



District of	British Columbia
Division	No. 03 - Vancouver
Estate No.	11-2839679
Court No.	B-220203

IN THE SUPREME COURT OF BRITISH COLUMBIA

IN THE MATTER OF THE BANKRUPTCIES OF

**MERRITT OPERATIONS SERVICES LIMITED PARTNERSHIP
AND
NICOLA VALLEY OPERATIONS SERVICES INC.**

TRUSTEE'S PRELIMINARY REPORT

June 24, 2022

TABLE OF CONTENTS

INTRODUCTION 1
 Terms of Reference..... 1
BACKGROUND TO THE PARTNERSHIPS’ FINANCIAL DIFFICULTIES..... 2
ASSETS 4
 Cash..... 4
 Accounts receivable and other receivables 4
 Related party receivables..... 4
CONSERVATORY AND PROTECTIVE MEASURES..... 5
CREDITORS..... 5
 Unsecured Creditors 5
 Provable Claims 5
 Anticipated Realization and Projected Distribution 5
LEGAL PROCEEDINGS, REVIEWABLE TRANSACTIONS AND TRANSFERS 6
OTHER MATTERS 6

INTRODUCTION

- 1) Merritt Operations Services Limited Partnership ("**MOSL**") was formed on July 7, 2014 under the laws of the province of Manitoba and Nicola Valley Operations Services Inc. ("**NVOSI**", collectively with MOSL, the "**Partnerships**") was incorporated on January 21, 2014 under the Canada Business Corporation Act (R.S.C., c. C-44).
- 2) The Trustee understands that NVOSI was incorporated and exclusively acted for the sole purpose of being the general partner of MOSL in the context of the Merritt Green Energy Project (the "**Project**").
- 3) MOSL is a single purpose limited partnership that was formed between Veolia Energy Canada Inc. ("**Veolia Canada**"), formerly Dalkia Canada Inc. prior to January 7, 2016 as limited partner and NVOSI, as general partner.
- 4) The Partnerships are 100% owned by Veolia Environnement S.A., ("**Veolia**"), a French company. Please refer to the organization chart appended in **Appendix "A"** for further details of the Partnerships' ownership structure.
- 5) On June 7, 2022 (the "**Date of Bankruptcy**"), on the application of Veolia ES Canada Inc. ("**VESCI**"), an unsecured creditor, the Partnerships were adjudged bankrupt pursuant to an order of the Supreme Court of British Columbia in bankruptcy and insolvency (the "**Court**") and the provisions of the *Bankruptcy and Insolvency Act* ("**BIA**") and Deloitte Restructuring Inc. was appointed as Licensed Insolvency Trustee of the estates of the Partnerships ("**Trustee**"), subject to affirmation by the creditors at the first meeting of creditors.
- 6) As NVOSI was incorporated and exclusively acted for the sole purpose of being the general partner of MOSL in the context of the Project, and in such capacity, is liable for all of the debts of MOSL, an order from the Court dated June 7, 2022 was obtained by VESCI directing that the estate of MOSL and the estate of NVOSI (collectively, the "**Estates**") be procedurally and substantively consolidated and that the Trustee, in its capacity as Licensed Insolvency Trustee of the Partnerships, be authorized and directed to administer the Estates on a consolidated basis for all purposes in carrying out its administrative duties and other responsibilities as Trustee under the BIA.
- 7) The purpose of this Trustee's Preliminary Report ("**Report**") is to:
 - a) Provide background information concerning the Partnerships' affairs and the causes of financial difficulties;
 - b) Provide the Trustee's preliminary evaluation of the assets and liabilities of the Partnerships; and
 - c) Outline the key activities of the Trustee since its appointment.

Terms of Reference

- 8) In preparing this Report, the Trustee has relied upon unaudited financial and other information prepared by the Partnerships' former management and directors, the books and records of the Partnerships, and discussions with former management and directors.

- 9) The Trustee has not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the information in a manner that would wholly or partially comply with Generally Accepted Assurance Standards pursuant to the *Chartered Professional Accountants Canada Handbook* and, accordingly, the Trustee expresses no opinion or other form of assurance in respect of this information.
- 10) The Trustee assumes no responsibility or liability for any loss or damage occasioned by any party as a result of the circulation, publication, reproduction, or use of this Report. Any use which any party makes of this Report, or any reliance or decision to be made based on this Report, is the sole responsibility of such party.
- 11) All dollar amounts in this Report are expressed in Canadian dollars, unless otherwise indicated.

BACKGROUND TO THE PARTNERSHIPS' FINANCIAL DIFFICULTIES

- 12) The Trustee understands that the Partnerships were formed and incorporated for the specific purpose of entering into various agreements, acknowledgements and consents with third parties with a view to carrying out the operation and maintenance of the Project.
- 13) The Project is an electricity generation project located in Merritt, British Columbia, that involves the burning of biomass. The Trustee understands that the central entity responsible for entering into different agreements to ensure the development of the Project was Merritt Green Energy Limited Partnership ("**ProjectCo**").
- 14) ProjectCo was financed through (i) equity investments by Fengate Capital Management Ltd. ("**Fengate Capital**") and Veolia Canada, and (ii) debt financing from a syndicate of secured lenders (the "**Lenders**").
- 15) MOSL provided services in relation to the operation and maintenance of the Project, including the manpower to run the power plant. Services were provided pursuant to the operation and maintenance contract with ProjectCo dated July 7, 2014 (the "**O&M Contract**").
- 16) On May 1, 2014, the Trustee understands that VESCI entered into a Treasury Agreement (as may have been amended from time to time, the "**Agreement**") with, inter alios, Veolia Canada, on behalf of its wholly owned subsidiaries, including the Partnerships. Pursuant to the Agreement, VESCI agreed, among other things, to a global cash management system in which its subsidiaries (including the Partnerships) may be offered to participate. The Trustee understands that this resulted in regular transfers of any funds on deposit in the Partnerships' bank accounts to VESCI ("**Cash Sweeps**").
- 17) The Trustee understands that in recent years the Project suffered significant issues including:
 - a. Construction delays and defects, which resulted in higher and unplanned expenses;
 - b. Forest fires in British Columbia, which disrupted the biomass fuel supply in the area and increased Canadian softwood lumber tariffs; and

- c. The closure of several sawmills in the vicinity of the Project site which resulted in reduced availability of fuel, which made it challenging to deliver fuel that complied with the specifications required.
- 18) The Trustee is advised that, as a result of the various issues affecting the Project, ProjectCo suffered significant liquidity issues and a default was triggered under the O&M Contract and other agreements.
- 19) The Lenders, ProjectCo, Partnerships, Veolia Canada, Fengate Capital and other related parties ultimately entered into a Settlement and Release Agreement dated May 21, 2021 (the "**Settlement Agreement**").
- 20) As part of the Settlement Agreement, the Trustee understands that the O&M Contract was terminated on a consensual basis and all amounts owing to and from ProjectCo thereunder were concurrently released and extinguished. The Trustee understands that a sale process was undertaken for the Project which culminated in a successful sale of the Project.
- 21) The Trustee understands that as of May 2022, the Partnerships had effectively wound down their operations, including a successful transfer of their employees to other entities of the Veolia group and substantially all of the assets of the Partnerships had been sold.
- 22) The Trustee understands that the Partnerships had not made the required payments to VESCI, pursuant to the Agreement. On May 9, 2022 VESCI sent a notice of default to MOSL demanding payment of the total amount of indebtedness owing under the Agreement in capital, interest, costs and fees, which represented \$6,953,777 as of April 30, 2022, plus continuing interest.
- 23) Pursuant to the above, VESCI filed a Petition for Bankruptcy Order against the Partnerships on May 25, 2022 and the Partnerships were adjudged bankrupt on June 7, 2022.
- 24) A summary of MOSL's most recent unaudited annual financial results is shown below.

\$	Unaudited Year ended Dec-31-2021
Revenue	6,673,746
Expenses	
Operating costs	(5,234,591)
Administrative expenses	(8,369)
Interest expense	(64,386)
FX G/L	(256)
Unrealized G/L	(1,357)
Total expenses/(income)	(5,308,957)
Profit/(Loss)	1,364,788

- 25) The cumulative reported losses of MOSL to December 31, 2021 totaled \$9,888,436.

- 26) Prior to 2020, MOSL’s financial statements were audited by Ernst and Young LLP, however MOSL’s annual financial statements have not been audited since December 31, 2019.

ASSETS

- 27) Pursuant to an asset purchase agreement dated November 26, 2021, (the “**APA**”), MOSL and Merritt FuelCo Limited Partnership, a related entity supplying the Project with biomass fuel, together sold substantially all of their collective assets to ProjectCo. The assets were collectively sold for \$500,000. The Trustee has a copy of the APA and is gathering further information to review this transaction and the allocation of asset realizations between the entities.
- 28) The review of this transaction is part of the Trustee’s review for any preferences or transfers at undervalue by the Partnerships for the 12 months before the Date of Bankruptcy (the “**Trustee Transaction Review**”).
- 29) The Trustee assisted the former directors with producing a consolidated statement of affairs of the Partnerships as of the Date of Bankruptcy (the “**SoA**”), a copy of which is attached as **Appendix “B”**. The significant assets of the Partnerships are outlined below.

Cash

- 30) As of the Date of Bankruptcy, the Partnerships had \$nil in cash at the Royal Bank of Canada (the “**Bank**”). The Trustee understands that the ending daily bank balance was always at \$nil as a result of the Cash Sweeps.
- 31) The Trustee will be reviewing the Bank transactions and related Cash Sweeps as part of the Trustee Transaction Review.

Accounts receivable and other receivables

- 32) As detailed in the SoA, the Partnerships recorded amounts receivable from third parties of \$114,423 at the Date of Bankruptcy, comprising:
- \$439 owed by Cleartech Industries Inc. The Trustee is reviewing the details of this debt in order to determine the quantum of any realizable value; and
 - \$113,984 due from Canada Revenue Agency (“**CRA**”) in relation to GST. This debt is expected to be fully realized as the Trustee is not aware of any debts owing to CRA.

Related party receivables

- 33) As of the Date of Bankruptcy, the Partnerships’ internal financial reporting showed the below amounts receivable from related parties:

\$ Counterparty	Related party receivable		
	MOSL	NVOSI	Combined
Nicola Valley FuelCo Inc	118	-	118
Merritt FuelCo LP	169,573	-	169,573
Merritt Green Energy LP	519	-	519
Total	170,210	-	170,210

- 34) The Trustee will review the above claims and, in consultation with any estate inspector(s) and through information to be provided by Veolia, file any necessary claims.

CONSERVATORY AND PROTECTIVE MEASURES

- 35) The Trustee has received various electronic books and records of the Partnerships and is coordinating the provision of the required remaining books and records.

CREDITORS

Unsecured Creditors

- 36) The SoA indicates unsecured creditors with claims totaling \$8,190,083 all of which is owed to related parties, as detailed below:

<u>\$</u> <u>Counterparty</u>	<u>Related party payable</u>		
	<u>MFL</u>	<u>NVFI</u>	<u>Combined</u>
Fort St. James Operations Services LP	(118,205)	-	(118,205)
Fort St. James FuelCo LP	(30,351)	-	(30,351)
Merritt Fuel HoldCo Inc.	(2,352)	-	(2,352)
Veolia North America, LLC	(859)	-	(859)
Veolia Environnement S.A.	(8,171)	-	(8,171)
Veolia Water Canada Inc.	(569)	-	(569)
Veolia ES Canada Industrial Services Inc.	(59,412)	-	(59,412)
Veolia ES Canada Inc.	(6,953,777)	-	(6,953,777)
Veolia Energie International S.A.	(10,385)	-	(10,385)
Veolia Infrastructure Services Canada Inc.	(209)	-	(209)
Veolia Services Drummondville Inc.	(211)	-	(211)
Veolia Energy Canada Inc.	(1,005,581)	-	(1,005,581)
Total	(8,190,083)	-	(8,190,083)

- 37) The amounts owing to unsecured creditors will be determined based on proofs of claim filed by creditors and admitted by the Trustee.

Provable Claims

- 38) At the time of finalizing this Report, no proofs of claim have been received by the Trustee.

Anticipated Realization and Projected Distribution

- 39) In summary, the Partnerships' SoA shows a deficiency of approximately \$8,076,099, before costs of realization.
- 40) The Trustee cannot estimate any potential distributions to the unsecured creditors at this time as it will need to determine what assets are realized upon and the quantum of claims filed.
- 41) In consideration of the Trustee agreeing to act as trustee of the Estates, Veolia Canada provided the Trustee with a fee guarantee to guarantee payment to the Trustee of all fees, disbursements and taxes, which have been validly incurred, approved by the inspector(s), if any are appointed, and taxed by the Court in connection with the

Trustees administration of the Estates in the event that asset realizations are insufficient to satisfy these amounts.

LEGAL PROCEEDINGS, REVIEWABLE TRANSACTIONS AND TRANSFERS

- 42) At the time of this Report, the Trustee is not aware of any legal proceedings against the Partnerships.
- 43) The Trustee is in the process of completing the Trustee Transaction Review to determine that all receipts and disbursements occurred in the normal course of business and that no creditor has received preferential treatment.

OTHER MATTERS

- 44) Further information and materials regarding these proceedings may be obtained from the Trustee's website at:
<https://www.insolvencies.deloitte.ca/en-ca/Pages/Merritt-Operations-Services-Limited-Partnership-and-Nicola-Valley-Operations-Services-Inc.aspx?searchpage=Search-Insolvencies.aspx>

Dated at Vancouver, this 24th day of June, 2022.

DELOITTE RESTRUCTURING INC.

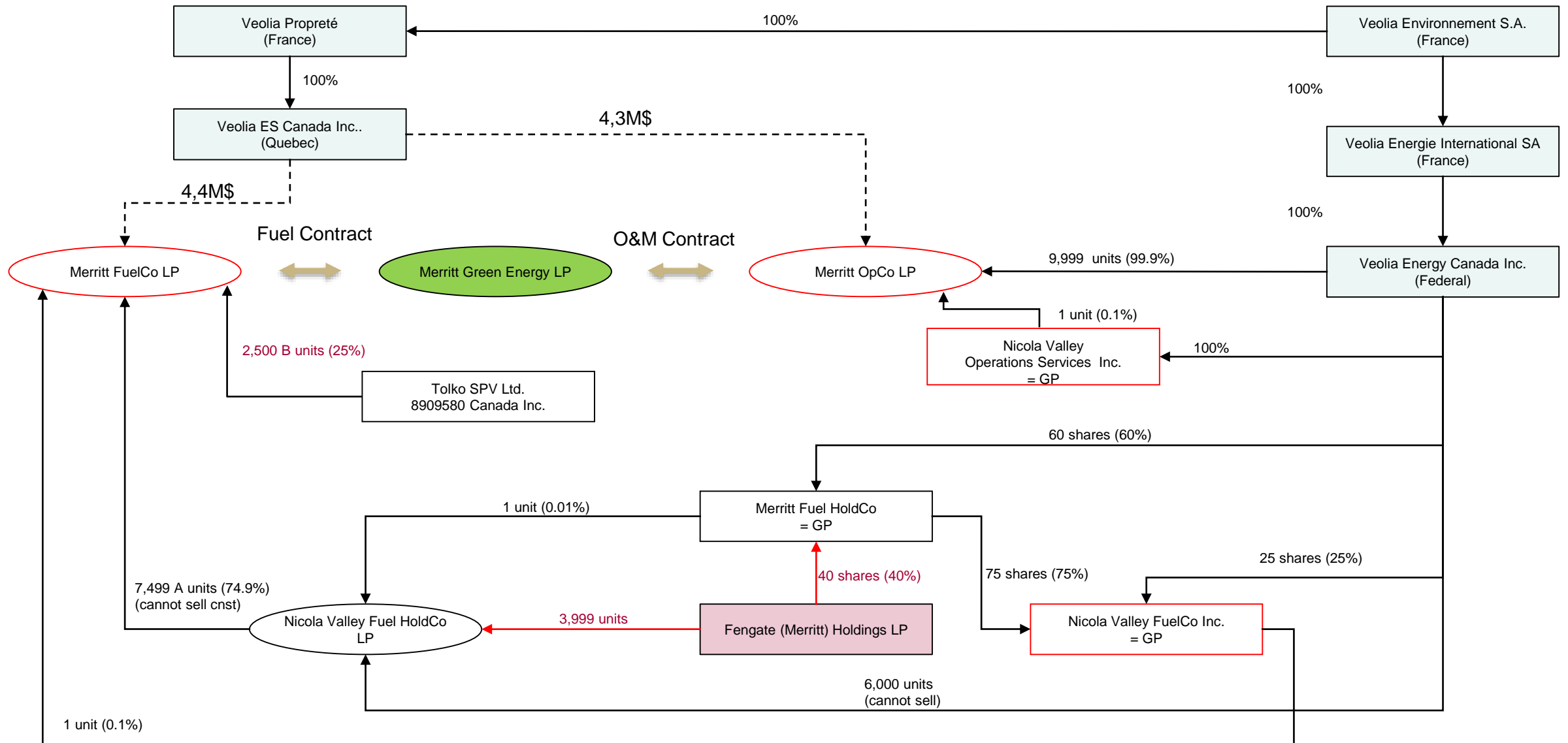
In its capacity as Trustee in Bankruptcy of
Merritt Operations Services Limited Partnership and Nicola Valley Operations Services Inc.
and not in its personal capacity

Per: 

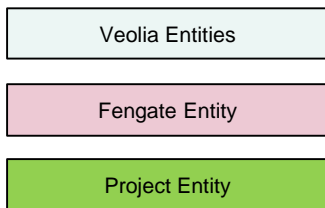
Jeff Keeble, CPA, CA, CIRP, LIT, CVB

Appendix A
Merritt Green Energy Project Group Structure Chart

Merritt Project



Legend:



Appendix B
Statement of Affairs in the matter of the bankruptcies of MOSL and NVOSI dated
June 13, 2022

District of: British Columbia
 Division No. 03 - Vancouver
 Court No. B220203
 Estate No. 11-254402

Original Amended

- Form 78 -
 Statement of Affairs (Business Bankruptcy) made by an entity
 (Subsection 49(2) and Paragraph 158(d) of the Act / Subsections 50(2) and 62(1) of the Act)

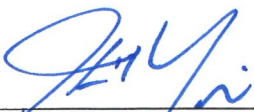
In the matter of the bankruptcy of
 Merritt Operations Services LP and Nicola Valley Ops Services Inc.
 of the City of Merritt, in the Province of British Columbia

To the bankrupt
 You are required to carefully and accurately complete this form and the applicable attachments showing the state of your affairs on the date of the bankruptcy, on the 7th day of June 2022. When completed, this form and the applicable attachments will constitute the Statement of Affairs and must be verified by oath or solemn declaration.

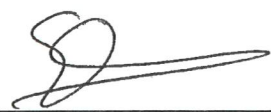
LIABILITIES (as stated and estimated by the officer)		ASSETS (as stated and estimated by the officer)	
1. Unsecured creditors as per list "A"	8,190,082.68	1. Inventory	0.00
Balance of secured claims as per list "B"	0.00	2. Trade fixtures, etc.	0.00
Total unsecured creditors	8,190,082.68	3. Accounts receivable and other receivables, as per list "E"	
2. Secured creditors as per list "B"	0.00	Good	284,633.37
3. Preferred creditors as per list "C"	0.00	Doubtful	0.00
4. Contingent, trust claims or other liabilities as per list "D" estimated to be reclaimable for	0.00	Bad	0.00
Total liabilities	8,190,082.68	Estimated to produce	113,983.78
Surplus	NIL	4. Bills of exchange, promissory note, etc., as per list "F" ...	0.00
		5. Deposits in financial institutions	0.00
		6. Cash	0.00
		7. Livestock	0.00
		8. Machinery, equipment and plant	0.00
		9. Real property or immovable as per list "G"	0.00
		10. Furniture	0.00
		11. RRSPs, RRIFFs, life insurance, etc.	0.00
		12. Securities (shares, bonds, debentures, etc.)	0.00
		13. Interests under wills	0.00
		14. Vehicles	0.00
		15. Other property, as per list "H"	0.00
		If bankrupt is a corporation, add:	
		Amount of subscribed capital	0.00
		Amount paid on capital	0.00
		Balance subscribed and unpaid	0.00
		Estimated to produce	0.00
		Total assets	113,983.78
		Deficiency	8,076,098.90

I, Stephane Jouzier, of the City of Paris in Ile-de-France, do swear (or solemnly declare) that this statement and the attached lists are to the best of my knowledge, a full, true and complete statement of the affairs of the Corporation on the 10th day of June 2022 and fully disclose all property of every description that is in my possession or that may devolve on me in accordance with the Act.

SWORN (or SOLEMNLY DECLARED) remotely by Stephane Jouzier stated as being located in the City of Paris in Ile-de-France before me at the City of Vancouver in the Province of British Columbia, on this 13th day of June 2022 in accordance with provincial Regulation on Administering Oath or Declaration Remotely.



 Jordan Yin, Commissioner for Taking Affidavits For the
 Province of British Columbia
 Expires February 29, 2024



 Stephane Jouzier

JORDAN K.H. YIN
 A Commissioner for Taking Affidavits
 Within the Province of British Columbia
 PO BOX 2177 Vancouver Main
 Vancouver, B.C. V6B 3V7
 Appointment Expires: February 29, 2024

District of: British Columbia
 Division No. 03 - Vancouver
 Court No. B220203
 Estate No. 11-254402

FORM 78 -- Continued

In the matter of the bankruptcy of
 Merritt Operations Services LP and Nicola Valley Ops Services Inc.
 of the City of Merritt, in the Province of British Columbia
 List "A"
 Unsecured Creditors

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of creditor	Address	Unsecured claim	Balance of claim	Total claim
1	Fort St. James FuelCo LP (V262)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	30,351.05	0.00	30,351.05
2	Fort St. James Operations Services LP (V261)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	118,204.83	0.00	118,204.83
3	Merritt Fuel HoldCo Inc. (GP) (V266)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	2,352.42	0.00	2,352.42
4	Veolia Energie International Sa (V020)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	10,385.00	0.00	10,385.00
5	Veolia Energy Canada Inc. (V327)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	1,005,580.52	0.00	1,005,580.52
6	Veolia Environnement S.A. (2000)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	8,171.49	0.00	8,171.49
7	Veolia ES Canada Inc. (R274)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	6,953,777.29	0.00	6,953,777.29
8	Veolia ES Canada Industrial Services Inc. / Veolia ES Canada Services Industriels Inc. (D499)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	59,411.86	0.00	59,411.86
9	Veolia Infrastructure Services Canada Inc.(V271)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	208.56	0.00	208.56
10	Veolia North America, LLC (2407)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	858.81	0.00	858.81
11	Veolia Sante Services Montreal (V284)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	0.01	0.00	0.01
12	Veolia Services Drummondville Inc. (V290)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	211.41	0.00	211.41
13	Veolia Water Canada, Inc. (B015)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	569.43	0.00	569.43
Total:			8,190,082.68	0.00	8,190,082.68



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
Division No. 03 - Vancouver
Court No. B220203
Estate No. 11-254402

FORM 78 – Continued

In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops Services Inc.
of the City of Merritt, in the Province of British Columbia
List "B"
Secured Creditors

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of creditor	Address	Amount of claim	Particulars of security	When given	Estimated value of security	Estimated surplus from security	Balance of claim
			Total: 0.00			0.00	0.00	0.00



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
Division No. 03 - Vancouver
Court No. B220203
Estate No. 11-254402

FORM 78 - Continued

In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops Services Inc.
of the City of Merritt, in the Province of British Columbia
List "C"
Preferred Creditors for Wages, Rent, etc.

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of creditor	Address and occupation	Nature of claim	Period during which claim accrued	Amount of claim	Amount payable in full	Difference ranking for dividend
Total:					0.00	0.00	0.00



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
Division No. 03 - Vancouver
Court No. B220203
Estate No. 11-254402

FORM 78 – Continued

In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops Services Inc.
of the City of Merritt, in the Province of British Columbia
List "D"
Contingent or Other Liabilities

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of creditor or claimant	Address and occupation	Amount of liability or claim	Amount expected to rank for dividend	Date when liability incurred	Nature of liability
Total:			0.00	0.00		



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
 Division No. 03 - Vancouver
 Court No. B220203
 Estate No. 11-254402

FORM 78 - Continued

In the matter of the bankruptcy of
 Merritt Operations Services LP and Nicola Valley Ops Services Inc.
 of the City of Merritt, in the Province of British Columbia

List "E"
 Debts Due to the Bankrupt

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of debtor	Address and occupation	Nature of debt	Amount of debt (good, doubtful, bad)	Folio of ledgers or other book where particulars to be found	When contracted	Estimated to produce	Particulars of any securities held for debt
1	Cleartech Industries Inc.	C/O 939 Granville St Vancouver BC V6Z 1L3	AR	439.42 0.00 0.00		29-Apr-2022	0.00	N/A
2	CRA-GST	9755 King George Boulevard Surrey BC V3T 5E1	GST	113,983.78 0.00 0.00		29-Apr-2022	113,983.78	N/A
3	Merritt FuelCo LP (V270)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	Interco	169,572.91 0.00 0.00		29-Apr-2022	0.00	N/A
4	Merritt Green Energy LP (V277)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	Interco	519.29 0.00 0.00		29-Apr-2022	0.00	N/A
5	Nicola Valley Fuelco Inc. (V267)	555 René-Lévesque Boulevard West Suite 1450 Montreal QC H2Z 1B1	Interco	117.97 0.00 0.00		29-Apr-2022	0.00	N/A
Total:				284,633.37 0.00 0.00			113,983.78	



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
Division No. 03 - Vancouver
Court No. B220203
Estate No. 11-254402

FORM 78 - Continued

In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops Services Inc.
of the City of Merritt, in the Province of British Columbia
List "F"

Bills of Exchange, Promissory Notes, Lien Notes, Chattel
Mortgages, etc., Available as Assets

Merritt Operations Services LP and Nicola Valley Ops Services In

No.	Name of all promissory, acceptors, endorsers, mortgagors, and guarantors	Address	Occupation	Amount of bill or note, etc.	Date when due	Estimated to produce	Particulars of any property held as security for payment of bill or note, etc.
Total:				0.00		0.00	



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
Division No. 03 - Vancouver
Court No. B220203
Estate No. 11-254402

FORM 78 – Continued

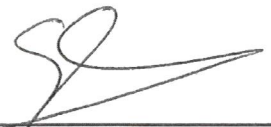
In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops Services Inc.
of the City of Merritt, in the Province of British Columbia
List "G"
Real Property or Immovables Owned by Bankrupt
Merritt Operations Services LP and Nicola Valley Ops Services In

Description of property	Nature of bankrupt interest	In whose name does title stand	Total value	Particulars of mortgages, hypothecs, or other encumbrances (name, address, amount)	Equity or surplus
Total:			0.00		0.00



07-Jun-2022

Date



Stephane Jouzier

District of: British Columbia
 Division No. 03 - Vancouver
 Court No. B220203
 Estate No. 11-254402

FORM 78 -- Concluded

In the matter of the bankruptcy of
 Merritt Operations Services LP and Nicola Valley Ops Services Inc.
 of the City of Merritt, in the Province of British Columbia
 List "H"
 Property

Merritt Operations Services LP and Nicola Valley Ops Services Inc
 FULL STATEMENT OF PROPERTY

Nature of property	Location	Details of property	Original cost	Estimated to produce
(a) Stock-in-trade			0.00	0.00
(b) Trade fixtures, etc.			0.00	0.00
(c) Cash in financial institutions			0.00	0.00
(d) Cash on hand			0.00	0.00
(e) Livestock			0.00	0.00
(f) Machinery, equipment and plant			0.00	0.00
(g) Furniture			0.00	0.00
(h) Life insurance policies, RRSPs, etc.			0.00	0.00
(i) Securities			0.00	0.00
(j) Interests under wills, etc.			0.00	0.00
(k) Vehicles			0.00	0.00
(l) Taxes			0.00	0.00
(m) Other			0.00	0.00
			Total:	0.00



07-Jun-2022

Date



Stephane Jouzier

Court No. B220203

File No. 11-254402

In the matter of the bankruptcy of
Merritt Operations Services LP and Nicola Valley Ops
Services Inc.
of the City of Merritt, in the Province of British
Columbia

Form 78 (Bill C-12)
Statement of affairs (Business bankruptcy)

Deloitte Restructuring Inc. - Licensed Insolvency
Trustee

939 Granville Street
Vancouver BC V6Z 1L3
Phone: (604) 669-4466 Fax: (604) 602-1583

Q2

SJ