

Honorable August B. Landis
United States Bankruptcy Judge



Entered on Docket
April 25, 2014

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEVADA

* * * * *

In re:)	Case No.: BK-S-14-12524-ABL
)	
TELEXFREE, LLC,)	Chapter 11
)	
<input type="checkbox"/> AFFECTS THIS DEBTOR)	Jointly Administered:
)	
X AFFECTS ALL DEBTORS)	14-12525-abl TelexFree, Inc.
)	14-12526-abl TelexFree Financial, Inc.
<input type="checkbox"/> AFFECTS TELEXFREE, INC.)	
)	Date: April 17, 2014
<input type="checkbox"/> AFFECTS TELEXFREE, FINANCIAL)	Time: 1:30 p.m.
INC.,)	
_____)	

**INTERIM ORDER APPROVING DEBTORS' MOTION
PURSUANT TO BANKRUPTCY RULES 1007, 2002(L), 2002(M) AND
9007, LOCAL RULE 2002 FOR ENTRY OF AN ORDER APPROVING
NOTICE PROCEDURES¹**

This matter came on for hearing before the Court at the date and time specified in the caption pursuant to Debtors TelexFree, LLC, TelexFree, Inc., and TelexFree Financial, Inc. (collectively the "Debtors") motion for an order establishing notice procedures and establishing

¹ In this Order, all references to "ECF No." are to the numbers assigned to the documents filed in the case as they appear on the docket maintained by the clerk of the court. References to "Section" are to provisions of the Bankruptcy Code, 11 U.S.C. §§ 101–1532. References to "Local Rules" are to provision of the Local Rules of Bankruptcy Practice of the United States Bankruptcy Court for the District of Nevada.



1 a master service list (the “Motion”). (ECF No. 10) Gregory E. Garman and Teresa M.
2 Pilatowicz, of Gordon Silver, Nancy A. Mitchell and Joseph P. Davis, of Greenberg Traurig,
3 appeared on behalf of Debtors. J. Michal Bloom, Nick Strozza, and Edward McDonald appeared
4 on behalf of the United States Trustee. Athanasios Agelakopoulos appeared on behalf of Tracy
5 Hope Davis, United States Trustee for Region 17. Sandra Lavigna appeared on behalf of the
6 U.S. Securities & Exchange Commission. Other appearances were noted on the record.

7 The Court has reviewed Debtors’ Motion, the declaration of William H. Runge, III (ECF
8 No. 13), and the arguments of counsel at the April 17, 2014 hearing, and is fully advised as to
9 the issues pending before it. The court finds that the relief requested in the Motion is both
10 necessary and in the best interests of the Debtors’ estate, creditors, and all parties-in-interest.
11 The court further finds that adequate notice of this Motion has been provided to parties-in-
12 interest noted in the record. Based upon the record before the Court,

13 **IT IS ORDERED** that the motion be and hereby is **GRANTED** on an Interim Basis until
14 the May 2, 2014 final hearing on this Motion.

15 **IT IS FURTHER ORDERED** that the General Notice Procedures are approved and
16 shall be deemed a reasonable means for effectuating service.

17 **IT IS FURTHER ORDERED** that notice to the Master Service List shall be deemed
18 sufficient and proper for purposes of Rule 2002.

19 **IT IS FURTHER ORDERED** that when the Debtors are obligated to notice the various
20 Counterparties² pursuant to the Bankruptcy Rules, the Debtors shall be authorized to serve the
21 Counterparties via (a) electronic mail at the email address provided to the Debtors and/or (b)
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24 ² The Debtors (as defined in the Motion at p. 3) entered into various enrollment
25 agreements with over 700,000 parties allowing these parties to utilize and/or promote the
26 Company’s services. A vast majority of these Counterparties are located overseas. A vast
majority of these Counterparties have not provided Debtors with a physical mailing address,
making traditional mail notice virtually impossible by Debtors on a timely basis.

1 through the Back Office,³ as described in the Motion.

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26 ³ As defined in the Motion at p. 4.