

- (b) any assignment in bankruptcy or any petition for a bankruptcy order now or hereafter issued pursuant to the *Bankruptcy and Insolvency Act* (the "**BIA**") and any order issued pursuant to any such petition; or
- (c) any provisions of any federal or provincial legislation

the Distribution contemplated by this Order shall be made free and clear of and from any and all security interests (whether contractual, statutory or otherwise), hypothecs, mortgages, trusts, or deemed trusts (whether contractual, statutory, or otherwise), liens, executions, levies, charges or other financial or monetary claims, whether or not they have attached or been perfected, registered or filed, and whether secured or unsecured, shall be binding on any trustee in bankruptcy that may be appointed, and shall not be void or voidable nor deemed to be a preference, assignment, fraudulent conveyance, transfer at undervalue or other reviewable transaction under the *Companies' Creditors Arrangement Act* ("**CCAA**"), the BIA or any other applicable federal or provincial legislation, as against the Monitor and the party receiving the Distribution pursuant to this Order, and shall not constitute oppressive or unfairly prejudicial conduct pursuant to any applicable federal or provincial legislation.

3. In addition to the rights and protections afforded to the Monitor under the Second Amended and Restated Initial Order granted by this Court on December 19, 2024 (the "**SARIO**"), the Monitor shall not be liable for any act or omission on the part of the Monitor pertaining to the Distribution made under this Order, save and except for any claim or liability arising out of any gross negligence or willful misconduct on the part of the Monitor. Nothing in this Order shall derogate from the protections afforded to the Monitor under the SARIO, or any other federal or provincial applicable law.

4. Notwithstanding any other provision of this Order and without in any way limiting the protections for the Monitor provided for under the SARIO, the CCAA, or any other federal or provincial applicable law, the Monitor shall have no obligation to make any Distribution unless the Monitor is in receipt of funds sufficient to make any such payment.

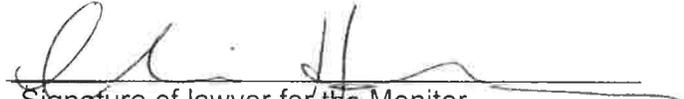
5. The Distribution made by the Monitor under this Order shall not constitute a "distribution" for the purposes of section 159 of the *Income Tax Act*, as amended, or section 270 of the *Excise Tax Act*, or any other similar federal or provincial legislation (collectively, the "**Tax Statutes**"). The Monitor in making any such Distribution is not "distributing", nor shall be considered to "distribute" nor have "distributed", such funds for the purpose of the Tax Statutes, and the Monitor shall not incur any liability under the Tax Statutes in respect of the making of the Distribution ordered or permitted under this Order.

General

6. The Monitor may apply to the Court as necessary to seek further orders and directions with respect to the Distribution made pursuant to this Order.

7. Endorsement of this Order by counsel appearing on this application, other than counsel for the Monitor, 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 lawyer for the Monitor
Claire Hildebrand

BY THE COURT.



Registrar



Schedule "A"

Petitioners

Acorn Forest Products Ltd.
Axon Lumber Ltd.
Coulson Manufacturing 2017 Ltd.
San Cedar Direct Sales Ltd.
San Forest Products Ltd.
San Holdings Inc.
Super-Cut Lumber Industries Ltd.
1224676 B.C. Ltd.
1260729 B.C. Ltd.
Mountainside Logging Ltd.
1170518 B.C. Ltd.
1175465 B.C. Ltd.
San Farming Ltd.
San Forest Specialty Ltd.
San Terminals Inc.

Schedule "B"

Counsel List

COUNSEL NAME	PARTY REPRESENTED
Kendall E. Andersen	Counsel for Business Development Bank of Canada
Glen Nesbitt	Counsel for Royal Bank of Canada

No. S-248267
Vancouver Registry

IN THE SUPREME COURT
OF
BRITISH COLUMBIA

IN THE SUPREME COURT OF BRITISH COLUMBIA

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

AND

IN THE MATTER OF THE CANADA BUSINESS
CORPORATIONS ACT, R.S.C. 1985, c. C-44, THE
BUSINESS CORPORATIONS ACT, S.B.C. 2002, c. 57

AND

IN THE MATTER OF SAN INDUSTRIES LTD.,
AND THOSE PARTIES LISTED ON SCHEDULE "A"

PETITIONERS

ORDER MADE AFTER APPLICATION
(Insurance Claims Assignment)

Claire Hildebrand
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