

GREGORY A. BRAY (Bar No. 115367)  
gbray@milbank.com  
MARK SHINDERMAN (Bar No. 136644)  
mshinderman@milbank.com  
JAMES C. BEHRENS (Bar No. 280365)  
jbehrens@milbank.com  
MILBANK LLP  
2029 Century Park East, 33rd Floor  
Los Angeles, CA 90067  
Telephone: (424) 386-4000/Facsimile: (213) 629-5063

*Counsel for the Official Committee of  
Unsecured Creditors of Verity Health System of  
California, Inc., et al.*

**FILED & ENTERED**

**JUN 17 2019**

CLERK U.S. BANKRUPTCY COURT  
Central District of California  
BY evangeli DEPUTY CLERK

**UNITED STATES BANKRUPTCY COURT  
CENTRAL DISTRICT OF CALIFORNIA – LOS ANGELES DIVISION**

In re:  
  
VERITY HEALTH SYSTEM OF CALIFORNIA,  
INC., *et al.*,  
  
Debtors and Debtors In Possession.

Affects:

- ☒ All Debtors  
☐ Verity Health System of California, Inc.  
☐ O'Connor Hospital  
☐ Saint Louise Regional Hospital  
☐ St. Francis Medical Center  
☐ St. Vincent Medical Center  
☐ Seton Medical Center  
☐ O'Connor Hospital Foundation  
☐ Saint Louise Regional Hospital  
Foundation  
☐ St. Francis Medical Center of  
Lynwood Foundation  
☐ St. Vincent Foundation  
☐ St. Vincent Dialysis Center, Inc.  
☐ Seton Medical Center Foundation  
☐ Verity Business Services  
☐ Verity Medical Foundation  
☐ Verity Holdings, LLC  
☐ De Paul Ventures, LLC  
☐ De Paul Ventures - San Jose Dialysis, LLC

Debtors and Debtors In Possession.

Lead Case No. 18-20151  
Jointly Administered With:  
CASE NO.: 2:18-bk-20162-ER  
CASE NO.: 2:18-bk-20163-ER  
CASE NO.: 2:18-bk-20164-ER  
CASE NO.: 2:18-bk-20165-ER  
CASE NO.: 2:18-bk-20167-ER  
CASE NO.: 2:18-bk-20168-ER  
CASE NO.: 2:18-bk-20169-ER  
CASE NO.: 2:18-bk-20171-ER  
CASE NO.: 2:18-bk-20172-ER  
CASE NO.: 2:18-bk-20173-ER  
CASE NO.: 2:18-bk-20175-ER  
CASE NO.: 2:18-bk-20176-ER  
CASE NO.: 2:18-bk-20178-ER  
CASE NO.: 2:18-bk-20179-ER  
CASE NO.: 2:18-bk-20180-ER  
CASE NO.: 2:18-bk-20181-ER

Chapter 11 Cases

Hon. Ernest M. Robles

**ORDER APPROVING STIPULATION  
BETWEEN VERITY MOB FINANCING,  
LLC AND THE OFFICIAL  
COMMITTEE OF UNSECURED  
CREDITORS EXTENDING  
CHALLENGE DEADLINE**



182015119061700000000005

1 The Court, having reviewed the *Stipulation Between Verity MOB Financing, LLC and the*  
2 *Official Committee of Unsecured Creditors Extending Challenge Deadline* (the “Stipulation”), filed  
3 as Docket No. 2548, entered between Verity MOB Financing, LLC (“Verity MOB”), on the one hand,  
4 and the Official Committee of Unsecured Creditors of Verity Health System of California, Inc., *et al.*  
5 appointed in connection with the chapter 11 cases of the above-captioned debtors and debtors-in-  
6 possession (the “Debtors”), on the other, and good cause appearing,

7 HEREBY ORDERS AS FOLLOWS:

8 1. The Stipulation is approved.  
9 2. The Challenge Deadline (as defined in the Stipulation) shall be extended from June 13,  
10 2019 by eight (8) days to June 21, 2019, with respect to any assets of the Debtors not constituting  
11 Acknowledged Collateral (as defined in Docket No. 1045). For the avoidance of doubt, nothing herein  
12 shall affect, limit or impair any rights, claims or interests of Verity MOB in any existing or future  
13 assets of the Debtors whether or not they remain subject to the extended Challenge Period, including  
14 without limitation, any and all rights held under or in connection with the Loan Documents and the  
15 obligations issued thereunder.

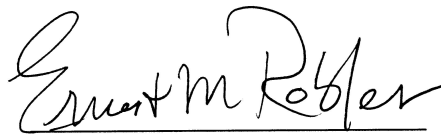
16 3. Pursuant to ¶5(e) of the *Final Order (I) Authorizing Postpetition Financing, (II)*  
17 *Authorizing Use of Cash Collateral, (III) Granting Liens and Providing Superpriority Administrative*  
18 *Expense Status, (IV) Granting Adequate Protection, (V) Modifying Automatic Stay, and (VI) Granting*  
19 *Related Relief* (the “Final Financing Order”) [Doc. No. 409], the “‘Challenge Deadline’ for matters  
20 solely relating to the value of the Prepetition Collateral may be further extended to such time as may  
21 be agreed by stipulation among the *Debtors*, the Committee and the Prepetition Secured Creditors . . .  
22 .” (emphasis added). The Debtors are not a party to the Stipulation. Accordingly, this Order is without  
23 prejudice to the right of the Debtors to object to the extension of the Challenge Deadline approved  
24 herein. Any such objection shall be forever barred unless filed by no later than **June 20, 2019**.

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28

**IT IS SO ORDERED.**

###

Date: June 17, 2019

A handwritten signature in black ink, appearing to read "Ernest M. Robles", written over a horizontal line.

Ernest M. Robles  
United States Bankruptcy Judge