

*Harris & Partners Advisory, acting as the Receiver (the “**Receiver**”), has commenced a sales process (“**Sales Process**”) in connection with the Wabi Sabi receivership proceedings which were commenced on September 22, 2023 when the secured creditors appointed Harris & Partners Advisory as the Receiver of Wabi Sabi Brands Ltd. (“**Wabi Sabi**”).*

- Wabi Sabi is a federally licensed Alberta artisanal cannabis edibles company, focused on production of luxury cannabis infused edible chocolates.
- Fully licensed (standard processor with sales license) with a reputation for high-quality product and ability to deliver a terpene and cannabinoid rich experience.
- Pristine facility located in Calgary, Alberta. The leased facility, includes licensed production and packaging rooms, quality assurance lab for on site testing, a vault and multiple ingredient/storage rooms. The non licensed space consists of office space, lunchroom, and reception area. Upon the completion of the leasehold improvements and receiving the required Health Canada licenses, the Company began operations in 2019.
- The leased facility is well located, in the warehouse district of Calgary, AB and perfectly situated for a production and manufacturing business. The Company boasts a superior “turn-key” ready facility, that provides an opportunity for growth in the future and an exciting opportunity for any interested buyer. The facility was built with SOP’s created to a higher standard (BRCGS) than GMP-EU.
- The Company’s assets (the “**Assets**”) primarily consist of high-end manufacturing and production equipment, including equipment for producing chocolates, sorting equipment, packaging and labelling machinery. The onsite lab is fully functioning with Thermal Fisher HPLC testing equipment.
- The production equipment can produce up to 90 molds per hour and the sophisticated packaging and labelling equipment make the completion process easy and efficient.



## Production Equipment

- All equipment required for end-to-end production and packaging of chocolates are of recent age, well maintained and in very good condition.
- The equipment can produce cannabis infused and non-infused chocolates without modification with the line being 15 feet in length.
- The depositor creates filled products in a single deposit. Can be used with molds or deposit directly on a flat surface. It can be equipped with up to 5 depositing nozzles with easy-to-use touch screen, digital control panels, and stainless-steel construction.
- The Mettler Toledo x-ray inspection system offers high detection capabilities with easy-to-use software and a semi-automated production.
- See the operations in action at:  
<https://youtu.be/aKEgmQEyUgM?si=H3T6bBzi8DKN8aja>



## Production Portfolio

- White, milk, and dark, solid and fillable, chocolates can be infused with full-spectrum premium ingredients.
- High end, artisanal chocolates with brand names such as Peanut butter, Creamy Caramel, Pumpkin Spice Latte and Peppermint. Sold products in AB, SK, MB and Ontario markets with up to 14 SKU's in any market. Had over 100 NNCP cleared products with Health Canada.
- Produced and sold the only cannabis trail mix in North America.





## Sales Process

- The Receiver commenced a Sales Process on October 3, 2023 and the Sales Process has been designed to solicit interest in a sale of all or part of the Assets.
- As part of the Sales Process, Bids from Qualified Bidders must be submitted by no later than October 27, 2023 at 12:00 pm Calgary Time (the “**Bid Deadline**”).

Date	Event
October 3, 2023	Posting and distribution of summary non-confidential information (“Teaser”)
October 3, 2023	Receiver to email contact list of interested parties
October 4, 2023	Open Virtual Data Room and advertisements of the SP
October 4-27, 2023	Qualified Bidders to review asset listing and schedule appointments to inspect the Assets
October 27, 2023	Bid Deadline Noon (Calgary Time)
October 27-November 3, 2023	Receiver to review bids, select bid, and negotiate a Definitive Agreement
Week of November 13, 2023	Receiver to seek Court approval of Bid(s) submitted by Successful Bidder(s)

- The Assets are being offered on an “*as is where is*” basis without surviving representations, warranties, covenants or indemnities of any kind, nature, or description by the Receiver whatsoever.
- The Receiver reserves the right at any time to amend or terminate these sale procedures, to decline an interested party the ability to participate in the process, to terminate discussions with any or all interested parties, to reject any or all offers, or to negotiate with any party with respect to a possible transaction.
- Interested parties who wish to pursue a potential acquisition and receive additional due diligence materials will be required to execute a Confidentiality Agreement, which can be obtained by contacting Harris & Partners by email as noted below. Documents can be accessed on the Receiver’s website at:
- <https://harrispartnersadvisory.ca/wabisabi> .



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