

FILED

Clerk

District Court

JUN 13 2025

for the Northern Mariana Islands
By _____

(Deputy Clerk)

IN THE UNITED STATES DISTRICT COURT
FOR THE NORTHERN MARIANA ISLANDS
BANKRUPTCY DIVISION

In re

IMPERIAL PACIFIC INTERNATIONAL
(CNMI), LLC,Debtor and
Debtor-in-Possession.

Case No. 1:24-bk-00002

**ORDER TO SHOW CAUSE WHY CASE
SHOULD NOT BE DISMISSED OR
CONVERTED**

The debtor-in-possession has reported that it has little or no cash, and that, as a result, it was unable to renew its public liability insurance when the policy expired and the security guards protecting the debtor's property have not been paid for about a month. (ECF No. 441 at 3.) The only realistic prospect of a resolution of this case is the closing of the court-approved sale of the debtor's primary assets, but that sale has not closed due to disputes between the purchaser and the Commonwealth of the Northern Mariana Islands government. (*See id.* at 2–3.)

The debtor's inability to provide insurance necessary to protect the public is cause to immediately dismiss or convert this case under section 1112 of the Bankruptcy Code. Its inability to pay other operating expenses and to dispose of its assets may also amount to cause.

Conversion of this case to a chapter 7 case or the appointment of a chapter 11 trustee would likely be fruitless because a trustee under either chapter would have no funds with which to obtain appropriate insurance and carry out the trustee's duties. Therefore, dismissal, rather than conversion or the appointment of a trustee, would be in the best interests of creditors and the estate.

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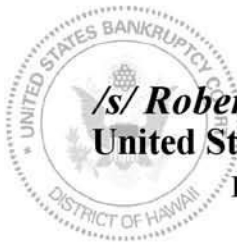


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1 IT IS HEREBY ORDERED that:

- 2 1. Unless the debtor provides proof that it has renewed or replaced the recently expired
- 3 insurance policy by June 19, 2025, the court will enter an order dismissing this case without
- 4 further notice or hearing.
- 5 2. Unless the case is dismissed earlier, the court will hold a hearing on June 27, 2025, at 9:00
- 6 a.m. ChST to consider whether to dismiss this case, convert this case to chapter 7, or
- 7 appoint a chapter 11 trustee. Responses to this order will be timely if filed by 4:00 p.m.
- 8 ChST on June 24, 2025.
- 9
- 10

11 SO ORDERED.



/s/ Robert J. Faris

United States Bankruptcy Judge

Dated: 06/12/2025