

BANKRUPTCY AND INSOLVENCY ACT

Form 87

Notice and Statement of the Receiver (Subsections 245(1) and 246(1) of the Act)

IN THE MATTER OF THE RECEIVERSHIP OF QMAX CANADA OPERATIONS INC.

The Receiver gives notice and declares that:

1. On the 28th day of May, 2020, the undersigned, KPMG Inc., became the receiver and manager (the “**Receiver**”) in respect of the property of QMax Canada operations Inc. (the “**Company**”) (the “**Property**”).

The Property of the Company can be summarized as follows¹:

Assets	Estimated Amount (CAD \$)
Cash	117,670.68
Accounts receivable	926,246
Prepaid expenses	157,689
Inventory	4,412,290
Property, plant and equipment	7,247,933
Goodwill	8,321,739
Intangible assets	572,815
Total	21,756,382

2. The undersigned became the Receiver in respect of the assets, undertakings and properties described above by virtue of being appointed by the Court of Queen’s Bench of Alberta in File No. 2001-06722, Calgary Judicial Centre, on May 28, 2020. A copy of the appointing order can be found on the receiver’s website at: <https://www.kpmg.com/ca/qmax>.
3. The undersigned took possession or control of the property described above on the 29th day of May, 2020.
4. The following information relates to the Receivership:
 - (a) Address of insolvent persons: 407 2 Street SW #1700
Calgary, AB T2P 2Y3
 - (b) Principal line of business: Full-service drilling fluids and solids control
 - (c) Location of business: 407 2 Street SW #1700
Calgary, AB T2P 2Y3

¹ The above summary of estimated assets has been prepared based the books and records of the Company and may not accurately reflect the net realizable value of the Company’s assets.

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- (d) Estimated amount owed by the Company to each creditor who holds security on the property described above²:

Secured Creditor	Estimated amount (USD \$)
HSBC, as Agent	151,034,072
Total	151,034,072

- (e) The list of other creditors of the insolvent persons and the amount owed to each creditor (to the extent that it is known) and the total amount due by the insolvent persons is attached to this notice as **Appendix “A”**.
- (f) The intended plan of action of the Receiver during the receivership, to the extent that such a plan has been determined, is to preserve the property and eventually realize on that property, subject to various considerations.
- (g) Contact Person for Receiver:

Cristina Pimienta
KPMG Inc.
Suite 3100, 205-5th Avenue SW
Calgary, AB, T2P 4B9
Telephone: (403) 691-8406
Facsimile: (403) 691-8008
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Andrew Brausen
KPMG Inc.
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Calgary, AB, T2P 4B9
Telephone: (403) 691-8092
Facsimile: (403) 691-8008
Email: abrausen@kpmg.ca

Dated at Calgary, Alberta, this 5th day of June, 2020.

KPMG Inc., in its capacity as receiver and manager of
QMax Canada Operations Inc.
and not in its personal or corporate capacity



Per: Neil Honess
Senior Vice President

² Amount owing is based on records provided by HSBC as at May 28, 2020 and the Alberta Personal Property Registry.

APPENDIX "A"

LIST OF UNSECURED CREDITORS

UNSECURED CREDITORS	AMOUNT CAD \$ (UNAUDITED)
1061552 ALBERTA LTD O/A ANYTIME TRUCKING	6,180
652763 ALBERTA LTD - STANDARD AUTO GLASS	184
ACCESS INFORMATION MANAGEMENT OF CANADA ULC	1,134
ALBERTA ANSWERING SERVICE INC.	336
ALBERTA INDUSTRIAL CONTAINERS LTD	14,213
ALBERTA PRIDE REGULATORY SERVICES LTD	210
Alec Robertson	UNKNOWN
Alfonso Marzo	UNKNOWN
Alla Amirova	UNKNOWN
ALSCO CANADA CORPORATION	503
Ambrose Ralph	UNKNOWN
AQUATERA	2,201
Avelina Fernandes	UNKNOWN
Blaine F Wright	UNKNOWN
CANADA REVENUE AGENCY	UNKNOWN
Christopher Kostiuik	UNKNOWN
Cindy Clark	UNKNOWN
Corey Beaupre	UNKNOWN
CORPORATE TRAVELLER MISSION	1,038
COUNTY OF GRANDE PRAIRIE NO 1.	596
Craig Driedger	UNKNOWN
CSI INTERNATIONAL INC	532
Daniele Lambert	UNKNOWN
DELL FINANCIAL SERVICES CANADA	2,625
Dennis W Drummond	UNKNOWN
DI-CORP	160,589
Doug Ropchan	UNKNOWN
Dwayne Krefting	UNKNOWN
E.S. WILLIAMS & ASSOCIATES	557
Edward A Benoit	UNKNOWN
ELITE VAC & STEAM	1,205
ENGENIUM CHEMICAL INGENUITY	20,924
FEDERAL EXPRESS CANADA LTD.	159
FORMULA POWELL L.P.	1,680
FORT GARRY INDUSTRIES LTD	1,172
FOUNTAIN TIRE LTD	177
GENUINELY CLEAN	1,050
GREATWEST KENWORTH LTD	829
GREGG DISTRIBUTORS LP	945
HI TECH BUSINESS SYSTEMS	283
HINES CANADA PROPERTY SERVICES ULC	1,353
HOOGSTRAAT PROGRAMING SERVICES LTD.	1,575
INTEGRITY CHEMICAL SOLUTIONS	74,049
Judy E Blackwell	UNKNOWN
Kenneth Kornylo	UNKNOWN
Kristina L Thomson	UNKNOWN
Lance Cadrin	UNKNOWN
Mehdi Siavash	UNKNOWN
Michael J Webb	UNKNOWN
MOBIUS CHEMICAL & MINERAL SUPPLY CORP.	179,074
MOOSE JAW REFINERY PARTNERSHIP	70,543
Nathalie E Vega	UNKNOWN
PANTHER INDUSTRIES INC.	19,102
Patricia Cuesta	UNKNOWN
Philip Oria	UNKNOWN
PRAIRIE DISPOSAL LTD.	2,097
PROTRAN SERVICES INC	2,151
PURE NORTH WATER LTD.	72
PUROLATOR INC.	53
REDA OILFIELD CANADA LTD	136,001
RESOURCE PURCHASING & SUPPLY	660
Reza Hashemi	UNKNOWN
Richard J Smiechowski	UNKNOWN
SCHLUMBERGER CANADA LIMITED	227,027
Shane Pattison	UNKNOWN
SMASH & SONS CONTRACTING LTD.	787
SOLVCHEM	80,693
ST. JOHN AMBULANCE - ALBERTA COUNCIL	615
STAPLES ADVANTAGE	169

APPENDIX "A"

LIST OF UNSECURED CREDITORS

UNSECURED CREDITORS	AMOUNT CAD \$ (UNAUDITED)
STRATEGIC INDUSTRIAL CLEANING SOLUTIONS LTD.	5,570
SUN SPECIALTY PRODUCTS	59,472
SUNCOR ENERGY PRODUCTS PARTNERSHIP	747
TELECONNECT INTERNATIONAL	720
TERVITA CORPORATION	6,869
TIGER CALCIUM SERVICES INC.	25,391
UNIQUEM INC.	186,228
VAN HOUTTE COFFEE SERVICES INC.	304
WATER BLAST MANUFACTURING LP	1,049
WEST PENETONE INC.	686
WESTERN CARRIER SERVICES INC	7,560
William P Farrell	UNKNOWN
Wilson Canivilo	UNKNOWN
WORKERS' COMPENSATION BOARD ALBERTA	UNKNOWN
TOTAL UNSECURED CREDITORS	\$1,309,935