Notice of Application

with the following variations and additional terms:

.....
.....
.....
.....

Date:

.....
Signature of Judge Associate Judge

This Notice of Application is filed by Fasken Martineau DuMoulin LLP, whose office address and address for delivery is 2900 – 550 Burrard Street, Vancouver, BC, V6C 0A3, Telephone: 604-631-3131 (Reference: Lisa Hiebert/320821.00009)

APPENDIX

THIS APPLICATION INVOLVES THE FOLLOWING:

- discovery: comply with demand for documents
- discovery: production of additional documents
- other matters concerning document discovery
- extend oral discovery
- other matter concerning oral discovery
- amend pleadings
- add/change parties
- summary judgment
- summary trial
- service
- mediation
- adjournments
- proceedings at trial
- case plan orders: amend
- case plan orders: other
- experts
- OTHER

Schedule "A"

Service List (attached)

IN THE SUPREME COURT OF BRITISH COLUMBIA

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

AND

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC., NBS IP INC., AND NEXII HOLDINGS INC.
PETITIONERS

Service List (January 17, 2024)	
<p>FASKEN MARTINEAU DUMOULIN LLP 550 Burrard Street #2900 Vancouver, BC V6C 0A6</p> <p>Kibben Jackson Tel: (604) 631-4786 Email: kjackson@fasken.com</p> <p>Lisa Hiebert Tel: (604) 631-4977 Email: lhiebert@fasken.com</p> <p>Anthony Mersich Tel: (587) 233-4124 Email: amersich@fasken.com</p> <p><i>Canadian counsel to the Petitioners</i></p>	<p>KSV RESTRUCTURING INC. 220 Bay Street, #1300 Toronto, ON M5J 2W4</p> <p>Noah Goldstein Tel: (416) 932-6207 Email: ngoldstein@ksvadvisory.com</p> <p>Ross Graham Tel: (587) 287-2750 Email: rgraham@ksvadvisory.com</p> <p>Ben Luder Tel: (437) 889-9995 Email: bluder@ksvadvisory.com</p> <p><i>The Monitor</i></p>
<p>BENNETT JONES LLP 666 Burrard St #2500 Vancouver, BC V6C 2X8</p> <p>Sean Zweig Tel: (416) 777-6254 Email: zweigs@bennettjones.com</p> <p>Michael Shakra Tel: (416) 777-6236 Email: shakram@bennettjones.com</p> <p>Andrew Froh Tel: (604) 891-5166 Email: froha@bennettjones.com</p> <p>Milan Singh-Cheema Tel: (416) 777-5527</p>	<p>AIRD & BERLIS LLP 181 Bay Street, #1800 Toronto, ON M5J 2T9</p> <p>Kyle Plunkett Telephone: (416) 865-3406 Email: kplunkett@airdberlis.com</p> <p>Matilda Lici Tel: (587) 287-2750 Email: mlici@airdberlis.com</p> <p><i>Counsel to the Pre-Filing Secured Lenders and DIP Lender</i></p>

<p>Email: singhcheemam@bennettjones.com</p> <p><i>Counsel to the Monitor</i></p>	
<p>PACHULSKI STANG ZIEHL & JONES LLP 919 N. Market Street, 17th Floor Wilmington, DE 19899-8705</p> <p>Steven W. Golden Tel: (301) 706 7520 Email: sgolden@pszjlaw.com</p> <p>Colin R. Robinson Tel: (302) 778-6426 Email: crobinson@pszjlaw.com</p> <p>Brooke E. Wilson Tel: (415) 263-7000 Email: bwilson@pszjlaw.com</p> <p><i>Delaware Counsel to the Petitioners</i></p>	<p>HORIZON TECHNOLOGY FINANCE 312 Farmington Avenue Farmington, CT 06032</p> <p>Kristin Goodchild Tel: (860) 284-6428 Email: kristin@horizontechfinance.com</p>
<p>PILLSBURY WINTHROP SHAW PITTMAN LLP 1200 Seventeenth Street NW Washington, DC 20036-3006</p> <p>Patrick J. Potter Tel: (703) 300-8531 Email: patrick.potter@pillsburylaw.com</p> <p>Michael McNamara Tel: (202).663-9386 Email: michael.mcnamara@pillsburylaw.com</p> <p>Laura B. LoBue Tel: (202) 663-9390 Email: laura.lobue@pillsburylaw.com</p> <p>Kwame O. Akuffo Tel: (212) 858-1070 Email: kwame.akuffo@pillsburylaw.com</p> <p><i>Counsel to ESC Partners and AECOM Tishman</i></p>	<p>BARACK FERRAZZANO KIRSCHBAUM & NAGELBERG LLP 200 W. Madison Street, Suite 3900 Chicago, IL 660619</p> <p>Nathan Q. Rugg Tel: (773) 991-1720 Email: nathan.rugg@bfkn.com</p> <p>Alexander F. Berk Tel: (847) 594-2840 Email: alexander.berk@bfkn.com</p> <p>John (Jake) Andreasen Tel: (312) 720-6901 Email: john.berk@bfkn.com</p> <p><i>U.S. Counsel to the Petitioners</i></p>

	<p>ORIGIN MERCHANT PARTNERS 220 Bay Street, Suite 1500 PO Box 23 Toronto, ON M5J 2W4</p> <p>Andrew Muirhead Email: Andrew.Muirhead@originmerchant.com</p> <p>Umer Randhawa Email: umer.randhawa@originmerchant.com</p>
Government Entities	
<p>CANADA REVENUE AGENCY SURREY NATIONAL VERIFICATION AND COLLECTION CENTRE 9755 King George Boulevard Surrey, BC V3T 5E1</p> <p>Tel: (866) 891-7403 (833) 697-2389</p>	<p>DEPARTMENT OF JUSTICE CANADA British Columbia Regional Office 900 - 840 Howe Street Vancouver, BC V6Z 2S9</p> <p>Aminollah Sabzevari Email: Aminollah.Sabzevari@justice.gc.ca</p>
<p>MINISTRY OF ATTORNEY GENERAL PO Box 9280 Stn Prov Govnt Victoria, BC, V8W 9J7</p> <p>Email: AGLSBRevTaxInsolvency@gov.bc.ca</p>	<p>TAX AND REVENUE ADMINISTRATION ALBERTA TREASURY BOARD AND FINANCE 9811 109 Street Edmonton, AB T5K 2L5</p> <p>Tel: 780-427-3044 Email: tra.revenue@gov.ab.ca tbf.sco@gov.ab.ca</p>
<p>SASKATCHEWAN MINISTRY OF FINANCE Revenue Operations Branch Collections and Enforcement PO Box 200 Regina, SK S4P 2Z6</p> <p>Janine Vindevoghel Tel: 304.787.4601 Email: janine.vindevoghel@gov.sk.ca</p>	

Landlords	
<p>BCR PROPERTIES LTD. #600, 221 West Esplanade North Vancouver, BC V7M 3J3</p> <p>Arnie Van Hattem Tel: (604) 678-4708 Email: Arnie.vanHattem@gov.bc.ca</p>	<p>BORDEN LADNER GERVAIS 1200 Waterfront Centre, 200 Burrard St Vancouver, BC V7X 1T2</p> <p>Ryan Laity Tel : (604) 632-3544 Email: RLaity@blg.com</p> <p><i>Counsel to Pender and Georgia Development L.P.</i></p>
<p>101118806 SASKATCHEWAN LTD. O/A ATHABASCA HEATED STORAGE 125-361 Main St. N Moose Jaw, SK S6H 0W2</p> <p>Email: goldkey.acct@sasktel.net brent.goldkey@gmail.com michaeljk@gmail.com</p>	
Other Interested Parties	
<p>MERIDIAN ONECAP CREDIT CORP. Suite 1500, 4710 Kingsway Burnaby, BC V5H 4M2</p> <p>Tel: (604) 646-2200 Email: client.service@meridianonecap.ca</p>	<p>CWB NATIONAL LEASING INC. 1525 Buffalo Place Winnipeg, MB R3T 1L9</p> <p>Email: customerservice@cwbnationalleasing.com</p>
<p>RCAP LEASING INC. 5575 North Service Rd, Ste 300 Burlington, ON L7L 6M1</p> <p>Email: csc@rcapleasing.com</p>	<p>VALIANT FINANCIAL SERVICES INC. Suite 426 - 505 8840 210 Street Langley, BC V1M 2Y2</p> <p>Email: info@valiantfinancial.ca</p>
<p>FORD CREDIT CANADA LEASING, DIVISION OF CANADIAN ROAD LEASING COMPANY PO BOX 2400 Edmonton, AB T5J 5C7</p>	<p>MITSUBISHI HC CAPITAL CANADA LEASING, INC. 301-3390 South Service Rd. Burlington, ON L7N 3J5</p>
<p>LEAVITT MACHINERY CANADA INC. 24389 Fraser HWY Langley BC V2Z 2L3</p>	<p>ROYAL BANK OF CANADA 36 York Mills Road, 4th Floor Toronto, ON M2P 0A4</p>

<p>FORD CREDIT CANADA COMPANY BOX 1800 Rpo Lakeshore West Oakville, ON L6K 0J8</p>	<p>TRISURA GUARANTEE INSURANCE COMPANY 333 Bay Street Suite 1610, Box 22 Toronto, ON M5H 2R2</p> <p>Stuart M. Detsky Email: stuart.detsky@trisura.com Email: info@trisura.com</p>
<p>ZEEMAC VEHICLE LEASE LTD. 2293 Douglas Road Burnaby, BC V5C 5A9</p>	<p>BOXX MODULAR LP BY ITS GENERAL PARTNER BOXX MODULAR GP INC. 21690 Smith Crescent Langley, BC V2Y 0W6</p> <p>Email: info@boxxmodular.com</p>
<p>MCKERCHER LLP 374 3 Ave S, Saskatoon, SK S7K 1M5</p> <p>Email: info@mckercher.ca j.lavoie-harding@mckercher.ca</p>	<p>ATCO STRUCTURES & LOGISTICS LTD. 24639 Fraser Hwy Langley, Twp BC V2Z 2L2</p>

Email Service List

kjackson@fasken.com; lhiebert@fasken.com; amersich@fasken.com; btucker@nexii.com; dbryant@nexii.com; ngoldstein@ksvadvisory.com; rgraham@ksvadvisory.com; bluder@ksvadvisory.com; zweigs@bennettjones.com; froha@bennettjones.com; shakram@bennettjones.com; singhcheemam@bennettjones.com; kplunkett@airdberlis.com; mlici@airdberlis.com; nathan.rugg@bfkn.com; alexander.berk@bfkn.com; john.berk@bfkn.com; sgolden@pszjlaw.com; crobinson@pszjlaw.com; bwilson@pszjlaw.com; Arnie.vanHatten@gov.bc.ca; client.service@meridianonecap.ca; customerservice@cwbnationalleasing.com; csc@rcapleasing.com; info@valiantfinancial.ca; info@boxxmodular.com; info@mckercher.ca; AGLSBRRevTaxInsolvency@gov.bc.ca; Aminollah.Sabzevari@justice.gc.ca; tbf.sco@gov.ab.ca; tra.revenue@gov.ab.ca; janine.vindevoghel@gov.sk.ca; Andrew.Muirhead@originmerchant.com; umer.randhawa@originmerchant.com; patrick.potter@pillsburylaw.com; michael.mcnamara@pillsburylaw.com; laura.lobue@pillsburylaw.com; kwame.akuffo@pillsburylaw.com; RLait@blg.com; j.lavoie-harding@mckercher.ca; stuart.detsky@trisura.com; info@trisura.com; kristin@horizontechfinance.com; goldkey.acct@sasktel.net; brent.goldkey@gmail.com; michaeljk@gmail.com

Schedule "B"

Draft Order – Amended and Restated Initial Order (attached)

IN THE SUPREME COURT OF BRITISH COLUMBIA

IN THE MATTER OF THE *COMPANIES' CREDITORS*
ARRANGEMENT ACT, RSC 1985, c C-36, as amended

and

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC, NBS IP INC. and NEXII HOLDINGS INC.

PETITIONERS

ORDER MADE AFTER APPLICATION

(Amended and Restated Initial Order)

BEFORE THE HONOURABLE)
JUSTICE STEPHENS) JANUARY 22, 2024
)

ON THE APPLICATION of the Petitioners coming on for hearing at Vancouver, British Columbia, on the 22nd day of January, 2024 (the “**Order Date**”); **AND ON HEARING** Lisa Hiebert and Kibben Jackson, counsel for the Petitioners, and those other counsel listed on **Schedule “A”** hereto; **AND UPON READING** the application material filed, including the First Affidavit of William Tucker sworn January 10, 2024 (the “**Tucker Affidavit**”), and the First Report of the Monitor dated January █, 2024; **AND UPON BEING ADVISED** that the secured creditors who are likely to be affected by the charges created herein were given notice; **AND UPON NOTING** the orders made in these proceedings on January 22, 2024 approving a sale process and related relief (the “**Sale Process Order**”) and approving a key employee retention plan and related relief (the “**KERP Order**”); **AND PURSUANT TO** the *Companies' Creditors Arrangement Act*, R.S.C. 1985 c. C-36 as amended (the “**CCAA**”), the *Supreme Court Civil Rules* and the inherent jurisdiction of this Honourable Court;

THIS COURT ORDERS AND DECLARES THAT:

1. The time for service of the Petition and materials filed in support of the application for this Order (collectively, the “**Application**”) is hereby abridged such that service of the Application is deemed to be timely and sufficient and the Application is properly returnable today.

JURISDICTION

2. Each of the Petitioners is a company to which the CCAA applies. Although not Petitioners, Omicron Canada Inc., Omicron Construction Management Ltd., Omicron Consulting Inc., Grant & Sinclair Architects Ltd., Omicron Interiors Ltd. and Omicron Construction Ltd. (collectively, the “**Omicron Entities**”) shall enjoy certain protections as set out in this Order.

PLAN OF ARRANGEMENT

3. The Petitioners shall have the authority to file and may, subject to further order of this Court, file with this Court a plan of compromise or arrangement (hereinafter referred to as the “**Plan**”).

POSSESSION OF PROPERTY AND OPERATIONS

4. Subject to this Order and any further Order of this Court, the Petitioners shall remain in possession and control of their current and future assets, undertakings and properties of every nature and kind whatsoever, and wherever situate including all proceeds thereof (the “**Property**”) and continue to carry on their business (the “**Business**”) in the ordinary course, or as otherwise agreed by the Monitor and the Interim Lenders (as defined below), and in a manner consistent with the preservation of the Business and the Property. The Petitioners shall be authorized and empowered to continue to retain and employ the employees, consultants, agents, experts, accountants, counsel and such other persons (collectively, “**Assistants**”) currently retained or employed by them, with liberty to retain such further Assistants as the Petitioners

deem reasonably necessary or desirable in the ordinary course of business or for carrying out the terms of this Order.

5. The Petitioners shall be entitled to continue to utilize the central cash management system currently in place as described in the Tucker Affidavit or, with the prior written consent of the Interim Lenders and the Monitor, replace it with another substantially similar central cash management system (the “**Cash Management System**”), and any present or future bank providing the Cash Management System shall not be under any obligation whatsoever to inquire into the propriety, validity or legality of any transfer, payment, collection or other action taken under the Cash Management System, or as to the use or application by the Petitioners of funds transferred, paid, collected or otherwise dealt with in the Cash Management System, shall be entitled to provide the Cash Management System without any liability in respect thereof to any Person (as hereinafter defined) other than the Petitioners, pursuant to the terms of the documentation applicable to the Cash Management System, and shall be, in its capacity as provider of the Cash Management System, under any Plan with regard to any claims or expenses it may suffer or incur in connection with the provision of the Cash Management System.

6. The Petitioners shall be entitled but not required to pay the following expenses whether incurred prior to, on, or after the date of this Order, subject to compliance with the Cash Flow Projections (as defined in the Term Sheet, defined below):

- (a) all outstanding wages, salaries, employee and pension benefits (including long and short term disability payments), vacation pay and expenses (but excluding severance pay) payable before or after the Order Date, in each case incurred in the ordinary course of business and consistent with the relevant compensation policies and arrangements existing at the time incurred (collectively “**Wages**”);
- (b) with the consent of the Monitor, amounts owing for goods and services actually supplied to the Petitioners prior to the date of this Order by third party suppliers, if such third party is critical to the Business and ongoing operations of the Petitioners; and

- (c) the fees and disbursements of any Assistants retained or employed by the Petitioners which are related to the Petitioners' restructuring, at their standard rates and charges, including payment of the fees and disbursements of legal counsel retained by the Petitioners, whenever and wherever incurred, in respect of:
 - (i) these proceedings or any other similar proceedings in other jurisdictions in which the Petitioners or any subsidiaries or affiliated companies of the Petitioners are domiciled;
 - (ii) any litigation in which the Petitioners are named as parties or are otherwise involved, whether commenced before or after the Order Date; and
 - (iii) any related corporate matters.

7. Except as otherwise provided herein and subject to the terms of the Term Sheet and Definitive Documents, as each such capitalized term is defined below, the Petitioners shall be entitled to pay all expenses reasonably incurred by the Petitioners in carrying on the Business in the ordinary course following the Order Date, and in carrying out the provisions of this Order, which expenses shall include, without limitation:

- (a) all expenses and capital expenditures reasonably incurred and which are necessary for the preservation of the Property or the Business including, without limitation, payments on account of insurance (including directors' and officers' insurance), maintenance and security services, provided that any capital expenditure shall be approved by the Monitor;
- (b) all obligations incurred by the Petitioners after the Order Date, including without limitation, with respect to goods and services actually supplied to the Petitioners following the Order Date (including those under purchase orders outstanding at the Order Date but excluding any interest on the Petitioners' obligations incurred prior to the Order Date); and

- (c) fees and disbursements of the kind referred to in paragraph 6(c) which may be incurred after the Order Date.

8. The Petitioners are authorized to remit, in accordance with legal requirements, or pay:

- (a) any statutory deemed trust amounts in favour of the Crown in right of Canada or of any Province thereof or any other taxation authority which are required to be deducted from Wages, including, without limitation, amounts in respect of (i) employment insurance, (ii) Canada Pension Plan, (iii) Quebec Pension Plan, and (iv) income taxes or any such claims which are to be paid pursuant to Section 6(3) of the CCAA;
- (b) all goods and services or other applicable sales taxes (collectively, “**Sales Taxes**”) required to be remitted by the Petitioners in connection with the sale of goods and services by the Petitioners, but only where such Sales Taxes accrue or are collected after the Order Date, or where such Sales Taxes accrued or were collected prior to the Order Date but not required to be remitted until on or after the Order Date; and
- (c) any amount payable to the Crown in right of Canada or of any Province thereof or any political subdivision thereof or any other taxation authority in respect of municipal property taxes, municipal business taxes or other taxes, assessments or levies of any nature or kind which are entitled at law to be paid in priority to claims of secured creditors.

9. Until such time as a real property lease is disclaimed in accordance with the CCAA or subject to further Order of this Court, the Petitioners may pay amounts constituting rent or payable as rent under real property leases (including common area maintenance charges, utilities and realty taxes and any other amounts payable as rent to the landlord under the lease, but, for greater certainty, excluding accelerated rent or penalties, fees or other charges arising as a result of the insolvency of the Petitioners or the making of this Order) based on the terms of existing lease arrangements or as otherwise may be negotiated between the Petitioners and the landlord from time to time (“**Rent**”), for the period commencing from and including the Order Date,

twice-monthly in equal payments on the first and fifteenth day of the month in advance (but not in arrears). On the date of the first of such payments, any Rent relating to the period commencing from and including Order Date shall also be paid.

10. Except as specifically permitted herein, the Petitioners are hereby directed, until further Order of this Court:

- (a) to make no payments of principal, interest thereon or otherwise on account of amounts owing by the Petitioners to any of their creditors as of the Order Date except as authorized by this Order;
- (b) to make no payments in respect of any financing leases which create security interests;
- (c) to grant no security interests, trusts, mortgages, liens, charges or encumbrances upon or in respect of any of the Property, nor become guarantors or sureties, nor otherwise become liable in any manner with respect to any other person or entity except as authorized by this Order;
- (d) to not grant credit except in the ordinary course of the Business only to their customers for goods and services actually supplied to those customers, provided such customers agree that there is no right of set-off in respect of amounts owing for such goods and services against any debt owing by the Petitioners to such customers as of the Order Date; and
- (e) to not incur liabilities except in the ordinary course of Business.

RESTRUCTURING

11. Each of the Petitioners shall, subject to such requirements as are imposed by the CCAA, this Order, and such covenants as may be contained in the Definitive Documents, have the right (but not the obligation) to operate the Business in the ordinary course pending the return hearing on the Comeback Date (as defined below), subject to disclaimers that may be issued pursuant to section 32 of the CCAA.

12. Subject to such requirements as are imposed by the CCAA and such covenants as may be contained in the Definitive Documents (as hereinafter defined), the Petitioners shall have the right to:

- (a) permanently or temporarily cease, downsize or shut down all or any part of their Business or operations and commence marketing efforts in respect of any of their redundant or non-material assets and to dispose of redundant or non-material assets not exceeding \$500,000 in any one transaction or \$1,500,000 in the aggregate;
- (b) terminate the employment of such of their employees or temporarily lay off such employees as they deem appropriate; and
- (c) pursue all avenues of refinancing for their Business or Property, in whole or in part; all of the foregoing to permit the Petitioners to proceed with an orderly restructuring of the Business (the “**Restructuring**”).

13. The Petitioners shall provide each of the relevant landlords with notice of the Petitioners’ intention to remove any fixtures from any leased premises at least seven (7) days prior to the date of the intended removal. The relevant landlord shall be entitled to have a representative present in the leased premises to observe such removal and, if the landlord disputes the Petitioners’ entitlement to remove any such fixture under the provisions of the lease, such fixture shall remain on the premises and shall be dealt with as agreed between any applicable secured creditors who claim a security interest in the fixtures, such landlord and the Petitioners, or by further Order of this Court upon application by the Petitioners, the landlord or the applicable secured creditors on at least two (2) clear days’ notice to the other parties. If the Petitioners disclaim the lease governing such leased premises in accordance with Section 32 of the CCAA, they shall not be required to pay Rent under such lease pending resolution of any dispute concerning such fixtures (other than Rent payable for the notice period provided for in Section 32(5) of the CCAA), and the disclaimer of the lease shall be without prejudice to the Petitioners’ claim to the fixtures in dispute.

14. If a notice of disclaimer is delivered pursuant to Section 32 of the CCAA, then: (a) during the period prior to the effective time of the disclaimer, the landlord may show the affected leased premises to prospective tenants during normal business hours on giving the Petitioners and the Monitor 24 hours' prior written notice; and (b) at the effective time of the disclaimer, the landlord shall be entitled to take possession of any such leased premises without waiver of or prejudice to any claims the landlord may have against the Petitioners, or any other rights the landlord might have, in respect of such lease or leased premises and the landlord shall be entitled to notify the Petitioner of the basis on which it is taking possession and gain possession of and re-lease such leased premises to any third party or parties on such terms as the landlord considers advisable, provided that nothing herein shall relieve the landlord of its obligation to mitigate any damages claimed in connection therewith.

15. Pursuant to Section 7(3)(c) of the *Personal Information Protection and Electronic Documents Act*, S.C. 2000, c.5 and Section 18(1)(o) of the *Personal Information Protection Act*, S.B.C. 2003, c.63, and any regulations promulgated under authority of either Act, as applicable (the "Relevant Enactment"), the Petitioners, in the course of these proceedings, are permitted to, and hereby shall, disclose personal information of identifiable individuals in its possession or control to stakeholders, their advisors, prospective investors, financiers, buyers or strategic partners (collectively, "Third Parties"), but only to the extent desirable or required to negotiate and complete the Restructuring or to prepare and implement the Plan or transactions for that purpose; provided that the Third Parties to whom such personal information is disclosed enter into confidentiality agreements with the Petitioners binding them in the same manner and to the same extent with respect to the collection, use and disclosure of that information as if they were an organization as defined under the Relevant Enactment, and limiting the use of such information to the extent desirable or required to negotiate or complete the Restructuring or to prepare and implement the Plan or transactions for that purpose, and attorning to the jurisdiction of this Court for the purposes of that agreement. Upon the completion of the use of personal information for the limited purposes set out herein, the Third Parties shall return the personal information to the Petitioner or destroy it. If the Third Parties acquire personal information as part of the Restructuring or the preparation and implementation of the Plan or transactions in furtherance thereof, such Third Parties may, subject to this paragraph and any Relevant

Enactment, continue to use the personal information in a manner which is in all respects identical to the prior use thereof by the Petitioners.

STAY OF PROCEEDINGS, RIGHTS AND REMEDIES

16. Until and including April 30, 2024, or such later date as this Court may order (the “**Stay Period**”), no action, suit or proceeding in any court or tribunal (each, a “**Proceeding**”) against or in respect of the Petitioners, the Omicron Entities or the Monitor, or affecting the Business or the Property of the Petitioners, or affecting the current and future assets, undertakings and properties of every nature and kind and wherever situate, including all proceeds of the Omicron Entities (the “**Omicron Property**”) and the business of the Omicron Entities (the “**Omicron Business**”), shall be commenced or continued except with the written consent of the Petitioners and the Monitor or with leave of this Court, and any and all Proceedings currently under way against or in respect of the Petitioners or affecting the Business or the Property, or in respect of the Omicron Entities or affecting the Omicron Business or the Omicron Property, are hereby stayed and suspended pending further Order of this Court.

17. During the Stay Period, all rights and remedies of any individual, firm, corporation, governmental body or agency, or any other entities (all of the foregoing, collectively being “**Persons**” and each being a “**Person**”) against or in respect of the Petitioners, the Omicron Entities or the Monitor, or affecting the Business or the Property, or the Omicron Property or the Omicron Business, are hereby stayed and suspended except with the written consent of the Petitioners and the Monitor or leave of this Court.

18. Nothing in this Order, including paragraphs 16 and 17, shall: (i) empower the Petitioners or the Omicron Entities to carry on any business which they are not lawfully entitled to carry on; (ii) affect such investigations, actions, suits or proceedings by a regulatory body as are permitted by Section 11.1 of the CCAA; (iii) prevent the filing of any registration to preserve or perfect a mortgage, charge or security interest (subject to the provisions of Section 39 of the CCAA relating to the priority of statutory Crown securities); or (iv) prevent the registration or filing of a lien or claim for lien or the commencement of a Proceeding to protect lien or other rights that might otherwise be barred or extinguished by the effluxion of time, provided that no further step

shall be taken in respect of such lien, claim for lien or Proceeding except for service of the initiating documentation on the Petitioners.

19. The granting of this Order, the Application and any affidavits and other materials filed in support of the Application shall not, in and of themselves, constitute a default or failure to comply by the Petitioners under any statute, regulation, licence, permit, contract, permission, covenant, agreement, undertaking or other written document or requirement.

NO INTERFERENCE WITH RIGHTS

20. During the Stay Period, no Person shall discontinue, fail to honour, alter, interfere with, repudiate, terminate or cease to perform any right, renewal right, contract or agreement, licence or permit in favour of or held by the Petitioners or the Omicron Entities except with the written consent of the Petitioners, or the Omicron Entities, as applicable, and the Monitor or leave of this Court.

CONTINUATION OF SERVICES

21. During the Stay Period, all Persons having oral or written agreements with the Petitioners or mandates under an enactment for the supply of goods and/or services, including without limitation all computer software, communication and other data services, centralized banking services, payroll services, insurance, transportation, services, utility or other services to the Business or the Petitioners are hereby restrained until further Order of this Court from discontinuing, altering, interfering with, or terminating the supply of such goods or services as may be required by the Petitioners and that the Petitioners shall be entitled to the continued use of their current premises, telephone numbers, facsimile numbers, internet addresses and domain names, provided in each case that the normal prices or charges for all such goods or services received after the Order Date are paid by the Petitioners in accordance with normal payment practices of the Petitioners or such other practices as may be agreed upon by the supplier or service provider and the Petitioners and the Monitor, or as may be ordered by this Court.

NON-DEROGATION OF RIGHTS

22. Notwithstanding any provision in this Order, no Person shall be prohibited from requiring immediate payment for goods, services, use of leased or licensed property or other valuable consideration provided on or after the Order Date, nor shall any Person be under any obligation to advance or re-advance any monies or otherwise extend any credit to the Petitioners on or after the Order Date. Nothing in this Order shall derogate from the rights conferred and obligations imposed by the CCAA.

PROCEEDINGS AGAINST DIRECTORS AND OFFICERS

23. During the Stay Period, and except as permitted by subsection 11.03(2) of the CCAA, no Proceeding may be commenced or continued against the directors or officers of the Petitioners with respect to any claim against the directors or officers that arose before the date hereof and that relates to any obligations of the Petitioners whereby the directors or officers are alleged under any law to be liable in their capacity as directors or officers for the payment or performance of such obligations, until a compromise or arrangement in respect of the Petitioners, if one is filed, is sanctioned by this Court or is refused by the creditors of the Petitioners or this Court. Nothing in this Order, including in this paragraph, shall prevent the commencement of a Proceeding to preserve any claim against a director or officer of the Petitioners that might otherwise be barred or extinguished by the effluxion of time, provided that no further step shall be taken in respect of such Proceeding except for service of the initiating documentation on the applicable director or officer.

DIRECTORS AND OFFICERS INDEMNIFICATION AND CHARGE

24. The Petitioners shall indemnify their directors and officers against obligations and liabilities that they may incur as directors or officers of the Petitioners after the commencement of the within proceedings, except to the extent that, with respect to any director or officer, the obligation or liability was incurred as a result of the director's or officer's gross negligence or wilful misconduct.

25. The directors and officers of the Petitioners shall be entitled to the benefit of and are hereby granted a charge (the “**Directors’ Charge**”) on the Property, which charge shall not exceed an aggregate amount of \$1,315,000, as security for the indemnity provided in paragraph 24 of this Order. The Directors’ Charge shall have the priority set out in paragraphs 43 and 45 herein.

26. Notwithstanding any language in any applicable insurance policy to the contrary, (a) no insurer shall be entitled to be subrogated to or claim the benefit of the Directors’ Charge, and (b) the Petitioners’ directors and officers shall only be entitled to the benefit of the Directors’ Charge to the extent that they do not have coverage under any directors’ and officers’ insurance policy, or to the extent that such coverage is insufficient to pay amounts indemnified in accordance with paragraph 24 of this Order.

APPOINTMENT OF MONITOR

27. KSV Restructuring Inc. is hereby appointed pursuant to the CCAA as the Monitor, an officer of this Court, to monitor the business and financial affairs of the Petitioners with the powers and obligations set out in the CCAA or set forth herein, and that the Petitioners and their shareholders, officers, directors, and Assistants shall advise the Monitor of all material steps taken by the Petitioners pursuant to this Order, and shall co-operate fully with the Monitor in the exercise of its powers and discharge of its obligations and provide the Monitor with the assistance that is necessary to enable the Monitor to adequately carry out the Monitor's functions.

28. The Monitor, in addition to its prescribed rights and obligations under the CCAA and applicable law, and without altering in any way the obligations of the Petitioners in this CCAA proceeding, is hereby empowered, but not required, to:

- (a) exercise any powers which may be properly exercised by a board of directors or any officers of the Petitioners to cause the Petitioners, through the Petitioners’ Assistants (then engaged, if any), to, without limitation:

- (i) take any and all actions and steps, and execute all agreements, documents and writings, on behalf of, and in the name of, the Petitioners in order to facilitate the performance of any of the Petitioners' powers or obligations (collectively, the "**Petitioners' Powers & Obligations**");
- (ii) engage, retain, or terminate the services of any officer, employee, consultant, agent, representative, advisor, or other persons or entities, as the Monitor deems necessary or appropriate to assist with the exercise of the Monitor's powers and duties and/or the Petitioners' Powers & Obligations. For greater certainty, any such officer, employee, consultant, agent, representative, advisor, or other persons or entities engaged or retained pursuant to this paragraph shall thereafter be deemed to be Assistants under this Order;
- (iii) perform such other functions or duties, and enter into any agreements or incur any obligations, as the Monitor considers necessary or desirable in order to facilitate or assist the winding-down or liquidation of the Petitioner, the realization and/or sale of all of the Petitioners' Property, the distribution of any net proceeds of the Property (the "**Proceeds**"), or any other related activities, including, without limitation, in connection with terminating this CCAA proceeding;
- (iv) exercise any rights of the Petitioners;
- (v) grant the Monitor access to all books and records that are the property of the Petitioners or that are in the Petitioners' possession or control (the "**Books and Records**");
- (vi) initiate, prosecute, and/or continue the prosecution of any and all proceedings and to defend all proceedings now pending or hereafter instituted with respect to the Petitioners, the Property, or the Proceeds, and, subject to further Order of this Court, to settle or compromise any

such proceedings. The authority hereby conveyed shall extend to such appeals or applications for judicial review in respect of any order or judgment pronounced in any such proceeding;

- (vii) deal with any taxing or regulatory authority, including to execute any appointment or authorization form on behalf of the Petitioners that any taxing or regulatory authority may require, in order to confirm the appointment of an authorized representative of the Petitioners (which may be a representative of the Monitor) for such purposes;
 - (viii) engage, deal, communicate, negotiate and, with further Order of this Court, settle with any creditor or other stakeholder of the Petitioners (including any governmental authority);
 - (ix) claim any and all insurance refunds or tax refunds to which the Petitioners is entitled on behalf of the Petitioners; and
 - (x) file, or take such actions necessary for the preparation and filing of, on behalf of and in the name of the Petitioners, (i) any tax returns, and (ii) the Petitioners' employee-related remittances, T4 statements and records of employments for the Petitioners' former employees, in either case, based solely upon the information in the Applicant's Books and Records and on the basis that the Monitor shall incur no liability or obligation to any person with respect to such returns, remittances, statements, records or other documents;
- (b) monitor the Petitioners' receipts and disbursements;
- (c) report to this Court at such times and intervals as the Monitor may deem appropriate with respect to matters relating to the Property, the Business, and such other matters as may be relevant to the proceedings herein;

- (d) assist the Petitioners, to the extent required by the Petitioners, in their dissemination to the Interim Lenders (as hereinafter defined) and their counsel on a monthly basis of financial and other information as agreed to between the Petitioners and the Interim Lenders, which may be used in these proceedings including reporting on a basis to be agreed with the Interim Lenders;
- (e) advise the Petitioners in its preparation of the Petitioners' cash flow statements and reporting required by the Interim Lenders, which information shall be reviewed with the Monitor and delivered to the Interim Lenders and their counsel on a periodic basis, but not less than monthly, or as otherwise agreed to by the Interim Lenders;
- (f) have full and complete access to the Property, including the premises, books, records, data, including data in electronic form, and other financial documents of the Petitioners, to the extent that is necessary to adequately assess the Petitioners' business and financial affairs or to perform its duties arising under this Order;
- (g) be at liberty to engage independent legal counsel or such other persons as the Monitor deems necessary or advisable respecting the exercise of its powers and performance of its obligations under this Order;
- (h) perform such other duties as are required by this Order or by this Court from time to time; and
- (i) take any steps reasonably incidental to the exercise by the Monitor of the powers listed above or the performance of any statutory obligations

(collectively, the “**Monitor’s Powers**”).

29. Notwithstanding anything contained in this Order, where the Monitor exercises any of the Monitor’s Powers, it shall be the sole Person authorized to exercise such powers, to the exclusion

of all other Persons, and no director or officer of the Petitioners shall incur any liability for any decisions or actions of the Monitor acting under such authority.

30. Notwithstanding anything contained in this Order, the Monitor shall not take possession of the Property or Business and shall not, by fulfilling its obligations hereunder, or by inadvertence in relation to the due exercise of powers or performance of duties under this Order, be deemed to have taken or maintained possession of the Business or Property, or any part thereof, and nothing in this Order shall be construed as resulting in the Monitor being an employer or a successor employer, within the meaning of any statute, regulation or rule of law or equity, for any purpose whatsoever.

31. Nothing herein contained shall require or allow the Monitor to occupy or to take control, care, charge, possession or management (separately and/or collectively, "**Possession**") of any of the Property that might be environmentally contaminated, might be a pollutant or a contaminant, or might cause or contribute to a spill, discharge, release or deposit of a substance contrary to any federal, provincial or other law respecting the protection, conservation, enhancement, remediation or rehabilitation of the environment or relating to the disposal of waste or other contamination including, without limitation, the *Canadian Environmental Protection Act*, the *Fisheries Act*, the *British Columbia Environmental Management Act*, the *British Columbia Fish Protection Act* and regulations thereunder (the "**Environmental Legislation**"), provided however that nothing herein shall exempt the Monitor from any duty to report or make disclosure imposed by applicable Environmental Legislation. For greater certainty, the Monitor shall not, as a result of this Order or anything done in pursuance of the Monitor's duties and powers under this Order, be deemed to be in Possession of any of the Property within the meaning of any Environmental Legislation, unless it is actually in possession.

32. The Monitor shall provide any creditor of the Petitioners and the Interim Lenders with information provided by the Petitioners in response to reasonable requests for information made in writing by such creditor addressed to the Monitor. The Monitor shall not have any responsibility or liability with respect to the information disseminated by it pursuant to this paragraph. In the case of information that the Monitor has been advised by the Petitioners is

confidential, the Monitor shall not provide such information to creditors unless otherwise directed by this Court or on such terms as the Monitor and the Petitioners may agree.

33. In addition to the rights and protections afforded the Monitor under the CCAA or as an officer of this Court, the Monitor shall incur no liability or obligation as a result of its appointment or the carrying out of the provisions of this Order, save and except for any gross negligence or wilful misconduct on its part. Nothing in this Order shall derogate from the rights and protections afforded the Monitor by the CCAA or any applicable legislation.

ADMINISTRATION CHARGE

34. The Monitor, counsel to the Monitor and counsel to the Petitioners shall be paid their reasonable fees and disbursements, in each case at their standard rates and charges, by the Petitioners as part of the cost of these proceedings. The Petitioners are hereby authorized and directed to pay the accounts of the Monitor, counsel to the Monitor and counsel to the Petitioners on a periodic basis.

35. The Monitor and its legal counsel shall pass their accounts from time to time, and for this purpose the accounts of the Monitor and its legal counsel are hereby referred to a judge of the British Columbia Supreme Court who may determine the manner in which such accounts are to be passed, including by hearing the matter on a summary basis or referring the matter to a Registrar of this Court.

36. The Monitor, counsel to the Monitor and counsel to the Petitioners shall be entitled to the benefit of and are hereby granted a charge (the “**Administration Charge**”) on the Property, which charge shall not exceed an aggregate amount of \$1,500,000, as security for their respective fees and disbursements incurred at the standard rates and charges of the Monitor and such counsel, both before and after the making of this Order which are related to the Petitioners’ restructuring. The Administration Charge shall have the priority set out in paragraphs 43 and 45 hereof.

INTERIM FINANCING

37. The Petitioners are hereby authorized and empowered to obtain and borrow under an interim credit facility from Powerscourt Investments XXV, LP, Trinity Capital Inc. and Horizon Technology Finance Corporation (collectively, the "**Interim Lenders**") in order to finance the Petitioners' working capital requirements and other general corporate purposes and capital expenditures, provided that borrowings under such interim credit facility shall not exceed US\$4,300,000 unless permitted by further Order of this Court.

38. Such interim credit facility shall be on the terms and subject to the conditions set forth in the debtor-in-possession term sheet between the Petitioners and the Interim Lenders dated as of January 9, 2024 (the "**Term Sheet**") attached as Exhibit K to the Tucker Affidavit.

39. The Petitioners are hereby authorized and empowered to execute and deliver such credit agreements, mortgages, charges, hypothecs and security documents, guarantees and other definitive documents (with the Term Sheet, collectively the "**Definitive Documents**"), as are contemplated by the Term Sheet or as may be reasonably required by the Interim Lenders pursuant to the terms thereof, and the Petitioners are hereby authorized and directed to pay and perform all of their indebtedness, interest, fees, liabilities and obligations to the Interim Lenders under and pursuant to the Term Sheet and the Definitive Documents (collectively, the "**Interim Financing Obligations**") as and when the same become due and are to be performed, notwithstanding any other provision of this Order.

40. The Interim Lenders shall be entitled to the benefit of and is hereby granted a charge (the "**Interim Lenders' Charge**") on the Property as security for the Interim Financing Obligations, which Interim Lenders' Charge shall be in the aggregate amount of the Interim Financing Obligations outstanding at any given time under the Definitive Documents. The Interim Lenders' Charge shall not secure an obligation that exists before this Order is made. The Interim Lenders' Charge shall have the priority set out in paragraphs 43 and 45 hereof.

41. Notwithstanding any other provision of this Order:

- (a) the Interim Lenders may take such steps from time to time as they may deem necessary or appropriate to file, register, record or perfect the Interim Lenders' Charge or any of the Definitive Documents;
- (b) upon the occurrence of an event of default under any of the Definitive Documents or the Interim Lenders' Charge, the Interim Lenders, upon three (3) business days' notice to the Petitioners and the Monitor, may exercise any and all of their rights and remedies against the Petitioners or the Property under or pursuant to the Term Sheet, Definitive Documents and the Interim Lenders' Charge, including without limitation, to cease making advances to the Petitioners and set off and/or consolidate any amounts owing by the Interim Lenders to the Petitioners against the obligations of the Petitioners to the Interim Lenders under the Term Sheet, the Definitive Documents or the Interim Lenders' Charge, to make demand, accelerate payment and give other notices, or to apply to this Court for the appointment of a receiver, receiver and manager or interim receiver, or for a bankruptcy order against the Petitioners and for the appointment of a trustee in bankruptcy of the Petitioners; and
- (c) the foregoing rights and remedies of the Interim Lenders shall be enforceable against any trustee in bankruptcy, interim receiver, receiver or receiver and manager of the Petitioners or the Property.

42. The Interim Lenders, in such capacity, shall be treated as unaffected in any plan of arrangement or compromise filed by the Petitioners under the CCAA, or any proposal filed by the Petitioners under the *Bankruptcy and Insolvency Act* of Canada (the "BIA"), with respect to any advances made under the Definitive Documents.

VALIDITY AND PRIORITY OF CHARGES CREATED BY THIS ORDER

43. The priorities of the Administration Charge, KERP Charge (as provided in the KERP Order), the Monthly Fee Charge (as provided in the Sale Process Order), the Transaction Fee

Charge (as provided in the Sale Process Order), the Directors' Charge and the Interim Lenders' Charge, as among them, shall be as follows:

First – Administration Charge (to the maximum amount of \$1,500,000);

Second – KERP Charge (to the maximum amount of the obligations pursuant to the KERP Order at the relevant time);

Third – Monthly Fee Charge (up to the maximum amount of \$200,000);

Fourth – Transaction Fee Charge (secured only against the proceeds of a sale pursuant to the Sale Process Order made January 22, 2024);

Fifth – Interim Lenders' Charge (to the maximum amount of the Interim Financing Obligations at the relevant time); and

Sixth – Directors' Charge (to the maximum amount of \$1,315,000).

44. Any security documentation evidencing, or the filing, registration or perfection of, the Administration Charge, the Interim Lenders' Charge, the Directors' Charge, the KERP Charge, the Monthly Fee Charge and the Transaction Fee Charge (collectively, the “**Charges**”) shall not be required, and that the Charges shall be effective as against the Property and shall be valid and enforceable for all purposes, including as against any right, title or interest filed, registered or perfected subsequent to the Charges coming into existence, notwithstanding any failure to file, register or perfect any such Charges.

45. Each of the Charges shall constitute a mortgage, security interest, assignment by way of security and charge on the Property and such Charges shall rank in priority to all other security interests, trusts, liens, mortgages, charges and encumbrances and claims of secured creditors, statutory or otherwise (collectively, “**Encumbrances**”), in favour of any Person, save and except those claims contemplated by section 11.8(8) of the CCAA. As noted above, the Transaction Fee Charge shall be secured only against the proceeds of a transaction or transactions.

46. Except as otherwise expressly provided herein, or as may be approved by this Court, the Petitioners shall not grant or suffer to exist any Encumbrances over any Property that rank in priority to, or *pari passu* with the Charges, unless the Petitioners obtain the prior written consent of the Monitor, the Interim Lenders and the beneficiaries of the Administration Charge and the Director's Charge.

47. The Charges shall not be rendered invalid or unenforceable and the rights and remedies of the chargees entitled to the benefit of the Charges (collectively, the "**Chargees**") and/or the Interim Lenders shall not otherwise be limited or impaired in any way by (a) the pendency of these proceedings and the declarations of insolvency made herein; (b) any application(s) for bankruptcy order(s) issued pursuant to the BIA, or any bankruptcy order made pursuant to such applications; (c) the filing of any assignments for the general benefit of creditors made pursuant to the BIA; (d) the provisions of any federal or provincial statutes; or (e) any negative covenants, prohibitions or other similar provisions with respect to borrowings, incurring debt or the creation of Encumbrances, contained in any existing loan documents, lease, mortgage, security agreement, debenture, sublease, offer to lease or other agreement (collectively, an "**Agreement**") which binds the Petitioners; and notwithstanding any provision to the contrary in any Agreement:

- (a) neither the creation of the Charges nor the execution, delivery, perfection, registration or performance of the Term Sheet or the Definitive Documents shall create or be deemed to constitute a breach by the Petitioners of any Agreement to which they are a party;
- (b) none of the Chargees shall have any liability to any Person whatsoever as a result of any breach of any Agreement caused by or resulting from the Petitioners entering into the Term Sheet, the creation of the Charges, or the execution, delivery or performance of the Definitive Documents; and
- (c) the payments made by the Petitioners pursuant to this Order, the Term Sheet or the Definitive Documents, and the granting of the Charges, do not and will not constitute preferences, fraudulent conveyances, transfers at undervalue,

oppressive conduct, or other challengeable or voidable transactions under any applicable law.

48. Any Charge created by this Order over leases of real property in Canada shall only be a Charge in the Petitioners' interest in such real property leases.

SERVICE AND NOTICE

49. The Monitor shall (i) without delay, publish in *The Globe and Mail* (National Edition) a notice containing the information prescribed under the CCAA, (ii) within five days after Order Date, (A) make this Order publicly available in the manner prescribed under the CCAA, (B) send, in the prescribed manner, a notice to every known creditor who has a claim against the Petitioners of more than \$1,000, and (C) prepare a list showing the names and addresses of those creditors and the estimated amounts of those claims, and make it publicly available in the prescribed manner, all in accordance with Section 23(1)(a) of the CCAA and the regulations made thereunder; provided that the Monitor shall not be required to make the names and addresses of individuals who are creditors publicly available unless otherwise ordered by this Court.

50. The Petitioners and the Monitor are at liberty to serve this Order, any other materials and orders in these proceedings, any notices or other correspondence, by forwarding true copies thereof by prepaid ordinary mail, courier, personal delivery or electronic transmission (including by e-mail) to the Petitioners' creditors or other interested parties at their respective addresses as last shown on the records of the Petitioners and that any such service or notice by courier, personal delivery or electronic transmission shall be deemed to be received on the next business day following the date of forwarding thereof, or if sent by ordinary mail, on the third business day after mailing.

51. Any Person that wishes to be served with any application and other materials in these proceedings must deliver to the Monitor by way of ordinary mail, courier, personal delivery or electronic transmission a request to be added to a service list (the "**Service List**") to be maintained by the Monitor. The Monitor shall post and maintain an up to date form of the

Service List on its website at: www.ksvadvisory.com/experience/case/Nexii (the “**Case Website**”).

52. Any party to these proceedings may serve any court materials in these proceedings by emailing a PDF or other electronic copy of such materials to counsels' email addresses as recorded on the Service List from time to time, and the Monitor shall post a copy of all prescribed materials on the Case Website.

53. Notwithstanding paragraphs 50 and 52 of this Order, service of the Petition, the Notice of Hearing of Petition, any affidavits filed in support of the Petition and this Order shall be made on the Federal and British Columbia Crowns in accordance with the *Crown Liability and Proceedings Act*, R.S.C. 1985, c. C-50, and regulations thereto, in respect of the Federal Crown, and the *Crown Proceeding Act*, R.S.B.C. 1996, c. 89, in respect of the British Columbia Crown.

GENERAL

54. The Petitioners or the Monitor may from time to time apply to this Court for directions in the discharge of its powers and duties hereunder.

55. Nothing in this Order shall prevent the Monitor from acting as an interim receiver, a receiver, a receiver and manager, or a trustee in bankruptcy of the Petitioners, the Business or the Property.

56. **THIS COURT REQUESTS** the aid and recognition of other Canadian and foreign Courts, tribunal, regulatory or administrative bodies, including any Court or administrative tribunal of any federal or State Court or administrative body in the United States of America, to act in aid of and to be complementary to this Court in carrying out the terms of this Order where required. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders and to provide such assistance to the Petitioners and to the Monitor, as an officer of this Court, as may be necessary or desirable to give effect to this Order, to grant representative status to the Monitor in any foreign proceeding, or to assist the Petitioners and the Monitor and their respective agents in carrying out the terms of this Order.

57. Each of the Petitioners and the Monitor be at liberty and is hereby authorized and empowered to apply to any court, tribunal, regulatory or administrative body, wherever located, for the recognition of this Order and for assistance in carrying out the terms of this Order and Nexii Business Solutions Inc. is authorized and empowered to act as a representative in respect of the within proceedings for the purpose of having these proceedings recognized in a jurisdiction outside Canada, including acting as a foreign representative of the Petitioners to apply to the United States Bankruptcy Court for relief pursuant to Chapter 15 of the *United States Bankruptcy Code*, 11 U.S.C. §§ 101-1330, as amended.

58. The Petitioners may (subject to the provisions of the CCAA and the BIA) at any time file a voluntary assignment in bankruptcy or a proposal pursuant to the commercial reorganization provisions of the BIA if the Petitioners determine that such a filing is appropriate.

59. The Petitioners are hereby at liberty to apply for such further interim or interlocutory relief as they deem advisable within the time limited for Persons to file and serve Responses to the Petition.

60. Leave is hereby granted to hear any application in these proceedings on two (2) clear days' notice after delivery to all parties on the Service List of such Notice of Application and all affidavits in support, subject to the Court in its discretion further abridging or extending the time for service.

61. Any interested party (including the Petitioners and the Monitor) may apply to this Court to vary or amend this Order on not less than seven (7) days' notice to all parties on the Service List and to any other party or parties likely to be affected by the order sought or upon such other notice, if any, as this Court may order, provided, however, that the Chargees shall be entitled to rely on this Order as granted and on the Charges and priorities set forth in paragraphs 43 and 45 hereof with respect to any fees, expenses and disbursements incurred, as applicable, until the date this Order may be amended, varied or stayed.

62. Endorsement of this Order by counsel appearing on this application, other than counsel for the Petitioners, is hereby dispensed with.

63. This Order and all its provisions are effective as of 12:01 a.m. local Vancouver time on the Order Date.

64. Where the relief sought is not opposed or contested, leave is granted for counsel to the Interim Lenders to appear at future hearings in this matter remotely by video.

THE FOLLOWING PARTIES APPROVE THE FORM OF THIS ORDER AND CONSENT TO EACH OF THE ORDERS, IF ANY, THAT ARE INDICATED ABOVE AS BEING BY CONSENT:

Signature of Lisa Hiebert
 Party Lawyer for the Petitioners

BY THE COURT

REGISTRAR

Schedule "C"

Draft Order – KERP Order (attached)

IN THE SUPREME COURT OF BRITISH COLUMBIA
IN THE MATTER OF THE *COMPANIES' CREDITORS
ARRANGEMENT ACT*, RSC 1985, c C-36, as amended

and

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC, NBS IP INC. and NEXII HOLDINGS INC.

PETITIONERS

ORDER MADE AFTER APPLICATION

BEFORE THE HONOURABLE)
JUSTICE STEPHENS) JANUARY 22, 2024
)

ON THE APPLICATION of the Petitioners coming on for hearing at Vancouver, British Columbia, on the 22nd day of January, 2024; **AND ON HEARING** Lisa Hiebert and Kibben Jackson, counsel for the Petitioners, and those other counsel listed on **Schedule "A"** hereto; **AND UPON READING** the application material filed, including the First Affidavit of William Tucker sworn January 10, 2024 (the "**First Affidavit**"), the Second Affidavit of William Tucker sworn January [●], 2024 (the "**Second Affidavit**"), the Confidential Fourth Affidavit of William Tucker sworn January [●], 2024 (the "**Confidential Affidavit**"), the first report of KSV Restructuring Inc. (the "**Monitor**") in its capacity as monitor of the Petitioners dated January [●], 2024; **AND PURSUANT TO** the *Companies' Creditors Arrangement Act*, R.S.C. 1985 c. C-36 as amended, the *Supreme Court Civil Rules* and the inherent jurisdiction of this Honourable Court;

THIS COURT ORDERS AND DECLARES THAT:

1. The key employee retention plan (the "**KERP**"), described in the First Affidavit and the Second Affidavit, pursuant to which the Petitioner Nexii Building Solutions Inc. ("**Nexii**") has

agreed to provide compensation to certain key employees (collectively, the “**Key Employees**”) of Nexii and of its subsidiary, Omicron Canada Inc. (“**Omicron**”) in the form attached as Exhibit “B” to Second Affidavit and Exhibit A to the Confidential Affidavit is approved, and Nexii is authorized to enter into letter agreements (a “**Letter Agreement**”) with any or all of the Key Employees on the terms contemplated by the KERP.

2. Nexii and any successor or other person that may be appointed to act on behalf of Nexii, including, without limitation, a trustee, liquidator, receiver, interim receiver, receiver and manager or any other person acting on behalf of such person, is hereby authorized and directed to implement and perform Nexii’s obligations under the KERP and any Letter Agreements entered into with any Key Employees, all in accordance with the terms of the KERP and any such Letter Agreements.

3. Any payments made by Nexii to a Key Employee under the KERP approved by this Order do not and will not constitute a preference, fraudulent conveyance, transfer undervalue, oppressive conduct or other challengeable or voidable transaction under any applicable law, and any Letter Agreement are in lieu of and replace any bonuses to which such Key Employee might otherwise be entitled for 2024, including pursuant to the employment agreements with Nexii or Omicron, as the case may be.

4. The Key Employees are granted a charge (the “**KERP Charge**”) on the Property (as defined in the Amended and Restated Initial Order made on this date in these proceedings (the “**ARIO**”)) as security for all amounts which may become payable to them under the terms of the KERP and any Letter Agreements. The KERP Charge shall have the priority set out in the ARIO.

5. **THIS COURT REQUESTS** the aid and recognition of other Canadian and foreign Courts, tribunal, regulatory or administrative bodies, including any Court or administrative tribunal of any federal or State Court or administrative body in the United States of America, to act in aid of and to be complementary to this Court in carrying out the terms of this Order where required. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders and to provide such assistance to the Petitioners and to the Monitor, as an officer of this Court, as may be necessary or desirable to give effect to this Order,

to grant representative status to the Monitor in any foreign proceeding, or to assist the Petitioners and the Monitor and their respective agents in carrying out the terms of this Order.

6. Endorsement of this Order by counsel appearing on this application, other than counsel for the Petitioners, is hereby dispensed with.

THE FOLLOWING PARTIES APPROVE THE FORM OF THIS ORDER AND CONSENT TO EACH OF THE ORDERS, IF ANY, THAT ARE INDICATED ABOVE AS BEING BY CONSENT:

Signature of Lisa Hiebert
 Party Lawyer for the Petitioners

BY THE COURT

REGISTRAR

Schedule "D"

Draft Order – Sale Process Order (attached)

IN THE SUPREME COURT OF BRITISH COLUMBIA

IN THE MATTER OF THE *COMPANIES' CREDITORS
ARRANGEMENT ACT*, RSC 1985, c C-36, as amended

and

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC, NBS IP INC. and NEXII HOLDINGS INC.

PETITIONERS

ORDER MADE AFTER APPLICATION

BEFORE THE HONOURABLE)
JUSTICE STEPHENS) JANUARY 22, 2024
)

ON THE APPLICATION of the Petitioners coming on for hearing at Vancouver, British Columbia, on the 22nd day of January, 2024; **AND ON HEARING** Lisa Hiebert and Kibben Jackson, counsel for the Petitioners, and those other counsel listed on **Schedule “A”** hereto; **AND UPON READING** the application material filed, including the First Affidavit of William Tucker sworn January 10, 2024, the Second Affidavit of William Tucker sworn January [●], 2024, the Confidential Affidavit #3 of William Tucker sworn January [●], 2024 (the “**Confidential Affidavit**”); the first report of KSV Restructuring Inc. (the “**Monitor**”) in its capacity as monitor of the Petitioners, dated January [●], 2024; **AND PURSUANT TO** the *Companies’ Creditors Arrangement Act*, R.S.C. 1985 c. C-36 as amended (the “**CCAA**”), the *Supreme Court Civil Rules* and the inherent jurisdiction of this Honourable Court;

THIS COURT ORDERS AND DECLARES THAT:

Engagement of Origin

1. The engagement letter (the “**IB Agreement**”) dated December 23, 2023 among Origin, Nexii Building Solutions Inc. and Omicron Canada Inc., an unredacted copy of which is attached as Exhibit A to the Confidential Affidavit, is approved.

2. The Petitioners are authorized and directed, without the need for any further order of this Court, to pay Origin, whenever due, all fees, expenses and other amounts contemplated in the IB Agreement, including the Monthly Fee and, if applicable, the Transaction Fee (as each is defined in the IB Agreement).
3. Origin is granted a charge on the Property (as defined in the Amended and Restated Order made January 22, 2024 in these proceedings (the “**ARIO**”)) as security for the monthly fee that is payable to Origin under the terms of the IB Agreement (the “**Monthly Fee Charge**”). The Monthly Fee Charge shall not exceed \$200,000 and shall have the priority set out in the ARIO.
4. Origin is granted a charge on any sale proceeds of any transaction(s) arising from the Sale Process as security for the transaction fee that may become payable to Origin under the terms of the IB Agreement up to the amount of the applicable fee (the “**Transaction Fee Charge**”). The Transaction Fee Charge shall have the priority set out in the ARIO.
5. Origin, in its capacity as financial advisor in the Sale Process, shall be treated as unaffected in any plan of arrangement or compromise filed by the Petitioners under the CCAA or any proposal filed by the Petitioners under the *Bankruptcy and Insolvency Act*, including with respect to the amounts payable to Origin under the IB Agreement.
6. Origin, its affiliates, partners, directors, employees, agents and controlling persons shall incur no liability with respect to any losses, claims, damages or liabilities of any nature or kind to any person in connection with its engagement by the Petitioners or carrying out the mandate contemplated by the IB Agreement, except to the extent such losses, claims, damages or liabilities result from gross negligence or wilful misconduct.

Approval of Sale Process

7. The sale procedures (the “**Sale Process**”), in substantially the form attached as **Schedule “B”** hereto, are approved and the Petitioners and the Monitor are hereby authorized to implement the Sale Process pursuant to the terms thereof.

8. The Monitor, with the assistance of Origin, is authorized and directed to take any and all actions as may be necessary or desirable to implement and carry out the Sale Process in accordance with its terms and this Order.

9. In addition to all protections afforded under the ARIO, the CCAA and at law, each of Origin, the Monitor, the Petitioners and their respective affiliates, partners, directors, employees, agents, consultants, advisors, experts, accountants, counsel and controlling persons shall have no liability with respect to any and all losses, claims, damages or liabilities, of any nature or kind, to any Person in connection with or as a result of implementing or otherwise in connection with the Sale Process, except to the extent such losses, claims, damages or liabilities result from their respective gross negligence or wilful misconduct, as applicable, as determined by this Court.

PIPEDA

10. Pursuant to clause 7(3)(c) of the *Canada Personal Information Protection and Electronic Documents Act* or Section 18(10)(o) of the *British Columbia Personal Information Protection Act*, the Petitioners, the Monitor and Origin and their respective advisors are authorized and permitted to disclose and transfer to prospective purchasers or bidders, and their advisors, personal information of identifiable individuals, but only to extent desirable or required to negotiate or attempt to complete a transaction pursuant to the Sale Process (a “**Transaction**”). Each prospective purchaser or bidder to whom such personal information is disclosed shall maintain and protect the privacy of such information and limit the use of such information to its evaluation of a Transaction, and if it does not complete a Transaction, shall return all such information to the Petitioners, the Monitor or Origin, as applicable, or in the alternative, destroy all such information and provide confirmation of its destruction if requested by the Petitioners, the Monitor or Origin. The successful purchaser(s) under the Sale Process shall be entitled to use the personal information provide to it in a manner which is in all material respects identical to the prior use of such information by the Petitioners.

General

11. **THIS COURT REQUESTS** the aid and recognition of other Canadian and foreign Courts, tribunal, regulatory or administrative bodies, including any Court or administrative

tribunal of any federal or State Court or administrative body in the United States of America, to act in aid of and to be complementary to this Court in carrying out the terms of this Order where required. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders and to provide such assistance to the Petitioners and to the Monitor, as an officer of this Court, as may be necessary or desirable to give effect to this Order, to grant representative status to the Monitor in any foreign proceeding, or to assist the Petitioners and the Monitor and their respective agents in carrying out the terms of this Order.

12. Endorsement of this Order by counsel appearing on this application, other than counsel for the Petitioners, is hereby dispensed with.

THE FOLLOWING PARTIES APPROVE THE FORM OF THIS ORDER AND CONSENT TO EACH OF THE ORDERS, IF ANY, THAT ARE INDICATED ABOVE AS BEING BY CONSENT:

Signature of Lisa Hiebert

Party Lawyer for the Petitioners

BY THE COURT

REGISTRAR

Schedule "E"

Draft Order – Sealing Order (attached)

IN THE SUPREME COURT OF BRITISH COLUMBIA
IN THE MATTER OF THE COMPANIES' CREDITORS
ARRANGEMENT ACT, RSC 1985, c C-36, as amended

and

IN THE MATTER OF NEXII BUILDING SOLUTIONS INC.,
NEXII CONSTRUCTION INC, NBS IP INC. and NEXII HOLDINGS INC.

PETITIONERS

SEALING ORDER

BEFORE THE HONOURABLE)
JUSTICE STEPHENS) JANUARY 22, 2024
)

ON THE APPLICATION of the Petitioners coming on for hearing at Vancouver, British Columbia, on the 22nd day of January, 2024; **AND ON HEARING** Lisa Hiebert and Kibben Jackson, counsel for the Petitioners, and those other counsel listed on **Schedule "A"**; **AND UPON READING** the Affidavits #2, #3 and #4 of William Tucker, each made January █, 2024; **AND UPON BEING ADVISED** that the parties on the Service List were given notice; **AND PURSUANT TO** the *Supreme Court Civil Rules* and the inherent jurisdiction of this Honourable Court;

THIS COURT ORDERS AND DECLARES THAT:

1. Access to the sealed items are permitted by:

- Counsel of Record
- Parties on Record
- Further Court Order
- Others

2. The following documents are to be sealed by the Registrar of this Honourable Court for the duration noted:

Document Name:	Date filed: <i>(Date on Court Stamp)</i>	Number of copies filed, including any extra copies for the judge.	Duration of sealing order: <i>(to specific date or until further order)</i>	Sought	Granted	
					YES	NO
1) Entire File				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
2) Specific Documents Affidavit #3 of William Tucker made January __, 2024, to be filed Affidavit #4 of William Tucker made January __, 2024, to be filed	To be filed. To be filed.	One copy to be sealed. One copy to be sealed.	Until completion of a transaction pursuant to the Sale Process Order made January 22, 2024, to be evidenced by filing a Monitor's certificate. Until further order of this court.	<input type="checkbox"/> <input type="checkbox"/>	<input type="checkbox"/> <input type="checkbox"/>	<input type="checkbox"/> <input type="checkbox"/>
3) Clerk's Notes				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4) Order				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

3. Endorsement of this Order by counsel appearing on this application other than counsel for the Petitioners is hereby dispensed with.

THE FOLLOWING PARTIES APPROVE THE FORM OF THIS ORDER AND CONSENT TO EACH OF THE ORDERS, IF ANY, THAT ARE INDICATED ABOVE AS BEING BY CONSENT:

Signature of Lisa Hiebert / Kibben Jackson
Lawyer for the Petitioners, Nexii Building
Solutions Inc, Nexii Construction Inc., NBS IP
Inc., and Nexii Holdings Inc..

BY THE COURT

REGISTRAR