

UNITED STATES BANKRUPTCY COURT

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DISTRICT OF NEW MEXICO 01 SEP -6 PM 3:18

In re

FURR'S SUPERMARKETS, INC.,

U.S. BANKRUPTCY COURT
ALBUQUERQUE, NM
Case No. 11-01-10779-SA
Chapter 11

Debtor.

**NOTICE OF ORDER ESTABLISHING PROCEDURE
FOR RESOLVING RECLAMATION CLAIMS,
AND DEADLINE TO PROVIDE INFORMATION TO THE DEBTOR**

Enclosed is a copy of an Order Establish a Procedure of Resolving Reclamation Claims, filed August 22, 2001 (the "Order"). **Within thirty (30) days after the date of service of this Notice, all reclamation claimants, to the extent they have not done so already, are to provide to the Debtor invoices and proofs of delivery (the "Requested Information") supporting their reclamation claims.** If any vendor fails to provide the Requested Information within such 30-day period, it shall be barred from asserting a reclamation claim, but not a general unsecured claim, in this case. The Debtor, at its sole discretion, may extend this deadline by not more than fourteen days.

Within seventy-five days after entry of this Order (the "Report Date"), the Debtor is to serve a report on each reclamation claimant and on Counsel for the Committee of Unsecured Creditors, setting forth the results of its analysis and its determination as to the validity and amount of each reclamation claim.

Each reclamation claimant shall have thirty days from the Report Date (which includes three days for service by mail) to file and serve an objection to the Debtor's proposed liquidated amount of its claim (the "Objection Period") or shall be barred from challenging the Debtor's determination. If the parties are unable to resolve the objection consensually within thirty days of the expiration of the Objection Period, the vendor may file either a motion or commence an adversary proceeding to seek an order from this Court determining the amount of the reclamation claim.

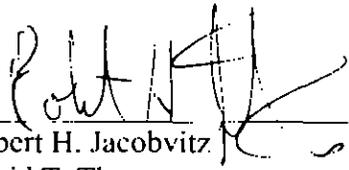
The Order contains special provisions relating to reclamation claims of Coca-Cola Bottling Company of Santa Fe, New Mexico Natural Beef, Inc. and Earthgrains Baking Companies, Inc. Nothing in this Notice is intended to supercede or modify any of those provisions.

The procedure set forth in the Order is designed to determine the validity (subject to the valuation issue set forth below) and to liquidate the amount of the reclamation claims, but not to determine whether any of the reclamation claims are entitled to administrative expense

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status under either 11 U.S.C. § 546(c) or otherwise. Nothing in the Order (or this Notice), or in the procedure set forth in the Order (and this Notice), waives or is designed to determine any claims or defenses by any party concerning the priority of the reclamation claims relative to security interests in inventory, or whether there is or was as of the Petition Date any value in the Debtor's inventory for reclamation claimants, after taking into account the amount of any prior security interests in the inventory. Whether the reclamation claims are entitled to administrative expense status is subject to a determination of the value of the Debtor's inventory on the Petition Date, or the value of the reclamation vendors' interests in this inventory, if any. Such a determination of value is not part of the procedure set forth in the Order or this notice. Further, any person who has not already a timely reclamation notice under the Bankruptcy Code and other applicable law may not cure such failure to give timely notice by participating in the procedure set forth in the Order and this Notice.

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