SO ORDERED.

SIGNED this 7 day of August, 2026.

David M. Warren
United States Bankruptcy Judge

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

In the Matter of:	**Chapter 11**
SCOGGINS INDUSTRIAL, INC.,	**Case No.: 26-03537-5-DMW**
Debtor.	

ORDER ALLOWING DEBTOR'S EMERGENCY MOTION FOR AUTHORITY TO USE CASH COLLATERAL PURSUANT TO 11 U.S.C. § 363

THIS MATTER coming on to be heard before the court upon the Debtor's Emergency Motion for Authority to Use Cash Collateral Pursuant to 11 U.S.C. § 363 ("Motion") in the above-referenced matter; and it appearing to the court that parties in interest were served with the Motion; a hearing having been held on August 5, 2026 and attended by counsel for the Debtor, George Mason Oliver and counsel for the Bankruptcy Administrator; and it further appearing to the Court that this matter is a core proceeding pursuant to 28 U.S.C. § 157, and the Court has jurisdiction over the subject matter pursuant to 28 U.S.C. §§ 151, 157 and 1334.

Based on the Motion, the testimony provided by the Debtor's authorized representative, and the arguments of counsel, 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, unless otherwise prohibited by this Order, as set forth in the updated budget attached to this Order as Exhibit A, subject to a ten percent line-item

variance. This updated budget covers the period from August 4, 2026 through August 30, 2026.

2. Notwithstanding 11 U.S.C. § 552, the Creditors' liens on the collateral securing the indebtedness owed shall extend to Debtor's post-petition assets; provided, that nothing in this Order shall be deemed to grant the Creditors a post-petition lien on the types of assets, if any, in which the Creditors did not possess a valid, perfected, enforceable, and otherwise non-avoidable pre-petition lien(s). The post-petition liens and security interests provided for herein shall survive the term of this Order to the extent that the pre-petition liens were valid, perfected, enforceable, and non-avoidable as of the Petition Date. Debtor does not waive, and expressly reserves for itself and its bankruptcy estate (including other creditors), the right to challenge the validity and priority of the pre-petition liens of the Creditors and, derivatively, the post-petition liens provided for hereunder.

3. This Order shall remain in full force and effect until the earlier of (a) September 2, 2026; (b) entry of an order by the Court terminating this Order for cause, including but not limited to breach of its terms and conditions; or (c) another order concerning cash collateral is entered.

4. Debtor shall remain current in the payment of all post-petition tax liabilities, including but not limited to sales and use taxes, payroll taxes, and income taxes, if any.

5. Debtor shall not dispose of any asset out of the ordinary course of its business without the advance written consent of the Creditors and, as necessary, the approval of this court.

6. If any or all of the provisions of this Order are hereafter modified, vacated or stayed by any subsequent order of this court or any other court, such stay, modification or vacation shall not affect the validity or enforceability of any security interest, lien or priority authorized or created

hereby prior to the effective date of such modification, stay, vacation or final order to the extent that said security interest, lien or priority is valid, perfected, enforceable and otherwise non-avoidable as of the Petition Date. The validity and enforceability of all security interests, liens and priorities authorized or created in this Order shall survive the conversion of this case to a proceeding under Chapter 7 of the Bankruptcy Code or the dismissal of this proceeding. This Order shall be binding upon and inure to the benefit of Debtor and the Creditors. This binding effect is an integral part of this Order.

7. Unless a further order is entered, a return hearing will be held on September 1, 2026 at 10:00 am, at the U.S. Bankruptcy Court located at 300 Fayetteville St., 3rd Floor Courtroom, Raleigh, North Carolina.

8. The Debtor shall serve notice of this Order within five days on all parties entitled to receive the same pursuant to Fed. R. Bankr. P. 1007 and 4001.

END OF DOCUMENT

EXHIBIT A

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF NORTH CAROLINA
RALEIGH DIVISION

In the Mattter of: Scoggins Industrial, Inc

Debtor

Chapter 11
Case No. 26-03537-5-DMW

15-DAY PROJECTED BUDGET

TOTAL RECEIPTS:	**$**	**16,000.00**
DISBURSEMENTS:		
PAYROLL		$7,000
TOTAL EXPENSES:	**$**	**7,000.00**
PROJECTED CASH BALANCE:	**$**	**9,000.00**

UNITED STATES BANKRUPTCY COURT			
EASTERN DISTRICT OF NORTH CAROLINA			
RALEIGH DIVISION			
In the Mattter of:		**Chapter 11**	
Scoggins Industrial, Inc.,		**Case No. 26-03537-5-DMW**	
Debtor			
30-DAY PROJECTED BUDGET			
	RECEIPTS:		
	Sales	$ 53,477.00	
	Other Income (describe on attachment)	$ -	
	TOTAL RECEIPTS:	**$ 53,477.00**	
	DISBURSEMENTS:		
	PAYROLL ADP	$ 15,000.00	
	ELECTRICAL UTILITY	$ 1,000.00	
	MATERIAL	$ 6,000.00	
	SUPPLIER PAYMENT	$ -	
	INSURANCE	$ 1,500.00	
	PHONE GRAYBAR	$ 186.00	
	INTERNET OPTIMUM	$ 301.00	
	UNITED HEALTH CARE	$ 1,400.46	
	BENETREND	$ 158.00	
	PENN MUTUAL LIFE INSURANCE	$ 556.40	
	SAGE BOOK KEEPING SOFTWARE	$ 314.67	
	WEX FLEET GAS BILL	$ 800.00	
	MISCELLANEOUS	$ 1,000.00	
	TOTAL EXPENSES:	**$ 28,216.53**	
	PROJECTED CASH BALANCE:	**$ 25,260.47**	