



Index Energy Mills Road Corporation  
170 Mills Road  
Ajax, ON L1S 2H1  
905-683-2550

Ontario Energy Board  
P.O. Box 2319  
2300 Yonge Street, 27th Floor  
Toronto ON M4P 1E4  
Attn: Board Secretary

## **Electricity Generation Licence EG-2008-0013 – Transfer Request**

To Whom It May Concern,

**Index Energy Ajax Corporation ("Buyer")** and **Index Energy Mills Road Corporation ("Index")** are applying to the Ontario Energy Board (OEB) for leave to transfer generation licence EG-2008-0013 pursuant to section 18(2) of the *Ontario Energy Board Act, 1998* (OEB Act) from Index to Buyer.

Index is the holder of the electricity generation licence EG-2008-0013 issued by the OEB on May 7, 2008, (the "**Licence**"), in respect of the electrical co-generation facility located in Ajax, Ontario, that generates electricity by burning wood waste from the construction industry to produce steam that is used to drive turbine generators.

- Pursuant to an asset purchase agreement dated as of September 1, 2017, Index Residence AB (Sweden) (parent of the Buyer) agreed to purchase from Index substantially all of the assets and property of Index used in connection with the facility, and Index Residence AB has assigned its rights and obligations under the asset purchase agreement to Buyer pursuant to an assignment and assumption agreement.
- Buyer is the Canadian subsidiary of Index Residence AB (Sweden) and Buyer was formed under the *Business Corporations Act* (Ontario) by Index Residence AB to be the purchaser under the purchase transaction. Buyer will operate as the generator of the facility after the closing of the purchase transaction pursuant to the asset purchase agreement (the "**Transaction**"). Index Residence AB is an affiliate of the current majority owner of Index.
- In connection with the Companies' Creditor Arrangement Act proceedings commenced by the Index on August 16, 2017, the Transaction was approved and the Buyer was selected as the Stalking Horse Bidder on November 29, 2017. It is expected that the



Index Energy Mills Road Corporation  
170 Mills Road  
Ajax, ON L1S 2H1  
905-683-2550

Buyer will be approved by the court as the purchaser of the facility on December 11, 2017.

- The proposed closing of the Transaction is set to take place on January 12, 2018.
- With respect to Buyer's experience as a generator, the current principal manager of the electrical co-generation facility, Derek Blais, will move over to the Buyer (and as such, management will remain consistent). Derek Blais is the current President of Index and will move over to Buyer as its President. He will continue manage the electrical co-generation facility after the purchase transaction is complete. Derek joined Index (the current holder of the generation license and the seller pursuant to the Transaction) as Plant Manager in 2016, and was appointed President of Index 2017. Derek has over 15 years of power plant experience including but not limited to: operation, maintenance, management, overhaul, commissioning, and consultancy. Derek is also currently the elected president of the Institute of Power Engineers Kingston Branch, a community of industrial professionals in which he represents nearly 60 members.
- Upon the closing of the Transaction, Buyer will continue to operate the business as it is currently conducted, with the same employees and no changes or disruption to the operations of the facility. Upon closing, the facility will continue to operate in accordance with the conditions of the Licence and the business will have a much improved financial position.
- The generation output is currently sold and will continue to be sold to the IESO under a Feed-In-Tariff Contract.
- The Buyer's key individuals are as follows:
  - Derek Blais - President & Secretary; Phone: 1-905-683-2550 ext. 112; E-mail: [Derek.blais@indexenergy.ca](mailto:Derek.blais@indexenergy.ca)
  - Joseph Aletto – CEO; Phone: 1-561-632-6371; E-mail: [joe.aletto@indexenergy.ca](mailto:joe.aletto@indexenergy.ca)
  - Colin Davies - Director and Officer; Phone: +1.416.618.4526; E-mail: [CBTConsulting@bell.net](mailto:CBTConsulting@bell.net)
  - Bjarne Borg - Chairman of the Board; Phone: +1 561 571-0363; E-mail: [bjarne.borg@indexinvest.com](mailto:bjarne.borg@indexinvest.com)
  - Rickard Haraldsson – Director and Officer; Phone: +46 70598 36 27; E-mail:



Index Energy Mills Road Corporation  
170 Mills Road  
Ajax, ON L1S 2H1  
905-683-2550

[Rickard.haraldsson@indexinvest.com](mailto:Rickard.haraldsson@indexinvest.com)

- The Buyer's primary license contact is Derek Blais, President & Secretary:
  - Phone: 1-905-683-2550 ext. 112; E-mail: [Derek.blais@indexenergy.ca](mailto:Derek.blais@indexenergy.ca);  
Address: 170 Mills Road, Ajax, ON L1S 2H1

We request that the OEB, upon review of this application, approve the transfer of the Licence without a hearing to Buyer, subject to the condition that the transfer will not take effect until the actual closing date of the Transaction. Buyer would promptly file with the OEB the executed IESO Consent, Assumption and Acknowledgement Agreement in respect of the assignment of Index's Feed-In-Tariff Contract.

Sincerely,

**INDEX ENERGY MILLS ROAD  
CORPORATION**

By: Derek Blais  
Name: Derek Blais  
Title: President

**INDEX ENERGY AJAX  
CORPORATION**

By: \_\_\_\_\_  
Name: Bjarne Borg  
Title: Director

Sincerely,

**INDEX ENERGY MILLS ROAD  
CORPORATION**

By: \_\_\_\_\_  
Name: Derek Blais  
Title: President

**INDEX ENERGY AJAX  
CORPORATION**

By: \_\_\_\_\_  
Name: Bjarne Borg  
Title: Director

