

In re

UNITED MERCHANTS AND MANUFACTURERS,
INC., et al.,

APPLICATION

Debtors.

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TO THE HONORABLE ROY BABITT,
BANKRUPTCY JUDGE:

The application of United Merchants and Manufacturers, Inc. ("UM&M"), debtor in possession, for and on behalf of itself and its subsidiary corporations which have filed petitions with the Court, respectfully sets forth and alleges:

1. Heretofore the debtors filed petitions under Chapter XI, §322 of the Bankruptcy Act, with the Clerk of this Court and were thereafter continued in the management and operation of their businesses as debtors in possession pursuant to an order of this Court. These proceedings have been consolidated for purposes of joint administration.

2. UM&M owns certain real property, improved by a 1-1/2 story residence, located at 3 Pinehurst Drive, Kenwood Place, Greenville, So. Carolina (the "Property"). UM&M acquired this Property in July, 1974 and the Property is presently attributed a book value of \$39,500.00.

3. The Property is subject to a first mortgage held by The Prudential Insurance Co. of America having an unpaid principal balance of \$4,842.37 as of January 18, 1978. The monthly payment on this mortgage is \$110.08 and the annual taxes for the Property are \$300.63. The Property is presently unoccupied and does not produce any income for UM&M to defray the carrying charges. The Property has never been utilized for any of UM&M's business activities, save as an employees' residence.

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