

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE EASTERN DISTRICT OF VIRGINIA  
RICHMOND DIVISION

In re: ) Case No. 08-36642-KLP  
)  
CANAL CORPORATION, *et al.*, ) Chapter 11  
)  
Debtors.<sup>1</sup> ) (Jointly Administered)  
)  
)

**ORDER APPROVING SETTLEMENT AGREEMENT WITH THE  
FRANCHISE TAX BOARD OF THE STATE OF CALIFORNIA**

Upon the motion (the “Motion”)<sup>2</sup> of WTM I Company (“WTM”) for the entry of an order, pursuant to section 105 of the Bankruptcy Code and Bankruptcy Rule 9019, approving WTM’s entry into and performance under the Settlement Agreement (the “Settlement Agreement”) with the Franchise Tax Board of the State of California (“FTB”; together with WTM, the “Parties” and each of which is a “Party”), the Court finds that: (a) it has jurisdiction over the matters raised in the Motion pursuant to 28 U.S.C. §§ 157 and 1334(b); (b) this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2); (c) resolution of the disputes with FTB as set forth in the Settlement Agreement is (i) fair and reasonable, (ii) a reasonable exercise of WTM’s sound business judgment and (iii) in the best interests of the Parties and WTM’s creditors and estate; (d) proper and adequate notice of the Motion and the hearing thereon has been given and no other or further notice is necessary; and (e) upon the record herein after due deliberation thereon, good and sufficient cause exists for the granting of the relief as set forth herein.

Therefore,

<sup>1</sup> The Debtors whose chapter 11 cases have not been closed and the last four digits of their respective taxpayer identification numbers are as follows: Canal Corporation (f/k/a/ Chesapeake Corporation) (6880), Canal NC Company (f/k/a Chesapeake Printing and Packaging Company) (9208), Canal NY Company, Inc. (f/k/a Chesapeake Pharmaceutical Packaging Company, Inc.) (0010), and WTM I Company (1080).

<sup>2</sup> Capitalized terms used but not otherwise defined herein shall have the meanings set forth in the Motion and, if not defined therein, then in the Settlement Agreement.



**IT IS HEREBY ORDERED THAT:**

.1 The Motion is GRANTED.

.2 Pursuant to section 105 of the Bankruptcy Code and Bankruptcy Rule 9019, WTM is authorized to enter into the Settlement Agreement and to take all actions necessary to effectuate all of the terms of the Settlement Agreement and the relief granted pursuant to this Order.

.3 For the avoidance of doubt, except as expressly set forth in Paragraph 6 of the Settlement Agreement, neither the Settlement Agreement nor the entry of this Order is intended to, nor do they, affect any of the Parties' rights, claims, objections, defenses and/or causes of action of any kind whatsoever against non-Parties.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

.1 This Court retains jurisdiction with respect to all matters arising from or related to the implementation of this Order.

Dated: Richmond, Virginia  
Dec 10 2020 \_\_\_\_\_, 2020

/s/ Keith L Phillips  
United States Bankruptcy Judge

Entered On Docket: Dec 11 2020

WE ASK FOR THIS:

HUNTON ANDREWS KURTH LLP

/s/ Jason W. Harbour  
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*Attorneys for WTM I Company and  
the Remaining Plan Debtors*

**LOCAL RULE 9022-1 CERTIFICATION**

I, Jason W. Harbour, hereby certify that the foregoing proposed order was served on all necessary parties.

/s/ Jason W. Harbour

### Notice Recipients

District/Off: 0422-3  
Case: 08-36642-KLP

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