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28IN THE UNITED STATES DISTRICT COURT  
FOR THE NORTHERN DISTRICT OF CALIFORNIA

VALERIE SHIPPING, INC.,

Plaintiff,

No. C 11-00911 JSW

v.

**ORDER TO SHOW CAUSE RE  
FILINGS REGARDING  
BANKRUPTCY PROCEEDING**

KOREA LINE SINGAPORE PTE, LTD.,

Defendant.  

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The Court received a letter dated March 21, 2011 from attorney James H. Power, who represents the receivers of Korea Line Corporation (“KLC”), a company undergoing rehabilitation before the Seoul Central District Bankruptcy Court. According to Mr. Power’s representations in that letter, KLC is the 100% owner of Korea Line Singapore Pte, LTD, a defendant in this matter. In that letter, Mr. Power advises the Court that the Receivers filed a petition for relief under Chapter 15 of the Bankruptcy Code on behalf of KLC in the United States District Court for the Southern District of New York (“the Bankruptcy Court”).

In that letter, Mr. Power also advised the Court that on March 21, 2011, the Bankruptcy Court issued an Order Granting Provisional Relief Pending Hearing on Petition for Recognition as a Foreign Main Proceeding (“Order Granting Provisional Relief”). The Court directed the Clerk to electronically file this letter, and its attachments, and they were filed on March 24, 2011.

On March 23, 2011, Plaintiff also filed a Notice advising the Court that the Bankruptcy Court had issued the Order Granting Provisional Relief.

1 In the Order Granting Provisional Relief, the Bankruptcy Court found, *inter alia*, that  
2 “[e]xcept as provided herein, the commencement or continuation of any judicial or quasi-  
3 judicial actions pending in the United States against KLC, the [Receivers] (in their capacity as  
4 foreign representatives of KLC) or actions in which KLC Property (defined below) has been  
5 seized, attached, or otherwise restrained (“U.S. Actions”) should be provisionally enjoined to  
6 permit the expeditious and economical administration of KLC in the Korean Proceeding, and  
7 such relief will not cause undue hardship or any such hardship is outweighed by the benefits to  
8 KLC, the Korean Proceedings, and KLC’s creditors.” (*See* Docket No. 31-1 (Order Granting  
9 Provisional Relief at 2).)

10 The Bankruptcy Court also ordered that all U.S. Actions, with certain exceptions, were  
11 provisionally stayed, and enjoined “all persons and entities” from taking specified actions  
12 against assets or property of KLC that are located in the United States. (*See id.* at 3.) The  
13 Bankruptcy Court also issued specific orders relating to KLC Property that was arrested or  
14 attached “on or prior to the Court’s ruling” at a March 14, 2011 provisional relief hearing in the  
15 Bankruptcy Court. (*Id.* at 4-5.)

16 This Court issued its original Order granting Plaintiff’s Motion for Issuance of Process  
17 and Maritime Attachment on February 25, 2011. On March 7, 2011, the Court issued a further  
18 Order Granting a Motion for Issuance of a Warrant *In Rem* filed by Nordea Bank Finland Plc,  
19 Singapore Branch. On March 15, 2011, the Court issued an Order Amending Issuance of  
20 Maritime Attachment and Garnishment, filed by Plaintiff.

21 Plaintiff and Plaintiff in Intervention are HEREBY ORDERED to SHOW CAUSE as to  
22 how the Order Granting Provisional Relief affects the proceedings pending before this Court.  
23 The responses to this Order to Show Cause shall be due on April 15, 2011. Plaintiff and  
24 Plaintiff in Intervention shall serve a copy of this Order on the Receivers and any other  
25 interested party. Any replies to the responses to the Order to Show Cause must be submitted to  
26 the Court by no later than April 29, 2011.

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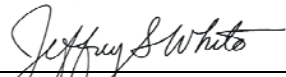
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If the Court believes that a hearing is necessary to address this issue, it shall so advise the parties.

**IT IS SO ORDERED.**

Dated: April 4, 2011

  
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JEFFREY S. WHITE  
UNITED STATES DISTRICT JUDGE