IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF PENNSYLVANIA

PHILADELPHIA NEWSPAPERS, LLC : CIVIL ACTION NO. 09-1982

Plaintiff, :

:

V.

:

OFFICIAL COMMITTEE OF : UNSECURED CREDITORS ET AL., :

:

Defendants.

ORDER

AND NOW, this 10th day of June, 2009, it is hereby

ORDERED that the Committee's Motion to Dismiss (doc. no. 14), and
the Steering Group's Motion to Dismiss (doc. no. 15) are DENIED;

IT IS FURTHER ORDERED that the decision of the

Bankruptcy Court is approved in part, and reversed in part. The

decision of the Bankruptcy Court denying the appointment of

special counsel to investigate the recording incident and

litigate non-bankruptcy claims is AFFIRMED. The decision of the

Bankruptcy Court denying the appointment of special counsel to

advise the Debtors concerning the legal implications of the

recording incident and its impact upon bankruptcy and non
bankruptcy issues is REVERSED;

IT IS FURTHER ORDERED that (1) the Bankruptcy Court shall appoint the law firm of Elliot Greenleaf & Siedzikowski, PC., pursuant to § 327(e), as special counsel to the Debtors for the purpose of representing the Debtors in connection with the Committee's investigation of the recording incident, and advising

as to its impact on the plan on reorganization, defenses, subordination of claims, set offs, relative to bankruptcy and non-bankruptcy claims; and (2) the appointment is subject to such terms and conditions as the Bankruptcy Court deems appropriate, including length of the retention and a detailed budget, including a cap on fees and expenses.

AND IT IS SO ORDERED.

S/Eduardo C. Robreno
EDUARDO C. ROBRENO, J.

The appointment does not include representation of the Debtors in any adversary proceeding.