

CONFIRMATION OF CREDIT FACILITIES LETTER REAL ESTATE

Date: May 8, 2024

BORROWER THE CORPORATION OF THE TOWN OF BLIND RIVER		BRANCH OF ACCOUNT Ontario NE (Sudbury) Commercial		SRF No. 733495881
ADDRESS (Street, City, Town, Province, Postal Code) 11 Hudson Street, Blind River, ON P0R 1B0		ADDRESS (Street, City, Town, Province, Postal Code) 72 Durham Street, 2 nd Floor, Sudbury, ON P3E 3M6		
CONTACT	TELEPHONE NO.	BANKING OFFICER Sheri Gazzola	TELEPHONE NO. 705-688-4714	

ROYAL BANK OF CANADA (the "Bank") hereby confirms the credit facility or credit facilities described below (collectively, the "Credit Facility") subject to terms and conditions listed below and attached hereto. The dollar amount noted opposite each indicated available segment of the Credit Facility is in Canadian Dollars (\$) and is the maximum amount (subject to any other requirements which may reduce the indicated maximum) that may be outstanding at any time under the Credit Facility. The provisions of this Agreement shall be binding on the Borrower and shall remain in full force and effect for so long as any availability exists or any obligations on the part of the Borrower remain outstanding under the Credit Facility. For purposes hereof the term " Agreement " and the words " this Agreement ", " the Agreement " and words to like effect or import shall mean and include this Confirmation of Credit Facilities and the attached Terms and Conditions, including Schedules "A", "B", "D" and "E" attached thereto, all as supplemented or amended at any time and from time to time. This Agreement is in addition to our credit agreement dated May 8, 2024, as amended, superseded, restated or replaced from time to time (the "**Credit Agreement**") and our Confirmation of Credit Facilities Letter Real Estate dated December 9, 2022, as amended, superseded, restated or replaced from time to time (the "**Water and Sewer Infrastructure Project Agreement**").

CREDIT FACILITY

The aggregate of Facility #1 as set forth below and Facility#5 as set forth in the Credit Agreement shall not exceed \$3,000,000.00 at any time.

Term Facilities:

Availability of the term facility contained within the Credit Facility is, unless otherwise provided in the attached Terms and Conditions, at the sole discretion of the Bank and the Bank may cancel or restrict the availability of any unutilized portion at any time and from time to time.

Facility #1 Non-Revolving Term Loan. \$3,000,000.00. Interest only payable monthly, in arrears, on the 26th day of each month. This loan matures and is payable in full May 31, 2025. Interest Rate: RBP + 0.10% per annum.

SECURITY

N/A

REPORTING REQUIREMENTS

The Borrower will provide the following to the Bank:

- a) annual audited financial statements for the Borrower and North Shore Power Group Inc., within 240 days of each fiscal year end;
- b) annual financial information return for the Borrower, within 240 days of each fiscal year end;
- c) annual budget for the Borrower, for the next following fiscal year, within 240 days of each fiscal year end;
- d) annual notice of repayment limit for the Borrower from Ontario Ministry of Municipal Affairs and Housing, within 240 days of each fiscal year end; and
- e) such other financial and operating statements and reports as and when the Bank may reasonably require.

Reporting Requirements are in addition to and not in substitution for the Terms and Conditions attached hereto. Nothing contained in Reporting Requirements shall limit any right of the Bank to terminate or demand payment of, or cancel or restrict availability of any unutilized portion of, any demand or other discretionary facility made available under this Agreement.

ACCEPTANCE

This offer is open for acceptance until June 7, 2024, after which date it will be null and void, unless extended in writing by the Bank.

LANGUAGE. The Borrower and the Bank have expressly requested that this Agreement and all related documents, including notices, be drawn up in the English language. Les parties ont expressément demandé que la présente convention et tous les documents y afférents, y compris les avis, soient rédigés en langue anglaise (Québec only/Québec seulement)

The Borrower acknowledges receipt of the Terms and Conditions and Schedules "A", "B", "D" and "E" attached to this confirmation letter and agrees to be bound by them.

Accepted on this _____ day of _____, _____.

THE CORPORATION OF THE TOWN OF BLIND RIVER

ROYAL BANK OF CANADA



Per: _____
Name:

Per: _____
Name: Mike Cussen
Title: Vice President, Business Credit

Per: _____
Name:

/as

CONFIRMATION OF CREDIT FACILITIES LETTER TERMS AND CONDITIONS

To: ROYAL BANK OF CANADA (the "Bank")

The Bank is requested by the Borrower identified on the confirmation letter attached hereto to make loans or advances to the Borrower in the manner and at the rates and times specified herein (the "Credit Facility"). In consideration of the Bank making the Credit Facility available, the Borrower agrees (if more than one, jointly and severally - in Quebec, solidarily), with the Bank as follows:

1. DRAWDOWN

While this Agreement remains in force and if the Credit Facility includes a revolving facility of any kind, the Borrower may, subject to applicable terms and conditions, borrow, repay and reborrow up to the limit specified in respect of such facility at any time and from time to time during the availability of such facility. If the Credit Facility includes a non-revolving facility of any kind, the Borrower may, subject to applicable terms and conditions, borrow by way of one or more drawdowns made at any time and from time to time during the availability of such facility. In the case of any facility that is available at the sole discretion of the Bank, the Bank may cancel or restrict the availability of any undrawn portion of such facility at any time without notice. Conditions precedent to the initial and subsequent borrowings under the Credit Facility are set forth on Schedule "A".

2. REPAYMENT

Amounts outstanding under the Credit Facility, together with interest, shall become due in the manner and at the rates and times specified herein and in Schedule "A" and shall be paid in the currency of the particular credit extended. If the Credit Facility includes a term loan, the Borrower shall make any mandatory periodic payments of principal as and when stipulated, with the entire balance of such loan due and payable at the end of the term specified herein. If the Credit Facility includes a demand facility, the Borrower shall repay all principal sums outstanding under such facility upon demand. Any payments required to be made on account of the principal amount outstanding under any term facility or demand facility shall include, without limitation, an amount equal to the face amount of all Letters of Credit and Letters of Guarantee which are unmaturing or unexpired, which amount shall be held by the Bank as security for the Borrower's obligations to the Bank in respect of such instruments. Following demand or, in the case of term loans, the occurrence of an Event of Default, the Bank shall have no obligation to make further loans, including Letters of Credit or Letters of Guarantee available to the Borrower.

3. PREPAYMENT

The Borrower may prepay any term loan outstanding under the Credit Facility in whole or in part at any time without fee or premium. The repayment of any term loan will be made in the reverse order of maturity. Any amount prepaid may not be reborrowed.

4. EVIDENCE OF INDEBTEDNESS (Separate promissory note not required)

The Bank shall maintain, at the Branch of Account, accounts and records (the "Accounts") evidencing the borrowings made available to the Borrower by the Bank under this Agreement. The Bank shall record the principal amount of such borrowings, the payment of principal and interest on account of the loans and advances, and all other amounts becoming due to the Bank under this Agreement. The Accounts constitute, in the absence of manifest error, conclusive evidence of the indebtedness of the Borrower to the Bank pursuant to this Agreement. The Borrower authorizes and directs the Bank to automatically debit, by mechanical, electronic or manual means, any bank account of the Borrower for all amounts payable under this Agreement, including, but not limited to, the repayment of principal and the payment of interest, fees and all charges for the keeping of such bank accounts.

5. INTEREST

"Royal Bank Prime" or "RBP" is the annual rate of interest announced from time to time by the Bank as a reference rate then in effect for determining interest rates on Canadian Dollar commercial loans in Canada. The Borrower shall pay to the Bank periodically as herein specified (or as the Bank may otherwise specify from time to time) in arrears interest calculated on the daily principal balance outstanding as evidenced by the Accounts from time to time, both before and after maturity, default and judgment, at a variable rate per annum equal to RBP plus the rate specified herein. Each change in any rate under the Credit Facility will take place simultaneously with the corresponding change in RBP. Interest will be paid in the currency of the loan. In each case, interest will accrue daily on the basis of the actual number of days elapsed and a year of 365 days. The annual rates of interest to which the rates calculated in accordance with this Agreement are equivalent, are the rates so calculated multiplied by the actual number of days in the calendar year and divided by 365. If it is necessary for the Bank to prove the interest rate in

effect at any time, the Borrower agrees that the Bank's written certificate, setting out the interest rate at that time, is sufficient proof for that purpose.

6. GENERAL COVENANTS

Without affecting or limiting the right of the Bank to terminate or demand payment of, or cancel or restrict availability of any unutilized portion of, any demand or other discretionary facility, the Borrower covenants and agrees with the Bank that (if more than one, jointly and severally - in Quebec, solidarily):

- (a) it will duly and punctually pay all sums of money due by it under the terms of this Agreement;
- (b) it will advise the Bank of any default, or in the case of term loans, any Event of Default, as herein defined, as it occurs, or of any change in ownership prior to such event;
- (c) it will file all material tax returns which are or will be required to be filed, pay or make provision for payment of all material taxes (including interest and penalties) and Potential Prior - Ranking Claims, which are or will become due and payable and provide adequate reserves for the payment of any tax, the payment of which is being contested;
- (d) it will give the Bank 30 days prior notice in writing of any intended change in the ownership of its shares (or other ownership interests, if not a corporation);
- (e) it will comply with all laws, regulations, official directions and authorizations applicable to the Borrower and the Borrower's business or property including, without limitation, all applicable environmental laws and regulations; advise the Bank promptly of any action requests or violation notices received concerning any of the Borrower's property; and hold the Bank harmless from and against any losses, costs or expenses which the Bank may suffer or incur for any environment-related liabilities existent now or in the future with respect to the Borrower's property;
- (f) it will deliver to the Bank such financial and other information concerning the Borrower and any Guarantor as the Bank may reasonably request from time to time;
- (g) it will immediately advise the Bank of any unfavourable change in its financial position which may adversely affect its ability to pay or perform its obligations in accordance with the terms of this Agreement; and
- (h) it will not use the proceeds of any Credit Facility for the benefit or on behalf of any Person other than the Borrower.

7. PROJECT COVENANTS

The Borrower shall perform, or cause to be performed, all Project Covenants set forth on Schedule "A".

8. EVENTS OF DEFAULT

Without affecting or limiting the right of the Bank to terminate or demand payment of, or to cancel or restrict availability of any unutilized portion of, any demand or other discretionary facility, each of the following shall constitute an Event of Default which shall entitle the Bank, in its sole discretion, to cancel any commitment, demand immediate repayment in full of any amounts outstanding under any term facility under the Credit Facility, together with outstanding accrued interest and any other indebtedness under or with respect to any term facility under the Credit Facility and to realize on all or any portion of any security given to secure the obligations of the Borrower hereunder (the "Security"):

- (a) failure of the Borrower to pay any principal, interest or other amount when due pursuant to this Agreement;
- (b) failure of the Borrower to observe any covenant, condition or provision contained in this Agreement or in any documentation relating hereto or to the Security;
- (c) if the Borrower or any Guarantor becomes insolvent or commits an act of bankruptcy or makes an assignment in bankruptcy or bulk sale of its assets;
- (d) if any proceeding is taken to effect a compromise or arrangement with the creditors of the Borrower or any Guarantor, or to have the Borrower or any Guarantor declared bankrupt or wound up, or to have a receiver appointed for any part of the mortgaged property or if any encumbrancer takes possession of any part thereof;
- (e) if in the opinion of the Bank there is a material adverse change in the financial condition, ownership or operation of the Borrower or any Guarantor;
- (f) if any representation or warranty made by the Borrower under this Agreement or relating hereto or to the Security shall be false in any material respect; or
- (g) if the Borrower or any Guarantor defaults in the payment of any other indebtedness, whether owing to the Bank or to any other person, or defaults in the performance or observance of any agreement in respect of such indebtedness where, as a result of such default, the maturity of such indebtedness is or may be accelerated.

9. FEES, COSTS AND EXPENSES, ETC.

The Borrower agrees to pay the Bank all fees stipulated in this Agreement and all fees charged by the Bank relating to the documentation or registration of this Agreement and the Security. In addition, the Borrower agrees to pay all expenses and legal costs, (on the basis of a solicitor and its own client, or where applicable including extra-judicial costs) incurred by the Bank in connection with the preparation, negotiation, documentation and registration of this Agreement and any Security and the administration, operation, termination, enforcement or protection of the Bank's rights in connection with this Agreement and the Security. These costs and expenses may include (but are not limited to) costs of amendments, appraisals, inspections, environmental reviews, registrations, searches, discharges and

actions taken in connection with the preservation of the Bank's rights under this Agreement or under the Security. The Borrower shall indemnify and hold the Bank harmless against any loss, cost or expense incurred by the Bank if any facility under the Credit Facilities is repaid or prepaid other than on its maturity date. The determination by the Bank of such loss, cost or expense shall be conclusive and binding for all purposes and shall include, without limitation, any loss incurred by the Bank in liquidating or redeploying deposits acquired to make or maintain any facility.

10. WAIVER

No express or implied waiver by the Bank of any provision of this Agreement in one instance shall in any way be, or construed to be, a waiver as to any other instance.

11. ASSIGNMENT

This Agreement shall extend to and be binding upon the parties hereto and their respective heirs, executors, administrators, successors and assigns provided that the Borrower shall not be entitled to assign any interest hereunder, without the consent in writing of the Bank.

12. REVIEW

The Bank may conduct annual or periodic reviews of the affairs of the Borrower, as determined by the Bank and timely advised to the Borrower, for the purpose of determining the financial performance of the Borrower, and the Borrower shall make available to the Bank such information as the Bank may reasonably require and shall do all things reasonably necessary to facilitate such review by the Bank.

13. GAAP

Unless otherwise provided, all accounting terms used in this Agreement shall be interpreted in accordance with Canadian Generally Accepted Accounting Principles, as appropriate, for publicly accountable enterprises, private enterprises, not-for-profit organizations, pension plans and in accordance, as appropriate, with Public Sector Accounting Standards for government organizations in effect from time to time, applied on a consistent basis from period to period. All financial statements and/or reports shall be prepared using one of the above bases of presentation, as appropriate, including, without limitation, the application of accrual accounting. Except for the transition of accounting standards in Canada, any change in accounting principles or the application of accounting principles is only permitted with the prior written consent of the Bank.

14. SEVERABILITY

The invalidity or unenforceability of any provision of this Agreement shall not affect the validity or enforceability of any other provision of this Agreement and such invalid provision shall be deemed to be severable.

15. GOVERNING LAW

This Agreement shall be construed in accordance with and governed by the laws of the Province where the Project is located and the laws of Canada applicable therein. The Borrower irrevocably submits to the non-exclusive jurisdiction of the courts of such Province and acknowledges the competence of such courts and irrevocably agrees to be bound by a judgment of any such court.

16. SET-OFF

The Bank is authorized (but not obligated), at any time and without notice, to apply any credit balance (whether or not then due) to which the Borrower is then beneficially entitled on any account (in any currency) at any branch or agency of the Bank in or towards satisfaction of the indebtedness of the Borrower to the Bank under the Credit Facility and the other obligations of the Borrower under this Agreement. For that purpose, the Bank is irrevocably authorized to use all or any part of any such credit balance to buy such other currencies as may be necessary to effect such application.

17. HOLD ON FUNDS

The Bank has the right to hold any cheque, instrument or other payment item used to make a payment under this Agreement, and to defer any transfer until the Bank receives payment for such cheque, instrument or other payment item.

18. NOTICES

Any notice or demand to be given by the Bank shall be given in writing by way of a letter addressed to the Borrower. If the letter is sent by telecopier, it shall be deemed received on the date of transmission, provided such transmission is received prior to 5:00 p.m. on a day on which the Borrower's business is open for normal business, and otherwise on the next such day. If the letter is sent by ordinary mail to the address of the Borrower, it shall be deemed received on the date falling five (5) days following the date of the letter, unless the letter is hand-delivered to the Borrower, in which case the letter shall be deemed to be received on the date of delivery. The Borrower must advise the Bank at once about any changes in the Borrower's address.

19. CONSENT OF DISCLOSURE

The Borrower hereby grants permission to any entity having information in such entity's possession relating to any Potential Prior-Ranking Claim, to release such information to the Bank (upon its written request), solely for the purpose of assisting the Bank to evaluate the financial condition of the Borrower.

20. WHOLE AGREEMENT

This Agreement and any documents or instruments referred to in, or delivered pursuant to, or in connection with, this Agreement constitute the whole and entire agreement between the Borrower and the Bank with respect to the Credit Facility.

SCHEDULE "A" to Confirmation of Credit Facilities Letter dated May 8, 2024

I. CONDITIONS PRECEDENT

The availability of any borrowing under the Credit Facility is subject to and conditional upon the following:

A. Prior to initial drawdown:

1. The Borrower shall have provided to the Bank,
 - a satisfactory visit and inspection of the Borrower's premises, properties and assets, including any equipment financed, has been completed by the Bank, or its representatives;
 - a borrowing by-law authorizing the increase in borrowings for the Project in a maximum amount of \$6,000,000.00;
 - a draft plan prepared by the Borrower's architect or engineer setting forth the boundaries, areas and dimensions of the Project Lands, the location of any encroachments, easements, rights of way and the proposed location of any improvements to the Project Lands;
 - a copy of the construction budget and schedule;
 - copies of all construction contracts, the architectural services agreement and any development agreement;
 - a certificate of insurance in respect of the Project and the Project Lands, evidencing:
 - (i) builders all risk (including, without limitation, earthquake, flood, testing and commissioning) coverage for the full replacement cost of the Project, excluding land costs, with the Bank as first mortgagee; and
 - (ii) wrap-up liability coverage of not less than \$2,000,000.00 with the Bank as additional insured. all in form, scope and content acceptable to the Bank.
2. The Bank shall have received a report on the Project prepared by a Professional Engineer, satisfactory to the Bank, certifying:
 - adequacy of the Project Budget for the purposes of completing construction of the Project;
 - completeness of plans and specifications;
 - compliance with building codes and zoning regulations;
 - compliance with environmental standards and regulations;
 - adequacy of structural, electrical and mechanical systems;
 - adequacy of the survey lot plan and soil conditions;
 - adequacy of the construction schedule.
3. The Borrower shall have entered into a fixed price construction contract for the Project and such contract, together with a construction schedule, must be satisfactory to the Bank. Alternatively, the Borrower shall have entered into a fixed price contract(s) representing a minimum of 80% of the hard costs of construction (inclusive of all major contracts including structural, mechanical, electrical, forming and concrete). In either case, the Bank will have reviewed the subcontractors and will have determined bonding requirements for each subcontractor's portion of the Project costs.
4. The Borrower will have injected equity into the Project, in form satisfactory to the Bank, in a minimum amount of \$3,500,000.00.
5. The Borrower shall have established a separate bank account at the Bank which shall be operated for the duration of the Project and all loan advances and Project disbursements are to be processed through such account.
6. If the initial borrowing under the Credit Facility does not occur before October 31, 2024, the Bank may, at its sole option, cancel this Credit Facility and the Borrower will not be entitled to any advance of funds hereunder.

B. General:

1. Prior to any borrowing under the Credit Facility, the Bank shall have received
 - (a) a Request for Advance, substantially in the form of Schedule "D", together with:

- (i) a report showing the cost of work completed to date, the cumulative positive or negative value of any change orders, the amount of any holdbacks under any real property lien legislation and the current cost to complete the Project;
 - (ii) an update to the Project Budget and Project schedule, together with comments on any material variances from the original Project Budget and Project schedule provided to the Bank;
 - (iii) comments on any material changes to the Project or any potential or actual problem areas which have been identified and may affect completion of the Project in accordance with the Project Budget and Project schedule provided to the Bank;
 - (iv) Project Consultants' Certificate(s), substantially in the form of Schedule "E";
 - (v) contractor statutory declarations on properly sealed CCDC Form 9A-2001 or, alternatively, such other forms or Statutory Declarations that contain at a minimum, the information contained in Form 9A-2001;
 - (vi) where the Request for Advance includes a request to release lien holdbacks, a properly sealed CCDC Form 9B-2001 from each subcontractor to which a holdback is being released or, alternatively, such other form or Statutory Declaration which contains, at a minimum, the information contained in Form 9B-2001;
2. Each borrowing is subject to a holdback of 15% of the amount of the borrowing. Such holdback will be released to the borrower after completion of the Project subject to:
 - receipt of confirmation from the architect that the Project is complete and certifying the date of completion;
 - receipt of final and total releases from the subcontractors;
 - expiration of the period during which a legal hypothec may be published.Partial releases of the holdback may be permitted subject to:
 - receipt of confirmation from the architect that the Project is complete and certifying the date of completion;
 - receipt of final and total releases from the subcontractors;
 - expiration of the period during which a legal hypothec may be published;for each contract for which a partial release is requested.
3. Sufficient funds must be available at all times to complete the Project within the authorized Credit Facility.
4. The aggregate of undrawn availability at any time must be equal to or greater than the estimated cost to complete the Project plus any outstanding related payables. Should the cost to complete the Project plus any outstanding related payables at any time exceed the remaining funds available under the loan, the Bank will be under no obligation to advance further funds and the Borrower will immediately provide sufficient funds to cover the deficiency.
5. The aggregate borrowings outstanding under Facility#1 at any time (including after giving effect to any requested borrowing) must not exceed the aggregate of the following:
 - (i) actual costs to date, established to the Bank's satisfaction for cost items provided in the Project Budget;
less the sum of :
 - (ii) the Borrower's required Equity Contribution;
 - (iii) unpaid Project payables, excluding those to be paid from the requested borrowing; and

(iv) Project lien holdbacks.

6. Each borrowing under the Credit Facility shall be made in accordance with applicable law including, without limitation, all applicable real property lien legislation.
7. Each borrowing under the Credit Facility shall be conditional upon the Borrower not having made any material alterations to the Project exceeding a cumulative positive and negative amount of \$1,000,000.00 without the prior written consent of the Bank.
8. Each borrowing under the Credit Facility shall be conditional upon the Borrower, during the course of construction of the Project, having maintained 50% labour and material bonding and 100% performance bonding.
9. The Borrower shall have provided the Bank with evidence satisfactory to the Bank that the budget includes all necessary costs to ensure the Project is completed in compliance with environmental laws.
10. The final borrowing under the Credit Facility is to be supported by a Borrower's certificate stating all costs have been paid and the lien holdback period has expired.

II. REPAYMENT

Facility #1

Borrowings under this facility shall be repayable in full on the earlier of (i) the receipt by the Borrower of the proceeds of refinancing and (ii) May 31, 2025.

III. PROJECT COVENANTS

Without affecting or limiting the right of the Bank at any time to demand payment or cancel any undrawn portion of any demand facility in this Agreement, the Borrower covenants and agrees with the Bank as follows:

1. The Borrower will maintain at all times, with responsible carriers, insurance providing the following:
 - (i) Builders All-Risk coverage for the full replacement cost of the Project, with first loss payable to the Bank; and
 - (ii) wrap-up liability coverage of not less than \$2,000,000.00 with the Bank as additional insured; all in form, scope and content satisfactory to the Bank.
2. The Borrower will comply with all terms and conditions of all insurance policies issued in respect of the Project.
3. The Borrower, shall fund immediately all cost overruns from resources outside the Project.
4. The Borrower shall have all liens discharged immediately from title to the Project Lands at its own cost and expense and from its own resources. No further borrowing will be permitted if a lien has been registered against title to the Project Lands or the Bank has received notice of a lien.
5. The Borrower will provide to the Bank all corporate financial or other information on the Borrower as the Bank may reasonably require from time to time.
6. An independent project monitor may be appointed at any time, at the Borrower's expense, to act on behalf of the Bank. The Bank, at its sole discretion, will have the right to determine the services to be performed by the project monitor and to expand those services from time to time.
7. The Borrower will diligently and continuously proceed with the Project once commenced, in accordance with the Project budget and Project schedule and will not abandon the Project.
8. If the Bank receives a demand for information that purports to be made by a person entitled to make it under the applicable real property lien legislation, then the Bank, without making any further enquiries, may act as if the person is in fact entitled to make the demand and the Bank may disclose the information requested to that person.
9. As soon as practicable, and in any event not later than the completion of the foundations for any building on the Project Lands, to provide a survey certificate prepared by a provincial land surveyor confirming the boundaries, area and dimensions of the Project Lands and the location of any encroachments, easements or rights of way on

the Project Lands, together with a compliance certificate from the appropriate municipality or the project monitor confirming compliance with all rules, regulations and laws relating to setbacks, zoning, building height and other municipal by-laws.

10. The Borrower shall not withdraw or distribute Project equity or profit until all borrowings under the Credit Facility have been repaid in full.

SCHEDULE "B" to the Confirmation of Credit Facilities Letter dated May 8, 2024

DEFINITIONS

For purposes of this Agreement, the following terms shall have the following meanings:

"Business Loan Insurance Plan" means the optional group creditor insurance coverage, underwritten by RBC Life Insurance Company, and offered in connection with eligible loan products offered by the Bank;

"Equity Contribution" means \$3,500,000 inclusive of GST;

"Guarantor" means any Person who has guaranteed the obligations of the Borrower under this Agreement;

"Policy" means the Business Loan Insurance Plan policy 52000 and 53000, issued by RBC Life Insurance Company to the Bank;

"Potential Prior-Ranking Claims" means all amounts owing or required to be paid, where failure to pay such amount could give rise to a claim pursuant to any law, statute, regulation or otherwise which ranks in priority to the Security or otherwise in priority to any claim by the Bank for repayment of any amounts owing under this Agreement;

"Project" means the construction of lake intake and wastewater plant upgrade located at the Project Lands;

"Project Budget" means the Project budget required to be provided to the Bank pursuant to the Conditions Precedent section, as amended from time to time with the prior written consent of the Bank or as otherwise permitted under this agreement;

"Project Lands" means Huron Street in the Town of Blind River, Ontario.

SCHEDULE "D" to the Confirmation of Credit Facilities Letter dated May 8, 2024

REQUEST FOR ADVANCE

TO: Royal Bank of Canada ("Bank")	BORROWER: The Corporation of the Town of Blind River ("Borrower")
ADVANCE NO:	PROJECT: Construction of lake intake and wastewater plant upgrade located at the Project Lands ("Project")
CERTIFICATE DATE: [Date]	COMPLETION DATE: [Date] ("Completion Date")

Borrower hereby requests an advance of **[insert amount in words]** Dollars (**[\$insert amount in numbers]**) for work done on the Project from **[date]** to **[date]** pursuant to the terms of the letter agreement between the Bank and the Borrower dated **May 8, 2024** (the "**Letter Agreement**").

Capitalized terms used and not defined herein shall have the same meaning given to them in the Letter Agreement.

After due investigation and to induce the Bank to make this advance, the Borrower hereby certifies that:

1. The representations and warranties contained in the Letter Agreement are true and accurate in all respects as of the date hereof.
2. No event has occurred, or would result from this advance, which constitutes, or which, with notice, lapse of time, or both, would constitute, an Event of Default.
3. The Project has not been damaged by fire or other casualty and no part of the premises has been expropriated and no proceedings therefore are pending.
4. Construction of the Project is progressing satisfactorily so as to ensure its timely completion in accordance with the Project Schedule.
5. **[May be deleted where the financing is for the construction of residential single family housing]**The estimated Completion Date is [insert date] and the estimated cost to complete is [insert amount].
6. The requirements of any applicable real property lien legislation, including, where applicable, the administration of any holdback accounts, are being met and nothing has occurred subsequent to the date of the Letter Agreement which has resulted or may result in the creation of any lien or legal hypothec, charge or encumbrance upon the premises or any part thereof or which has or may substantially and adversely impair the ability of the Borrower to make all payments of principal and interest under the Letter Agreement or which has or may substantially and adversely impair the financial standing of any guarantor(s) of the obligations of the Borrower under the Letter Agreement or any security agreement given in connection therewith.
7. **[May be deleted if property being developed is not subject to pre-leasing]** If any leases of all or part of the premises are in effect or have been executed by the Borrower, the said leases are in full force and effect and, where applicable, in form satisfactory to the permanent lender and the Borrower has not breached any provisions thereof and has received no notice or other communication (written or oral) from any other party thereto notifying the Borrower of a breach or alleged breach.
8. The Borrower has invested in the lands and Project, as at the date hereof **[\$insert amount]** of its own capital.

9. Any and all funds received from the Bank previously as advances under the Letter Agreement have been expended or are being held in trust solely for the purpose for which they were advanced; no item of construction costs previously certified to the Bank with a request for advance remains unpaid as of the date hereof; and no part of said funds has been nor any part of the funds to be received pursuant to this request for advance shall be used for any other purposes; further, there are no trade or supplier disputes.
10. The summary of Project costs attached hereto as Schedule A is true and accurate.
11. All of the statements contained in this request for advance are true, complete and accurate in all respects as of the date hereof.
12. You are hereby irrevocably authorized and directed to deduct from the gross proceeds of the advance and to pay all accrued and unpaid interest on the loan up to the date of the advance and all fees, disbursements and other costs or charges payable by the Borrower pursuant to the Letter Agreement.

Dated at [City], [Province] this [day] day of [month], 20[].

The Corporation of the Town of Blind River

per: _____

SCHEDULE “E” to the Confirmation of Credit Facilities Letter dated May 8, 2024

PROJECT CONSULTANT’S CERTIFICATE

TO: Royal Bank of Canada (“ Bank ”)	BORROWER: The Corporation of the Town of Blind River (“ Borrower ”)
ADVANCE NO:	PROJECT: Construction of lake intake and wastewater plant upgrade located at the Project Lands (“ Project ”)
CERTIFICATE DATE: [Date]	COMPLETION DATE: [Date] (“ Completion Date ”)

Based on my/our professional experience and qualifications and after making such reasonable enquiries as I/we have deemed necessary in the circumstances, I/we hereby certify to the Bank as follows:

1. I/we have periodically inspected construction since the commencement of construction and last inspected the Project on [insert date] (the “**Inspection Date**”).
2. All required permits, licenses and other authorizations have been obtained and are being maintained.
3. Construction and development of the Project up to and including the Inspection Date has been performed in a good and workmanlike manner.
4. Construction and development of the Project up to and including the Inspection Date has been performed substantially in accordance with (i) the plans and specifications, (ii) all applicable building codes, municipal bylaws and regulations, (iii) all required permits, licenses and other authorizations and (iv) all applicable laws, rules and regulations including, without limitation, environmental laws.
5. In my/our opinion, as of the date hereof, the figures set forth below accurately reflect the Project costs or work completed on the Project and the costs of the remaining work required to complete the Project in accordance with the plans and specifications. A report setting out in greater detail those elements comprising the figures set out below is attached hereto and forms part of this Certificate.

- | | |
|--|----------|
| a. Project costs of work completed to date: | \$ _____ |
| b. Project costs of remaining work: | \$ _____ |
| c. Estimated total Project costs (a+b): | \$ _____ |
| d. Original estimate of total Project costs: | \$ _____ |
| e. Amount of additional costs, if any (c-d): | \$ _____ |

6. In my/our opinion, as of the date hereof, the remaining contingency reserve of \$[insert amount] contained in 5b above is adequate given the current state of work in place and contracts entered into to complete the Project.
7. In my/our opinion, as of the date hereof, the estimated date of completion of the Project is [insert date]. Reasons for delay, if applicable, are outlined in the attached schedule.

This certificate is given in connection with the above-referenced advance under your construction letter agreement with the Borrower indicated above and you may rely upon it in making such advance.

Dated at [City], [Province], this [] day of [], 20[].

[Consultant’s Name]

per: _____



Private and Confidential

May 8, 2024

THE CORPORATION OF THE TOWN OF BLIND RIVER

11 Hudson Street
Blind River, Ontario
P0R 1B0

ROYAL BANK OF CANADA (the “**Bank**”) hereby confirms the credit facilities described below (the “**Credit Facilities**”) subject to the terms and conditions set forth below and in the attached Terms & Conditions and Schedules (collectively the “**Agreement**”). This Agreement amends and restates without novation the existing agreement dated March 19, 2013 and any amendments thereto. Any amount owing by the Borrower to the Bank under such previous agreement is deemed to be a Borrowing under this Agreement. Any and all security that has been delivered to the Bank and is set forth as Security below, shall remain in full force and effect, is expressly reserved by the Bank and, unless expressly indicated otherwise, shall apply in respect of all obligations of the Borrower under the Credit Facilities. This Agreement is in addition to our Confirmation of Credit Facilities Letter Real Estate dated May 8, 2024, as amended, superseded, restated or replaced from time to time (the “**Lake Intake and Wastewater Plant Project Agreement**”) and our Confirmation of Credit Facilities Letter Real Estate dated December 9, 2022, as amended, superseded, restated or replaced from time to time (the “**Water and Sewer Infrastructure Project Agreement**”). Unless otherwise provided, all dollar amounts are in Canadian currency.

The Bank reserves all of its rights and remedies at any time and from time to time in connection with any or all breaches, defaults or Events of Default now existing or hereafter arising under this Agreement or any other agreement delivered to the Bank, and whether known or unknown, and this Agreement shall not be construed as a waiver of any such breach, default or Event of Default.

BORROWER: The Corporation of the Town of Blind River (the “**Borrower**”)

CREDIT FACILITIES

The aggregate of Facility#4 as set forth below and Facility #1 as set forth in the Water and Sewer Infrastructure Project Agreement shall not exceed \$3,500,000.00 at any time.

The aggregate of Facility#5 as set forth below and Facility #1 as set forth in the Lake Intake and Wastewater Plant Project Agreement shall not exceed \$3,000,000.00 at any time.

Facility #1: \$1,500,000.00 revolving demand facility by way of:

a) RBP based loans (“**RBP Loans**”)

Revolve in increments of:	\$5,000.00	Minimum retained balance:	\$0.00
Revolved by:	Bank	Interest rate (per annum):	RBP + 0.10%

b) Overdrafts (“**Overdrafts**”)

Overdrafts	Interest rate (per annum):	RBP + 0.10%
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PURPOSE

Finance general operating requirements.

AVAILABILITY

The Borrower may borrow, convert, repay and reborrow up to the amount of this facility provided this facility is made available at the sole discretion of the Bank and the Bank may cancel or restrict the availability of any unutilized portion at any time and from time to time without notice.

REPAYMENT

Notwithstanding compliance with the covenants and all other terms and conditions of this Agreement, Borrowings under this facility are repayable on demand.

FACILITY #1 GENERAL ACCOUNT

The Borrower shall establish a current account with the Bank (the "**Facility #1 General Account**") for the conduct of the Borrower's day-to-day banking business. The Borrower authorizes the Bank daily or otherwise as and when determined by the Bank, to ascertain the balance of the Facility #1 General Account and:

- a) if such position is a debit balance the Bank may, subject to the revolving increment amount and minimum retained balance specified in this Agreement, make available a Borrowing by way of RBP Loans under this facility;
- b) if such position is a credit balance, where the facility is indicated to be Bank revolved, the Bank may, subject to the revolving increment amount and minimum retained balance specified in this Agreement, apply the amount of such credit balance or any part as a repayment of any Borrowings outstanding by way of RBP Loans under this facility;
- c) if such position is a credit balance, where this facility is indicated to be Borrower revolved, the Bank will apply repayments on such facility only if so advised and directed by the Borrower;
- d) Overdrafts and Bank revolved facilities by way of RBP Loans, are not available on the same General Account.

Facility #2: \$160,000.00 revolving demand facility by way of:

- a) RBP Loans

Revolve in increments of:	\$0,00	Minimum retained balance:	\$0.00
Revolved by:	Bank	Interest rate (per annum):	RBP + 0.10%

PURPOSE

Finance general operating requirements for Huron Pines golf course.

AVAILABILITY

The Borrower may borrow, repay and reborrow up to the amount of this facility provided this facility is made available at the sole discretion of the Bank and the Bank may cancel or restrict the availability of any unutilized portion at any time and from time to time without notice.

REPAYMENT

Notwithstanding compliance with the covenants and all other terms and conditions of this Agreement, Borrowings under this facility are repayable on demand.

FACILITY #2 GENERAL ACCOUNT

The Borrower shall establish a current account with the Bank (the "**Facility #2 General Account**") for the conduct of the Borrower's day-to-day banking business. The Borrower authorizes the Bank daily or otherwise as and when determined by the Bank, to ascertain the balance of the Facility #2 General Account and:

- a) if such position is a debit balance the Bank may, subject to the revolving increment amount and minimum retained balance specified in this Agreement, make available a Borrowing by way of RBP Loans under this facility;
- b) if such position is a credit balance, where the facility is indicated to be Bank revolved, the Bank may, subject to the revolving increment amount and minimum retained balance specified in this Agreement, apply the amount of such credit balance or any part as a repayment of any Borrowings outstanding by way of RBP Loans under this facility;
- c) if such position is a credit balance, where this facility is indicated to be Borrower revolved, the Bank will apply repayments on such facility only if so advised and directed by the Borrower.

Facility #3: \$629,237.80 non-revolving term facility by way of:

- a) Fixed Rate Term Loans ("**FRT Loans**") Interest rate (per annum): 5.31%

PURPOSE

Finance repayment of a portion of 2010 capital expenditure.

REPAYMENT

Payment Amount:	\$15,163.50	Payment Frequency:	Monthly
Payment Type:	Blended (payment amount subject to annual adjustments to ensure amortization)	Payment date:	26th of each month
Repayable in full on:	March 26, 2027	Current remaining amortization (months):	46
Amount eligible for prepayment of FRT Loan: 0%			

Facility #4: \$3,500,000.00 non-revolving term facility by way of:

- a) RBP Loans Interest rate (per annum) to be determined at time of Borrowing and recorded on the applicable Borrowing Request substantially in the form of Schedule "E"
- b) FRT Loans Interest rate to be determined at time of Borrowing and recorded on the applicable Borrowing Request substantially in the form of Schedule "E"

PURPOSE

Finance takeout of Woodward Avenue water and sewer infrastructure project.

AVAILABILITY

The Borrower may borrow and convert (in the case of an FRT Loan, not before its expiry) up to the amount of this term facility provided this facility is made available at the sole discretion of the Bank and the Bank may cancel or restrict availability of any unutilized portion of this facility at any time from time to time without notice.

Proceeds of the initial Borrowing under this facility must be utilized to repay all amounts owing by the Borrower under Facility #1 as set forth in the Water and Sewer Infrastructure Project Agreement.

REPAYMENT

Payment Amount:	To be determined at drawdown	Payment Frequency:	To be determined at drawdown
Payment Type:	To be determined at drawdown	Payment date:	To be determined at drawdown
Repayable in full on:	The last day of the term selected by the Borrower	Original Amortization (months):	300
Amount eligible for prepayment of FRT Loan: To be determined at drawdown			

The specific repayment terms for Borrowings under this facility will be agreed to between the Borrower and the Bank at the time of drawdown by way of a Borrowing Request substantially in the form of Schedule "E" provided by the Borrower and accepted by the Bank.

Facility #5: \$3,000,000.00 non-revolving term facility by way of:

- a) RBP Loans Interest rate (per annum) to be determined at time of Borrowing and recorded on the applicable Borrowing Request substantially in the form of Schedule "E"
- b) FRT Loans Interest rate to be determined at time of Borrowing and recorded on the applicable Borrowing Request substantially in the form of Schedule "E"

PURPOSE

Finance takeout of Huron Street infrastructure project.

AVAILABILITY

The Borrower may borrow and convert (in the case of an FRT Loan, not before its expiry) up to the amount of this term facility provided this facility is made available at the sole discretion of the Bank and the Bank may cancel or restrict availability of any unutilized portion of this facility at any time from time to time without notice.

The aggregate Borrowings outstanding under this facility plus all amounts owing by the Borrower under Facility #1 as set forth in the Lake Intake and Wastewater Plant Project Agreement must not exceed \$3,000,000.00 at any time.

REPAYMENT

Payment Amount:	To be determined at drawdown	Payment Frequency:	To be determined at drawdown
Payment Type:	To be determined at drawdown	Payment date:	To be determined at drawdown
Repayable in full on:	The last day of the term selected by the Borrower	Original Amortization (months):	300
Amount eligible for prepayment of FRT Loan: To be determined at drawdown			

The specific repayment terms for Borrowings under this facility will be agreed to between the Borrower and the Bank at the time of drawdown by way of a Borrowing Request substantially in the form of Schedule "E" provided by the Borrower and accepted by the Bank.

OTHER FACILITIES

The Credit Facilities are in addition to the following facilities (the "**Other Facilities**"). The Other Facilities will be governed by this Agreement and separate agreements between the Borrower and the Bank. In the event of a conflict between this Agreement and any such separate agreement, the terms of the separate agreement will govern.

- a) Credit Card to a maximum amount of \$100,000.00.

FEES

OTHER FEES

Renewal Fee:

If the Bank renews or extends any term facility or term loan beyond its Maturity Date, an additional renewal fee may be payable in connection with any such renewal in such amount as the Bank may determine and notify the Borrower.

SECURITY

N/A

REPORTING REQUIREMENTS

The Borrower will provide the following to the Bank:

- annual audited financial statements for the Borrower and North Shore Power Group Inc., within 240 days of each fiscal year end;
- annual financial information return for the Borrower, within 240 days of each fiscal year end;
- annual budget for the Borrower, for the next following fiscal year, within 240 days of each fiscal year end;
- annual notice of repayment limit for the Borrower from Ontario Ministry of Municipal Affairs and Housing, within 240 days of each fiscal year end; and
- such other financial and operating statements and reports as and when the Bank may reasonably require.

CONDITIONS PRECEDENT

In no event will the Credit Facilities or any part thereof be available unless the Bank has received:

- a duly executed copy of this Agreement;
- a true copy of the Borrower's by-law authorizing the entering into of this Agreement and authorizing the Borrower to borrow in the manner contemplated in this Agreement;
- such financial and other information or documents relating to the Borrower or any Guarantor if applicable as the Bank may reasonably require; and
- such other authorizations, approvals, opinions and documentation as the Bank may reasonably require.

Additionally:

- all documentation to be received by the Bank shall be in form and substance satisfactory to the Bank;

- f) no Borrowing under Facility#4 will be made available unless the Bank has received a Borrowing Request from the Borrower substantially in the form of Schedule "E" together with i) receipt of a report on the project by a professional engineer certifying completeness of the project plans and specifications, satisfactory to the Bank and ii) an unconditional occupancy permit satisfactory to the Bank.

ONGOING CONDITIONS FACILITY #1

In addition to the conditions set forth above in the Conditions Precedent section, the availability of Facility #1 is conditional upon the receipt of the following prior to each and every Borrowing:

- a) Borrowing By-Law Municipal Corporation (Ontario) on the Bank's Form 348 or other form provided it conforms in substance to Form 348, for the current year; and
- b) Statement By Treasurer – Municipal Corporation (Ontario) on the Bank's Form 349.

CONDITIONS PRECEDENT – FACILITY #5

In addition to the conditions set forth above in the Conditions Precedent section, the availability of Facility #5 is conditional upon the receipt of:

- a) a Borrowing Request from the Borrower substantially in the form of Schedule "E"; and
- b) a satisfactory visit and inspection of the Borrower's premises, properties and assets, including any equipment financed, has been completed by the Bank, or its representatives.

GOVERNING LAW JURISDICTION

Province of Ontario.

ACCEPTANCE

This Agreement is open for acceptance until June 7, 2024, after which date it will be null and void, unless extended by the Bank in its sole discretion.

ROYAL BANK OF CANADA



Per: _____
Title: Vice President

RBC Contact: Sheri Gazzola

/as

We acknowledge and accept the terms and conditions of this Agreement on this _____ day of _____, _____.

THE CORPORATION OF THE TOWN OF BLIND RIVER

Per: _____
Name: _____
Title: _____

Per: _____
Name: _____
Title: _____

I/We have authority to bind the Borrower.

/attachments:

Terms and Conditions

Schedules:

- Definitions
- Calculation and Payment of Interest and Fees
- Additional Borrowing Conditions
- Borrowing Request

TERMS AND CONDITIONS

The Bank is requested by the Borrower to make the Credit Facilities available to the Borrower in the manner and at the rates and times specified in this Agreement. Terms defined elsewhere in this Agreement and not otherwise defined in the Terms and Conditions below or the Schedules attached hereto have the meaning given to such terms as so defined. In consideration of the Bank making the Credit Facilities available, the Borrower agrees, and if the Borrower is comprised of more than one Person, such Persons jointly and severally agree, or in Quebec solidarily agree, with the Bank as follows:

REPAYMENT

Amounts outstanding under the Credit Facilities, together with interest, shall become due in the manner and at the rates and times specified in this Agreement and shall be paid in the currency of the Borrowing. Unless the Bank otherwise agrees, any payment hereunder must be made in money which is legal tender at the time of payment. In the case of a demand facility of any kind, the Borrower shall repay all principal sums outstanding under such facility upon demand. Where any Borrowings are repayable by scheduled blended payments, such payments shall be applied, firstly, to interest due, and the balance, if any, shall be applied to principal outstanding. If any such payment is insufficient to pay all interest then due, the unpaid balance of such interest will be added to such Borrowing, will bear interest at the same rate, and will be payable on demand or on the date specified herein, as the case may be. Borrowings repayable by way of scheduled payments of principal and interest shall be so repaid with any balance of such Borrowings being due and payable as and when specified in this Agreement. The Borrower shall ensure that the maturities of instruments or contracts selected by the Borrower when making Borrowings will be such so as to enable the Borrower to meet its repayment obligations. For any Borrowings that are repayable by scheduled payments, if the scheduled payment date is changed then the Maturity Date of the applicable Borrowings shall automatically be amended accordingly.

In the case of any reducing term loan and/or reducing term facility ("**Reducing Term Loan/Facility**"), provided that nothing contained in this paragraph shall confer any right of renewal or extension upon the Borrower, the Borrower and the Bank agree that, at the Bank's option, the Bank may provide a letter ("**Renewal Letter**") to the Borrower setting out the terms upon which the Bank is prepared to extend the Reducing Term Loan/Facility. In the event that the Bank provides a Renewal Letter to the Borrower and the Reducing Term Loan/Facility is not repaid on or before the Maturity Date of the applicable Reducing Term Loan/Facility, then at the Bank's option the Reducing Term Loan/Facility shall be automatically renewed on the terms set out in the Renewal Letter and the terms of this Agreement shall be amended accordingly.

PREPAYMENT

Where Borrowings are by way of RBP Loans, the Borrower may prepay such Borrowings in whole or in part without fee or premium.

Once per year during the 12 month period from each anniversary date of a Borrowing by way of FRT Loan, and provided an Event of Default shall not have occurred and be continuing, the Borrower may prepay such FRT Loan prior to the maturity of its term without fee or premium and on a non-cumulative basis up to the percentage (as selected by the Borrower for such FRT Loan) of the outstanding principal balance on the day of prepayment. Any prepayment of Borrowings by way of FRT Loans prior to the maturity of the term for such FRT Loan, in whole or in part, in excess of any prepayment explicitly permitted in this Agreement, requires an amendment of the terms of this Agreement. An amendment to permit such a prepayment requires the Bank's prior written consent. The Bank may provide its consent to an amendment to permit a prepayment upon satisfaction by the Borrower of any conditions the Bank may reasonably impose, including, without limitation, the Borrower's agreement to pay the Prepayment Fee as defined below.

The Prepayment Fee will be calculated by the Bank as the sum of:

- a) the greater of:
 - (i) the amount equal to 3 months' interest payable on the amount of the FRT Loan Borrowings being prepaid, calculated at the interest rate applicable to the FRT Loan Borrowings on the date of prepayment; and
 - (ii) the present value of the cash flow associated with the difference between the Bank's original cost of funds for the FRT Loan and the current cost of funds for a loan with a term substantially similar to the remaining term of the FRT Loan and an amortization period substantially similar to the remaining amortization period of the FRT Loan, each as determined by the Bank on the date of such prepayment;

plus:

- b) forgone margin over the remainder of the term of the FRT Loan. Foregone margin is defined as the present value of the difference between the Bank's original cost of funds for the FRT Loan and the interest that would have been charged to the Borrower over the remaining term of the FRT Loan;

plus:

- c) a processing fee.

The Prepayment Fee shall also be payable by the Borrower in the event that the Bank demands repayment of the outstanding principal of the FRT Loan on the occurrence of an Event of Default.

The Borrower's obligation to pay the Prepayment Fee will be in addition to any other amounts then owing by the Borrower to the Bank, will form part of the loan amount and will be secured by the Security described herein.

The prepayment of any Borrowings under a term facility and/or any term loan will be made in the reverse order of maturity.

EVIDENCE OF INDEBTEDNESS

The Bank shall maintain accounts and records (the "**Accounts**") evidencing the Borrowings made available to the Borrower by the Bank under this Agreement. The Bank shall record the principal amount of such Borrowings, the payment of principal and interest on account of the Borrowings, and all other amounts becoming due to the Bank under this Agreement. The Accounts constitute, in the absence of manifest error, conclusive evidence of the indebtedness of the Borrower to the Bank pursuant to this Agreement. The Borrower authorizes and directs the Bank to automatically debit, by mechanical, electronic or manual means, any bank account of the Borrower for all amounts payable under this Agreement, including, but not limited to, the repayment of principal and the payment of interest, fees and all charges for the keeping of such bank accounts.

GENERAL COVENANTS

Without affecting or limiting the right of the Bank to terminate or demand payment of, or cancel or restrict availability of any unutilized portion of, any demand or other discretionary facility, the Borrower covenants and agrees with the Bank that the Borrower:

- a) will pay all sums of money when due under the terms of this Agreement;
- b) will immediately advise the Bank of any event which constitutes or which, with notice, lapse of time or both, would constitute a breach of any covenant or other term or condition of this Agreement or any Security or an Event of Default;
- c) will file all material tax returns which are or will be required to be filed by it, pay or make provision for payment of all material taxes (including interest and penalties) and Potential Prior-Ranking Claims, which are or will become due and payable and provide adequate reserves for the payment of any tax, the payment of which is being contested;
- d) will comply with all Applicable Laws, including, without limitation, all Environmental and Health and Safety Laws;
- e) will immediately advise the Bank of any action requests or violation notices received concerning the Borrower and hold the Bank harmless from and against any losses, costs or expenses which the Bank may suffer or incur for any environment related liabilities existent now or in the future with respect to the Borrower;
- f) will deliver to the Bank such financial and other information as the Bank may reasonably request from time to time, including, but not limited to, the reports and other information set out under Reporting Requirements;
- g) will immediately advise the Bank of any unfavorable change in its financial position which may adversely affect its ability to pay or perform its obligations in accordance with the terms of this Agreement;
- h) will keep its assets fully insured against such perils and in such manner as would be customarily insured by Persons carrying on a similar business or owning similar assets and, in addition, for any buildings located in areas prone to flood and/or earthquake, will insure and keep fully insured such buildings against such perils;
- i) except for Permitted Encumbrances, will not, without the prior written consent of the Bank, grant, create, assume or suffer to exist any mortgage, charge, lien, pledge, security interest or other encumbrance affecting any of its properties, assets or other rights;
- j) will not, without the prior written consent of the Bank, guarantee or otherwise provide for, on a direct, indirect or contingent basis, the payment of any monies or performance of any obligations by any other Person, except as may be provided for herein;
- k) to provide the Bank with prompt written notice if it merges or amalgamates with any other Person;
- l) will permit the Bank or its representatives, from time to time, i) to visit and inspect the Borrower's premises, properties and assets and examine and obtain copies of the Borrower's records or other information, ii) to collect information from any entity regarding any Potential Prior-Ranking Claims and iii) to discuss the Borrower's affairs with the auditors, counsel and other professional advisers of the Borrower. The Borrower hereby authorizes and directs any such third party to provide to the Bank or its representatives all such information, records or documentation requested by the Bank;

- m) to provide the Bank with prompt written notice of any request, application or decision made pursuant to the **Freedom of Information and Protection of Privacy Act** or other applicable freedom of information legislation that relates or may relate in any way to this Agreement;
- n) it will ensure that its indebtedness under this Agreement will rank at least *pari passu* with all its other unsecured and unsubordinated indebtedness from time to time with the exception of its preferred liabilities arising by operation of law; and
- o) will not use the proceeds of any Credit Facility for the benefit or on behalf of any Person other than the Borrower.

FEES, COSTS AND EXPENSES

The Borrower agrees to pay the Bank all fees stipulated in this Agreement and all fees charged by the Bank relating to the documentation or registration of this Agreement and the Security. In addition, the Borrower agrees to pay all fees (including legal fees), costs and expenses incurred by the Bank in connection with the preparation, negotiation, documentation and registration of this Agreement and any Security and the administration, operation, termination, enforcement or protection of its rights in connection with this Agreement and the Security. The Borrower shall indemnify and hold the Bank harmless against any loss, cost or expense incurred by the Bank if any facility under the Credit Facilities is repaid or prepaid other than on its Maturity Date. The determination by the Bank of such loss, cost or expense shall be conclusive and binding for all purposes and shall include, without limitation, any loss incurred by the Bank in liquidating or redeploying deposits acquired to make or maintain any facility.

GENERAL INDEMNITY

The Borrower hereby agrees to indemnify and hold the Bank and its directors, officers, employees and agents harmless from and against any and all claims, suits, actions, demands, debts, damages, costs, losses, obligations, judgements, charges, expenses and liabilities of any nature which are suffered, incurred or sustained by, imposed on or asserted against any such Person as a result of, in connection with or arising out of i) any breach of any term or condition of this Agreement or any Security or any other agreement delivered to the Bank by the Borrower or any Guarantor if applicable, or any Event of Default, ii) the Bank acting upon instructions given or agreements made by electronic transmission of any type, iii) the presence of Contaminants at, on or under or the discharge or likely discharge of Contaminants from, any properties now or previously used by the Borrower or any Guarantor and iv) the breach of or non compliance with any Applicable Law by the Borrower or any Guarantor.

AMENDMENTS AND WAIVERS

Save and except for any waiver or extension of the deadline for acceptance of this Agreement at the Bank's sole discretion, which may be communicated in writing, verbally, or by conduct, no amendment or waiver of any provision of this Agreement will be effective unless it is in writing, signed by the Borrower and the Bank. No failure or delay, on the part of the Bank, in exercising any right or power hereunder or under any Security or any other agreement delivered to the Bank shall operate as a waiver thereof. Each Guarantor, if applicable, agrees that the amendment or waiver of any provision of this Agreement (other than agreements, covenants or representations expressly made by any Guarantor herein, if any) may be made without and does not require the consent or agreement of, or notice to, any Guarantor. Any amendments requested by the Borrower will require review and agreement by the Bank and its counsel. Costs related to this review will be for the Borrower's account.

SUCCESSORS AND ASSIGNS

This Agreement shall be binding upon and enure to the benefit of the parties and their respective successors and permitted assigns.

The Bank may assign all or part of its rights and obligations under this Agreement to any Person with the consent of the Borrower, such consent not to be unreasonably withheld. The rights and obligations of the Borrower under this Agreement may not be assigned without the prior written consent of the Bank.

With the consent of the Borrower, which consent will not be unreasonably withheld, the Bank may disclose to potential or actual assignees confidential information regarding the Borrower (including, any such information provided by the Borrower to the Bank) and shall not be liable for any such disclosure.

GAAP

Unless otherwise provided, all accounting terms used in this Agreement shall be interpreted in accordance with Canadian Generally Accepted Accounting Principles, as appropriate, for publicly accountable enterprises, private enterprises, not-for-profit organizations, pension plans and in accordance, as appropriate, with Public Sector Accounting Standards for government organizations in effect from time to time, applied on a consistent basis from period to period. All financial statements and/or reports shall be prepared using one of the above bases of presentation, as appropriate, including, without limitation, the application of accrual accounting. Except for the transition of accounting standards in Canada, any change in accounting principles or the application of accounting principles is only permitted with the prior written consent of the Bank.

SEVERABILITY

The invalidity or unenforceability of any provision of this Agreement shall not affect the validity or enforceability of any other provision of this Agreement and such invalid provision shall be deemed to be severable.

GOVERNING LAW

This Agreement shall be construed in accordance with and governed by the laws of the Province identified in the Governing Law Jurisdiction section of this Agreement and the laws of Canada applicable therein. The Borrower irrevocably submits to the non-exclusive jurisdiction of the courts of such Province and acknowledges the competence of such courts and irrevocably agrees to be bound by a judgment of any such court.

DEFAULT BY LAPSE OF TIME

The mere lapse of time fixed for performing an obligation shall have the effect of putting the Borrower, or a Guarantor if applicable, in default thereof.

SET-OFF

The Bank is authorized (but not obligated), at any time and without notice, to apply any credit balance (whether or not then due) in any account in the name of the Borrower, or to which the Borrower is beneficially entitled (in any currency) at any branch or agency of the Bank in or towards satisfaction of the indebtedness of the Borrower due to the Bank under the Credit Facilities and the other obligations of the Borrower under this Agreement. For that purpose, the Bank is irrevocably authorized to use all or any part of any such credit balance to buy such other currencies as may be necessary to effect such application.

NOTICES

Any notice or demand to be given by the Bank shall be given in writing by way of a letter addressed to the Borrower. If the letter is sent by telecopier, it shall be deemed received on the date of transmission, provided such transmission is sent prior to 5:00 p.m. on a day on which the Borrower's business is open for normal business, and otherwise on the next such day. If the letter is sent by ordinary mail to the address of the Borrower, it shall be deemed received on the date falling five (5) days following the date of the letter, unless the letter is hand-delivered to the Borrower, in which case the letter shall be deemed to be received on the date of delivery. The Borrower must advise the Bank at once about any changes in the Borrower's address.

CONSENT OF DISCLOSURE

The Borrower hereby grants permission to any Person having information in such Person's possession relating to any Potential Prior-Ranking Claim, to release such information to the Bank (upon its written request), solely for the purpose of assisting the Bank to evaluate the financial condition of the Borrower.

NON-MERGER

The provisions of this Agreement shall not merge with any Security provided to the Bank, but shall continue in full force for the benefit of the parties hereto.

JOINT AND SEVERAL

Where more than one Person is liable as Borrower or Guarantor if applicable for any obligation under this Agreement, then the liability of each such Person for such obligation is joint and several (in Quebec, solidarily) with each other such Person.

COUNTERPART EXECUTION

This Agreement may be executed in any number of counterparts and by different parties in separate counterparts, each of which when so executed shall be deemed to be an original and all of which taken together constitute one and the same instrument.

ELECTRONIC MAIL AND FAX TRANSMISSION

The Bank is entitled to rely on any agreement, document or instrument provided to the Bank by the Borrower or any Guarantor as applicable, by way of electronic mail or fax transmission as though it were an original document. The Bank is further entitled to assume that any communication from the Borrower received by electronic mail or fax transmission is a reliable communication from the Borrower.

ELECTRONIC IMAGING

The parties hereto agree that, at any time, the Bank may convert paper records of this Agreement and all other documentation delivered to the Bank (each, a "**Paper Record**") into electronic images (each, an "**Electronic Image**") as part of the Bank's normal business practices. The parties agree that each such Electronic Image shall be considered as an authoritative copy of the Paper Record and shall be legally binding on the parties and admissible in any legal, administrative

or other proceeding as conclusive evidence of the contents of such document in the same manner as the original Paper Record.

REPRESENTATIONS AND WARRANTIES

The Borrower represents and warrants to the Bank that:

- a) it is duly constituted and validly existing under Applicable Laws and is qualified to carry on its operations and activities in all jurisdictions where the nature of its properties, assets or operations make it necessary or desirable to do so;
- b) it has all necessary power and capacity to borrow, and to enter into and perform its obligations under this Agreement;
- c) all necessary corporate action has been taken by it to authorize the execution and delivery by it of this Agreement and the performance of its obligations thereunder, and this Agreement has been duly executed and delivered;
- d) the execution, delivery and performance by it of this Agreement do not violate any Applicable Laws or agreements to which it is subject or by which it is bound;
- e) its most recent financial statements provided to the Bank fairly present its financial position as of the date thereof and its results of operations and cash flows for the fiscal period covered thereby, and since the date of such financial statements, there has occurred no material adverse change in its operations or financial condition;
- a) no event has occurred which constitutes, or which, with notice, lapse of time, or both, would constitute, a breach of any covenant or other term or condition of this Agreement or any Security or any other agreement delivered to the Bank or an Event of Default;
- b) there is no claim, action, prosecution or other proceeding of any kind pending or threatened against it or any of its assets or properties before any court or administrative agency which relates to any non-compliance with any Environmental and Health and Safety Laws which, if adversely determined, might have a material adverse effect upon its financial condition or operations or its ability to perform its obligations under this Agreement or any Security, and there are no circumstances of which it is aware which might give rise to any such proceeding which it has not fully disclosed to the Bank;
- c) it has good and marketable title to all of its properties and assets, free and clear of any encumbrances, other than as may be provided for herein;
- d) it is in compliance in all material respects with all Applicable Laws including, without limitation, all Environmental and Health and Safety Laws;
- e) it has filed all material tax returns which were required to be filed by it, paid or made provision for payment of all taxes and Potential Prior-Ranking Claims (including interest and penalties) which are due and payable, and provided adequate reserves for payment of any tax, the payment of which is being contested; and
- f) its indebtedness under this Agreement is its direct, unconditional and general indebtedness and (save for its preferred liabilities arising by operation of law) ranks at least pari passu with all its other unsecured and unsubordinated indebtedness.

Representations and warranties are deemed to be repeated as at the time of each Borrowing and/or the entering into each Lease, if applicable, hereunder.

LANGUAGE

The parties hereto have expressly requested that this Agreement and all related documents, including notices, be drawn up in the English language. Les parties ont expressément demandé que la présente convention et tous les documents y afférents, y compris les avis, soient rédigés en langue anglaise.

WHOLE AGREEMENT

This Agreement and any documents or instruments referred to in, or delivered pursuant to, or in connection with, this Agreement constitute the whole and entire agreement between the Borrower and the Bank with respect to the Credit Facilities.

EXCHANGE RATE FLUCTUATIONS

If, for any reason, the amount of Borrowings and/or Leases, if applicable, outstanding under any facility in a currency other than Canadian currency, when converted to the Equivalent Amount in Canadian currency, exceeds the amount available under such facility, the Borrower shall immediately repay such excess or shall secure such excess to the satisfaction of the Bank.

JUDGEMENT CURRENCY

If for the purpose of obtaining judgement in any court in any jurisdiction with respect to this Agreement, it is necessary to convert into the currency of such jurisdiction (the "**Judgement Currency**") any amount due hereunder in any currency other than the Judgement Currency, then conversion shall be made at the rate of exchange prevailing on the Business Day before the day on which judgement is given. For this purpose, "rate of exchange" means the rate at which the Bank would,

on the relevant date, be prepared to sell a similar amount of such currency in the Toronto foreign exchange market, against the Judgement Currency, in accordance with normal banking procedures.

In the event that there is a change in the rate of exchange prevailing between the Business Day before the day on which judgement is given and the date of payment of the amount due, the Borrower will, on the date of payment, pay such additional amounts as may be necessary to ensure that the amount paid on such date is the amount in the Judgement Currency which, when converted at the rate of exchange prevailing on the date of payment, is the amount then due under this Agreement in such other currency together with interest at RBP and expenses (including legal fees on a solicitor and client basis). Any additional amount due from the Borrower under this section will be due as a separate debt and shall not be affected by judgement being obtained for any other sums due under or in respect of this Agreement.

EVENTS OF DEFAULT

Without affecting or limiting the right of the Bank to terminate or demand payment of, or to cancel or restrict availability of any unutilized portion of, any demand or other discretionary facility, each of the following shall constitute an “**Event of Default**” which shall entitle the Bank, in its sole discretion, to cancel any Credit Facilities, demand immediate repayment in full of any amounts outstanding under any term facility, together with outstanding accrued interest and any other indebtedness under or with respect to any term facility, and to realize on all or any portion of any Security:

- a) failure of the Borrower to pay any principal, interest or other amount when due pursuant to this Agreement;
- b) failure of the Borrower, or any Guarantor if applicable, to observe any covenant, term or condition contained in this Agreement, the Security, or any other agreement delivered to the Bank or in any documentation relating hereto or thereto;
- c) the Borrower, or any Guarantor if applicable, is unable to pay its debts as such debts become due, or is, or is adjudged or declared to be, or admits to being, bankrupt or insolvent;
- d) if any proceeding is taken to effect a compromise or arrangement with the creditors of the Borrower, or any Guarantor if applicable, or to have the Borrower, or any Guarantor if applicable, declared bankrupt or wound up, or to have a receiver appointed for any part of the assets or operations of the Borrower, or any Guarantor if applicable, or if any encumbrancer takes possession of any part thereof;
- e) if in the opinion of the Bank there is a material adverse change in the financial condition, ownership or operation of the Borrower, or any Guarantor if applicable;
- f) if any representation or warranty made by the Borrower, or any Guarantor if applicable, under this Agreement or in any other document relating hereto or under any Security shall be false in any material respect; or
- g) if the Borrower, or any Guarantor if applicable, defaults in the payment of any other indebtedness, whether owing to the Bank or to any other Person, or defaults in the performance or observance of any agreement in respect of such indebtedness where, as a result of such default, the maturity of such indebtedness is or may be accelerated.

Should the Bank demand immediate repayment in full of any amounts outstanding under any term facility due to an Event of Default, the Borrower shall immediately repay all principal sums outstanding under such facility and all other obligations in connection with any such term facility.

INCREASED COSTS

If any change in Applicable Laws or the interpretation thereof after the date hereof (i) imposes or increases taxes on payments due to the Bank hereunder (other than taxes on the overall net income of the Bank), (ii) imposes or increases any reserve or other similar requirement or (iii) imposes or changes any other condition affecting the Credit Facilities, and the result of any of the foregoing results in any additional cost to the Bank of making available, continuing or maintaining any of the Credit Facilities hereunder (or maintaining any obligations to make any such Credit Facilities available hereunder) or results in any reduction in the amount of any sum received or receivable by the Bank in connection with this Agreement or the Credit Facilities made available hereunder, then from time to time, upon written request of the Bank, the Borrower shall promptly pay to the Bank, such additional amount or amounts as will compensate the Bank for any such additional costs incurred or reduction suffered.

CONFIDENTIALITY

This Agreement and all of its terms are confidential (“**Confidential Information**”). The Borrower shall keep the Confidential Information confidential and will not disclose the Confidential Information, or any part thereof, to any Person other than the Borrower’s directors, officers, employees, agents, advisors, contractors, consultants and other representatives of the Borrower who need to know the Confidential Information for the purpose of this Agreement, who shall be informed of the confidential nature of the Confidential Information and who agree or are otherwise bound to treat the Confidential Information consistent with the terms of this Agreement. Without limiting the generality of the foregoing, the Borrower shall not issue any press release or make any other public announcement or filing with respect to the Confidential Information without the Bank’s prior written consent.

Schedule "A"

DEFINITIONS

For the purpose of this Agreement, if applicable, the following terms and phrases shall have the following meanings:

"Applicable Laws" means, with respect to any Person, property, transaction or event, all present or future applicable laws, statutes, regulations, rules, policies, guidelines, rulings, interpretations, directives (whether or not having the force of law), orders, codes, treaties, conventions, judgements, awards, determinations and decrees of any governmental, quasi-governmental, regulatory, fiscal or monetary body or agency or court of competent jurisdiction in any applicable jurisdiction;

"Borrowing" means each use of a Credit Facility, excluding Leases, and all such usages outstanding at any time are **"Borrowings"**;

"Business Day" means a day, excluding Saturday, Sunday and any other day which shall be a legal holiday or a day on which banking institutions are closed throughout Canada

"Business Loan Insurance Plan" means the optional group creditor insurance coverage, underwritten by RBC Life Insurance Company, and offered in connection with eligible loan products offered by the Bank;

"Contaminant" includes, without limitation, any pollutant, dangerous substance, liquid waste, industrial waste, hazardous material, hazardous substance or contaminant including any of the foregoing as defined in any Environmental and Health and Safety Law;

"Environmental Activity" means any activity, event or circumstance in respect of a Contaminant, including, without limitation, its storage, use, holding, collection, purchase, accumulation, assessment, generation, manufacture, construction, processing, treatment, stabilization, disposition, handling or transportation, or its Release into the natural environment, including movement through or in the air, soil, surface water or groundwater;

"Environmental and Health and Safety Laws" means all Applicable Laws relating to the environment or occupational health and safety, or any Environmental Activity;

"Equivalent Amount" means, with respect to an amount of any currency, the amount of any other currency required to purchase that amount of the first mentioned currency through the Bank in Toronto, in accordance with normal banking procedures;

"Guarantor" means any Person who has guaranteed the obligations of the Borrower under this Agreement;

"Lease" means an advance of credit by the Bank to the Borrower by way of a Master Lease Agreement, Master Leasing Agreement, Leasing Schedule, Equipment Lease, Conditional Sales Contract, or pursuant to an Interim Funding Agreement or an Agency Agreement, in each case issued to the Borrower;

"Maturity Date" means the date on which a facility is due and payable in full;

"Overdrafts" means advances of credit by way of debit balances in the Borrower's current account;

"Permitted Encumbrances" means, in respect of the Borrower:

- a) liens arising by operation of law for amounts not yet due or delinquent, minor encumbrances on real property such as easements and rights of way which do not materially detract from the value of such property, and security given to municipalities and similar public authorities when required by such authorities in connection with the operations of the Borrower in the ordinary course of business; and
- b) Security granted in favour of the Bank;

"Person" includes an individual, a partnership, a joint venture, a trust, an unincorporated organization, a company, a corporation, an association, a government or any department or agency thereof, and any other incorporated or unincorporated entity;

"Potential Prior-Ranking Claims" means all amounts owing or required to be paid, where the failure to pay any such amount could give rise to a claim pursuant to any law, statute, regulation or otherwise, which ranks or is capable of ranking

in priority to the Security or otherwise in priority to any claim by the Bank for repayment of any amounts owing under this Agreement;

“**RBP**” and “**Royal Bank Prime**” each means the annual rate of interest announced by the Bank from time to time as being a reference rate then in effect for determining interest rates on commercial loans made in Canadian currency in Canada;

“**Release**” includes discharge, spray, inject, inoculate, abandon, deposit, spill, leak, seep, pour, emit, empty, throw, dump, place and exhaust, and when used as a noun has a similar meaning.

Schedule "B"

CALCULATION AND PAYMENT OF INTEREST AND FEES

LIMIT ON INTEREST

The Borrower shall not be obligated to pay any interest, fees or costs under or in connection with this Agreement in excess of what is permitted by Applicable Law. In no event shall the effective interest rate payable by the Borrower under any facility be less than zero.

OVERDUE PAYMENTS

Any amount that is not paid when due hereunder shall, unless interest is otherwise payable in respect thereof in accordance with the terms of this Agreement or the instrument or contract governing same, bear interest until paid at the rate of RBP plus 5% per annum or the highest premium indicated for any of the Borrower's facilities when in excess of 5%. Such interest on overdue amounts shall be computed daily, compounded monthly and shall be payable both before and after any or all of default, maturity date, demand and judgement.

EQUIVALENT YEARLY RATES

The annual rates of interest or fees to which the rates calculated in accordance with this Agreement are equivalent, are the rates so calculated multiplied by the actual number of days in the calendar year in which such calculation is made and divided by 365, or in the case of Daily SOFR Loans or Term SOFR Loans, if applicable, divided by 360.

TIME AND PLACE OF PAYMENT

Amounts payable by the Borrower hereunder shall be paid at such place as the Bank may advise from time to time in the applicable currency. Amounts due on a day other than a Business Day shall be deemed to be due on the Business Day next following such day. Interest and fees payable under this Agreement are payable both before and after any or all of default, maturity date, demand and judgement.

RBP LOANS

The Borrower shall pay interest on each RBP Loan, monthly in arrears, on the 26th day of each month or such other day as may be agreed to between the Borrower and the Bank. Such interest will be calculated monthly and will accrue daily on the basis of the actual number of days elapsed and a year of 365 days and shall be paid in the currency of the applicable Borrowing.

OVERDRAFTS

The Borrower shall pay interest on Overdrafts, monthly in arrears, on the 17th day of each month. Such interest will be calculated monthly and will accrue daily on the basis of the actual number of days elapsed and a year of 365 days and shall be paid in the currency of the applicable Borrowing.

FRT LOANS

The Borrower shall pay interest on each loan in arrears at the applicable rate on such date as agreed upon between the Bank and the Borrower. Such interest will be calculated monthly and will accrue daily on the basis of the actual number of days elapsed and a year of 365 days.

Schedule "D"

ADDITIONAL BORROWING CONDITIONS

FRT Loans:

Borrowings made by way of FRT Loans will be subject to the following terms and conditions:

- a) each FRT Loan shall have a minimum term of one year and a maximum term of five years;
- b) the Borrower shall select an amount eligible for prepayment of 10% or 0% for each new FRT Loan prior to the advance of such FRT Loan;
- c) each FRT Loan shall be in an amount not less than \$10,000.00 in Canadian currency or US currency, as applicable;
and
- a) each FRT Loan shall have a term as set out in the applicable repayment section of each corresponding credit facility or as set out in the borrowing request for such FRT Loan (as applicable), provided that the term of any FRT Loan issued under any term facility shall not extend beyond the Maturity Date of the term facility.

Schedule "E"

BORROWING REQUEST

The Borrower hereby requests the following be established under Facility #____:

Date of Borrowing:								
Amount of Borrowing:	\$							
Amortization (in months):								
Selected Term: (Borrowing repayable in full on the last day of the Term)								
Payment Amount:	\$							
Payment Frequency:	<input type="checkbox"/>	Weekly	<input type="checkbox"/>	Bi-weekly	<input type="checkbox"/>	Semi-monthly	<input type="checkbox"/>	Monthly
	<input type="checkbox"/>	Quarterly	<input type="checkbox"/>	Semi-annual	<input type="checkbox"/>	Annual		
Selected Interest Rate (per annum):	<input type="checkbox"/>	RBP Loan RBP + ____%			<input type="checkbox"/>	RBUSBR Loan RBUSBR + ____%		
	<input type="checkbox"/>	FRT Loan ____%						
Selected Payment Type:	<input type="checkbox"/>	Blended (Principal and Interest) If variable interest rate selected with blended payments, the payment amount is subject to annual adjustment to ensure amortization			<input type="checkbox"/>	Principal Plus Interest		
First Payment Due Date:								
Amount Eligible for prepayment of FRT Loan:	<input type="checkbox"/>	0%			<input type="checkbox"/>	10%		

Dated this _____ day of _____, 20____.

THE CORPORATION OF THE TOWN OF BLIND RIVER

Per: _____
Name: _____
Title: _____

Per: _____
Name: _____
Title: _____

I/We have the authority to bind the Borrower

SRF# 733495881



Private and Confidential

May 8, 2024

THE CORPORATION OF TOWN OF BLIND RIVER

11 Hudson Street
Blind River, Ontario
P0R 1B0

We refer to the Confirmation of Credit Facilities Letter Real Estate dated December 9, 2022 and any amendments thereto, between The Corporation of Town of Blind River, as the Borrower, and Royal Bank of Canada, as the Bank, (the “**Water and Sewer Infrastructure Project Agreement**”).

The Bank reserves all of its rights and remedies at any time and from time to time in connection with any or all breaches, defaults or Events of Default now existing or hereafter arising under any Bank document, and whether known or unknown, and this amending agreement shall not be construed as a waiver of any such breach, default or Events of Default.

All capitalized terms not otherwise defined herein shall have the meaning ascribed to them in the Water and Sewer Infrastructure Project Agreement.

The Water and Sewer Infrastructure Project Agreement is amended as follows:

1. Under the Credit Facility section, Facility #1 is amended by deleting “February 28, 2024” and by substituting “November 30, 2024”.
2. On Schedule “A”- Section II, Repayment is amended and restated as follows:

II. REPAYMENT

Facility #1

Borrowings under this facility shall be repayable in full on the earlier of (i) the receipt by the Borrower of the proceeds of refinancing and (ii) November 30, 2024.

CONDITIONS PRECEDENT

The effectiveness of this amending agreement is conditional upon receipt of:

- a) a duly executed copy of this amending agreement;
- b) the Security provided for herein, registered, as required, to the satisfaction of the Bank;
- c) such financial and other information or documents relating to the Borrower or any Guarantor if applicable as the Bank may reasonably require; and
- d) such other authorizations, approvals, opinions and documentation as the Bank may reasonably require.

Additionally:

- e) all documentation to be received by the Bank shall be in form and substance satisfactory to the Bank.

COUNTERPART EXECUTION

This amending agreement may be executed in any number of counterparts and by different parties in separate counterparts, each of which when so executed shall be deemed to be an original and all of which taken together constitute one and the same instrument.

All other terms and conditions outlined in the Water and Sewer Infrastructure Project Agreement remain unchanged and in full force and effect.

ACCEPTANCE

This amending agreement is open for acceptance until June 7, 2024, after which date it will be null and void, unless extended by the Bank in its sole discretion.

ROYAL BANK OF CANADA



Per: _____
Title: Vice President

RBC Contact: Sheri Gazzola

/as

We acknowledge and accept the terms and conditions of this Agreement on this _____ day of _____,
_____.

THE CORPORATION OF TOWN OF BLIND RIVER

Per: _____
Name: _____
Title: _____

Per: _____
Name: _____
Title: _____

I/We have authority to bind the Borrower.