

Guarantee in support of an application to the Ontario Energy Board for issuance of an Electricity Retailer Licence

Whereas Kap Corporation is the ultimate parent of Kap Paper Inc.;

And whereas Kap Paper Inc. has applied to the Ontario Energy Board for an Electricity Retailer Licence (the Licence);

Kap Corporation hereby irrevocably, absolutely, and unconditionally guarantees to the Ontario Energy Board (OEB) the due, punctual, and full performance and observance by Kap Paper Inc. and its successors and assigns all of the conditions, rules, regulations, terms, covenants, agreements, undertakings, and obligations (present and future, contingent or otherwise) of or related to, the Licence in accordance with the terms thereof, (each such condition, rule, regulation, term, covenant, agreement, undertaking or obligation hereinafter referred to, individually as a "Guaranteed Obligation" and, collectively, as the "Guaranteed Obligations").

If for any reason whatsoever Kap Paper Inc. shall fail or be unable to duly, punctually, and fully perform or observe any such Guaranteed Obligation, Kap Corporation shall perform or observe such Guaranteed Obligation or cause such Guaranteed Obligation to be performed or observed, without regard to any exercise or non-exercise by OEB of any right, power or privilege under or in respect of the Licence or the Guaranteed Obligations. This Guarantee shall be direct, immediate, and primary and is not conditioned or contingent upon any demand on, or upon any other event, contingency or circumstances whatsoever or on OEB having made any demand on Kap Corporation pursuant to the Licence.

T. Skiffington

Chief Executive Officer
Kap Corporation

I have authority to bind the corporation.

October 8, 2024