

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEW MEXICO**

In re:

FURR'S SUPERMARKETS, INC.,
Debtor.

Case No. 7-01-10779-SA
Chapter 7

**MOTION TO APPROVE SETTLEMENT OF
ADVERSARY PROCEEDING 03-1107-S
(H.W. Singleton Company, Inc.)**

Yvette Gonzales, the Chapter 7 Trustee (the "Trustee"), by counsel, moves the Court for an order approving the settlement of all claims the estate has against H.W. Singleton Company, Inc. ("H.W. Singleton"), as set forth in the adversary proceeding No. 03-1107-S, captioned *Yvette J. Gonzales, Trustee v. H.W. Singleton Company, Inc.* (the "Adversary Proceeding"), pursuant to F.R.Bankr.P.9019, and in support hereof states:

1. **Commencement and Conversion of Case.** On February 8, 2001, (the "Petition Date"), the Debtor filed a Voluntary Petition in this Court under Chapter 11 of the Bankruptcy Code. On December 19, 2001, this Court entered an Order converting the Chapter 11 case to a case under Chapter 7.

2. **Appointment of Chapter 7 Trustee.** On December 19, 2001, the United States Trustee appointed Yvette Gonzales as the Trustee for the Debtor's bankruptcy estate, in which capacity she continues to serve.

3. **Jurisdiction and Venue.** The Court has jurisdiction over this Motion pursuant to 28 U.S.C. §§157 and 1334. This matter is a core proceeding under 28 U.S.C. § 157(b)(2). Venue is proper pursuant to 28 U.S.C. §§1408 and 1409.

4. **The Adversary Proceeding.** In the Adversary Proceeding, the Trustee sought to recover Eighteen Thousand Eight Hundred Twenty Eight Dollars and 53/100 (\$18,828.53) from H.W. Singleton, plus all other amounts, if any, recoverable pursuant to 11 U.S.C. §547. H.W.

Singleton disputes the Trustee's claims.

5. **The Settlement.** H.W. Singleton has offered to pay the Trustee Twelve Thousand Nine Hundred Sixty Four Dollars and 13/100 (\$12,964.13), with \$1,080.35 to be paid on the first day of the month immediately following the date of the entry of an Order approving the settlement, and the remainder of \$11,883.78 to be paid in equal monthly installments of \$1,080.35 each on the first day of each month thereafter until fully paid, in full satisfaction of any and all claims, including without limitation claims asserted in the Adversary Proceeding (the "Settlement"). The full terms of the Settlement are set forth in the attached Settlement Agreement. The Settlement is fair and equitable, and in the best interests of and beneficial to the Debtor's estate and the creditors.

WHEREFORE, the Trustee requests that the Court enter an Order approving the Settlement and for such other relief as may be just.

DAVIS & PIERCE, P.C.

/s/ filed electronically 2/6/2004

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I hereby certify that on February 6, 2004,
a true and correct copy of the foregoing
was either electronically transmitted,
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