

ORIGINAL

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FILED
OCT 29 2002
CLERK U.S. BANKRUPTCY COURT
CENTRAL DISTRICT OF CALIFORNIA
BY *[Signature]* Deputy Clerk

ENTERED
OCT 30 2002
CLERK U.S. BANKRUPTCY COURT
CENTRAL DISTRICT OF CALIFORNIA
BY *[Signature]* Deputy Clerk

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8 UNITED STATES BANKRUPTCY COURT
9 CENTRAL DISTRICT OF CALIFORNIA
10 RIVERSIDE DIVISION

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12 In re
13 CONSOLIDATED FREIGHTWAYS
CORPORATION OF DELAWARE, et al.
14 Debtors.
15 Fed. Tax I.D. No. 94-144497
16

Case No.: RS-02-24284-MG
Chapter 11
(Jointly Administered with Case Nos.
RS-02-24289-MG; RS-02-24287-MG;
RS-02-24293-MG; RS-02-24294-MG; and
RS-02-24295-MG)

Hearing
Date: October 29, 2002
Time: 11:00 a.m.
Place: Courtroom 301
3420 Twelfth Street
Riverside, California 92591

Judge: Hon. Mitchel R. Goldberg

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22 **ORDER AUTHORIZING THE DEBTORS TO (1) CONSENT TO LIMITED RELIEF**
23 **FROM THE AUTOMATIC STAY TO PERMIT SET OFF OF CUSTOMER CLAIMS**
24 **AND (2) COMPROMISE CUSTOMER ACCOUNTS RECEIVABLE**

25 The Motion for Authority To (1) Consent to Limited Relief from the Automatic
26 Stay To Permit Set Off of Customer Claims and (2) Compromise Customer Accounts Receivable
27 (the "Motion") filed by Consolidated Freightways Corporation, Consolidated Freightways
28 Corporation of Delaware, Redwood Systems, Inc., Leland James Service Corporation, CF
Airfreight Corporation and CF MovesU.com Incorporated, the debtors and debtors-in-possession

[Handwritten signature]

1 in the above-captioned chapter 11 cases (collectively, the "Debtors"), came on for hearing on
2 October 29, 2002, at 11:00 a.m. in the Courtroom of the undersigned United States Bankruptcy
3 Judge. The Motion seeks entry of an order (i) approving the Setoff Program and the Discount
4 Program as set forth in the Motion; (ii) authorizing, but not directing, the Debtors to consent,
5 without the necessity of further Court order, to limited relief from the automatic stay to permit
6 the setoff of Customer Claims (as defined in the Motion) against the Debtors' customer accounts
7 receivable to the extent referenced in the Motion; (iii) authorizing, but not directing, the Debtors
8 to compromise accounts receivable from customers as referenced in the Motion; and (iv)
9 granting such other and further relief as this Court deems just and proper.

10 The Court having considered the Motion, the Declaration of James R. Tener in
11 support thereof, the arguments and evidence proffered at the hearing on the Motion and the
12 record in these cases, and finding that adequate notice of the Motion was given and that there is
13 good cause to grant the Motion; it is hereby

14 **ORDERED THAT** the Motion is granted in its entirety; and it is further


15 **ORDERED THAT** the Setoff Program is hereby approved; and it is further

16 **ORDERED THAT** the Discount Program is hereby approved; and it is further

17 **ORDERED THAT** the Debtors shall be and are hereby authorized to consent,
18 without the necessity of further Court order, to limited relief from the automatic stay to permit
19 the setoff of Customer Claims against the Debtors' customer accounts receivable to the extent
20 referenced in the Motion; and it is further

21 **ORDERED THAT** the Debtors shall be and are hereby authorized to
22 compromise accounts receivable from customers as referenced in the Motion.

23 Dated: October 29, 2002

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25 _____
26 Hon. Mitchel R. Goldberg
27 United States Bankruptcy Judge

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/ / /

1 Submitted by:
2 LATHAM & WATKINS
3 Michael S. Lurey
4 Gregory O. Lunt
5 Shira Roth

6 By Michael S. Lurey
7 Michael S. Lurey
8 Proposed Counsel for the Debtors
9 and Debtors-in-Possession

10 Approved as to form only:
11 OFFICE OF THE UNITED STATES TRUSTEE

12 By Timothy J. Farris
13 Timothy J. Farris
14 Senior Trial Attorney

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<p>In re</p> <p>CONSOLIDATED FREIGHTWAYS CORPORATION OF DELAWARE, a Delaware corporation, et al.,</p> <p style="text-align: right;">Debtor.</p> <p>Fed. Tax I.D. No. 94-1444797</p>	<p>Case No. RS 02-24284- MG</p> <p>Chapter 111</p> <p>(Jointly administered with the following cases: 02-24287; 02-24289; 02-24293; 02-24294; and 02-24295)</p>
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**NOTICE OF ENTRY OF JUDGMENT OR ORDER
AND CERTIFICATE OF MAILING**

TO ALL PARTIES IN INTEREST:

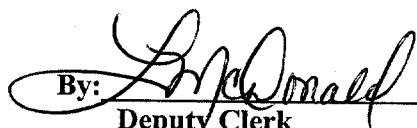
1. You are hereby notified, pursuant to Local Bankruptcy Rule 9021, that a judgment or order entitled, **“ORDER AUTHORIZING THE DEBTORS TO (1) CONSENT TO LIMITED RELIEF FROM THE AUTOMATIC STAY TO PERMIT SET OFF OF CUSTOMER CLAIMS AND (2) COMPROMISE CUSTOMER ACCOUNTS RECEIVABLE,”**

was entered on OCT 30 2002, 2002.

2. I hereby certify that I mailed a copy of this Notice of Entry and a true copy of the order or judgment to the noticing agent for service to the persons and entities on the attached service list on OCT 30 2002, 2002.

Dated: OCT 30 2002, 2002

JON D. CERETTO
Clerk of the Bankruptcy Court

By: 
Deputy Clerk

Limited Notice Service List

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