Entered 08/10/25 00:48:52 Desc Imaged Docket #0049 Date Filed: 08/09/2025 Case 25-58764-sms Doc 49 Filed 08/09/25 Certificate of Induce

IT IS ORDERED as set forth below:

Date: August 7, 2025

Sage M. Sigler U.S. Bankruptcy Court Judge

UNITED STATES BANKRUPTCY COURT NORTHERN DISTRICT OF GEORGIA ATLANTA DIVISION

)	Re: Docket No. 8
Debtors.)	(Joint Administration Requested)
WELLMADE FLOOR COVERINGS INTERNATIONAL, INC., et al., ¹)	Case No. 25-58764-sms
)	Chapter 11
In re:)	

INTERIM ORDER (I) AUTHORIZING THE DEBTORS TO PAY PREPETITION WAGES, PAYROLL TAXES, CERTAIN EMPLOYEE BENEFITS, AND RELATED EXPENSES AND (II) DIRECTING BANKS TO HONOR RELATED TRANSFERS

Upon the Emergency Motion of the Debtors for Entry of Interim and Final Orders (I) Authorizing the Debtors to Pay Prepetition Wages, Payroll Taxes, Certain Employee Benefits, and Related Expenses, and (II) Directing Banks to Honor Related Transfers (the "Motion");² and



¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, include: Wellmade Industries MFR. N.A LLC (1058) and Wellmade Floor Coverings International, Inc. (8425). The mailing address for the Debtors for purposes of these chapter 11 cases is: 1 Wellmade Drive, Cartersville,

² Capitalized terms used but not otherwise defined herein shall have the meanings ascribed to them in the Motion.

the Court having jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334; and this matter being a core proceeding pursuant to 28 U.S.C. § 157(b); and venue of these Chapter 11 Cases and the Motion in this district being proper pursuant to 28 U.S.C. §§ 1408 and 1409; and it appearing that due and adequate notice of the Motion has been given under the circumstances; and this Court having held a hearing (the "Hearing") to consider the relief requested in the Motion; and upon the First Day Declaration and the record of the Hearing, this Court having determined that there is good and sufficient cause for the relief set forth in this Order; and after due deliberation thereon,

IT IS HEREBY ORDERED THAT:

- 1. The Motion is GRANTED on an interim basis to the extent provided herein.
- 2. The Debtors are authorized, but not directed, to pay all Employee Obligations that have accrued by virtue of the services rendered by the Employees prior to the Petition Date. The Employee Obligations that the Debtors are authorized to pay are described in the Motion and include, without limitation, (a) Wages and Commissions; (b) Independent Contractor Obligations; (c) Payroll Taxes; (d) Medical, Benefit and Retirement Plans, (e) PTO and Reimbursement Programs, and (f) Workers Compensation Programs.
- 3. The Debtors shall not honor any prepetition claims or obligations on account of the Employee Obligations to any individual that exceeds the priority amounts set forth in sections 507(a)(4) and 507(a)(5) of the Bankruptcy Code.
- 4. The Debtors are authorized, but not directed, to continue to honor and pay their PTO and Reimbursable Expenses in the ordinary course of business and consistent with the Debtors' prepetition practices and modify, change, and discontinue any of the PTO and

Reimbursable Expenses Programs and to implement new programs, policies, and benefits in the ordinary course of business during these chapter 11 cases.

- 5. Notwithstanding any other provision of this Order, nothing in this Order shall authorize the Debtors to cash out unpaid PTO, unless applicable non-bankruptcy law requires such payment.
- 6. The Debtors are authorized to continue the Workers' Compensation Programs and pay all prepetition amounts relating thereto in the ordinary course.
- 7. The Debtors are authorized to continue to honor and pay amounts related to the Medical Plans, Benefits Plans, and Retirement Plans in the ordinary course of business, including any such prepetition obligations.
- 8. The Debtors are authorized, but not directed, to make payments to applicable third parties in connection with the Employee Obligations, including, without limitation, all Payroll Taxes, in accordance with the Debtors' ordinary course of business and stated policies, as set forth in the Motion.
- 9. The Debtors are authorized to make postpetition payments with respect to the foregoing in the ordinary course of business.
- 10. All of the Debtors' banks are authorized and directed to receive, process, honor, and pay any and all checks or electronic transfers drawn on the Debtors' payroll and disbursement accounts related to the Employee Obligations authorized by the Interim Order, whether presented before or after the Petition Date, provided that sufficient funds are on deposit in the applicable accounts to cover such payments.
- 11. To the extent that any employment or related agreements may be deemed executory contracts within the meaning of section 365 of the Bankruptcy Code, the Debtors have not sought

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authority to assume such contracts, and no relief is granted in respect thereof.

- 12. Nothing in the Motion or the Interim Order, nor as a result of any payment made pursuant to the Interim Order, shall be deemed or construed as an admission as to the validity or priority of any claim against the Debtors, an approval or assumption of any agreement, contract, or lease pursuant to section 365 of the Bankruptcy Code, or a waiver of the rights of the Debtors, or shall impair the ability of the Debtors, or any other party in interest, to the extent applicable, to contest the validity and amount of any payment made pursuant to the Interim Order.
- 13. Notwithstanding anything to the contrary contained in this Interim Order, any payment, deposit, or other transfer made or to be made under this Interim Order, any authorization contained in this Interim Order, or any claim for which payment is authorized hereunder, shall be subject to the terms and provisions of any orders of this Court approving any debtor-in-possession financing for, or any use of cash collateral by, the Debtors and any approved budget (subject to permitted variances thereto) in connection therewith. Nothing herein is intended to modify, alter, or waive, in any way, any terms, provisions, requirements, or restrictions of (a) any such orders approving any debtor-in-possession financing or use of cash collateral or (b) any debtor-in-possession financing agreements and documents related thereto.
- 14. Nothing herein shall be deemed to authorize (i) the payment of any amounts in satisfaction of bonus or severance obligations to an insider of the Debtors, which are subject to section 503(c) of the Bankruptcy Code, or (ii) the payment of any amounts owing to any retired or former employees under any supplemental executive retirement plan or otherwise.
- 15. A final hearing to consider the relief requested in the Motion shall be held on August 21, 2025 at 10:00 a.m. (prevailing Eastern Time) and any objections to entry of such order shall be in writing and filed with this Court no later than August 14, 2025 at 4:00 p.m.

(prevailing Eastern Time) and served on: (i) the Debtors, c/o Wellmade Floor Coverings International Inc., 1197 Peachtree St. NE, Suite 780, Atlanta, GA 30361, Attn: David Baker (dbaker@auroramp.com); (ii) proposed counsel to the Debtors, Greenberg Traurig, LLP, Terminus 200, 3333 Piedmont Road, NE, Suite 2500, Atlanta, Georgia 30305, Attn: John D. Elrod (elrodj@gtlaw.com) and Allison J. McGregor (Allison.McGregor@gtlaw.com); (iii) counsel for the Prepetition Lenders, King & Spalding LLP, 1180 Peachtree Street, NE, Suite 1600, Atlanta, GA 30309, Attn: Austin Jowers (AJowers@kslaw.com); (iv) counsel for the DIP Lenders, Rountree Leitman Klein & Geer, LLC, Century Plaza I, 2987 Clairmont Road, Suite 350, Atlanta, GA 30329 Attn: Will B. Geer (WGeer@rlkglaw.com); and (v) the Office of the United States Trustee for Region 21, 362 Richard Russell Building & U.S. Courthouse, 75 Ted Turner Drive, S.W., Atlanta, GA 30303 Attn: Lindsay Kolba (Lindsay.P.Kolba@usdoj.gov).

- 16. The Debtors are authorized to take all actions necessary to effectuate the relief granted in this Order.
 - 17. The requirements of Bankruptcy Rule 6003(b) are satisfied.
- 18. Notwithstanding Bankruptcy Rule 6004(h), this Order shall be effective and enforceable immediately upon entry hereof.
- 19. The Court shall retain jurisdiction with respect to all matters arising from or related to the implementation and/or interpretation of this Order.

END OF DOCUMENT

Prepared and presented by:

GREENBERG TRAURIG, LLP

/s/ John D. Elrod

John D. Elrod, GA Bar No. 246604 Jake Evans, GA Bar No. 797018 Allison J. McGregor, GA Bar No. 860865 3333 Piedmont Road NE, Suite 2500 Atlanta, GA 30305

Telephone: 678-553-2259 Facsimile: 678-553-2269 Email: elrodj@gtlaw.com Jake.Evans@gtlaw.com Allison.McGregor@gtlaw.com

Proposed Counsel for the Debtors in Possession

Distribution List

Wellmade Floor Coverings International, Inc. 1197 Peachtree St. NE, Suite 780 Atlanta, GA 30361 Attn: David Baker

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3333 Piedmont Road, NE, Suite 2500
Atlanta, Georgia 30305
Attn: John D. Elrod

Kurtzman Carson Consultants LLC d/b/a Verita Global 222 N. Pacific Coast Highway, 3rd Floor El Segundo, CA 90245 Attn: Drake D. Foster

> Office of the United States Trustee 362 Richard Russell Federal Building 75 Ted Turner Drive, SW Atlanta, GA 30303 Attn: Lindsay Kolba

> King & Spalding LLP 1180 Peachtree Street, NE, Suite 1600 Atlanta, GA 30309 Attn: Austin Jowers

> Rountree Leitman Klein & Geer, LLC Century Plaza I 2987 Clairmont Road, Suite 350 Atlanta, GA 30329 Attn: Will B. Geer

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United States Bankruptcy Court Northern District of Georgia

In re: Case No. 25-58764-sms

Wellmade Floor Coverings International,

Chapter 11

Wellmade Industries MFR. N.A LLC
Debtors

CERTIFICATE OF NOTICE

District/off: 113E-9 User: bncadmin Page 1 of 2
Date Rcvd: Aug 07, 2025 Form ID: pdf534 Total Noticed: 5

The following symbols are used throughout this certificate:

Symbol Definition

+ Addresses marked '+' were corrected by inserting the ZIP, adding the last four digits to complete the zip +4, or replacing an incorrect ZIP. USPS

regulations require that automation-compatible mail display the correct ZIP.

Notice by first class mail was sent to the following persons/entities by the Bankruptcy Noticing Center on Aug 09, 2025:

Recip ID Recipient Name and Address

db + Wellmade Floor Coverings International, Inc., 19150 SW 125th CT, Tualatin, OR 97062-7228

aty + W. Austin Jowers, King & Spalding LLP, 1180 Peachtree Street, N.E., Atlanta, GA 30309-7525

claims + KCC, LLC dba Verita Global, 222 N. Pacific Coast Highway, Suite 300, El Segundo, CA 90245-5614

+ King & Spalding LLP, 1180 Peachtree Street, NE, Suite 1600, Atlanta, GA 30309-7525, Attn: Austin Jowers

+ Wellmade Floor Coverings International, Inc., 1197 Peachtree St. NE, Suite 780, Atlanta, GA 30361-3502, Attn: David Baker

TOTAL: 5

Notice by electronic transmission was sent to the following persons/entities by the Bankruptcy Noticing Center.

Electronic transmission includes sending notices via email (Email/text and Email/PDF), and electronic data interchange (EDI).

NONE

BYPASSED RECIPIENTS

The following addresses were not sent this bankruptcy notice due to an undeliverable address, *duplicate of an address listed above, *P duplicate of a preferred address, or ## out of date forwarding orders with USPS.

NONE

NOTICE CERTIFICATION

I, Gustava Winters, declare under the penalty of perjury that I have sent the attached document to the above listed entities in the manner shown, and prepared the Certificate of Notice and that it is true and correct to the best of my information and belief.

Meeting of Creditor Notices only (Official Form 309): Pursuant to Fed .R. Bank. P.2002(a)(1), a notice containing the complete Social Security Number (SSN) of the debtor(s) was furnished to all parties listed. This official court copy contains the redacted SSN as required by the bankruptcy rules and the Judiciary's privacy policies.

Date: Aug 09, 2025 Signature: /s/Gustava Winters

CM/ECF NOTICE OF ELECTRONIC FILING

The following persons/entities were sent notice through the court's CM/ECF electronic mail (Email) system on August 7, 2025 at the address(es) listed below:

Name Email Address

Bruce Z. Walker

on behalf of Creditor Flooring Investments LLC bwalker@cpmtlaw.com jpenston@cpmtlaw.com

Christopher K. Coleman

on behalf of Creditor AHF IC LLC christopher.coleman@kslaw.com

John D. Elrod

on behalf of Joint Admin Debtor Wellmade Industries MFR. N.A LLC elrodj@gtlaw.com

fieldss@gtlaw.com,allison.mcgregor@gtlaw.com

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District/off: 113E-9 Page 2 of 2 User: bncadmin Date Rcvd: Aug 07, 2025 Form ID: pdf534 Total Noticed: 5

John D. Elrod

on behalf of Debtor Wellmade Floor Coverings International Inc. elrodj@gtlaw.com,

fieldss@gtlaw.com,allison.mcgregor@gtlaw.com

Lindsay P. S. Kolba

on behalf of U.S. Trustee United States Trustee lindsay.p.kolba@usdoj.gov

Mark S. Marani

on behalf of Creditor Flooring Investments LLC mmarani@cpmtlaw.com jpenston@cpmtlaw.com;ddouglas@cpmtlaw.com

Will B. Geer

on behalf of Creditor SummitBridge National Investments VIII LLC wgeer@rlkglaw.com,

dsideris@rlkglaw.com;willgeer@ecf.courtdrive.com;2836@notices.nextchapterbk.com;6717577420@filings.docketbird.com;emil ler@rlkglaw.com;lmassey@rlkglaw.com

TOTAL: 7