### IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF GEORGIA NEWNAN DIVISION

In re:	)	Chapter 11
	)	
DAN RIVER INC., et al.,	)	Case Nos. 04-10990 through 04-10993
	)	Jointly Administered
Debtors.	)	
	)	Judge Drake
		-

ORDER GRANTING MOTION OF DEBTORS FOR ORDER GRANTING
ADMINISTRATIVE EXPENSE STATUS TO DEBTORS' UNDISPUTED
OBLIGATIONS ARISING FROM THE POSTPETITION DELIVERY OF GOODS
ORDERED IN THE PREPETITION PERIOD AND AUTHORIZING THE DEBTORS TO
PAY SUCH OBLIGATIONS IN THE ORDINARY COURSE OF BUSINESS

This matter is before the Court on the motion of Dan River Inc., The Bibb Company LLC, Dan River International Ltd., and Dan River Factory Stores, Inc. (collectively, the "Debtors") for authority to honor certain obligations arising from goods ordered prepetition but received postpetition (the "Motion").

The Court has considered the Motion, the Declaration of Barry F. Shea in Support of First-Day Applications and Motions, and the matters reflected in the record of the hearing held on the Motion. It appears that the Court has jurisdiction over this proceeding; that this is a core proceeding; that notice of the Motion has been given to the Office of the United States Trustee, counsel for the Debtors' prepetition secured lenders, the indenture trustee for the Debtors' senior note holders, counsel to the Agent for the Debtors' proposed debtor-in-possession lenders, and the Debtors' thirty largest unsecured creditors on a consolidated basis; that no further notice is necessary; that the relief sought in the motion is in the best interests of the Debtors, their estates, and their creditors; and that good and sufficient cause exists for such relief.

Accordingly, it is hereby ORDERED as follows:

1. The Motion is GRANTED.

2. Except as otherwise required by any post-petition financing order or the Debtors'

post-petition financing agreement approved by this Court, the Debtors are authorized, but not

required, to honor or pay those obligations arising from the postpetition delivery of goods

ordered by the Debtors before the Petition Date.

3. The applicable banks and financial institutions that process, honor and pay any

and all checks on account of obligations to be paid pursuant to this Order may rely on the

representations of the Debtors as to which checks are issued and authorized to be paid in

accordance with this Order without any duty of further inquiry and without liability for following

the Debtors' instructions.

4. Payment of an obligation arising from goods or services ordered postpetition shall

not preclude the Debtors from contesting the validity of such amounts claimed to be due.

5. The Court shall retain jurisdiction to hear and determine all matters arising from

the implementation of this Order.

SO ORDERED.

At Atlanta, Georgia this day of April, 2004.

W. HOMER DRAKE, JR.

UNITED STATES BANKRUPTCY JUDGE

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## Prepared and Presented by:

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#### BAE SYSTEMS

## 11487 Sunset Hills Road Reston, Virginia 20190-5234

# Enterprise Systems Incorporated CERTIFICATE OF SERVICE

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Date Rcvd: Apr 02, 2004

District/off: 113E-7 User: hardwickm Case: 04-10990 Form ID: pdf452 Total Served: 6 The following entities were served by first class mail on Apr 04, 2004. db Dan River Inc., (800)603-4877, (434)799-7003 outside United States, 24543 Danville, VA James A. Pardo, Jr., King Atlanta, GA 30303-1763 Jonathan W. Jordan, King King & Spalding, 191 Peachtree Street, aty King & Spalding LLP, 191 Peachtree Street, Suite 4900, aty Atlanta, GA 30303-1763 Lamberth, Cifelli, Stokes & Stout, P.A., 3343 Peachtree Road, NE, East Tower, Suite 550, aty Atlanta, GA 30326-1009 aty R. Jeneane Treace, U.S. Trustee, 362 Richard Russell Bldg., 75 Spring Street, Atlanta, GA 30303 75 Spring Street, SW, Atlanta, GA 30303 Office of the US Trustee, Suite 362, ust The following entities were served by electronic transmission. TOTAL: 0 NONE. \*\*\*\*\* BYPASSED RECIPIENTS \*\*\*\*\* NONE. TOTAL: 0

I, Joseph Speetjens, declare under the penalty of perjury that I have served the attached document on the above listed entities in the manner shown, and prepared the Certificate of Service and that it is true and correct to the best of my information and belief.

First Meeting of Creditor Notices only (Official Form 9): 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: Apr 04, 2004

Joseph Spections