

Court File No.: CV-26-00035949-00OT
Estate No.: 35-3311888



**ONTARIO
SUPERIOR COURT OF JUSTICE
(IN BANKRUPTCY AND INSOLVENCY)**

THE HONOURABLE) FRIDAY, THE 17TH DAY
)
JUSTICE TEN CATE) OF APRIL, 2026

**IN THE MATTER OF THE NOTICE OF INTENTION TO MAKE A PROPOSAL OF
REACTOR ENGINEERING GROUP LTD.**

ANCILLARY ORDER

THIS MOTION, made by Reactor Engineering Group Ltd. ("**Reactor**"), was heard this day by Zoom videoconference.

ON READING the Motion Record of Reactor, including the Affidavit of Andrew Glover sworn April 10, 2026, including the exhibits thereto (the "**Fourth Glover Affidavit**"), and the Fourth Report to the Court of BDO Canada Limited ("**BDO**") in its capacity as proposal trustee (in such capacity, the "**Proposal Trustee**") dated April 13, 2026 (the "**Fourth Report**"), and on hearing the submissions of counsel for Reactor, counsel for the Proposal Trustee and such other counsel who were present and listed, and no one else appearing for although duly served as appears from the affidavits of service of Mariela Adriana Gasparini sworn April 10 and 13, 2026, filed,

SERVICE

1. **THIS COURT ORDERS** that the time for service of the Notice of Motion and the Motion Record is hereby abridged and validated so that this motion is properly returnable today and hereby dispenses with further service thereof.

EXTENSION OF TIME

2. **THIS COURT ORDERS** that the time for the filing of a proposal by Reactor is hereby extended in accordance with section 50.4(9) of the *Bankruptcy and Insolvency Act*, R.S.C. 1985, c. B-3 (“BIA”) by a period of thirteen (13) days up to and including April 30, 2026.

APPROVAL OF THE FOURTH REPORT

3. **THIS COURT ORDERS** the Fourth Report, and the actions, conduct and activities of the Proposal Trustee as set out therein, be and are hereby approved; provided that only the Proposal Trustee in its personal capacity and only with respect to its own personal liability, shall be entitled to rely upon or utilize in any way such approval.

FEE APPROVAL

4. **THIS COURT ORDERS** that the fees and disbursements of the Proposal Trustee, and the Proposal Trustee’s legal counsel, Aird & Berlis LLP, in connection with these proposal proceedings up to and including March 31, 2026, and their respective estimated fees and disbursements to April 30, 2026, all as set out in the Fourth Report and as more particularized in the Fee Affidavits (as defined in the Fourth Report) appended thereto, be and are hereby approved.

FINANCING

5. **THIS COURT ORDERS** that the maximum permitted principal amount of the DIP Financing, as approved by Order of the Court dated January 16, 2026 (the “**January 16 Order**”), be and is hereby increased to \$[380,000]¹ and the amount secured by the DIP Lenders’ Charge (as defined in the January 16 Order) is increased accordingly.

6. **THIS COURT ORDERS** that the \$40,000 advance made by ATMIS Protective Equipment Inc. (“ATMIS”) to Reactor on April 8, 2026 pursuant to the Secured Grid Promissory note made January 7, 2026 and approved by Order of the Court made January 20,

¹ Amount subject to change

2026, and amended and restated on April 8, 2026 (the “**Amended and Restated Grid Note**”), be and is hereby approved.

DISTRIBUTION

7. **THIS COURT ORDERS** that, after closing of the sale transaction approved by the Approval and Vesting Order made the date of this Order (the “**AVO**”) and the cancellation of the Credit Bid Debt in satisfaction of the Purchase Price as such terms are defined in the Sale Agreement (as defined in the AVO), (i) Reactor, upon written approval and consent of the Proposal Trustee and (ii) any trustee in bankruptcy of Reactor (the “**Bankruptcy Trustee**”), are authorized and directed to make one or more distributions to (the “**Distributions**” and each a “**Distribution**”):

- (a) the DIP Lender in satisfaction of any amounts remaining outstanding under the DIP Financing pursuant to any DIP Certificates issued (as such terms are defined in the January 16 Order); and
- (b) ATMIS for the any amounts outstanding pursuant to the Amended and Restated Grid Note,

provided that, in the opinion of the Proposal Trustee or the Bankruptcy Trustee, as applicable, all claims ranking in priority to the DIP Charge (as defined in the January 16 Order) either have been satisfied or have been accounted for by appropriate reserves taken.

8. **THIS COURT ORDERS** that the Proposal Trustee and the Bankruptcy Trustee, as applicable, are hereby authorized to take all reasonably necessary steps and actions to effect the Distributions set out in paragraph 7 above in accordance with this Order, and shall not incur any liability as a result of making the Distributions.

9. **THIS COURT ORDERS** that, notwithstanding:

- (a) the pendency of this proceeding,
- (b) any applications for a bankruptcy order now or hereafter issued pursuant to the *Bankruptcy and Insolvency Act* (Canada) (“**BIA**”) in respect of the

Reactor and any bankruptcy order issued pursuant to any such application;
and

- (c) any assignment in bankruptcy made in respect of Reactor;

the Distributions made pursuant to this Order are final and irreversible and shall be binding on the bankruptcy trustee that may be appointed in respect of Reactor and shall not be void or voidable by creditors of such entity, nor shall it constitute nor be deemed to be a fraudulent preference, assignment, fraudulent conveyance, transfer at undervalue, or other reviewable transaction under the BIA or any other applicable federal or provincial legislation, nor shall they constitute oppressive or unfairly prejudicial conduct pursuant to any applicable federal or provincial legislation.

FUNDING OF BANKRUPTCY

10. **THIS COURT ORDERS** that, upon the bankruptcy of Reactor, the Proposal Trustee shall transfer the \$84,750 it holds by way of retainer (the “**BDO Retainer**”) from Reactor to the Bankruptcy Trustee to be held by Bankruptcy Trustee on the same terms as a retainer for payment of its professional fees and disbursements in the bankruptcy (including disbursements for the Bankruptcy Trustee’s legal expenses). Transfer of the BDO Retainer to the Bankruptcy Trustee shall not be void against or voidable by Reactor’s creditors, nor shall it constitute or be deemed to be a fraudulent preference, assignment, fraudulent conveyance, transfer at undervalue, or other reviewable transaction under the *BIA* or any other applicable federal or provincial legislation, nor shall it constitute oppressive or unfairly prejudicial conduct pursuant to any applicable federal or provincial legislation

GENERAL

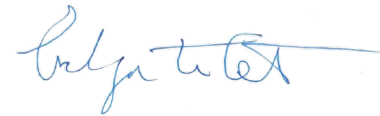
11. **THIS COURT HEREBY REQUESTS** the aid and recognition of any court, tribunal, regulatory or administrative body having jurisdiction in Canada or in the United States to give effect to this Order and to assist Reactor, the Proposal Trustee, and their respective agents in carrying out the terms of this Order. All courts, tribunals, regulatory and administrative bodies are hereby respectfully requested to make such orders and to provide such assistance to Reactor and to the Proposal Trustee, as an officer of this Court, as may be necessary or desirable to give

effect to this Order or to assist Reactor, the Proposal Trustee, and their respective agents in carrying out the terms of this Order.

12. **THIS COURT ORDERS** that Reactor and the Proposal Trustee be at liberty and are 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 for the purpose of having these proceedings recognized in a jurisdiction outside Canada.

13. **THIS COURT ORDERS** that any interested party (including Reactor and the Proposal Trustee) may apply to this Court to vary or amend this Order on not less than seven (7) days' notice to Reactor, the Proposal Trustee, and 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.

14. **THIS COURT ORDERS** that this Order is effective as of 12:01 a.m. Eastern Standard Time on the date hereof, and this Order is enforceable without any need for entry and filing.



Justice E. ten Cate

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**ONTARIO
SUPERIOR COURT OF JUSTICE
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PROCEEDING COMMENCED AT LONDON

ANCILLARY ORDER

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