CLERK, U.S. BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS

ENTERED

THE DATE OF ENTRY IS ON
THE COURT'S DOCKET

The following constitutes the ruling of the court and has the force and effect therein described.

Signed July 27, 2026

United States Bankruptcy Judge

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF TEXAS
DALLAS DIVISION

IN RE:	§	
	§	
ALLIED ELECTRICAL GROUP OF TEXAS, INC.	§	**CASE NO: 26-33156**
	§	
	§	
Debtor	§	**Chapter 11**

INTERIM ORDER GRANTING USE OF CASH COLLATERAL PURSUANT TO SECTION 363 OF THE BANKRUPTCY CODE AND PROVIDING ADEQUATE PROTECTION AND GRANTING LIENS AND SECURITY INTERESTS

Upon the *Debtor's Emergency Motion for Use of Cash Collateral* (the "Motion") pursuant to Sections 105, 361, 363 and 364 of Title 11 of the United States Bankruptcy Code (the "Bankruptcy Code") and Federal Rule of Bankruptcy Procedure 4001, filed by Allied Electrical Group, Inc. ("Debtor"), subject to the terms and conditions set forth herein, including the grant of mortgages, security interests, liens and claims for the benefit of Dallas County, Texas (hereinafter, the "Secured Lender"), Post-petition which are co-extensive with their Pre-petition liens (to the

extent of such liens, if any) as more fully set forth herein, and upon the proceedings held before this Court and good and sufficient cause appearing therefore,

THE COURT HEREBY FINDS:

A. July 14, 2026, (the "Petition Date"), the Debtor filed a voluntary petition for relief under Chapter 11 of the Bankruptcy Code. The Debtor is now operating its business and managing its property as a debtor-in-possession. No Notice of Appointment of Chapter 11 Trustee has yet been entered in this case. No request has been made for the appointment of an examiner and no official committee has been appointed.

B. This Court has jurisdiction over this matter pursuant to 28 U.S.C. § 1334. This is a core proceeding pursuant to 28 U.S.C. § 157(b)(2)(A) and (M). Venue of the Chapter 11 Case and the Motion in this district is proper pursuant to 28 U.S.C. §§ 1408 and 1409.

C. An immediate and critical need exists for the Debtor to obtain funds in order to continue the operation of its business (providing electrical service work on both commercial and residential construction projects in the Dallas-Fort Worth Metroplex area). Without such funds, the Debtor will not be able to pay its employees and direct operating expenses and obtain goods and services needed to carry on its business during this sensitive period in a manner that will avoid irreparable harm to the Debtor's estate. At this time, the Debtor's ability to use Cash Collateral as that term is defined in 11 U.S.C. Section 363(a) ("Cash Collateral") is vital to the confidence of the Debtor's employees, vendors and suppliers of the goods and services, to the customers and to the preservation and maintenance of the going concern value of the Debtor's estate.

D. To date, five (5) Secured Lenders have been identified which may claim the Debtor's assets are subject to the Prepetition Liens of the Secured Lenders, including liens on cash and accounts relevant to this Motion, and all such assets subject to the existing Pre-petition liens

of the Secured Lenders are referred to herein as the "Pre-Petition Collateral." Two of those Secured Lenders identified as taxing authorities have filed proofs of claim in this case.

E. The Debtor has requested immediate entry of this Order pursuant to Bankruptcy Rule 4001(b)(2) and (c)(2). The permission granted herein to allow the Debtor to obtain the use of Cash Collateral financing is necessary to avoid immediate and irreparable harm to the Debtor. This Court concludes that entry of this Order is in the Debtor's best interest and its estate and creditors as its implementation will, among other things, allow for the continued operation and rehabilitation of the Debtor's existing business. Therefore, it is hereby

ORDERED, ADJUDGED AND DECREED that the Debtor be, and hereby is, authorized to enter into all agreements pursuant to the terms of this Order necessary to allow the Debtor to use Cash Collateral subject to the protections and consideration described in this Order in the amounts and for the expenses set forth on the one-month budget attached hereto plus 10% per line item and 10% overall. The Debtor, without the prior written approval of the Secured Lenders, should not incur expenses for any line item for an amount that exceeds the lesser of the amount for such line item in the budget plus 10% per line item and 10% overall and the actual expenditure for such line item. The Debtor is authorized to collect and receive all cash funds. The Debtor shall account each month to the Secured Lender(s) for all funds received. For purposes of this Order, "proceeds" of any of the Secured Lender's collateral shall mean Proceeds (as defined in the Uniform Commercial Code) of such collateral security for all Cash Collateral permitted to be used hereunder by the Debtor. To the extent of any diminution in value in the Pre-Petition Collateral of the Secured Lenders, the Secured Lenders are hereby granted valid, binding, enforceable, and perfected liens (the "Post-petition Liens") co-extensive with the Secured Lenders' pre-petition liens in all currently owned or hereafter acquired property and assets of the Debtor, of any kind or

nature, whether real or personal, tangible or intangible, wherever located, now owned or hereafter acquired or arising and all proceeds and products, including, without limitation, all accounts receivable, general intangibles, inventory, and deposit accounts coextensive with its pre-petition liens. Nothing herein shall grant a lien on, interest in or claim on Chapter 5 causes of action. Nothing herein shall prime the liens of the taxing authorities. The Debtor is permitted to pay Chapter 11 Trustee fees incurred during this case; it is further

ORDERED, ADJUDGED AND DECREED that within fourteen (14) calendar days of entry of this Order, Debtor is to provide the following financial information to Secured Lenders: a balance sheet dated as of the Petition Date, monthly profit and loss statement through the last full month preceding the filing of the Debtor's Petition (i.e. for June 2026), accounts receivable aging report dated as of the Petition Date, and accounts payable aging report dated as of the Petition Date.

ORDERED, ADJUDGED AND DECREED that the replacement liens granted to the Secured Lenders in this Order are automatically perfected without the need for filing of a UCC-1 financing statement with the Secretary of State's Office or any other such act of perfection; it is further

ORDERED, ADJUDGED AND DECREED that all cash accounts of Debtor and all accounts receivable collections by Debtor post-petition shall be deposited in a separate cash collateral account, being Debtor's debtor-in-possession account; it is further

ORDERED, ADJUDGED AND DECREED that the interim authority for the use of cash collateral shall extend to a final hearing on the Motion; it is further

ORDERED, ADJUDGED AND DECREED that from and after the Petition Date, the proceeds of the Pre-petition Collateral and the Post-petition Collateral shall not, directly or

indirectly, be used to pay expenses of the Debtor or otherwise disbursed except for those expenses and/or disbursements that are expressly permitted herein and as shown on the Debtor's Budget attached hereto as **Exhibit "1"** plus 10% per line item and 10% overall. During the pendency of this order, the Debtor will maintain insurance on the Secured Lenders' collateral and pay taxes when due. The Debtor shall execute and deliver to the Secured Lender(s) all such agreements, financing statements, instruments and other documents as the Secured Lenders may reasonably request to evidence, confirm, validate or perfect the liens granted pursuant hereto. The Debtor shall deliver a copy of its Monthly Operating Report to the Secured Lenders' counsel by the 21st day of each month for the prior month; it is further

ORDERED, ADJUDGED AND DECREED that the provisions of this Order shall be binding upon and inure to the benefit of the Secured Lenders and the Debtor. However, nothing herein shall prevent the Secured Lenders from seeking any form of relief under the Bankruptcy Code. The Debtor shall, within three business days of entry of this Order, serve by U. S. mail, first class postage prepaid, copies of the Motion, this Order, the proposed Final Order and a notice of the final hearing (the "Final Hearing Notice") to be held in hybrid format on **August 26, 2026 at 2:00 p.m.**. Parties may appear either in person or via WebEx Video Conference before the Honorable Scott W. Everett, United States Bankruptcy Court, 1100 Commerce Street, Room 1254, Texas 75242 to consider entry of the proposed Final Order on, (a) the Office of the U.S. Trustee; (b) the Secured Lenders; (c) all creditors in this case on the Matrix and (d) all parties requesting notice in this case. The hearing may also be accessed using the following WebEx link: https://us-courts.webex.com/meet/everett and enter Meeting Number: 2304-017-9738. To appear via telephone, parties must dial (650) 479-3207 and enter meeting ID number 2304-017-9738. A copy of the WebEx Hearing Instructions is attached hereto as **Exhibit "2."** Copies of the Motion,

this Order, the proposed Final Order and the Final Hearing Notice shall be served upon all persons requesting service of papers pursuant to Bankruptcy Rule 2002 by U. S. mail, first class postage prepaid, within one business day following the receipt of such request. The Final Hearing Notice shall state that any party in interest objecting to the entry of the proposed Final Order shall file written objections no later than **August 21, 2026 at 5:00 p.m.,** which objections shall be served so that the same are received on or before such date by Laurance C. Boyd, The Law Office of Laurance C. Boyd, PLLC, 12740 Hillcrest Road, Suite 138, Dallas, Texas 75230; email: larry@lcboyd-law.com.

END OF ORDER # #

Submitted by:
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Oklahoma State Bar No. 35289
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