

UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEW MEXICO

In re:

FURR'S SUPERMARKETS, INC.,

Case No. 11-01-10779-SA
Chapter 11

Debtor.

**ORDER EXTENDING TIME FOR DEBTOR TO ASSUME OR REJECT UNEXPIRED
LEASE WITH TRI-STATE COMMERCIAL ASSOCIATES**

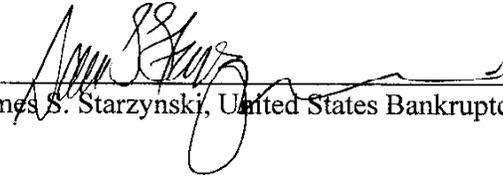
This matter came before the Court on the debtor Furr's Supermarkets, Inc.'s (the "Debtor's") Motion for Order Extending Time For Debtor To Assume Or Reject Unexpired Lease With Tri-State Commercial Associates (the "Motion"), filed May 11, 2001, and the Court, being duly advised in the premises and having heard the arguments of counsel for the Debtor and Tri-State Commercial Associates ("Tri-State"), HEREBY FINDS:

- A. Adequate notice of the Motion has been given.
- B. On February 27, 2001, in the ordinary course of its business the Debtor validly exercised its option to extend the term of the lease with Tri-State for the Furr's store in Fort Stockton, Texas (the "Lease") for an additional five-year term, from August 28, 2001 until August 28, 2006 (the "Additional Term");
- C. Because of the exercise of the option, if the Debtor ultimately determines to reject the Lease, the lease rejection damages calculation would be based upon the Additional Term.
- D. There is good cause to grant the Motion.

IT IS THEREFORE ORDERED THAT:

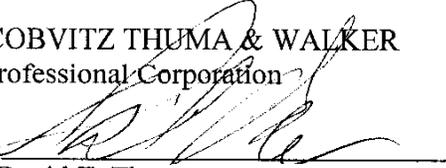
1. The Debtor shall have until August 10, 2001 to determine whether to assume or reject the Lease.

2. If the Debtor ultimately determines to reject the Lease, the lease rejection damages calculation would be based upon the Additional Term, in accordance with 11 U.S.C. §502(b)(6).


James S. Starzynski, United States Bankruptcy Judge

Submitted and approved by:

JACOBVITZ THUMA & WALKER
A Professional Corporation

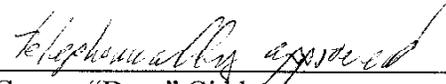
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I hereby certify that a true and correct copy of the foregoing was either electronically transmitted, faxed, delivered or mailed to the listed counsel and parties on:

JUN 13 2001

Mary B. Anderson