

**SILVERMANACAMPORA LLP**  
Counsel to Kenneth P. Silverman, Esq.,  
Chapter 7 Trustee  
100 Jericho Quadrangle, Suite 300  
Jericho, New York 11753  
(516) 479-6300  
Robert J. Ansell, Esq.  
David J. Mahoney, Esq.

**Presentment Date: May 23, 2013**  
**Time: 9:30 a.m.**

**Objections Due: May 20, 2013**  
**Time: 4:00 p.m.**

**UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NEW YORK**

In re:-----X

AGAPE WORLD, INC.,  
AGAPE MERCHANT ADVANCE LLC,  
AGAPE COMMUNITY LLC, AGAPE  
CONSTRUCTION MANAGEMENT LLC,  
AGAPE WORLD BRIDGES LLC, AND  
114 PARKWAY DRIVE SOUTH LLC,

Debtors.

Chapter 7  
Case No.: 09-70660 (DTE)  
Substantively Consolidated

-----X  
KENNETH P. SILVERMAN, ESQ., as  
Chapter 7 Trustee of Agape World, Inc., *et al.*,

Plaintiff,

Adv. Pro. No.: 11-08520 (AST)

-against-

CRITICAL HEALTH CARE REGISTERED  
NURSING SERVICES P.C.,

Defendant.  
-----X

**NOTICE OF PRESENTMENT OF  
PROPOSED ORDER UNDER BANKRUPTCY  
RULE 9019(a) APPROVING A STIPULATION SETTLING THE TRUSTEE'S  
CLAIMS AGAINST CRITICAL HEALTH CARE REGISTERED NURSING SERVICES P.C.**

**PLEASE TAKE NOTICE**, that upon the application (the "Application") of Kenneth P. Silverman, Esq., the chapter 7 trustee (the "Trustee") for the substantively consolidated estate of Agape World, Inc., *et al.*, by his counsel, SilvermanAcampora LLP, the Trustee will present a proposed order before the Honorable Alan S. Trust, United States Bankruptcy Judge, United States Bankruptcy Court for the Eastern District of New York, located at Long Island Federal Courthouse, 290 Federal Plaza, Courtroom 960, Central Islip, New York 11722 on **May 23**,

**2013 at 9:30 a.m.**, seeking approval of the Stipulation Settling the Trustee's Claims Against Critical Health Care Registered Nursing Services P.C. A copy of the proposed Order is annexed hereto.

**PLEASE TAKE FURTHER NOTICE**, that objections, if any, to the relief requested in the motion or the proposed Order must be: (i) made in writing; (ii) electronically filed with the Court; (iii) mailed to Chambers of the Honorable Alan S. Trust, United States Bankruptcy Judge, 290 Federal Plaza, Courtroom 960, Central Islip, New York 11722; (iv) mailed to SilvermanAcampora LLP, 100 Jericho Quadrangle, Suite 300, Jericho, New York 11753, Attention: Robert J. Ansell, Esq.; and (v) mailed to the Office of the United States Trustee, 560 Federal Plaza, Central Islip, Courtroom 960 New York 11722, so as to be actually received no later than **May 20, 2013 at 4:00 p.m.** (the "Objection Deadline").

**PLEASE BE ADVISED**, that if an objection is timely filed to the relief requested, or if the Court determines that a hearing is appropriate, the Court will schedule a hearing. Notice of such hearing will be provided by the applicant.

**PLEASE BE ADVISED**, that if no objection is received by the Objection Deadline, the order may be signed without a hearing.

Dated: Jericho, New York  
April 25, 2013

**SILVERMANACAMPORA LLP**  
Attorneys for Kenneth P. Silverman, Esq.,  
the Chapter 7 Trustee

By: s/ David J. Mahoney  
Robert J. Ansell  
David J. Mahoney  
Members of the Firm  
100 Jericho Quadrangle, Suite 300  
Jericho, New York 11753  
(516) 479-6300

**SILVERMANACAMPORA LLP**  
Counsel to Kenneth P. Silverman, Esq.,  
Chapter 7 Trustee  
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UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NEW YORK

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In re:

AGAPE WORLD, INC.,  
AGAPE MERCHANT ADVANCE LLC,  
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114 PARKWAY DRIVE SOUTH LLC,

Debtors.

-----X  
KENNETH P. SILVERMAN, ESQ., as  
Chapter 7 Trustee of Agape World, Inc., *et al.*,

Plaintiff,

-against-

CRITICAL HEALTH CARE REGISTERED  
NURSING SERVICES P.C.,

Defendant.  
-----X

Chapter 7  
Case No.: 09-70660 (DTE)  
Substantively Consolidated

Adv. Pro. No.: 11-08520 (AST)

**TRUSTEE'S APPLICATION UNDER BANKRUPTCY RULE 9019(a) SEEKING THE  
ENTRY OF AN ORDER APPROVING A STIPULATION SETTLING THE TRUSTEE'S  
CLAIMS AGAINST CRITICAL HEALTH CARE REGISTERED NURSING SERVICES P.C.**

Kenneth P. Silverman, Esq., the chapter 7 trustee (the "Trustee") of the substantively consolidated estate of Agape World, Inc., *et al.*, by his attorneys SilvermanAcampora LLP, respectfully submits this application (the "Application") under 11 U.S.C. §105 and Federal Rule of Bankruptcy Procedure 9019(a) for entry of an order (the "Order") (annexed hereto as **Exhibit 1**) approving the proposed settlement of the Trustee's claims under 11 U.S.C. §§105, 502, 544, 548, 550, and 551, New York Debtor and Creditor Law §§273, 274, 275, 276, and 276-a, and New York common law against Critical Health Care Registered Nursing Services P.C. as

memorialized in the Stipulation Settling the Trustee's Claims Against Critical Health Care Registered Nursing Services P.C. (the "Stipulation"), which is annexed hereto as **Exhibit 2**. All parties are encouraged to review the annexed Stipulation in its entirety for the specific terms of the proposed settlement.

### **Background**

1. On February 5, 2009 (the "Petition Date"), an involuntary chapter 7 petition was filed by four petitioning creditors ("the Petitioning Creditors") pursuant to 11 U.S.C. §303(b), against Agape World, Inc. ("AWI"), in the United States Bankruptcy Court for the Eastern District of New York.

2. On February 9, 2008, the Petitioning Creditors filed a motion to appoint an interim chapter 7 trustee under 11 U.S.C. §303(g).

3. On February 12, 2009, the Court granted the Petitioning Creditors' motion and entered an order directing the United States Trustee's Office to immediately appoint an interim chapter 7 trustee in the AWI case.

4. On February 12, 2009, Kenneth P. Silverman, Esq., was appointed the interim trustee in the AWI case, and has since duly qualified and is now the permanent Trustee in the substantively consolidated case.

5. On March 4, 2009, the Court issued an order for relief in the AWI chapter 7 case.

6. On April 14, 2009, the Court issued an order substantively consolidating AWI, Agape Merchant Advance LLC, Agape Community LLC, Agape Construction Management, LLC, Agape World Bridges LLC, and 114 Parkway Drive South LLC (collectively, "Agape" or the "Debtor").

7. Thereafter, pursuant to an order of this Court dated April 21, 2009 (Dkt. No. 106), the Trustee retained Navigant Consulting Inc. ("Navigant") to, among other things, conduct a forensic analysis of Agape's books and records.

8. Based upon Navigant's analysis, the Trustee determined that Critical Health Care Registered Nursing Services P.C. ("Defendant") received certain transfers totaling Sixty-Two Thousand Four Hundred Twenty-Five and 00/100 (\$62,425.00) Dollars (the "Transfers") made by the Debtor to the Defendant that are avoidable pursuant to 11 U.S.C. §§105, 502, 544, 548, 550, and 551, New York Debtor and Creditor Law §§273, 274, 275, 276, and 276-a, and New York common law.

9. On February 7, 2011, the Trustee commenced an adversary proceeding against the Defendant (the "Adversary Proceeding") by the filing and service of a summons and complaint under Adv. Pro. No. 11-08520 seeking to, *inter alia*, avoid the Transfers pursuant to 11 U.S.C. §§105, 502, 544 and 548, New York Debtor and Creditor Law §§273, 274, 275, 276, and 276-a, and New York common law and to recover the Transfers from Defendant pursuant to 11 U.S.C. §550(a) (the "Trustee's Claims").

10. The parties engaged in discovery related to the Trustee's Claims and the defenses asserted by Defendant. Defendant produced documentation demonstrating, to the Trustee's satisfaction, that it provided additional consideration for the Transfers, resulting in a total net gain of \$22,425.00.

11. The Trustee, through his counsel, and the Defendant engaged in settlement discussions in an effort to consensually resolve the Adversary Proceeding. In order to avoid the costs, expenses, and uncertainty of continued litigation, the parties have agreed to resolve the Trustee's Claims upon the terms and conditions contained in the Stipulation.

12. Defendant has offered to remit the sum of Twelve Thousand Three Hundred Fifty and 00/100 (\$12,350.00) Dollars (the "Settlement Sum") to the Trustee, in full and final satisfaction of the Trustee's Claims.

13. For all of the reasons set forth herein, the Trustee submits that accepting Defendant's offer to remit the Settlement Sum in full and final settlement of the Trustee's Claims

is a reasonable exercise of the Trustee's business judgment and is in the best interests of the Debtor's estate.

### **Settlement**

14. The Trustee has determined that settling this matter for the Settlement Sum is the most economical and efficient way to realize a meaningful recovery for the benefit of creditors, without the need to incur legal fees and risks inherent with the prosecution of the Trustee's Claims and any resulting judgment enforcement efforts.

15. The Trustee determined, after consulting with his retained professionals and exercising his business judgment, that the voluntary return of the Settlement Sum outweighs the potential net recovery to the estate that may be obtained by prosecuting the Trustee's Claims through trial and enforcing a resulting judgment.

16. In light of the foregoing, and mindful of the costs and risks of litigating the Trustee's Claims, the Trustee agreed to accept the Settlement Sum.

### **Basis for Relief Requested**

17. Federal Rule of Bankruptcy Procedure 9019(a), which governs the approval of compromises and settlement, provides:

(a) **Compromise.** On motion by the trustee and after notice and a hearing, the court may approve a compromise or settlement. Notice shall be given to creditors, the United States trustee, the debtor, and indenture trustees as provided in Rule 2002 and to any other entity as the court may direct.

18. In approving a compromise and settlement, the Bankruptcy Court is required to make an "informed and independent judgment" as to whether the compromise and settlement is fair and equitable based on an:

[e]ducated estimate of the complexity, expense, and likely duration of [any] litigation, the possible difficulties of collecting on any judgment which might be obtained, and all other factors relevant to a full and fair assessment of the wisdom of the proposed compromise. Basic to this process in every instance, of course, is the need to compare the terms of the compromise with the likely rewards of litigation.

*Protective Committee for Indep. Stockholders of TMT Trailer Ferry, Inc. v. Anderson*, 390 U.S.

414, 424-425, *reh'g denied*, 391 U.S. 909 (1968). See *In re Jackson Brewing Co.*, 624 F.2d 605, 607 (5th Cir. 1980); *In re Holywell Corp.*, 93 B.R. 291, 294-95 (Bankr. S.D. Fla. 1988); *In re Arrow Air, Inc.*, 85 B.R. 886, 891 (Bankr. S.D. Fla. 1988); *In re Bell & Beckwith*, 77 B.R. 606, 611 (Bankr. N.D. Ohio), *aff'd*, 87 B.R. 472 (N.D. Ohio 1987); *In re Heissinger Resources Ltd.*, 67 B.R. 378, 383 (C.D. Ill. 1986) ("the law favors compromise").

19. In making its determination, the Court should consider whether the proposed compromise is in the "best interest of the estate." *Depo v. Chase Lincoln First Bank, N.A. (In re Depo)*, 77 B.R. 381, 383 (N.D.N.Y. 1987), *aff'd*, 863 F.2d 45 (2d Cir. 1988). As stated in *Arrow Air*, the "approval of [a] proposed compromise and settlement is a matter of this Court's sound discretion." *Arrow Air*, 85 B.R. at 891. In passing upon a proposed settlement, "the bankruptcy court does not substitute its judgment for that of the Trustee [or debtor in possession]." *Depo*, 77 B.R. at 384 (citations omitted). The bankruptcy court is not required "to decide the numerous questions of law and fact raised by [objectors] but rather canvass the issues and see whether the settlement falls below the lowest point in the range of reasonableness." *In re W.T. Grant Co.*, 699 F.2d 599, 608 (2d Cir. 1983), *cert denied*, 464 U.S. 822 (1983) (internal quotations and citations omitted). See *Holywell* 93 B.R. at 294. ("In order to exercise this discretion properly, the Court must consider all of the relevant facts and evaluate whether the compromise suggested falls below the lowest point in the range of reasonableness") (internal quotations and citations omitted). In passing upon the reasonableness of a proposed compromise, the Court "may give weight to the opinions of the Trustee [or debtor in possession], the parties and their counsel." *Bell & Beckwith*, 77 B.R. at 612.

20. The factors to be considered by the Court in determining whether to approve a compromise or settlement include (a) probability of success in the litigation, with due consideration for the uncertainty in fact and law, (b) the complexity and likely duration of the litigation and any attendant expense, inconvenience and delay, and (c) all other factors bearing on the wisdom of the compromise. *Arrow Air*, 85 B.R. at 891 (*citing TMT Trailer Ferry*, 390 U.S.

at 424-25). See *Jackson Brewing Co.*, 624 F.2d at 607; *Holywell Corp.*, 93 B.R. at 294-95 (citations omitted).

21. The Defendant's voluntary return of the Settlement Sum represents a significant portion of the Transfers for which the Trustee believes the Defendant may be liable, thereby satisfying the Trustee's Claims without causing the Debtor's estate to incur significant fees or expenses through trial and judgment enforcement.

22. The Trustee submits that considering the costs and uncertainties associated with trial and judgment enforcement, it is unlikely that further litigation would result in a "net benefit" to the Debtor's estate in excess of the Settlement Sum. In the sound business judgment of the Trustee, the proposed settlement is fair and equitable and in the best interest of the estate.

#### **Notice**

23. The Trustee has served the Notice of Presentment, proposed Order, and Application with exhibit upon: (i) the Office of the United States Trustee; (ii) Nicholas Cosmo, former principal of the Debtor; (iii) Defendant; (iv) Defendant's Counsel; (v) the appropriate taxing authorities; and (vi) all parties having filed a Notice of Appearance in this case. Copies have been posted on the Trustee's website located at [www.agapeworldbankruptcy.com](http://www.agapeworldbankruptcy.com). The Trustee respectfully submits that the proposed service complies with this Court's Order Establishing Noticing Procedures entered on July 8, 2009 and is otherwise sufficient.

24. No previous application for the relief requested herein has been made to this or any other Court.



**WHEREFORE**, the Trustee respectfully requests that the Court grant this Application authorizing and approving the Stipulation, and grant such other, further and different relief as the Court deems just and proper.

Dated: Jericho, New York  
April 25, 2013

**SILVERMANACAMPORA LLP**  
Attorneys for Kenneth P. Silverman, Esq.,  
the Chapter 7 Trustee

By: s/ David J. Mahoney  
Robert J. Ansell  
David J. Mahoney  
Members of the Firm  
100 Jericho Quadrangle, Suite 300  
Jericho, New York 11753  
(516) 479-6300

# EXHIBIT 1

UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NEW YORK

-----X  
In re:

AGAPE WORLD, INC.,  
AGAPE MERCHANT ADVANCE LLC,  
AGAPE COMMUNITY LLC, AGAPE  
CONSTRUCTION MANAGEMENT LLC,  
AGAPE WORLD BRIDGES LLC, AND  
114 PARKWAY DRIVE SOUTH LLC,

Debtors.

-----X  
KENNETH P. SILVERMAN, ESQ., as  
Chapter 7 Trustee of Agape World, Inc., *et al.*,

Plaintiff,

-against-

CRITICAL HEALTH CARE REGISTERED  
NURSING SERVICES P.C.,

Defendant.  
-----X

Chapter 7  
Case No.: 09-70660 (DTE)  
Substantively Consolidated

Adv. Pro. No.: 11-08520 (AST)

**ORDER UNDER BANKRUPTCY  
RULE 9019(a) APPROVING A STIPULATION SETTling THE TRUSTEE'S  
CLAIMS AGAINST CRITICAL HEALTH CARE REGISTERED NURSING SERVICES P.C.**

Upon the Notice of Presentment (the "Notice"), dated April 25, 2013, and related application (collectively, the "Application") of Kenneth P. Silverman, Esq., the chapter 7 trustee (the "Trustee") of the substantively consolidated estate of Agape World, Inc., *et al.* (the "Debtor"), by his counsel, SilvermanAcampora LLP, seeking the entry of an order (the "Order") approving a stipulation (the "Stipulation") settling the Trustee's claims against Critical Health Care Registered Nursing Services P.C. (the "Defendant"); and upon the affidavit of service filed with the Court; and no objections to the Application or the proposed Order having been filed; and the Court having found that the settlement of the Trustee's claims pursuant to 11 U.S.C. §§105, 502, 544, 548, 550, and 551, New York Debtor and Creditor Law §§273, 274, 275, 276, and 276-a, and New York common law against Defendant to be fair, reasonable, and in the best

interests of the Debtor's estate; and sufficient cause having been shown therefor; and after due deliberation and consideration having been had; and it appearing that sufficient notice of the Application and proposed Order has been given; and it appearing that good and sufficient cause exists for granting the Application and proposed Order; and no additional notice being necessary or required;

**NOW, THEREFORE**, upon the Notice and Application of the Trustee and pursuant to Federal Rule of Bankruptcy Procedure 9019(a) and other applicable law, it is hereby

**ORDERED**, that service of the Notice and Application and proposed Order, having been provided to: (i) the Office of the United States Trustee; (ii) Nicholas Cosmo, former principal of the Debtor; (iii) Defendant; (iv) Defendant's Counsel; (v) the appropriate taxing authorities; and (vi) all parties that filed a Notice of Appearance in this case, and copies having been posted on the Trustee's website located at [www.agapeworldbankruptcy.com](http://www.agapeworldbankruptcy.com), complies with this Court's Order Establishing Noticing Procedures entered on July 8, 2009 and is otherwise sufficient; and it is further

**ORDERED**, that the Application is granted, and it is further

**ORDERED**, that the settlement of the Trustee's claims against Defendant as memorialized in the Stipulation is approved; and it is further

**ORDERED**, that the Trustee be, and hereby is authorized and directed to take such steps, execute such documents, and expend such funds as may be reasonably necessary to effectuate and implement the terms and conditions of this Order.

## EXHIBIT 2

UNITED STATES BANKRUPTCY COURT  
EASTERN DISTRICT OF NEW YORK

-----X  
In re:

AGAPE WORLD, INC.,  
AGAPE MERCHANT ADVANCE LLC,  
AGAPE COMMUNITY LLC, AGAPE  
CONSTRUCTION MANAGEMENT LLC,  
AGAPE WORLD BRIDGES LLC, AND  
114 PARKWAY DRIVE SOUTH LLC,

Debtors.

-----X  
KENNETH P. SILVERMAN, ESQ., as  
Chapter 7 Trustee of Agape World, Inc., *et al.*,

Plaintiff,

-against-

CRITICAL HEALTH CARE REGISTERED  
NURSING SERVICES P.C.,

Defendant.  
-----X

Chapter 7  
Case No.: 09-70660 (DTE)  
Substantively Consolidated

Adv. Pro. No.: 11-08520 (AST)

**STIPULATION SETTLING THE TRUSTEE'S CLAIMS**

I. On February 5, 2009 (the "Filing Date"), an involuntary chapter 7 petition was filed by four petitioning creditors (the "Petitioning Creditors") pursuant to 11 U.S.C. §303(b), against Agape World, Inc. ("AWI"), in the United States Bankruptcy Court for the Eastern District of New York.

II. On February 9, 2009, the Petitioning Creditors filed a motion to appoint an interim chapter 7 trustee under 11 U.S.C. §303(g).

III. On February 12, 2009, the Court granted the Petitioning Creditors' motion and entered an order directing the United States Trustee's Office to immediately appoint an interim chapter 7 trustee in the AWI case.

IV. On February 12, 2009, Kenneth P. Silverman, Esq., was appointed the interim trustee in the AWI case, and has since duly qualified and is now the permanent Trustee in the Debtors' substantively consolidated case.

V. On March 4, 2009, the Court issued an Order for relief in the AWI chapter 7 case.

VI. On April 14, 2009, the Court issued an Order substantively consolidating AWI, Agape Merchant Advance LLC, Agape Community LLC, Agape Construction Management, LLC, Agape World Bridges LLC, and 114 Parkway Drive South LLC (collectively, the "Debtors").

VII. The Trustee and his counsel have investigated the financial affairs of the Debtors, including a detailed analysis of the extent and validity of certain transfers made to Critical Health Care Registered Nursing Services, P.C., ("Defendant").

VIII. Thereafter, the Trustee commenced this adversary proceeding against Defendant filing a complaint asserting that certain transfers totaling \$62,425.00 (the "Net Transfers") made to Defendant are recoverable pursuant to Bankruptcy Code §§105, 541, 544, 548, 550 and New York Debtor and Creditor Law §§ 273, 274, 275, 276 ("The Trustee's Claims").

IX. Thereafter, Defendant retained counsel to defend against the Trustee's Claims.

X. On January 25, 2013, this Court entered an Order requiring the parties to attend a court-ordered mediation session on March 13, 2013. Prior to the date scheduled for mediation, the parties reached a settlement.

XI. In the spirit of compromise and without any admission of liability, Defendant has offered to pay \$12,350.00 (the "Settlement Sum") to the Trustee in full and final settlement of the Trustee's Claims.

XII. Based upon the his review of all documentation related to the Net Transfers and his investigation of all attendant factors, the Trustee has, in his business judgment, agreed to settle the Trustee's Claims upon the following terms and conditions, which the Trustee believes are fair and reasonable, especially in light of the costs and uncertainty associated with litigation.

NOW, THEREFORE, IT IS HEREBY STIPULATED AND AGREED, by and among the parties hereto, that the Trustee's Claims are resolved upon the terms and conditions set forth herein as follows:

**Defendant's Obligation to Pay the Settlement Sum**

1. This settlement is subject to Bankruptcy Court approval pursuant to Fed. R. Bankr. P. 9019. Upon receipt of the executed stipulation and first installment payment as set forth in paragraph 2 below, the Trustee will move for entry of an order approving the settlement (the "Approval Order").

2. The Trustee has authorized Defendant to pay the Settlement Sum in 6 installments as set forth as follows:

Payment Number	Due Date	Amount Due
1	Upon signing this stipulation	\$2,058.33
2	May 1, 2013	\$2,058.33
3	June 1, 2013	\$2,058.33
4	July 1, 2013	\$2,058.33
5	August 1, 2013	\$2,058.34
6	September 1, 2013	\$2,058.34

3. All installments shall be payable to "Kenneth P. Silverman, Esq., as Chapter 7 Trustee." All installments shall be mailed to the Trustee's counsel at:

**SilvermanAcampora LLP  
100 Jericho Quadrangle, Suite 300  
Jericho, New York, 11753  
Attention: Randy J. Schaefer, Esq.**

4. Nothing contained herein shall preclude or penalize Defendant from pre-paying any installment or portion of any installment at any time.



5. If Defendant fails to make timely payment of any installment of the Settlement Sum in accordance with paragraph 2, above, or if Defendant's payment is dishonored for any reason whatsoever and Defendant does not cure such default within five (5) business days after written notice sent by Federal Express or other reputable overnight courier to Defendant and Defendant's counsel at the addresses set forth herein, then the Trustee shall be entitled to move before the Bankruptcy Court, without further notice and upon the Trustee's affidavit attesting to the default (a) for the entry of a judgment against Defendant for \$62,425.00, plus costs, (less any sums previously paid as provided herein), and (b) for any further relief necessary to enforce his rights under this Stipulation.

6. Written notice of default shall be sent by Federal Express or other reputable overnight courier to:

Defendant at:

Critical Health Care Registered Nursing  
Services P.C.  
Attn: Robert Loretz, President & CEO  
17 Suite B North Country Rd.  
Port Jefferson, New York 11777

Defendant's attorney at:

Shaked & Posner, P.C.  
255 W. 36<sup>th</sup> Street, Floor 8  
New York, New York 10018  
Attn: Dan Shaked, Esq.

7. Any portion of the Settlement Sum received prior to the Approval Order's entry shall be held in the Trustee's segregated "Earnest Money" account until the Approval Order becomes final and non-appealable under 28 U.S.C. §158(c)(2) and Bankruptcy Rule 8002.

8. Upon the Approval Order becoming final and non-appealable, (which is the 14<sup>th</sup> day after the Approval Order's entry), the Trustee's counsel will transfer all portions of the Settlement Sum being held in the segregated "Earnest Money" account to the Debtors' estate account. If the Bankruptcy Court denies the entry of the Approval Order, the Trustee shall return any portion of the Settlement Sum being held in the segregated "Earnest Money" Account, without interest, to Defendant's counsel without undue delay.

9. If the Court does not enter the Approval Order, this Stipulation will be null and void and nothing contained herein can be used as evidence by either party.

**Releases**

10. Upon the Approval Order becoming final and non-appealable, and the Trustee's receipt and clearance of each installment of the Settlement Sum, the Trustee and the estate release and forever discharge Defendant from any and all claims, claims for relief, demands, costs, expenses, damages, liabilities, and obligations of any nature arising out of or relating to the Trustee's Claims.

11. Upon the Approval Order becoming final and non-appealable, Defendant releases, discharges, and waives any and all claims against the Debtor's estate, the Trustee and the Trustee's agents, attorneys, assigns and successors-in-interest from any and all claims, proofs of claim, claims for relief, demands, costs, expenses, damages, liabilities, and obligations of any nature.

**No Admission**

12. It is understood and agreed that this Stipulation is entered into to avoid costly and protracted litigation. Neither the execution of this Stipulation, nor the payment of the Settlement Sum shall be construed as an admission on Defendant's part. For clarification, this paragraph is not intended and shall not be deemed to affect Defendant's obligation to make timely payment of the Settlement Sum or adversely affect the Trustee's rights and remedies if Defendant fails to make timely payment of the Settlement Sum.

**Miscellaneous**

13. This Stipulation may be executed in one or more counterparts, with each part being deemed a part of the original document, and facsimile or other electronic signatures shall be deemed an original signature.

14. The person executing this Stipulation on behalf of each respective party warrants and represents that she or he is authorized and empowered to execute and deliver this Stipulation on behalf of such party.

15. This Stipulation may not be altered, modified, or changed unless in writing, signed by the parties or their counsel.

16. The Bankruptcy Court shall retain exclusive jurisdiction over the subject matter of this Stipulation, including but not limited to its enforcement and the implementation and interpretation of its terms and conditions.

17. This Stipulation shall be governed by the laws of the State of New York, except with respect to matters as to which federal law is applicable without regard to any conflicts of law principles.

18. The Trustee and Defendant are each responsible for their own costs and attorneys' fees incurred in connection with this proceeding.

19. Upon the entry of this Stipulation as an Approval Order in this proceeding, the Clerk of the Court is directed to close this adversary proceeding.

[one signature page to follow]

Dated: Jericho, New York  
April 17, 2013

**SILVERMANACAMPORA LLP**  
Attorneys for Kenneth P. Silverman, Esq.,  
The Chapter 7 Trustee

By: s/Randy J. Schaefer  
Randy J. Schaefer, Esq.  
Counsel to the Firm  
100 Jericho Quadrangle, Suite 300  
Jericho, New York 11753  
(516) 479-6300

Dated: New York, New York  
April --, 2013

**SHAKED & POSNER, P.C.**  
Attorneys for Defendant

By: s/Dan Shaked  
Dan Shaked, Esq.  
255 W. 36<sup>th</sup> Street, Floor 8  
New York, New York 10018

Dated: Port Jefferson, New York  
April --, 2013

**CRITICAL HEALTH CARE REGISTERED  
NURSING SERVICES P.C.**  
Defendant

s/Robert Loretz  
Robert Loretz  
17 Suite B North Country Road  
Port Jefferson, New York 11777

**SO ORDERED:**