



SO ORDERED.

SIGNED August 10, 2017.


ROBERT SUMMERHAYS
UNITED STATES BANKRUPTCY JUDGE

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF LOUISIANA
LAFAYETTE DIVISION**

IN RE:	CASE NO. 17-51014
KNIGHT ENERGY HOLDINGS, LLC, <i>ET AL</i> ¹ .	(JOINTLY ADMINISTERED)
DEBTORS	CHAPTER 11
	JUDGE ROBERT SUMMERHAYS

**INTERIM ORDER AUTHORIZING THE PAYMENT OF CLAIMS ON ACCOUNT OF
MINERAL CONTRACTOR LIENS THAT MAY BE FILED AGAINST THE DEBTORS'
CUSTOMERS AND GRANTING RELATED RELIEF**

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are Knight Energy Holdings, LLC (1930) (Case No. 17-51014); Knight Oil Tools, LLC (2667) (Case No. 17-50105); Knight Manufacturing, LLC (0600) (Case No. 17-50106); KDCC, LLC, f/k/a Knight Well Services, LLC (4156) (Case No. 17-51018); Tri-Drill, LLC (4957) (Case No. 17-51018); Advanced Safety & Training Management, LLC, (0510) (Case No. 17-51019); Knight Security, LLC (0923) (Case No. 17-51020); Knight Information Systems, LLC (0000) (Case No. 17-51021); El Caballero Ranch, Inc. (7345) (Case No. 17-51022); Rayne Properties, LLC (0000) (Case No. 17-51023); Knight Aviation, LLC (3329) (Case No. 17-51024); Knight Research & Development, LLC (3760) (Case No. 17-51025); Knight Family Enterprises, LLC (7190) (Case No. 17-51026); HMC Leasing, LLC (0814) (Case No. 17-51027) and HMC Investments, LLC (0000) (Case No. 17-51028). The Debtors' service address is 2272 SE Evangeline Thruway, Lafayette, Louisiana 70508 other than Knight Manufacturing, LLC and Advanced Safety & Training Management, LLC. Knight Manufacturing, LLC's service address is 2810-A Melancon Road, Broussard, Louisiana 70518 and Advanced Safety & Training Management, LLC's service address is 1042 Forum Drive, Broussard, Louisiana 70518

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Upon consideration of the *Emergency Motion for Entry of Interim and Final Orders Authorizing Payment of Claims on Account of Mineral Contractor Liens that May be Filed Against the Debtors' Customers and Related Relief* [Dkt. #12] (the "Motion")², filed by Knight Energy Holdings, LLC, Knight Oil Tools, LLC, Knight Manufacturing, LLC, KDCC, LLC f/k/a Knight Well Services, LLC, Tri-Drill, LLC, Advanced Safety & Training Management, LLC, Knight Security, LLC, Knight Information Systems, LLC, El Caballero Ranch, Inc., Rayne Properties, LLC, Knight Aviation, LLC; Knight Research & Development, LLC; Knight Family Enterprises, LLC, HMC Leasing, LLC; and HMC Investments, LLC (collectively, the "Debtors"), and the Court finding that: (i) it has jurisdiction over the matters raised in the Motion pursuant to 28 U.S.C. §§ 157 and 1334; (ii) this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2); (iii) the relief requested in the Motion is in the best interests of the Debtors, their estates, and their creditors; (iv) proper and adequate notice of the Motion has been given and no other or further notice is necessary; and (v) upon the record herein after due deliberation thereon, good and sufficient cause exists for the granting of the relief as set forth herein;

IT IS ORDERED that the Motion is **GRANTED** on an interim basis as set forth herein;

IT IS FURTHER ORDERED that the Debtors are authorized, but not directed, to pay prepetition claims on account of Mineral Contractor Claims in an amount not to exceed \$350,000, *provided, however*, that the Debtors are authorized to negotiate and settle for a reduced amount each prepetition Mineral Contractor Claim;

IT IS FURTHER ORDERED that the Debtors shall pay no prepetition Mineral Contractor Claim that exceeds \$25,000 without the consent of the Majority DIP Lenders (as defined in the DIP Orders), *provided, however*, that the Debtors shall be permitted to pay such

² Capitalized terms not defined herein are as defined in the Motion.

prepetition Mineral Contractor Claim in excess of \$25,000 if they have received no objection to such payment from the Majority DIP Lenders within 48-hours of delivery of notice to the DIP Lenders of the Debtors' intent to pay such prepetition Mineral Contractor Claim;

IT IS FURTHER ORDERED that any party that accepts payment from the Debtors on account of a Mineral Contractor Claim shall be deemed to have agreed to the terms and provisions of this Interim Order;

IT IS FURTHER ORDERED that notwithstanding the relief granted in this Interim Order and any actions taken pursuant to such relief, nothing in this Interim Order shall be deemed: (a) an admission as to the validity of any prepetition claim against a Debtor entity; (b) a waiver of the Debtors' right to dispute any prepetition claim on any grounds; (c) a promise or requirement to pay any prepetition claim; (d) an implication or admission that any particular claim is of a type specified or defined in this Interim Order or the Motion; (e) a request or authorization to assume any prepetition agreement, contract, or lease pursuant to section 365 of the Bankruptcy Code; or (f) a waiver of the Debtors' rights under the Bankruptcy Code or any other applicable law;

IT IS FURTHER ORDERED that the Debtors shall make no payment pursuant to this Order unless authorized under the Budget, the DIP Orders, or any other cash collateral order or financing order entered in these Chapter 11 cases;

IT IS FURTHER ORDERED that notice of the Motion as provided therein shall be deemed good and sufficient notice of such Motion and the requirements of Bankruptcy Rule 6004(a) and the Bankruptcy Local Rules are satisfied by such notice;

IT IS FURTHER ORDERED that notwithstanding Bankruptcy Rule 6004(h), the terms and conditions of this Interim Order are immediately effective and enforceable upon its entry;

IT IS FURTHER ORDERED that a final hearing will be held on the Motion on **August 25, 2017 at 1:30 p.m., Central Standard Time**, before the Honorable Robert Summerhays, United States Bankruptcy Court, Western District of Louisiana – Lafayette Division, 214 Jefferson Street, Suite 100, Lafayette, Louisiana 70501. Any interested party having an objection or response to the Motion must file a written objection or response with the Clerk of Court, United States Bankruptcy Court, Western District of Louisiana – Lafayette Division by **August 21, 2017 at 5:00 p.m. CST** prior to the scheduled hearing and must serve a copy of the written objection or response on the Debtors through undersigned counsel by that date;

IT IS FURTHER ORDERED that the Debtors are authorized to take all actions necessary to effectuate the relief granted in this Interim Order in accordance with the Motion; and

IT IS FURTHER ORDERED that this Court retains exclusive jurisdiction with respect to all matters arising from or related to the implementation, interpretation, and enforcement of this Interim Order.

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Prepared and submitted by:

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