

**UNITED STATES BANKRUPTCY COURT
THE SOUTHERN DISTRICT OF NEW YORK**

In re:

JENNIFER CONVERTIBLES, INC.,¹
Debtors.

Chapter 11

Case No. 10-13779 (ALG)

(Jointly Administered)

**ORDER APPROVING THE SECOND OMNIBUS OBJECTION TO
CLAIMS THAT DO NOT CORRESPOND TO THE DEBTORS'
BOOKS AND RECORDS, CLAIMS FILED AGAINST THE
WRONG DEBTOR, AND CERTAIN LANDLORD CLAIMS**

Upon the objection, dated February 16, 2011 (the “Second Omnibus Objection”)² of the above-captioned debtors (collectively, the “Debtors”) for entry of an order (the “Order”) pursuant to 11 U.S.C. § 502(b) and Fed. R. Bankr. P. 3007 (a) reducing and/or reclassifying the amount of each claim as itemized on Exhibit A attached thereto for the substantive reasons described below; (b) reclassifying claims filed against the wrong Debtor as if those claims had been asserted initially against the correct Debtor, as listed on Exhibit B attached thereto; and (c) expunging the claims filed by landlords against the Debtors that have entered into lease modification agreements with the Debtors (the “Modification Agreements”) and such leases will be assumed on the effective date, as listed on Exhibit C attached thereto; and the Court having jurisdiction to consider the Second Omnibus Objection and the relief requested therein pursuant to 28 U.S.C. §§ 157 and 1334 and the Standing Order M-61 Referring to Bankruptcy Judges for

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, if applicable, are: (i) Jennifer Convertibles, Inc. (4646); (ii) Jennifer Convertibles Boylston MA, Inc. (7904); (iii) Jennifer Chicago Ltd. (0505); (iv) Elegant Living Management, Ltd. (5049); (v) Hartsdale Convertibles, Inc. (1681); (vi) Jennifer Management III Corp. (3552); (vii) Jennifer Purchasing Corp. (7319); (viii) Jennifer Management II Corp. (9177); (ix) Jennifer Management V Ltd. (9876); (x) Jennifer Convertibles Natick, Inc. (2227); (xi) Nicole Convertibles, Inc. (5985); (xii) Washington Heights Convertibles, Inc. (0783).

² All capitalized terms not defined herein shall have the meanings ascribed to them in the First Omnibus Objection.

the Southern District of New York Any and All Proceedings Under Title 11, dated July 10, 1984; and venue being proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; and due and proper notice of the Second Omnibus Objection having been provided to the parties listed therein, and it appearing that no other or further notice need be provided; and a hearing having been held to consider the relief requested in the Second Omnibus Objection (the “Hearing”); and the appearances of all interested parties having been noted in the record of the Hearing; and the Court having determined that the legal and factual bases set forth in the Second Omnibus Objection establish just cause for the relief granted herein; and it appearing that the relief requested in the Second Omnibus Objection is in the best interests of the Debtors, their estates, creditors, and parties in interest; and upon all of the proceedings had before the Court and after due deliberation and sufficient cause appearing therefor,

IT IS HEREBY ORDERED THAT:

1. The relief requested in the Second Omnibus Objection is GRANTED.
2. Each Books and Records Claim, Wrong Debtor Claim, and Landlord Claim identified on Exhibits A, B and C to the Second Omnibus Objection, as amended, are hereby reduced, reclassified, and expunged as indicated therein.
3. Entry of this Order is without prejudice to the Debtors' right to object to any other claims in these chapter 11 cases, or to further object to claims objected to in the Second Omnibus Objection, on any grounds whatsoever.
4. Nothing contained herein shall constitute, nor shall it be deemed to constitute, the allowance of any of the claims.
5. This Court shall retain jurisdiction over the Debtors and the holders of Claims subject to the Second Omnibus Objection to hear and determine all matters arising from the implementation of this Order.

6. Each Claim and the objections by the Debtors to each Claim as addressed in the Second Omnibus Objection and as set forth on Exhibits A, B and C to the Second Omnibus Objection, as amended, constitutes a separate contested matter as contemplated by Fed. R. Bankr. P. 9014. This Order shall be deemed a separate order with respect to each Claim. Any stay of this Order shall apply only to the contested matter which involves such creditor and shall not act to stay the applicability or finality of this order with respect to the other contested matters covered hereby.

7. This Court shall retain jurisdiction to interpret and enforce this Order.

Dated: March 23, 2011
New York, New York

/s/ Allan L. Gropper

UNITED STATES BANKRUPTCY JUDGE