ONTARIO SUPERIOR COURT OF JUSTICE
(COMMERCIAL LIST)

COUNSEL/ENDORSEMENT SLIP

COURT FILE NO.: CV-25-00743485- 00CL

DATE: FEBRUARY 25, 2026

NO. ON LIST: 3

TITLE OF PROCEEDING: ARBAT CAPITAL GROUP LTD. V. THE SECOND CUP COFFEE COMPANY INC. ET AL

BEFORE: JUSTICE CAVANAGH

PARTICIPANT INFORMATION

For Plaintiff, Applicant, Moving Party:

Name of Person Appearing	Name of Party	Contact Info
Matthew Cressatti	Counsel for the Applicant, Arbat Capital Group Ltd.	mcressatti@millerthomson.com

For Defendant, Respondent, Responding Party:

Name of Person Appearing	Name of Party	Contact Info
Dylan Gibbs	Counsel for Jim Ragas (debtor), Shareholder and Director	dgibb@necpal.com

For Other, Self-Represented:

Name of Person Appearing	Name of Party	Contact Info
Monique Sassi	Counsel for the Monitor, Grant Thornton Limited	msassi@cassels.com
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ENDORSEMENT OF JUSTICE CAVANAGH:

[1] The Applicant, Arbat Capital Group Ltd. ("Arbat"), the largest creditor and a 40% shareholder of the Respondent, The Second Cup Coffee Company Inc. ("Second Cup" or the "Company"), moves for an order (the "Stay Extension Order") that, *inter alia*, extends the Stay Period, as defined below, to March 31, 2026.

[2] The facts in support of this Motion are set out in the Affidavit of Alexey Golubovich, affirmed on February 20, 2026 (the "Fifth Golubovich Affidavit") and the fifth report of Grant Thornton Limited, dated February 23, 2026 (the "Fifth Report"), written in its capacity as court-appointed Monitor of the Company (in such capacity, the "Monitor").

[3] Pursuant to an order of Justice Kimmel made on January 29, 2026, the current stay of proceedings in this case expires on February 27, 2026 (the "Stay Period").

[4] As detailed in the Fifth Golubovich Affidavit and the Fifth Report, the Applicant has entered into a binding agreement to acquire the Company's shares by way of a reverse-vesting transaction that was approved by an order of Justice Myers granted on October 30, 2025 (the "Transaction"). A portion of the consideration for the Transaction is a cash closing payment (the "Closing Payment").

[5] As further detailed in the Fifth Golubovich Affidavit and the Fifth Report, a portion of the cash purchase price for the Transaction has been received by counsel for the Applicant and by the Monitor. However, due to unforeseen difficulties, a portion of the cash purchase price had not been received by the beginning of the week of February 23. I was informed at the hearing today that the necessary funds have been received.

[6] Pursuant to section 11.02(2) of the CCAA, this Court is empowered to extend the stay of proceedings granted to a debtor company. The Court must consider whether: (a) the order sought is appropriate in the circumstances; and (b) the applicant has been acting in good faith and with due diligence.

[7] I am satisfied that the requested extension is appropriate in the circumstances and that the Applicant has been acting in good faith and with due diligence. The requested extension is necessary for the Transaction to close. The Monitor supports the requested extension.

[8] Order to issue in form of Order signed by me today.

[9] A hearing is scheduled for March 24, 2026 at 11:00 a.m. for one hour for a motion by the Monitor.