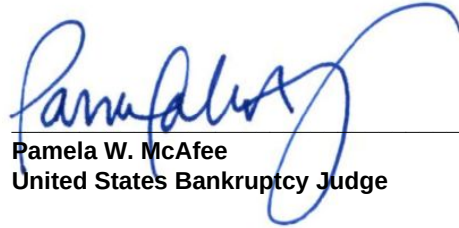




SO ORDERED

SIGNED this 13 day of May, 2026.


Pamela W. McAfee
United States Bankruptcy Judge

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION**

IN RE:

CHAPTER 11

CES Mail Communications, Inc.,

CASE NO. 26-02033-5-PWM

Debtor.

INTERIM ORDER ALLOWING USE OF CASH COLLATERAL

This matter came before the court on the motion of CES Mail Communications, Inc. (“CES Mail”), Debtor in Possession, for an Order allowing the use of cash collateral pursuant to 11 U.S.C. § 363. The Court finds and concludes as follows:

1. CES Mail is a North Carolina corporation formed in 1995 with a principal office and assets in Raleigh, North Carolina. It provides services including direct mail, and fulfillment.
2. CES Mail filed a voluntary petition under Chapter 11 on May 4, 2026. CES Mail continues to operate. The goal of this Chapter 11 is to maximize the repayment of creditors through reorganization.

3. This Court has jurisdiction to consider this motion pursuant to 28 U.S.C. §§ 157 and 1334. This is a core proceeding within the meaning of 28 U.S.C. § 157.

4. A review of the North Carolina Secretary of State's UCC filings reveals the following financing statements which might perfect a lien on cash collateral:

a. UCC#0516G filed 5/27/2022 in favor of Bank of Oak Ridge, 2211 Oak Ridge Road,. Oak Ridge, NC 27310-9619

b. UCC#5082J filed 4/15/2025 in favor of Corporation Service Company, As Representative, P.O. Box 2576,. Springfield, IL 62708

6. These potentially secured creditors have not yet consented to Debtor's use of cash collateral.

7. Debtor faces ordinary and necessary expenses on a monthly basis. Debtor needs to use cash collateral to make payment of ordinary operating expenses. A proposed budget for operating expenses for the next 30 days will be presented at the hearing on this motion, and will be available from counsel for the Debtor.

8. Debtor proposes to give a replacement lien to the potentially secured creditors for the cash collateral used if this motion is approved.

WHEREFORE, IT IS ORDERED, ADJUDGED AND DECREED that the Debtor is authorized to use Cash Collateral, subject to the following terms and conditions:

1. Debtor may use cash collateral consistent with the budget attached to this Order as Exhibit A, and may spend as much as 10% more if needed. To the extent the Debtor needs to use more than this permitted amount to make expenditures in the ordinary course of business due to high sales, the Debtor may do so if it receives the consent of the Bankruptcy Administrator and the Trustee.

2. As adequate protection, and to the extent that cash collateral is used, the Potential Secured Creditors shall receive a post-petition lien on the Debtor's cash and inventory to the extent of the use and to the extent that the pre-petition lien in the same type of collateral was valid, perfected, enforceable, and non-avoidable as of the petition date.

3. The Debtor shall serve notice of this Order on all parties entitled to receive the same pursuant to Rules 1007 and 4001 of the Bankruptcy Rules.

4. The Debtor's use of cash collateral shall expire or terminate on the earlier of: (i) the Debtor ceasing operations of its business; or (ii) the non-compliance or default of the Debtor with any terms and provisions of this Order.

5. Nothing herein shall prejudice the right of any party to contest any security interest including without limitation the priority of any security interest referenced herein.

6. The next hearing on the interim use of cash collateral shall be held on May 27, 2026, at 10:00 a.m., in Room 208, 300 Fayetteville Street, Raleigh, NC 27601.

END OF DOCUMENT

EXHIBIT A

Current cash on hand:	\$2,095	
Money to be received in May:	\$148,000	AR and expected Money for work in Progress
Available Funds	<u>\$150,095</u>	
Payroll (to be paid in May):	-\$61,950	2 payrolls
Rent (to be paid June 1):	-\$46,970	
Equipment lease payments:(to be paid in May):	-\$5,919	
Supplies:(to be paid in May): Life insurance- employee & owner	-\$645	
Supplies:(to be paid in May): Mailing Lists	-\$120	
Supplies:(to be paid in May): dental, vision employee	-\$1,697	
Supplies:(to be paid in May):401K	-\$2,764	
Supplies:(to be paid in May): Operating Supplies	-\$1,146	
Supplies:(to be paid in May): Dumpster	-\$197	
Supplies: (to be paid in May) computer/software	-\$1,419	
Supplies: (to be paid in May) machine toner	-\$661	
Supplies: (to be paid in May) Paper	-\$3,643	
Pricing Software	-\$1,489	
Insurance (to be paid in May) Liability/ business/workmans comp	-\$3,600	
Sales Tax (T be paid in May)	-\$2,210	
Health Insurance	-\$10,000	
Freight: billable (ups/ Fedex)	-\$3,788	
office expense	-\$304	
Bank Charges	-\$128	
Phone	-\$565	
Total	<u>-\$149,213</u>	
Ending Cash	<u>\$882</u>	
Misc		
In postage account now	\$4,600	
Expected monies to receive in Postage Escrow	\$100,000	
postage usage	-\$90,000	