Below is the Order of the Court.

1

2

4

5

6 7

8

9

10

11 12

13

14

1516

17

18

19 20

21

22

23

24

25

26

Christ

Christopher M. Alston U.S. Bankruptcy Judge

(Dated as of Entered on Docket date above)

UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF WASHINGTON AT SEATTLE

In re

NORTHWEST TERRITORIAL MINT, LLC

Debtor.

Bankruptcy No. 16-11767-CMA

ORDER DETERMINING APPLICABILITY OF AUTOMATIC STAY

This matter came before the Court on the motion of Diane Erdmann (the "Motion") for instruction regarding the applicability of the automatic stay to proceedings ongoing and anticipated in the Washington Superior Court for King County, case no. 16-2-05611-3 (the "State Court Proceeding"), which proceedings concern the question of ownership of property seized by the King County Sheriff pursuant to the Writ of Execution entered in the State Court Proceeding on March 30, 2016 (the "Seized Property"). The Court having considered the Motion and the accompanying Declaration of Daniel J. Bugbee and exhibits thereto, any objections and reply materials, and having heard the arguments of counsel, the Court hereby finds as follows:

1. The Seized Property includes property that the Trustee has claimed is property of the Debtor's bankruptcy estate;

{17065/006/01167790-1} ORDER DETERMINING APPLICABILITY OF STAY - 1

DBS LAW

2. Any efforts to sell, dispose, or gain control of an interest in the Seized Property in the State Court Proceeding is stayed pursuant to 11 U.S.C. § 362(a); and

3. All litigation, including discovery, to determine the ownership of the Seized Property is subject to the exclusive jurisdiction of this Court unless and until this Court makes a final determination that the Seized Property, or any of it, is not property of the Debtor's bankruptcy estate.

Based on the foregoing it is hereby:

ORDERED that Bradley S. Cohen and Cohen Asset Management, Inc. (the "Cohen Parties") shall immediately cease all efforts to conduct discovery in the State Court Proceeding related to the ownership of the Seized Property, and shall make no attempts to execute on property of the Debtor's estate, including property in which the Trustee claims an interest, in satisfaction of the foreign judgment entered in the State Court Proceeding pending a determination whether the Bankruptcy Estate owns an interest in the Seized Property; it is further

ORDERED that the King County Sheriff shall immediately turn over the Seized Property to Mark Calvert, the Chapter 11 Trustee of NWTM, who shall hold the Seized Property subject to any and all right, title and interest on the part of any person (including the Cohen Parties) in and to the Seized Property as such right, title and interest presently exists against the Seized Property as now in the possession of the Sheriff (including any personal property execution liens), pending a determination whether the Bankruptcy Estate owns an interest in the Seized Property. Upon entry of a final order by the Bankruptcy Court determining that any of the Seized Property is not property of Bankruptcy Estate, the Trustee shall return to the King County Sheriff any of the Seized Property that is determined not to be property of the Bankruptcy Estate and the stay shall cease to apply as to any such property; it is further

 $\{17065/006/01167790-1\}$ ORDER DETERMINING APPLICABILITY OF STAY - 2



Below is the Order of the Court.

| 1 | ORDERED that within 3 days of the entry of this order, Ms. Erdmann shall notify both | |
|-----------------------------------|--|--|
| 2 | the King County Sheriff and the King County Superior Court of entry of this order, and provide | |
| 3 | a copy of the same to the assigned judge in the State Court Proceeding and any other judge | |
| 4 | before whom a motion in the State Court Proceeding is currently pending. | |
| 5 | ///END OF ORDER/// | |
| 6 | Presented by: | |
| 7 | DBS LAW | |
| 8 | By <u>/s/ Dominique R. Scalia</u> Daniel J. Bugbee, WSBA No. 42412 | |
| 9 | Dominique R. Scalia, WSBA No. 47313 Attorneys for Diane Erdmann | |
| | Attorneys for Diane Eramann | |
| 11 | | |
| 12 | K&L GATES LLP | |
| 13 14 | By /s/ David C. Neu Michael J. Gearin, WSBA No. 20982 David C. Neu, WSBA No. 33143 | |
| Brian T. Peterson, WSBA No. 42088 | | |
| 17 18 | MONTGOMERY PURDUE BLANKINSHIP & AUSTIN PLLC | |
| 19 | By /s/ Michael E. Gossler | |
| 20 | Michael E. Gossler, WSBA No. 11044 | |
| 21 | Joseph A. Hamell, WSBA No. 29423 Attorneys for the Cohen Parties | |
| 22 | | |
| 23 | | |
| 24 | | |
| 25 | | |
| 26 | | |

 $\{17065/006/01167790\text{-}1\}$ ORDER DETERMINING APPLICABILITY OF STAY - 3

DBS LAW