



300 Henry Street, Brantford, Ontario, N3S 7R5

November 22, 2018

North West Rubber Ltd. (NWR) and Moose Creek Tire Recycling Inc. (MCTR) a Subsidiary of Animat Inc. are pleased to announce their acquisition of the assets of Nexxsource Recycling (and all related companies). The new company will operate under the name Evolve Recycling Inc. (Evolve), and will also include Trillium MC Inc., MCTR's tire hauling subsidiary. Evolve is headquartered at 300 Henry Street, Brantford, Ontario.

Evolve is the largest transporter and processor of end-of-life tires in Canada, with operations spanning Manitoba and Ontario. Evolve processes these tires into valuable end-products, helping Ontario Producers comply with the Regulations made under the Resource Recovery and Circular Economy Act, 2016, while satisfying the product demands of their customers.

If you have been a customer of Nexxsource, Evolve looks forward to continuing to support your business. Evolve will assume all of Nexxsource's accounts receivable, so all payments can be made to Evolve Recycling Inc. at 300 Henry Street, Brantford, Ontario, N3S 7R5.

If you have been a supplier of goods or services to Nexxsource, Evolve would like to continue to work with you as a vendor and is committed to bringing accounts in-line with agreed terms as soon as it is possible. Evolve will be in contact with each of you to discuss how this can be achieved.

If you have any questions regarding this transaction, please do not hesitate to contact Dave Pruijm at davidp@northwestrubber.com, or Daniel Gosselin at dgosselin@animat.ca.

NWR, headquartered in Abbotsford, B.C., has been in business since 1968. It has rubber product manufacturing facilities in B.C., Ontario, China, and is currently constructing a manufacturing facility in Texas. NWR produces and supplies a wide variety of flooring, matting, and industrial products to several Retail and Industrial markets throughout North America.

MCTR, whose majority shareholder is Ani-mat Inc., has been in business for 10 years, although Ani-mat (headquartered in Sherbrooke, QC) has been in business since 1983. MCTR/Ani-mat have manufacturing facilities in Ontario and Quebec, and supply a wide variety of products all over the world for various uses in the dairy and equine industries, and as anti-fatigue mats and floor protection in commercial and industrial areas.