

Highwood Equipment Technologies Inc.
NOTICE AND STATEMENT OF RECEIVER
(Subsections 245(1) and 246(1) of the *Bankruptcy & Insolvency Act*)

In the Matter of the Receivership of Highwood Equipment Technologies Inc. ("Highwood Equipment")

1. Please be advised that on June 2, 2023, Ernst & Young Inc. was appointed as Receiver and Manager (the "**Receiver**") of the current and future assets, undertakings, and properties (the "**Property**") of Highwood Equipment pursuant to an Order (the "**Receivership Order**") of the Honorable Justice D.B. Nixon of the Court of King's Bench of Alberta. A consolidated summary of the net book value of the Property of Highwood Equipment is provided below:

Assets	Net book value¹ (\$CAD)
Accounts Receivable	869,480
Spare parts inventory	408,438
Work-in-progress inventory	7,255,803
Due from related parties	4,497,225
Loan receivable	313,430
Property and Equipment	256,822
Total Assets	13,601,198

Note 1 – Net book value is based on unaudited books and records of Highwood Equipment as at June 2, 2023 and may not represent fair market value of the Property or assets.

2. To the extent permitted under the Receivership Order, the Receiver took possession and control of the Property on June 2, 2023.
3. The following information relates to the receivership:

- a. Address of the insolvent person: Head Office
734 – 42 Ave SE
Calgary, Alberta T2G 0W2
- b. Principal line of business: Service rig manufacturing
- c. Location of the business: Head Office
734 – 42 Ave SE
Calgary, Alberta T2G 0W2
- Shop
Building A (North Building),
80042 – 475th Ave. East
High River, Alberta T1V 1M3

4. The amount owed by Highwood Equipment to each creditor who holds a security on the Property as well as a listing of other creditors of Highwood Equipment and the amount owed to each creditor is described in Appendix 'A'. Highwood Equipment's consolidated liabilities are described below.

Liabilities	\$CAD ²
Secured creditors	11,697,495
Unsecured creditors	2,421,937
Total	14,119,432

Note 2 – The estimated liabilities are based on unaudited books and records of Highwood Equipment as at June 2, 2023.

5. The intended action plan for the Receiver is to realize upon the assets for the benefit of the creditors.
6. The Receiver's contact is:

Ernst & Young Inc.
Calgary City Centre, 2200, 215 – 2nd Street SW
Calgary, AB T2P 1M4

Attention: Jessica Murray
Telephone: (403) 206-5394
Facsimile: (403) 206-5075
Website: <https://www.ey.com/ca/highwood>

Dated at Calgary, Alberta this 12th day of June, 2023

ERNST & YOUNG INC.,
Licensed Insolvency Trustee
Acting in its capacity as court-appointed Receiver and Manager of
Highwood Equipment Technologies Inc.
and not in its personal capacity

Per:



Peter Chisholm, CPA, CA, CIRP, LIT
Senior Vice President

Appendix 'A'

Disclaimers:

1. The claims identified below are based on unaudited books and records of Highwood Equipment as at June 2, 2023. These claims have not been reviewed or audited by the Receiver and are being provided for illustrative purposes only. This claims listing does not in any way represent a complete or final determination of creditor claims against Highwood Equipment. Creditors with currently unknown outstanding balances have been assigned a notional value of \$1.00.

Secured Creditors	\$CAD
HSBC Bank Canada	6,679,476
Business Development Bank of Canada	5,018,016
Export Development Canada	1
Canada Revenue Agency	1
NFS Leasing, Inc.	1
Total	11,697,495

Unsecured Creditors	\$CAD
Humi	146,994
Highwood Global, LP	140,983
Kidco Construction Ltd.	127,742
Inland Machining Services	122,179
RHK Cylinders	92,159
Cranemax Hoisting Inc	91,665
Smits Insulation Services Ltd.	68,332
Sureway Group	63,654
Varsteel	57,285
NAMCO Machine & Gear Works Ltd.	54,811
SBL Contractors Ltd.	52,547
DSV Global Transport and Logistics	52,260
Russel Metals Inc.	51,289
Leavitt Machinery	50,872
Bosch Rexroth Canada Corp	44,862
Hawco Peters and Associates Inc.	39,375
Motion Canada	37,652
Gems Sensors & Controls	37,315
Wajax	35,885
Flo Draulic Group	34,437
C.D.I. International Inc.	33,755
2133284 Alberta Ltd.	33,191
Holloway Houston Inc.	33,099
Evergreen Shippers LLC	31,931

Unsecured Creditors	\$CAD
Transmission Supplies Ltd	27,456
Spooltech	27,362
Horus Consulting Services Inc.	22,932
AC MACHINE WORKS LTD.	22,737
MAK-FX Automation Services Inc.	21,614
Wesco Distribution Canada LP	20,913
Green Line Hose & Fittings	20,021
Oz-Tac Engineering	19,482
D & D Machine Works Ltd.	19,142
Alberta Industrial Controls & Drive Inc	18,766
Intelica	18,423
CBVL	17,712
Metro Machining	17,250
Jacob Trudell	16,093
Sailer Mechanical Ltd	16,007
Norwesco Industries	15,546
Tecumseh	15,409
Gregg Distributors Ltd	15,165
Lacy & Ebeling Engineering Inc.	15,071
Quincie Oilfield Products	14,514
WIKA Instruments Ltd.	14,420
Aarcom Systems Inc.	14,249
VIBCO Vibration Products Inc.	13,874
Cummins Creek Container Sales	13,443
E.B. Horseman & Son	13,186
Rob Wawrzynowski	12,441
Infinite Chartered Accountants	12,372
Laser Fab	11,821
Target Transportation	11,297
HRS Services, ULC	11,261
Luff Industries	11,042
Jackson Power and Electric Ltd	10,637
Calgary Fasteners & Tools	10,541
Loos & Co Inc. Cableware	10,398
Fluid Control Services Inc.	9,598
ARP Automation Controls Inc.	9,261
Linde Canada Inc.	8,827
Weir Minerals	8,736
DSV Global Transport and Logistics	8,280
Jedi Consulting LLC	8,188
JOLIET ELECTRONIC MOTORS	7,863
Alpha Controls & Instrumentation Inc.	7,825
Laser Equation (Operations) Ltd.	7,768

Unsecured Creditors	\$CAD
McMaster-Carr	7,573
MVL Mechanicals Ltd	7,408
HRR Rentals	7,322
HiFab	7,305
Kelbro Inc (Process Solutions International)	7,220
3-CI	7,078
ACCURATE SCREEN & GRATING	6,989
Universe Machine	6,972
Vertical Crane and Rigging	6,675
Hazmasters Inc.	6,669
RA Logistics	5,270
Sloan Anderson	4,700
Belterra Canada	4,694
Canyon Rigging Inc.	4,620
Peter Neufeld	4,616
Encore Metals	4,612
Pentagon Freight Services Canada Ltd.	4,598
All Metal Manufacturing Services Ltd.	4,561
Stampede Crane & Rigging	4,514
Myarc Electric Ltd.	4,392
Guillevin International Co.	4,305
TriQuest	4,300
Peco Electrical Ltd.	4,270
Predictive Inspections Ltd.	4,232
WEG / VJ Pemensky Canada Inc.	3,923
The Bolt Supply House Ltd.	3,847
Marge's Janitorial Ltd.	3,764
Ferg's Septic Service Ltd.	3,719
Westburne	3,702
Darryl Oxtoby	3,567
Brent Kohls	3,488
Norton Rose Fulbright	3,462
Jepson Petroleum (Alberta) Ltd.	3,429
Wainbee Limited	3,330
Cutpoint Inc.	3,147
Digi-Key Electronics	3,088
Bentley Systems Inc	3,046
Aero-Tech Specialty Welding & Fabrication	3,018
Lamarre Equipment Inc.	2,975
AXN Heavy Duty	2,969
Kevin Kerr	2,884
Zimco Instrumentation Inc.	2,882

Unsecured Creditors	\$CAD
Certified Laboratories, Div of NCH Canada Inc.	2,803
Clear Cut Metal Works Inc.	2,734
Curran Strategic Communications	2,651
Unified Alloys	2,514
G&R Picker Services Ltd.	2,397
Svendborg Brakes USA, LLC	2,274
Hercules SLR	2,204
AA Tanks Company	2,138
Wespen Industries Ltd.	2,088
ECI Software Solutions Canada Inc.	1,926
Southgate Process Equipment	1,913
Fountain Tire	1,825
NAMCO Machine & Gear Works Ltd.	1,684
Shaw Enterprises Ltd.	1,651
OES Oilfield Services (USA), Inc.	1,611
ASA Alloys	1,578
Kristian Electric Ltd.	1,443
ULINE	1,394
Ultra-Lite Docks and Doors	1,297
Westec Laser Engraving	1,286
Western Crating International Ltd.	1,192
BTSN	1,166
Igus Inc	1,145
National Trailer Parts	1,142
Tragically Vital the Fresh Coffee Co	1,111
Fort Garry Industries	1,096
Dynamic Office Products	1,044
Protek Safety & Controls Ltd.	1,044
Serva Group (Canada) ULC	1,030
Finning (Canada)	984
PSI Fluid Power	959
CJ Pipe	870
Dynatect Manufacturing Inc.	853
Regier Engineering Ltd.	840
Calgary Welder Test Centre Ltd.	830
AutomationDirect	816
Contact Instruments	806
Craig Johnstone	704
Lutes Building Centre	668
RJames Western Star	665
DNOW Canada ULC	483
Manulife	469
Clay's Industrial Supply Ltd.	463

Unsecured Creditors	\$CAD
Weber Supply Company Inc.	447
Poltec Industrial Engraving Ltd.	446
Sunbelt Rentals of Canada Inc.	367
Graham Dick	362
ScotGrip International	328
Wraptor Signs & Graphics	319
Contain-A-Way Services	307
Spartan Controls	274
High River NAPA	273
Armor Alloys Calgary Ltd.	184
Cole Inter. Canada	131
Eecol Electric	127
Foothills Advocacy In Motion Society	110
Adam Polson	26
Quarry Park Law	25
Pat's Driveline	20
CDI Wash Services	16
Pneumatic Plus	1
Bridge & Company Pty Ltd	1
Allied Electronics & Automation	1
Petroleum Equipment Co. Inc.	1
Lincoln Properties Alberta Inc.	1
Jost International Corp.	1
Roda Deaco	1
Maple Systems, Inc.	1
Hazardous Area Specialists Pty Ltd	1
Lone Star Stainless & Supply Co Inc.	1
Gessman North America Limited	1
4C Trailers Direct	1
Southwest International Trucks	1
Stewart & Stevenson - USA	1
3 FAB Metal Manufacturing Ltd.	1
ITW Air Management (Vortec)	1
HDI Instrument LLC	1
Hydraproducts Limited	1
Gotrade LLC-AED	1
Galco	1
M&M Oil Tools	1
Gulf Hydraulics FZE-AED	1
Gescan	1
The Crosby Group	1
Kessler-Ellis Products	1
Khimji Ramdas LLC	1

Unsecured Creditors	\$CAD
Barik Oilfield Services	1
Meridian Manufacturing Inc.	1
Bin Salim Enterprises LLC	1
Techno Gears Industries LLC	1
AmeriMex Motor & Controls, LLC	1
Mohamed Abdulrahman Al-Bahar LLC	1
TTS MIDSTREAM CORPORATION	1
Highwood Machine Tool	1
Total	2,421,937