

March 21, 2024

**NOTICE TO ALL SUBCONTRACTORS**

**RE: The Receivership of Exclusive Hardwood Flooring Ltd., Action Flooring Ltd. and 811044 Alberta Ltd.**

Dear Subcontractor,

On March 19, 2024, Exclusive Hardwood Flooring Ltd., Action Flooring Ltd. and 811044 Alberta Ltd. (collectively the “**Action Group**”) were placed into receivership pursuant to an Order (the “**Order**”) of the Court of King’s Bench of Alberta (the “**Court**”). As part of the Order, Ernst & Young Inc. (the “**Receiver**”) was appointed as Receiver and Manager of Action Flooring. Additional information about the Receivership proceedings may be found on the Receiver’s website, which is located at: [www.ey.com/ca/actionflooring](http://www.ey.com/ca/actionflooring) (the “**Receiver’s Website**”).

Based on the Company’s books and records, you are a subcontractor of the Action Group. As defined in the Order, all amounts owing to you by the Action Group as of March 19, 2024 (the “**Stay Date**”) are now stayed; however, such amounts will form a claim against the Action Group in the receivership proceedings which will be evaluated by the Receiver and its counsel.

As a result of the Order, the Action Group is prohibited from paying you any amounts owing as at the Stay Date, and the Receiver is currently reviewing the outstanding projects of the Action Group and assessing next steps. If you are currently involved in a project that is ongoing, we ask that you provide the Receiver with information relating to such current project(s), including what the expected costs associated with your work are to date, and the anticipated costs to complete such project(s), in an effort to assist the Receiver in determining next steps.

As noted above, the Receiver is evaluating the on-going projects currently and may determine that certain projects should be completed. In such cases, payment terms will be discussed and negotiated with each impacted subtrade.

The Receiver is truly sorry to have to notify you of these Receivership proceedings and the impact they could have on each of you. In the event you have any questions or concerns about this notice or the receivership proceedings generally, please contact the Receiver via Evan MacKinnon ([evan.mackinnon@parthenon.ey.com](mailto:evan.mackinnon@parthenon.ey.com)) or Mark Shtay ([mark.shtay@parthenon.ey.com](mailto:mark.shtay@parthenon.ey.com)).

Regards,

**ERNST & YOUNG INC.**  
**In its capacity as Receiver of the Action Group**