

April 3, 2020

Re: CANNTRUST HOLDINGS INC., CANNTRUST INC., CTI HOLDINGS (OSOYOOS) INC. AND ELMCLIFFE INVESTMENTS INC. (each an “Applicant” and, collectively, the “Applicants” or “CannTrust”)

CCAA Proceedings

On March 31, 2020, CannTrust commenced court-supervised restructuring proceedings under the Companies’ Creditors Arrangement Act (“CCAA”). Ernst & Young Inc. has been appointed as monitor of CannTrust for these CCAA proceedings (“Monitor”) pursuant to the Order of the Ontario Superior Court of Justice (Commercial List) (the “Court”) dated March 31, 2020 (the “Initial Order”).

A copy of the CCAA Initial Order and materials filed in respect of the CCAA Proceedings may be obtained on the Monitor’s website at: <http://www.ey.com/ca/canntrust>, or on request from the Monitor by calling 416-943-2091 or toll-free at 1-855-224-0800 or by emailing canntrust.monitor@ca.ey.com.

The Initial Order grants, among other things, a stay of proceedings (the “Stay Period”) which may be extended by the Court from time to time.

Except as permitted in the Initial Order, the Initial Order directs CannTrust to make no payments relating to the supply of goods or services made prior to March 31, 2020.

During the Stay Period, all parties are prohibited from commencing or continuing any legal proceedings against CannTrust, and all rights and remedies of all parties against or in respect of CannTrust, their assets, business or respective employees are stayed and suspended except with the written consent of the Monitor or with leave of the Court.

No claims procedure has yet been submitted to, or approved by, the Court and creditors are therefore not required to file proofs of claim at this time.

A hearing to consider certain additional relief in respect of the CCAA Proceedings is scheduled for April 9, 2020 (the “Comeback Motion”). At the Comeback Motion, any interested party who wishes to amend or vary the Initial Order will be entitled to appear or bring a motion before the Court in accordance with the requirements set out in the Initial Order. Court materials and updates as to the date and time of the Comeback Motion, if any, will be made available on the Monitor’s website.

If you have any questions regarding the foregoing or require further information, please consult the Monitor’s website at <http://www.ey.com/ca/canntrust> or by contacting the Monitor by calling 416-943-2091 or toll free at 1-855-224-0800 or by emailing canntrust.monitor@ca.ey.com.