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March 17, 2025

To the creditors of: 7037163 Canada inc. and Varennes Cellulosic Ethanol LP (doing business as "Varennes Carbon Recycling") («VCR» or the «Debtors»)

Re: Proceedings under the *Companies' Creditors Arrangement Act*¹

Take notice that on March 11, 2025, pursuant to a motion filed by VCR, the Quebec Superior Court for the district of Montréal (the "**Court**") sitting as the designated tribunal pursuant to the *Companies' Creditors Arrangement Act* ("**CCAA**")¹, issued an order (the "**Initial Order**") declaring that the Debtors are debtor companies to which the CCAA applies, appointing Ernst & Young Inc. as monitor (the "**Monitor**") and providing the Debtors with various rights and relief measures. The Court number assigned for this matter is 500-11-065381-259.

Under section 23 of the CCAA, a copy of the Initial Order and a list of the creditors of the Debtors as at March 11, 2025 (the "**Creditors List**"), must be made available to the creditors. Accordingly, you may obtain a copy of the Initial Order and the Creditors List as well as various information pertaining to the CCAA proceedings on the Monitor's website at the following address www.ey.com/vcr.

The Initial Order provides various measures of relief for the Debtors, including, *inter alia*, a stay of legal proceedings against the Debtors or their assets and a prohibition from terminating or amending contracts or claiming an acceleration of payments. In view of the Initial Order, the Debtors may not, at this time, pay amounts due to creditors in connection with goods supplied or services rendered before the date of the Initial Order, March 11, 2025.

To date, no claims procedure has been approved by the Court and creditors are therefore not required to file a proof of claim at this time.

Pursuant to section 23(1)(e) of the CCAA, the Monitor prepared a report dated March 10, 2025 that was filed with the Court simultaneously with the filing of the motion for the issuance of the Initial Order. This report is available on the Monitor's website, at the address noted above.

The CCAA provides that various reports must be prepared by the Monitor and filed with the Court from time to time. These reports may include, among other items, reports on the reasonability of the cash flow projections filed by the Debtors and reports on the state of the Debtors' business and financial affairs. The Monitor will publish these reports on its website (unless the Court orders that they remain confidential) when they are filed with the Court. Creditors are advised to consult the Monitor's website periodically to be kept abreast of developments in this matter.

Persons requiring further information not available on the Monitor's website or who have additional questions may communicate with the Monitor by phone at 1-844-479-5063 or by e-mail at vcr@ca.ey.com.

ERNST & YOUNG INC.

Licensed Insolvency Trustee

In its capacity as the Court appointed Monitor in the matter of the proposed plan of arrangement or compromise of 7037163 Canada inc. and Varennes Cellulosic Ethanol LP

(Français au verso)

¹ R.S.C. 1985, c. C-36, as modified.