

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

In re:)
) Chapter 11
)
JENNIFER CONVERTIBLES, INC., *et al.*¹) Case No. 10-13779 (ALG)
)
Debtors.) (Jointly Administered)
)
)
)

**SUPPLEMENTAL ORDER GRANTING TRUST ADMINISTRATOR’S
FOURTH (SUBSTANTIVE) OMNIBUS OBJECTION**

Upon consideration of the Trust Administrator’s Fourth (Substantive) Omnibus Objection to Certain (A) Overstated Claims; (B) No Liability Claims; (C) Misclassified Claims; (D) Rejection Damages Claims; (E) Misclassified Landlord Claims; and (F) Overstated Landlord Claims (the “Fourth Omnibus Objection”)² requesting entry of an order reducing and allowing the claims listed on Exhibit A and Exhibit B; and the Court having jurisdiction to consider the Fourth Omnibus Objection and the relief requested therein pursuant to 28 U.S.C. § 157; and venue being proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; and it appearing from the affidavit of service filed with the Court and from the record that due and proper notice of the Fourth Omnibus Objection having been provided; and the Court having reviewed and considered the Fourth Omnibus Objection; and a hearing having been held to consider the relief requested in the Fourth Omnibus Objection; and upon all of the proceedings had before this Court and after due deliberation and sufficient causes appearing therefore:

¹ The Debtors in these chapter 11 cases are: (i) Jennifer Convertibles, Inc.; (ii) Jennifer Convertibles Boylston MA, Inc.; (iii) Jennifer Chicago Ltd.; (iv) Elegant Living Management, Ltd.; (v) Hartsdale Convertibles, Inc.; (vi) Jennifer Management III Corp.; (vii) Jennifer Purchasing Corp.; (viii) Jennifer Management II Corp.; (ix) Jennifer Management V Ltd.; (x) Jennifer Convertibles Natick, Inc.; (xi) Nicole Convertibles, Inc.; and (xii) Washington Heights Convertibles, Inc.

² Unless otherwise defined herein, capitalized terms used herein shall have the meanings ascribed to them in the Second Omnibus Objection

IT IS HEREBY ORDERED THAT:

1. The relief requested in the Fourth Omnibus Objection is granted as set forth herein.
2. Each of the Overstated Claims listed under the column “Claims to be Reduced” on the attached Exhibit A is reduced to the dollar amount and priority listed under the column “Modified Claims” on the attached Exhibit A.
3. Each of the Rejection Damages Claims listed under the column “Claims to be Reduced” on the attached Exhibit B is reduced to the dollar amount and priority listed under the column “Adjusted Claims” on the attached Exhibit B.
4. The Trust Administrator’s rights to object to any of the Claims or any other claims which may be asserted against the Debtors on any other grounds are preserved. Additionally, should one or more of the grounds of objection stated in the Fourth Omnibus Objection be dismissed, the Trust Administrator’s rights to object on other stated grounds or on any other grounds the Trust Administrator discovers are further preserved.
5. The Trust Administrator’s right to setoff, including, but not limited to, security deposits against the allowed amount of any Claims is hereby preserved.
6. Nothing contained herein shall constitute or be deemed to constitute the allowance of any of the Claims.
7. This Court shall retain jurisdiction with respect to any matters related to or arising from the Fourth Omnibus Objection or the implementation of this Order.

Dated: New York, New York
April 11, 2012

s/Allan L. Gropper
THE HONORABLE ALLAN L. GROPPER
UNITED STATES BANKRUPTCY JUDGE

EXHIBIT A

OVERSTATED CLAIMS

Claims to be Reduced						Modified Claims			
Name and Address of Claimant	Claim No.	Debtor	Claim Amount and Priority	Grounds for Objection	Objection Page Reference	Name and Address of Claimant	Claim No.	Debtor	Claim Amount and Priority
Newsday Media Group 235 Pinelawn Road Melville, NY 11747	104	Jennifer Convertibles, Inc.	\$0.00 (S)	Overstated	Pgs. 6-7	Newsday Media Group 235 Pinelawn Road Melville, NY 11747	104	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$0.00 (A)						\$0.00 (A)
			\$0.00 (P)						\$0.00 (P)
			\$154,949.32 (U)						\$142,321.32 (U)
			\$0.00 (T)						\$0.00 (T)

EXHIBIT B

REJECTION DAMAGES CLAIMS

Claims to be Reduced						Adjusted Claims			
Name and Address of Complaint	Claim No.	Debtor	Claim Amount and Priority	Grounds for Objection	Objection Page Reference	Name and Address of Claimant	Claim No.	Debtor	Claim Amount and Priority
Crosspointe Plaza LLC 1260B Stelton Road Piscataway, NJ 08854	294	Jennifer Convertibles, Inc.	\$0.00 (S)	Failed to Properly Calculate 502(b)(6)	Pgs. 9-10	Crosspointe Plaza LLC 1260B Stelton Road Piscataway, NJ 08854	294	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$0.00 (A)						\$0.00 (A)
			\$0.00 (P)						\$0.00 (P)
			\$190,660.10 (U)						\$88,403.89 (U)
			\$0.00 (T)						\$0.00 (T)
Macomb Mall LLC David M Blau, Esq. Kupelian Ormond & Magy PC 25800 Northwestern Hwy, Ste 950 Southfield, MI 48075	308	Jennifer Convertibles, Inc.	\$0.00 (S)	Failed to Properly Calculate 502(b)(6)	Pgs. 9-10	Macomb Mall LLC David M Blau, Esq. Kupelian Ormond & Magy PC 25800 Northwestern Hwy, Ste 950 Southfield, MI 48075	308	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$0.00 (A)						\$0.00 (A)
			\$0.00 (P)						\$0.00 (P)
			\$40,451.08 (U)						\$0.00 (U)
			\$40,451.08 (T)						\$0.00 (T)
Mico Archibald Partners LLC c/o David Reimann The Reimann Law Group 1960 East Grand Avenue, Suite 1165 El Segundo, CA 90245	380	Jennifer Convertibles, Inc.	\$0.00 (S)	Failed to Properly Calculate 502(b)(6)	Pgs. 9-10	Mico Archibald Partners LLC c/o David Reimann The Reimann Law Group 1960 East Grand Avenue, Suite 1165 El Segundo, CA 90245	380	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$0.00 (A)						\$0.00 (A)
			\$0.00 (P)						\$0.00 (P)
			\$641,554.26 (U)						\$500,000.00 (U)
			\$641,554.26 (T)						\$500,000.00 (T)

Claims to be Reduced						Adjusted Claims			
Name and Address of Complaint	Claim No.	Debtor	Claim Amount and Priority	Grounds for Objection	Objection Page Reference	Name and Address of Claimant	Claim No.	Debtor	Claim Amount and Priority
SCI Cobb Place Fund, LLC Neil A. Moskowitz Moskowitz & Martin LLP 990 Hammond Drive, Suite 990 Atlanta, GA 30328	295	Jennifer Convertibles, Inc.	\$0.00 (S)	Failed to Properly Calculate 502(b)(6)	Pgs. 9-10	SCI Cobb Place Fund, LLC Neil A. Moskowitz Moskowitz & Martin LLP 990 Hammond Drive, Suite 990 Atlanta, GA 30328	295	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$9,570.25 (A)						\$9,570.25 (A)
			\$0.00 (P)						\$0.00 (P)
			\$201,551.57 (U)						\$194,635.98 (U)
			\$211,121.82 (T)						\$204,196.23 (T)
South 17 Associates c/o Jeffrey Greenberg Heritage Capital Group LLC 123 Prospect St. Ridgewood, NJ 07451	265	Jennifer Convertibles, Inc.	\$0.00 (S)	Failed to Properly Calculate 502(b)(6)	Pgs. 9-10	South 17 Associates c/o Jeffrey Greenberg Heritage Capital Group LLC 123 Prospect St. Ridgewood, NJ 07451	265	Jennifer Convertibles, Inc.	\$0.00 (S)
			\$0.00 (A)						\$0.00 (A)
			\$0.00 (P)						\$0.00 (P)
			\$264,207.20 (U)						\$200,000.00 (U)
			\$264,207.20 (T)						\$200,000.00 (T)