Case 24-50142-BLS Doc 9 Filed 10/09/24 Page 1 of 7 Docket #0009 Date Filed: 10/9/2024

IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:

EPIC! CREATIONS, INC., et al., 1

Debtors.

Chapter 11

Case No. 24-11161 (BLS)

(Jointly Administered)

Claudia Z. Springer, Chapter 11 Trustee,

Plaintiff

VS.

Stripe, Inc.

Wells Fargo Bank, National Association Whitehat Education Technology LLC John Does 1-100

Defendants

Adv. Pro. No. 24-50142 (BLS)

(Jointly Administered)

ORDER GRANTING CHAPTER 11 TRUSTEE'S MOTION FOR A TEMPORARY INJUNCTION

Upon consideration of the *Chapter 11 Trustee's Motion for Temporary Restraining Order* (the "**Motion**") ² filed by Claudia Z. Springer, not individually but solely as the chapter 11 trustee (the "**Chapter 11 Trustee**") of the above-captioned debtors (the "**Debtors**"), the plaintiff in the above-captioned adversary proceeding (the "**Adversary Proceeding**"); and the Court having

² Capitalized terms used herein and not defined shall have the meaning given to them in the Motion.



The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are: Epic! Creations, Inc. (9113); Neuron Fuel, Inc. (8758); and Tangible Play, Inc. (9331).

reviewed the Motion, and its supporting papers; and the Court having held a hearing on October 8, 2024 (the "**Hearing**"); and the Court having considered all evidence and argument presented at the Hearing; the Court finds and concludes as follows:

- A. The Court has jurisdiction over this matter pursuant to 28 U.S.C. § 1334(b). This is a core proceeding within the meaning of 28 U.S.C. § 157(b)(A), (E), and (O).
 - B. Venue is proper in this District pursuant to 28 U.S.C. §§ 1408 and 1409(a).
 - C. Notice of the Motion was sufficient under the circumstances.
- D. The legal and factual bases set forth in the Motion and the Memorandum, the evidence in support of the Motion, and at the Hearing establish just cause for the relief granted herein.
- E. The Court finds that the Trustee has a reasonable probability of success in the Adversary Proceeding, that the Debtors' estates will be irreparably harmed if the relief sought in the Motion is not granted, that any harm to the Defendants is outweighed by the harm to the Trustee and the Debtors' estates if the relief sought in the Motion is not granted, and that the balance of the equities and the public interest support granting the Motion.

For the reasons stated on the record at the Hearing, it is hereby **ORDERD THAT**:

1. Until further order from this Court, and pursuant to Federal Rule of Civil Procedure 65(b), as made applicable herein by Bankruptcy Rule 7065, Defendant Stripe, and all persons acting in concert with Stripe, are immediately enjoined, upon entry of this Order, (i) from accepting, authorizing, or implementing any changes to the Debtor's Stripe's accounts by any entity or person other than the Chapter 11 Trustee; and (ii) from transferring any funds Stripe is holding related to the Debtors including in the Stripe accounts to any entity or person other than

the Chapter 11 Trustee. Stripe is ordered to provide the Chapter 11 Trustee with complete account access and records of the Debtors' Stripe accounts.

- 2. Until further order from this Court, and pursuant to Federal Rule of Civil Procedure 65(b), as made applicable herein by Bankruptcy Rule 7065, Defendant Whitehat, and all persons acting in concert with Whitehat, including but not limited to John Does 1-100, are immediately enjoined, upon entry of this Order, (i) from seeking to access funds in any of the Debtors' accounts, wherever held, including accounts held by Stripe; and (ii) from transferring any of the Unauthorized Postpetition Transfers in Whitehat's Wells Fargo account or any other funds that Whitehat is holding, to any other account or person or entity.
- 3. Until further order from this Court, and pursuant to Federal Rule of Civil Procedure 65(b), as made applicable herein by Bankruptcy Rule 7065, Defendant Wells Fargo, and all persons acting in concert with Wells Fargo, are immediately enjoined, upon entry of this Order from transferring any funds out of Whitehat's Wells Fargo account, and Wells Fargo is ordered to freeze all activity in Whitehat's Wells Fargo account.
- 4. The Court shall hold a hearing on **October 22, 2024, at 1:00 p.m.** (Eastern time) to consider the entry of a preliminary injunction in connection with the Motion (the "**PI Hearing**"). Objections to the Motion shall be filed and served no later than three (3) business days prior to the PI Hearing. Replies may be filed by 4:00 p.m. (Eastern time) one (1) business day prior to the PI Hearing.
 - 5. This Order shall be promptly filed in the Clerk's office and entered in the record.
- 6. The terms and conditions of this Order shall be effective as of 4:19 p.m. (Eastern time) on October 8, 2024 and is enforceable immediately thereafter.

- 7. The Chapter 11 Trustee is directed to serve a copy of this Order upon the Defendants.
- 8. This Court shall retain jurisdiction to hear and determine all matters arising from or related to the implementation of this Order.

Dated: October 9, 2024 Wilmington, Delaware John T. Dorsey

United States Bankruptcy Judge