



Telephone: (902) 425-3100
Fax: (902) 425-3777
www.bdo.ca

BDO Canada Limited
255 Lacewood Drive
Suite 201
Halifax NS B3M 4G2 Canada

February 7, 2025

To the creditors of Karwood Contracting Ltd., Karwood Engineering Inc., Karwood Ontario Ltd., and Karwood Design Group Ltd. (collectively, the “Debtors”)

Re: Proceedings under the *Companies’ Creditors Arrangement Act*

TAKE NOTICE that on February 3, 2025, an order (the “Initial Order”) was granted by the Supreme Court of Newfoundland and Labrador - General Division, In Bankruptcy and Insolvency (the “Court”) pursuant to the *Companies’ Creditors Arrangement Act* (“CCAA”) (Court File No. 2025 01G 0491) granting the Debtors various relief including, but not limited to, an initial stay of proceedings against the Debtors and their assets through to February 13, 2025. The Court appointed BDO Canada Limited as the monitor of the Debtors (the “Monitor”).

Pursuant to the Initial Order, the Debtors are to continue to carry on business in a manner consistent with the commercially reasonable preservation of its business and assets. The Initial Order provides that claims against the Debtors for unpaid goods and services supplied to the Debtors prior to February 3, 2025, are suspended and creditors are prohibited from continuing or taking any actions or exercising any rights against the Debtors or the Monitor, except with leave of the Court. **You are not required to file a Proof of Claim at this time.**

A copy of the Initial Order and a list of the names and addresses and amount due to the Debtors’ creditors as estimated by management of the Debtors can be found on the Monitor’s website (the “Website”) at: <https://www.bdo.ca/services/financial-advisory-services/business-restructuring-turnaround-services/current-engagements/karwood> or by contacting the Monitor directly. Additional materials will be posted to the Website from time to time and creditors are encouraged to check the Website regularly for updates as to the status of the CCAA proceedings. The next Court application in the proceedings is scheduled for February 13, 2025. Copies of future Court orders and other material relating to the CCAA proceedings will be made available on the Website.

Should you have any questions or concerns please contact Paul Kouadio, of BDO Canada Limited, at (647) 761-1537 or by email at pkouadio@bdo.ca.

Yours truly,

BDO Canada Limited
in its capacity as CCAA Monitor of
Karwood Contracting Ltd., Karwood Engineering Inc.,
Karwood Ontario Ltd., and Karwood Design Group Ltd.
and not in its personal capacity

Per:

Neil Jones, CA, CPA, CIRP, LIT
Senior Vice-President