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7 Bankruptcy Counsel for eStyle, Inc.,
Debtor and Debtor in Possession
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10 **UNITED STATES BANKRUPTCY COURT**
11 **CENTRAL DISTRICT OF CALIFORNIA, LOS ANGELES DIVISION**
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13 In re
14 ESTYLE, INC. a Delaware corporation,
dba babystyle, Cadeau, and Cadeau
15 Designs,
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Debtor.
17

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19 Tax Id # 95-4712564
20
21

Case No. 2:08-bk-13518-SB

Chapter 11

**DEBTOR'S EMERGENCY MOTION FOR
ORDER AUTHORIZING DEBTOR TO
MAINTAIN BANK ACCOUNTS AND CASH
MANAGEMENT SYSTEM AND CONTINUE
USE OF ITS EXISTING BUSINESS FORMS**

DATE: March 21, 2008
TIME: 10:00 a.m.
PLACE: U.S. Bankruptcy Court
Courtroom 1575
255 East Temple Street
Los Angeles, CA 90012

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I.

SUMMARY OF RELIEF REQUESTED

eStyle, Inc. (the "Debtor"), debtor and debtor in possession in the above-captioned chapter 11 case, respectfully requests, as set forth below, that the Court authorize (but not direct) the Debtor to maintain certain active bank accounts and its cash management system (with certain limited modifications discussed below) and to continue the use of its existing business forms. As set forth below, granting the Debtor the relief requested in this Motion is crucial to the Debtor's ability to operate its business during this chapter 11 case without interruption. This Motion is presented pursuant to Local Bankruptcy Rule 2081-1(2)(L). The Debtor commenced this chapter 11 case by filing a voluntary bankruptcy petition on March 19, 2008 (the "Petition Date").

The Debtor is a multichannel retailer of maternity, baby and kids apparel, and toys, gear and related products. As of the Petition Date, the Debtor sells its products at its 23 retail stores (21 babystyle stores and 2 Cadeau stores) located in 9 states, and through its babystyle.com website, and a direct mail program. As of the Petition Date, the Debtor maintains 7 bank accounts (the "Debtor's Accounts") for use in its business operations. A schedule of the Debtor's 5 main bank accounts with Wachovia Bank is attached hereto as Exhibit 1. A schedule of the Debtor's 2 local branch depository accounts, which utilize 23 separate location tracking numbers and 23 different bank branch offices, with Bank of America and Wells Fargo, used with respect to the Debtor's store deposits is attached hereto as Exhibit 2.

On the commencement of its chapter 11 case, the Debtor became bound by the Notice of Requirements for Chapter 11 Debtor in Possession ("Notice of Requirements") of the United States Trustee for the Central District of California ("UST"). The Notice of Requirements provides that, upon commencement of a chapter 11 case, a debtor in possession must close all existing bank accounts "that the debtor owns, has access too, or over which the debtor exercises possession, custody or control"

1 If the Debtor is required to close its existing accounts, open all new bank
2 accounts and substantially alter its existing cash management system, there likely would
3 be a significant disruption in the Debtor's ability to collect and disburse funds in the
4 ordinary course of its operations. Such a disruption would negatively impact the Debtor's
5 ability to make a smooth transition into chapter 11. Accordingly, the Debtor respectfully
6 requests that the Court enter an order authorizing (but not directing) its continued use of
7 the Debtor's Accounts, rather than opening new debtor in possession accounts.¹

8 Additionally, the Debtor requests that, as a way of minimizing expense to its
9 bankruptcy estate, it be authorized to continue to use its correspondence and business
10 forms including, but not limited to, invoices, purchase orders, checks, letterhead,
11 envelopes and other business forms (collectively, the "Business Forms"), substantially in
12 the form existing immediately before the commencement of the Debtor's chapter 11 case,
13 without reference to the Debtor's status as a debtor in possession. The Debtor proposes
14 that, in the event that it needs to purchase/print new Business Forms during the
15 pendency of this chapter 11 case, such forms will include a legend referring to the
16 Debtor's status as a debtor in possession.

17 If the Debtor is not permitted to maintain and utilize its cash management
18 and banking system (with certain modifications described below), and is not permitted to
19 continue to use its existing business forms, the Debtor, the estate, and creditors will be
20 prejudiced by: (i) the resulting disruption in the ordinary financial affairs and business
21 operations of the Debtor; (ii) potential delay in the administration of the estate; and (iii)
22 the unnecessary cost to the estate to set up new accounts and new systems and
23 purchase/print new business forms. In order to prevent the inadvertent cashing of
24 outstanding prepetition checks by the Debtor's bank, the Debtor will provide Wachovia

25 _____
26 ¹ The Debtor proposes to maintain the Debtor's Accounts on an interim basis for the next
27 sixty (60) days. If the UST does not file a written objection thereto before expiration of
28 the sixty (60) day period, the Debtor requests that it be authorized (and has provided for
such authorization in the proposed order, a copy of which is attached to this Motion) to
maintain and utilize the Debtor's Accounts postpetition on a permanent basis.

1 with notice of the commencement of the chapter 11 case and direction that outstanding
2 prepetition checks are not to be honored, unless and until a court order (if any) is entered
3 authorizing payment of such obligations. If such an order or orders of the Court are
4 entered, Wachovia will be directed to honor checks for prepetition obligations only to the
5 extent the Court has authorized payment of such obligations.

6 II.

7 **THE DEBTOR'S BANK ACCOUNTS AND CASH MANAGEMENT SYSTEM**

8 The Debtor has five main bank accounts and 2 local depository accounts,
9 which utilize 23 separate bank branch offices in 9 states and which have 23 separate
10 location tracking numbers. The Debtor's has five main accounts with Wachovia Bank
11 ("Wachovia"), including the following: (1) concentration account; (2) disbursement
12 account; (3) payroll account; (4) accounts payable account; and (5) Cadeau wholesale
13 account. Attached hereto as Exhibit 1 is chart listing each of the accounts and the
14 account numbers for the Debtor's main bank accounts. The Debtor's local branch
15 depository accounts are with Bank of America and Wells Fargo. Attached hereto as
16 Exhibit 2 is a chart listing the depository accounts, each of the 23 local bank branch
17 offices used by each of the Debtor's 23 stores, address and contact information for each
18 branch office and each store, the 23 separate location tracking numbers for the local
19 branch depository accounts, and related information for the local branch depository
20 accounts. The bank branch offices where these accounts originate are located within a
21 reasonable distance of the Debtor's retail stores. This helps minimize risks associated
22 with deposit of cash receipts.

23 The funds generated by the Debtor's sales are received into the Debtor's
24 concentration account, the Cadeau wholesale account, and the local branch store
25 depository accounts. The most substantial portion of funds received by the Debtor
26 constitute payments received from the Debtor's credit card processors into the
27 concentration account. The funds from the Debtor's credit card processors are received
28 net of the processors' fees. The Debtor accepts checks at its retail stores. This is done,

1 however, through an electronic funds transfer (EFT) process provided by TeleCheck
2 (First Data Corporation) ("TeleCheck"). The Debtor's retail customer's check is
3 processed via the point of service (POS) register through the TeleCheck system.
4 TeleCheck authorizes that the funds are available in the customer's checking account
5 and, as a transaction is processed, the funds are debited from the customer's account.
6 TeleCheck funds the Debtor's local store depository accounts on a daily basis. Cash
7 receipts from the Debtor's retail stores are deposited 2-3 times per week into the Debtor's
8 local branch store depository accounts. The store depository accounts are swept weekly
9 into the Debtor's concentration account. With respect to Cadeau wholesale sales, funds
10 are received from wholesale vendors via check and via credit card transactions. These
11 funds are deposited in the Cadeau wholesale account.

12 Disbursements by the Debtor are initiated with funds from the Debtor's
13 disbursement account. Checks are written on the Debtor's accounts payable account,
14 which is a zero balance account. The Debtor's accounts payable account is funded by
15 the Debtor's disbursement account based on the dollar amount of checks cashed each
16 day. There are also certain automatic withdrawals from the Debtor's accounts payable
17 account, including USPS (2-3 times per week), 401k employee withholdings (John
18 Hancock), and lease financing (Harbor Capital), which occurs around the 7th of each
19 month. Wire transfers are made out of the Debtor's disbursement account. Generally,
20 wire transfers are used in connection with payment to overseas vendors.

21 Disbursements for checks to pay inventory and warehouse related vendors
22 in connection with the Debtor's Cadeau operations are generally paid out of the Cadeau
23 wholesale account. At times, wire transfers to overseas vendors with regard to the
24 Debtor's Cadeau product are paid out of the Debtor's disbursement account. The
25 Cadeau wholesale account is funded with cash receipts from customers and from
26 transfers from the Debtor's disbursement account.

27 The Debtor's payroll account is also a zero balance account. ADP
28 generally withdraws the full amount of cash needed to fund payroll on the Thursday night

1 before the Friday payroll for each two-week pay period (for the payroll due March 21,
2 2008, ADP withdrew funds from the Debtor's payroll account on March 18, 2008). The
3 funds are withdrawn from the Debtor's payroll account, including funds for payroll taxes.
4 The Debtor's payroll account is funded by the Debtor's disbursement account. ADP
5 issues payroll checks from its own account and handles the employee direct deposits and
6 payroll taxes. The Debtor only writes payroll checks directly from its own account when a
7 check is needed off the payroll cycle in connection with employee terminations, vacation
8 pay, corrections, and the like. Such checks are processed like all other checks written by
9 the Debtor and drawn on the Debtor's accounts payable account.

10 Funds drawn from the Debtor's line of credit with Wachovia are funded into
11 the Debtor's disbursement account. Under the Debtor's pre-petition loan agreement with
12 Wachovia, funds can be requested up to the amount of the daily availability in
13 accordance with the Wachovia asset balance calculation net of the loan balance. Under
14 the Debtor's pre-petition banking cash management system, as funds were received into
15 the Debtor's concentration account, the Debtor's line of credit with Wachovia was paid
16 down first. Any additional cash was then deposited into the Debtor's disbursement
17 account. During the period prior to the commencement of the Debtor's chapter 11 case,
18 the Debtor was generally requesting draws under the Wachovia line of credit 3-4 times
19 per week.

20 III.

21 **PROPOSED MODIFICATIONS TO DEBTOR'S CASH MANAGEMENT/BANKING**
22 **SYSTEM**

23 In order to avoid disruptions to its operations and the reorganization effort
24 and to avoid unnecessary expense, the Debtor requests authority to continue its existing
25 cash management/banking system as described above, with the modification that
26 Wachovia (this term is used to include both Wachovia Bank and Wachovia Capital
27 Finance Corporation) shall be precluded from asserting control over or otherwise
28 sweeping (or transferring in any manner) funds from the Debtor's Accounts for the

1 purpose of paying down the Debtor's line of credit with Wachovia or for any other
2 purpose. As set forth in the Debtor's cash collateral motion filed contemporaneously with
3 this Motion, the Debtor believes that Wachovia (the senior secured creditor of the Debtor
4 pursuant to the secured line of credit extended by Wachovia to the Debtor) is adequately
5 protected by a substantial equity cushion in its collateral. The automatic stay precludes
6 Wachovia in any event from asserting control over or sweeping (or otherwise transferring
7 in any manner) funds in the Debtor's Accounts. Wachovia retains its right to request that
8 the Court modify the automatic stay. In order to prevent the inadvertent cashing of
9 outstanding prepetition checks by the Debtor's banks, the Debtor will provide said banks
10 with a list of all outstanding checks that should be dishonored. This list will include all
11 checks outstanding as of the Petition Date, except those checks issued to parties, if any,
12 to whom the Court has authorized the payment of pre-petition obligations.

13 **IV.**

14 **THE COURT HAS THE AUTHORITY TO GRANT THE REQUESTED RELIEF**

15 In chapter 11 cases, it is common for courts to grant motions to continue
16 existing cash management systems and related procedures and transactions employed
17 in the ordinary course of a debtor's business. The bankruptcy court in In re Charter Co.,
18 778 F.2d 617 (11th Cir. 1985), authorized the debtor and its subsidiaries "to continue to
19 consolidate the management of their cash as has been usual and customary in the past,
20 and to transfer monies from affiliated entity to entity, including operating entities that are
21 not debtors." Id., at 620; see also In re UNR Indus., Inc., 46 B.R. 25, 7 (Bankr. N.D. Ill.
22 1984) (debtors utilized a court approved cash management system). Like Charter Co.,
23 the Debtor in this case seeks authority to maintain its current cash management system.
24 In this case, while the Debtor has 7 bank accounts and its bank/cash management
25 system involves 23 local bank branch offices, its operations involve only one legal entity.
26 Accordingly, there are no issues of inter-company transfers. In any event, the Debtor will
27 maintain, as it always has, strict records with respect to all transfers of cash.

1 As numerous courts have indicated, the Bankruptcy Code grants
2 discretionary authority to a Bankruptcy Court to allow the continued use of bank
3 accounts. See e.g., In re Grant Broadcasting, Inc., 75 B.R. 819, 820 (.D. Pa. 1987)
4 (referring to order authorizing use of cash collateral and prepetition bank accounts); In re
5 New York City Shoes, Inc., 78 B.R. 426, 27 (Bankr. E.D. Pa. 1987) (debtor depositing
6 postpetition funds into prepetition bank accounts). Most references in reported decisions
7 to court orders authorizing the use of prepetition bank accounts and the continued use of
8 cash management systems are found in decisions more specifically addressing related
9 issues.² Moreover, a Bankruptcy Court has discretionary authority to authorize the
10 continued use of checks and other business forms. See In re Johnson, 106 B.R. 623
11 (Bankr. D. Neb. 1989) (granting relief from U.S. Trustee Guideline requiring that checks
12 be imprinted with the phrase "debtor-in-possession"); see also, In re Gold Standard
13 Baking, Inc., 179 B.R. 98, 105-06 (Bankr. N.D. Ill. 1995) (holding United States Trustee
14 requirement that checks used by the debtor in possession have the designation debtor in
15 possession on them to be unenforceable).

16 Presently, the Debtor maintains its store depository bank accounts in
17 geographic proximity to its locations so that proceeds of its operations may be deposited
18 promptly and safely. The Debtor could suffer disruptions if it is forced to discontinue the
19 use of these accounts and either establish new accounts or have to deposit all cash
20 receipts in depositories in this judicial district. Given the Debtor's need to maintain
21 existing bank accounts and the waste associated with opening new accounts,

22 _____
23 ² See, eg., In re Charter Behavioral Health Sys., LLC, 292 B.R. 36, 38 (Bankr. D. Del.
24 2003) (referring to prior entered order authorizing debtor to continue prepetition cash
25 management system); In re HSSI, Inc., 176 B.R. 809 (Bankr. N.D. Ill. 1995) (refers to
26 previously approved cash management system), *rev'd on other grounds*, 193 B.R. 851
27 (Bankr. N.D. Ill. 1996); In re Interco, Inc., 130 B.R. 301 (Bankr. E.D. Mo. 1991) (court
28 declined to clarify prior order authorizing maintenance of existing cash management
systems and continued use of existing bank accounts, investment and deposit guidelines,
and certain business forms); In re Family Health Services, Inc., 104 B.R. 279, 281
(Bankr. C.D. Cal. 1989) (refers to consolidated cash management system), *rev'd on other
grounds*, 143 B.R. 232 (C.D. Cal. 1992).

1 establishing a new cash management system, and purchasing/printing new business
2 forms, the Debtor respectfully requests that the Court grant this Motion.

3 V.

4 **CONCLUSION**

5 The Debtor's bank accounts and cash management system is at the heart
6 of the Debtor's ordinary, usual and essential business practices. Opening new accounts
7 and changing correspondence and business forms would be unnecessary and
8 burdensome to the Debtor's estate, as well as expensive and disruptive to the Debtor's
9 business operations. Authorizing (but not directing) the Debtor to continue existing bank
10 accounts, cash management system (with the limited modifications described above),
11 and business forms would advance the opportunity for a successful resolution of this
12 case, preserve a business-as-usual atmosphere, and avoid unnecessary distractions and
13 interruptions that would be caused by a disruption of the Debtor's banking and cash
14 management system. Approval of this Motion is in the best interests of the Debtor, the
15 estate, and creditors and will help avoid damage to the value of the property of the estate
16 and the reorganization effort.

17 WHEREFORE, the Debtor respectfully requests the Court authorize the
18 Debtor to maintain certain active bank accounts and the Debtor's cash management
19 system (subject to the modifications described above) and to continued use of the
20 Debtor's existing correspondence and business forms. A copy of the Debtor's proposed
21 order approving this Motion is attached hereto as Exhibit 3.

22
23 DATED: March 19, 2008 Respectfully submitted,

24 **SulmeyerKupetz**
A Professional Corporation

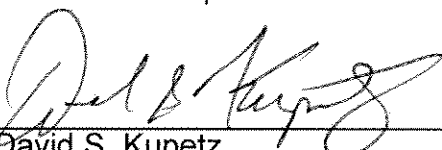
25
26 By: 
27 David S. Kupetz
28 Bankruptcy Counsel for eStyle, Inc.
Debtor and Debtor in Possession

EXHIBIT 1

Wachovia Accounts/Line of Credit

Debtor's Main Bank Accounts

Bank Name	Address	Account Nos.	Account Type/Name
Wachovia Bank, National Association	Wachovia Bank, National Association 401 South Tryon Street, 10 th Floor Charlotte, North Carolina 28288	20000335271954 20000335271967 20000335271970	Concentration Disbursement/Sweep Investment Payroll
		2079900560608 2000036887897	Accounts Payable Checking

Debtor's Line of Credit

Bank Name	Address	Account No.	Account Type/Name
Wachovia Capital Finance Corporation (Western)	Wachovia Capital Finance 251 South Lake Avenue Suite 900 Pasadena, CA 91101	50000000030321	Line of Credit

EXHIBIT 2

Store #	Store Name	Address	City/State/Zip	Phone	Fax	Store Hours	Bank	Account	Location	Accounting System
1	Manhattan Beach	3200 Sepulveda Blvd #C-5	Manhattan Beach, CA 90266	310-862-0224	310-802-9303	Sa 10-9, Su 10-4 Sun 11-6	Wells Fargo	2244 026064	00000011	3110 N SEPULVEDA BLVD, MANHATTAN BEACH, CA 90266 Tel: 310-545-4082
2	Fashion Island	11034 Newport Center Drive	Newport Beach, CA 92660	949-759-1129	949-759-1025	M-F 10-9, Sa 10-7 Sun 11-6	Wells Fargo	2244 026064	00000012	2101 E COAST HWY CORONA DEL MAR, CA 92625 Tel: 949-760-6000
3	Santa Monica	1324 Montana Ave	Santa Monica, CA 90403	310-434-9590	310-434-9588	M-F 10-6, Sa 10-7 Sun 10-6	Wells Fargo	2244 026064	00000013	900 MONTANA AVE, SANTA MONICA, CA 90403 Tel: 310-458-7440
4	Burlingame	1319 Burlingame Ave.	Burlingame, CA 94010	650-342-1534	650-342-2846	M-F 10-7, Sa 10-7 Sun 10-5	Wells Fargo	2244 026064	00000014	1455 BURLINGAME AVE, BURLINGAME, CA 94010 Tel: 650-342-0804
5	MISSION VILLO	655 The Shops at Mission Villo	Mission Viejo, CA 92691	949-347-0543	949-347-0883	M-F 10-9, Sa 10-7 Sun 11-6	Wells Fargo	2244 026064	00000015	27700 MEDICAL CENTRAL RD, MISSION VILLO, CA 92691 Tel: 800-869-3557
6	Sherman Oaks	14000 Riverside Drive Space #112	Sherman Oaks, CA 91423	818-986-1588	818-986-1588	M-F 10-9, Sa 10-7 Sun 11-6	Wells Fargo	2244 026064	00000016	13300 RIVERSIDE DR, SHERMAN OAKS, CA 91423 Tel: 800-869-3557
7	Kierland Commons	15215 N. Kierland Blvd Suite #178	Scottsdale, AZ 85254	480-596-9201	480-596-9203	M-F 10-9, Sa 10-9 Sun 12-8	Wells Fargo	2244 026064	00000018	14585 N SCOTTSDALE RD, SCOTTSDALE, AZ 85254 Tel: 480-624-3900
8	Scottsdale Fashion Square	7014-2304 E Camelback Rd	Scottsdale, AZ 85251	480-994-5600	480-994-5605	M-F 10-9, Sa 10-9 Sun 11-6	Wells Fargo	2244 026064	00000017	6770 E CAMELBACK RD, SCOTTSDALE, AZ 85251 Tel: 480-458-8280
9	Barton Creek Square Mall	2901 S. Central Expressway Austin, TX 78746 Space # 1009	Austin, TX 78746	512-329-8006	512-329-8011	M-F 10-9, Sa 10-9 Sun 12-8	Wells Fargo	2244 026064	00000019	3738 BEE CREEK RD, AUSTIN, TX 78746 Tel: 512-344-9595
10	Westchester Mall	125 Westchester Avenue Space #1700A	White Plains, NY 10601	914-948-9511	914-948-9513	M-F 10-9, Sa 10-9 Sun 11-6	Bank of America	1459442762	000 000 0000 10	206 Main Street White Plains, NY 10601
11	Westlams Mall	560 Westlams Mall	Farmington, CT 06032	860-561-1028	860-561-1031	M-F 10-9, Sa 10-9, Su 11-6	Bank of America	1459442762	000 000 0000 11	1447 New Britain Ave West Hartford, CT 06110
12	Arum Mall	300 Boylston St Suite D402A	Chestnut Hill, MA 02407	617-796-8982	617-796-8984	M-F 10-9, Sa 10-9, Su 11-6	Bank of America	1459442762	000 000 0000 12	199 Boylston Street Newton, MA 02467
13	Valley Fair Mall	2265 Stevens Creek Blvd Suite A72	Santa Clara, CA 95050	408-246-9703	408-246-9714	M-F 10-9, Sa 10-9, Su 11-7	Bank of America	1459442762	000 000 0000 13	2905 Stevens Creek Blvd Santa Clara, CA 95050
14	The Shops at Willowbend	6121 Yogi Parr Blvd Suite C121A	Piano, TX 75083	972-202-4600	972-202-4604	M-F 10-9, Sa 10-9, Su 12-6	Bank of America	1459442762	000 000 0000 15	5952 West Parker Road Piano, TX 75093
15	Glendale Galleria	1302 Sheridale Galleria 1st Floor, Space 1302	Glendale, CA 91216	818-507-4842	818-507-4887	M-F 10-9, Sa 10-9 Sun 11-7	Bank of America	1459442762	000 000 0000 14	345 N Brand Blvd Glendale, CA 91203
16	Burlington Mall	75 Middlesex Turnpike Space 1038A	Burlington, MA 01803	781-653-0064	781-653-0001	M-F 10-10, Sa 10-10 Sun 11-7	Bank of America	1459442762	000 000 0000 16	75 Middlesex Turnpike Burlington, MA 01803
17	Roosevelt Field Mall	630 Old Country Road Space #1073A	Garden City, NY 11530	516-554-0219	516-554-0223	M-F 10-9, Sa 10-9, Su 11-7	Bank of America	1459442762	000 000 0000 17	251 Glen Cove Rd Carle Place, NY 11514
18	BelleVue Square	768 BelleVue Square	BelleVue, WA 98004	425-462-2811	425-462-5662	M-F 9:30-9:00, Sa 10-11:7	Bank of America	1459442762	000 000 0000 20	10116 Ne 8th St BelleVue, WA 98004
19	The Mall at Short Hills	1200 Morris Turnpike, #4-123	Short Hills, NJ 07078	973-921-1115	973-921-1117	M-F 10-9, Sa 10-7, Su 11-6	Bank of America	1459442762	000 000 0000 19	269 Main St Clahham, NJ 07028
20	Northpark Center	8697 North Central Expressway Dallas, TX 75225	Dallas, TX 75225	214-234-0191	214-234-0153	M-F 10-9, Sa 10-9, Su 12-6	Bank of America	1459442762	000 000 0000 18	7515 Greenville Ave Dallas, TX 75231
21	Cherry Creek Shopping Center	3000 East First Avenue Suite 159	Denver, CO 80206	303-333-0385		M - Sat 10am - 9:00pm Sun 11am - 6pm	Wells Fargo	2244 026064	00000020	2500 E 2ND AVE STE 101, DENVER, CO 80206
22	Cadeau NY	254 Elizabeth St.	New York, NY 10012	212-994-1801			Bank of America	1459442762	000 000 0000 51	585 Broadway New York, NY 10012
23	Cadeau LA	8113 Hollywood Ave.	Los Angeles, CA 90046	323-297-2006			Bank of America	1459442762	000 000 0000 52	7500 Melrose Ave Los Angeles, CA 90046

EXHIBIT 3

SulmeyerKupetz, A Professional Corporation
333 SOUTH HOPE STREET, THIRTY-FIFTH FLOOR
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TEL. 213.626.2311 • FAX 213.629.4520

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3 **SulmeyerKupetz**
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Los Angeles, California 90071-1406
5 Telephone: 213.626.2311
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7 Bankruptcy Counsel for eStyle, Inc.,
Debtor and Debtor in Possession
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9 **UNITED STATES BANKRUPTCY COURT**
10 **CENTRAL DISTRICT OF CALIFORNIA, LOS ANGELES DIVISION**

11
12 In re
13 ESTYLE, INC., a Delaware corporation,
dba babystyle, Cadeau, and Cadeau
14 Designs,
15 Debtor.

Case No. 2:08-bk-13518-SB
Chapter 11

**ORDER GRANTING DEBTOR'S
EMERGENCY MOTION FOR ORDER
AUTHORIZING DEBTOR TO MAINTAIN
BANK ACCOUNTS AND CASH
MANAGEMENT SYSTEM AND CONTINUE
USE OF ITS EXISTING BUSINESS FORMS**

DATE: March 21, 2008
TIME: 10:00 a.m.
PLACE: U.S. Bankruptcy Court
Courtroom 1575
255 East Temple Street
Los Angeles, CA 90012

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20 Tax Id # 95-4712564
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The "Debtor's Emergency Motion For Order Authorizing Debtor To Maintain Certain Active Bank Accounts, Cash Management System And Continue Use of its Existing Business Forms" (the "Motion"), filed by eStyle, Inc. (the "Debtor"), debtor and debtor in possession in the above-captioned chapter 11 case, came on for hearing before the Court on March 21, 2008. Appearances at the hearing are reflected in the record.

Having considered the Motion, the Omnibus Declaration of Robert S. Kelleher in Support of Debtor's "First-Day" Motions, any and all responses to the Motion, the representations of counsel made at the hearing, the facts and circumstances of this matter, and good cause appearing therefor,

IT IS ORDERED as follows:

1. The Motion is granted;
2. Debtor is authorized to maintain and continue to use prepetition bank accounts with Wachovia Bank ("Wachovia") (account nos. 2000035271954, 2000035271967, 2000035271970, 2079900560608, and 2000036887897), Bank of America (account no. 1459442762), and Wells Fargo Bank (account no. 2244026064) and its prepetition cash management system (with the limited modifications set forth below in paragraph no. 3) and to continue to use its existing business forms, as requested in the Motion.
3. Wacovia Bank and Wachovia Finance Capital Corporation

SulmeyerKupetz, A Professional Corporation
333 SOUTH HOPE STREET, THIRTY-FIFTH FLOOR
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(Western), and all other parties, are prohibited from asserting control over or sweeping (or transferring in any manner) the Debtor's bank accounts and/or any funds therein.

DATED: _____

HON. SAMUEL L. BUFFORD
UNITED STATES BANKRUPTCY JUDGE

Presented By:

SULMEYERKUPETZ
a Professional Corporation

By: _____

David S. Kupetz
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