

PACHULSKI STANG ZIEHL & JONES LLP
Jeffrey N. Pomerantz (CA Bar No. 143717) (*admitted pro hac vice*)
Ira D. Kharasch (CA Bar No. 109084) (*admitted pro hac vice*)
John A. Morris (NY Bar No. 266326) (*admitted pro hac vice*)
Gregory V. Demo (NY Bar No. 5371992) (*admitted pro hac vice*)
10100 Santa Monica Blvd., 13th Floor
Los Angeles, CA 90067
Telephone: (310) 277-6910
Facsimile: (310) 201-0760

HAYWARD PLLC
Melissa S. Hayward (TX Bar No. 24044908)
MHayward@HaywardFirm.com
Zachery Z. Annable (TX Bar No. 24053075)
ZAnnable@HaywardFirm.com
10501 N. Central Expy, Ste. 106
Dallas, TX 75231
Telephone: (972) 755-7100
Facsimile: (972) 755-7110

Counsel for Highland Capital Management, L.P.

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION**

In re:	§	
HIGHLAND CAPITAL MANAGEMENT, L.P., ¹	§	Chapter 11
Reorganized Debtor.	§	Case No. 19-34054-sgj 11
HIGHLAND CAPITAL MANAGEMENT, L.P.,	§	
Plaintiff,	§	Adversary Proceeding No.
v.	§	20-03107-sgj
PATRICK HAGAMAN DAUGHERTY,	§	
Defendant.	§	
	§	

¹ The last four digits of the Reorganized Debtor's taxpayer identification number are (6725). The headquarters and service address for the above-captioned Reorganized Debtor is 100 Crescent Court, Suite 1850, Dallas, TX 75201.



NOTICE OF CASE STATUS

Highland Capital Management, L.P., the reorganized debtor² (“Highland” or the “Debtor”, as may be temporally required) in the above-captioned chapter 11 case (“Bankruptcy Case”) and plaintiff in the above-captioned adversary proceeding, files this *Notice of Case Status* in response to the Clerk of the Court’s request for the same [Docket No. 15] and respectfully states as follows:

1. On April 1, 2020, Patrick Daugherty (“Mr. Daugherty”) filed a general unsecured claim which the Debtor’s claim agent denoted as claim number 67 (“Claim 67”).

2. On April 6, 2020, Mr. Daugherty filed a general unsecured proof of claim in the amount of “[a]t least \$37,483,876.62,” which amended and superseded Claim 67 and which the Debtor’s claims agent denoted as claim number 77 (“Mr. Daugherty’s Claim”).

3. On August 31, 2020, the Debtor filed the *Debtor’s (I) Objection to Claim No. 77 of Patrick Hagaman Daugherty and (II) Complaint to Subordinate Claim of Patrick Hagaman Daugherty* [Docket No. 1] (the “Complaint”).³

4. On or about February 2, 2021, during the confirmation hearing on the Debtor’s proposed Plan, the Debtor reported, among other things, that it had reached an agreement in principle to fully resolve Mr. Daugherty’s Claim.

5. Since that time, the parties have made certain adjustments to the proposed resolution of Mr. Daugherty’s Claim and have worked to reduce their agreement to a written

² On February 22, 2021, the Bankruptcy Court entered the *Order (i) Confirming the Fifth Amended Plan of Reorganization (as Modified) and (ii) Granting Related Relief* [Bankr. Docket No. 1943] (the “Confirmation Order”) which confirmed the *Fifth Amended Plan of Reorganization of Highland Capital Management, L.P., as Modified* [Bankr. Docket No. 1808] (the “Plan”). The Plan went Effective (as defined in the Plan) on August 11, 2021, and Highland is the Reorganized Debtor (as defined in the Plan) since the Effective Date. *See Notice of Occurrence of Effective Date of Confirmed Fifth Amended Plan of Reorganization of Highland Capital Management, L.P.* [Bankr. Docket No. 2700]. All terms used but not defined herein have the meanings given to them in the Plan.

³ On December 10, 2020, Mr. Daugherty filed proof of claim number 205, which superseded and replaced Mr. Daugherty’s Claim.

document. Highland is in the process of seeking approval of the proposed settlement from the Claimant Trust Oversight Committee and anticipates that the settlement will be finalized on or before November 12, 2021. Highland will file a further status report in the event it is unable to finalize the settlement for any reason.

[REMAINDER OF PAGE INTENTIONALLY BLANK]

Dated: October 27, 2021.

PACHULSKI STANG ZIEHL & JONES LLP

/s/ John A. Morris

Jeffrey N. Pomerantz (CA Bar No.143717)

Ira D. Kharasch (CA Bar No. 109084)

John A. Morris (NY Bar No. 2405397)

Gregory V. Demo (NY Bar No. 5371992)

10100 Santa Monica Blvd., 13th Floor

Los Angeles, CA 90067

Telephone: (310) 277-6910

Facsimile: (310) 201-0760

E-mail: jpomerantz@pszjlaw.com

ikharasch@pszjlaw.com

jmorris@pszjlaw.com

gdemo@pszjlaw.com

-and-

HAYWARD PLLC

Melissa S. Hayward

Texas Bar No. 24044908

MHayward@HaywardFirm.com

Zachery Z. Annable

Texas Bar No. 24053075

ZAnnable@HaywardFirm.com

10501 N. Central Expy, Ste. 106

Dallas, Texas 75231

Tel: (972) 755-7100

Fax: (972) 755-7110

Counsel for Highland Capital Management, L.P.