

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:

HDC HOLDINGS II, LLC, *et al.*,¹

Debtors.

Chapter 11

Case No. 24-12307 (TMH)

(Joint Administration Requested)

**NOTICE OF (I) FILING OF BANKRUPTCY PETITIONS AND RELATED
DOCUMENTS AND (II) AGENDA FOR HEARING ON FIRST DAY PLEADINGS
SCHEDULED FOR OCTOBER 11, 2024 AT 2:00 P.M. (ET), BEFORE
THE HONORABLE THOMAS M. HORAN IN THE UNITED STATES
BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE
THIRD FLOOR, COURTROOM NO. 7²**

This proceeding will be conducted in-person. All counsel and witnesses are expected to attend unless permitted to appear remotely via Zoom. Please refer to Judge Horan's Chambers Procedures and the Court's website (<http://www.deb.uscourts.gov/ecourt-appearances>) for information on who may participate remotely, the method of allowed participation (video or audio), Judge Horan's expectations of remote participants, and the advance registration requirements. Registration is required by 4:00 p.m. (Eastern time) the business day before the hearing unless otherwise noticed using the eCourt Appearances tool available on the Court's website.

PLEASE TAKE NOTICE that, on October 10, 2024, the debtors and debtors in possession in the above-captioned cases (collectively, the "Debtors"), filed the following voluntary petitions for relief under chapter 11 of title 11 of the United States Code, 11 U.S.C. §§ 101 – 1532 (the "Bankruptcy Code"), and related pleadings with the Clerk of the

¹ The Debtors in these chapter 11 cases, together with the last four digits of each Debtor's federal tax identification number, are: HDC Holdings II, LLC (2013); HDC Holdings III, LLC (3296); CCM Capital Assets, LLC (9451); Channel Control Merchants, LLC (3319); Dirt Cheap I, LLC (9433); CCM Support Services, LLC (2059); CCM Wholesale SE, LLC (7219); Channel Control Merchants of Texas, LLC (8091); Creative Sales Solutions, LLC (1691); Dirt Cheap Arkansas, LLC (0244); Dirt Cheap Building Supplies, LLC (0880); Dirt Cheap of Georgia, LLC (0269); Dirt Cheap of Louisiana, LLC (0067); Dirt Cheap SE, LLC (4928); Dirt Cheap Tennessee, LLC (1273); Treasure Hunt, LLC (9393); CCM Wholesale, LLC (7219); Channel Control Merchants of California, LLC (9011); and CAL Support Services, LLC (2859). The Debtors' headquarters are located at 6892 US Hwy 49 North, Hattiesburg, Mississippi 39402.

² All motions and other pleadings referenced herein are available free of charge by visiting the website maintained by the Debtors' proposed Claims and Noticing Agent, Epiq Corporate Restructuring, LLC, at <https://dm.epiq11.com/HDCHoldings>, or by request to the Debtors' proposed counsel (Beth Olivere, paralegal, at bolivere@ycst.com).

United States Bankruptcy Court for the District of Delaware. The Debtors continue to operate their businesses as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

PETITIONS AND RELATED PLEADINGS

1. Voluntary Petitions

- A. HDC Holdings II, LLC [[Case No. 24-12307](#)]
- B. HDC Holdings III, LLC [[Case No. 24-12308](#)]
- C. CCM Capital Assets, LLC [[Case No. 24-12309](#)]
- D. Channel Control Merchants, LLC [[Case No. 24-12310](#)]
- E. Dirt Cheap I, LLC [[Case No. 24-12311](#)]
- F. CCM Support Services, LLC [[Case No. 24-12312](#)]
- G. CCM Wholesale SE, LLC [[Case No. 24-12313](#)]
- H. Channel Control Merchants of Texas, LLC [[Case No. 24-12314](#)]
- I. Creative Sales Solutions, LLC [[Case No. 24-12315](#)]
- J. Dirt Cheap Arkansas, LLC [[Case No. 24-12316](#)]
- K. Dirt Cheap Building Supplies, LLC [[Case No. 24-12317](#)]
- L. Dirt Cheap of Georgia, LLC [[Case No. 24-12318](#)]
- M. Dirt Cheap of Louisiana, LLC [[Case No. 24-12319](#)]
- N. Dirt Cheap SE, LLC [[Case No. 24-12320](#)]
- O. Dirt Cheap Tennessee, LLC [[Case No. 24-12321](#)]
- P. Treasure Hunt, LLC [[Case No. 24-12322](#)]
- Q. CCM Wholesale, LLC [[Case No. 24-12323](#)]
- R. Channel Control Merchants of California, LLC [[Case No. 24-12324](#)]
- S. CAL Support Services, LLC [[Case No. 24-12325](#)]

- 2. Declaration of Jeffrey Martin in Support of Chapter 11 Petitions and Requests for First Day Relief [[Docket No. 2](#), 10/10/24]

PLEASE TAKE FURTHER NOTICE that a hearing with respect to the following first day pleadings (collectively, the “First Day Pleadings”), to the extent set forth below, is scheduled for **October 11, 2024 at 2:00 p.m. (ET)** (the “First Day Hearing”) before The Honorable Thomas M. Horan, United States Bankruptcy Judge for the District of Delaware, 824 N. Market Street, 3rd Floor, Courtroom No. 7, Wilmington, Delaware 19801.

FIRST DAY PLEADINGS GOING FORWARD

- 3. Debtors’ Motion for Order Authorizing the Joint Administration of Related Chapter 11 Cases [[Docket No. 3](#), 10/10/24]

Status: This matter will be going forward.

- 4. Debtors’ Application for the Retention and Appointment of Epiq Corporate Restructuring, LLC as Claims and Noticing Agent [[Docket No. 4](#), 10/10/24]

Status: This matter will be going forward.

5. Debtors' Motion for Entry of Interim and Final Orders (I) Authorizing the Debtors to Pay and Honor Certain (A) Prepetition Wages, Benefits, and Other Compensation Obligations; (B) Prepetition Employee Business Expenses; and (C) Workers' Compensation Obligations; (II) Authorizing Banks to Honor and Process Checks and Transfers Related to Such Obligations; and (III) Granting Related Relief [[Docket No. 5](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

6. Debtors' Motion for Entry of Interim and Final Orders (I) Authorizing Payment of Certain Prepetition Taxes and Fees and (II) Authorizing Financial Institutions to Honor all Related Checks and Electronic Payment Requests [[Docket No. 6](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

7. Debtors' Motion for Entry of an Order (I) Authorizing Debtors to Redact Certain Personally Identifiable Information, and (II) Granting Related Relief [[Docket No. 7](#), 10/10/24]

Status: This matter will be going forward.

8. Debtors' Motion for Interim and Final Orders (I) Prohibiting Utility Companies from Discontinuing, Altering, or Refusing Service, (II) Deeming Utility Companies to Have Adequate Assurance of Future Payment, (III) Establishing Procedures for Resolving Requests for Additional Assurance, and (IV) Granting Related Relief [[Docket No. 8](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

9. Debtors' Motion for Interim and Final Orders (I) Authorizing the Debtors to (A) Continue Prepetition Insurance Policies and Pay all Prepetition Obligations in Respect Thereof; and (B) Continue Their Insurance Premium Financing Program, and (II) Authorizing Banks to Honor Related Checks and Transfers [[Docket No. 9](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

10. Debtors' Motion for Interim and Final Orders Authorizing: (A) Continued Use of Cash Management System; (B) Maintenance of Existing Bank Accounts; (C) Continued Use of Existing Business Forms; (D) Continued Performance of Intercompany Transactions in the Ordinary Course of Business and Granting Administrative Expense Status for Postpetition Intercompany Claims; and (E) Interim Suspension of Section 345(b) Deposit and Investment Requirements [[Docket No. 10](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

11. Debtors' Motion for Entry of Interim and Final Orders (A) Authorizing the Debtors' Use of Cash Collateral; (B) Granting Adequate Protection to the Prepetition Secured Parties; (C) Scheduling a Final Hearing; and (D) Granting Related Relief [[Docket No. 11](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

12. Debtors' Motion for Interim and Final Orders Authorizing (I) the Debtors to Assume the Agency Agreement, (II) the Conduct of the Store Closing Sales, with Such Sales to be Free and Clear of All Liens, Claims, and Encumbrances, (III) Customary Bonuses to Employees of Closing Stores and Distribution Centers, (IV) the Debtors to Reimburse the Agent for its Reasonable and Necessary Expenses Incurred in Connection with Conducting the Store Closing Sales and (V) Related Relief [[Docket No. 12](#), 10/10/24]

Status: This matter will be going forward on an interim basis.

PLEASE TAKE FURTHER NOTICE that objections, if any, to the First Day Pleadings may be made at the First Day Hearing.

Dated: October 10, 2024
Wilmington, Delaware

YOUNG CONAWAY STARGATT & TAYLOR, LLP

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