

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

In re: Chapter 11
HI-CRUSH PERMIAN SAND LLC, et al., Case No. 20-33505 (DRJ)
Reorganized Debtors. (Jointly Administered)
(Formerly Jointly Administered under Lead Case: Hi-Crush Inc., Case No. 20-33495)

STIPULATION BETWEEN THE REORGANIZED DEBTORS AND CRESTMARK
VENDOR FINANCE REGARDING REORGANIZED DEBTORS' TWELFTH
OMNIBUS OBJECTION TO CERTAIN CLAIMS (EQUIPMENT FINANCE CLAIMS)
[Relates to Docket No. 81]

WHEREAS, on July 28, 2020, Crestmark Vendor Finance, a Division of Metabank ("Crestmark") filed proof of claim number 46 against debtor Hi-Crush Inc. asserting an unsecured claim in the face amount of \$350,080.32 (the "Guaranty Claim");

WHEREAS, on August 24, 2020, Crestmark filed proof of claim number 680 against debtor Pronghorn Logistics, LLC asserting a secured claim in the face amount of \$350,080.32 (the "Secured Claim" and together with the Guaranty Claim, the "Crestmark Claims");

WHEREAS, on September 23, 2020, the Court entered an order (the "Confirmation Order") [Case No. 20-33495, Docket No. 420] confirming the Joint Plan of Reorganization for Hi-Crush Inc. and its Affiliate Debtors under Chapter 11 of the Bankruptcy Code (as amended, modified, or supplemented, the "Plan").

1 The Reorganized Debtors in these cases, along with the last four digits of each Reorganized Debtor's federal tax identification number, are: Hi-Crush Inc. (0530), OnCore Processing LLC (9403), Hi-Crush Augusta LLC (0668), Hi-Crush Whitehall LLC (5562), PDQ Properties LLC (9169), Hi-Crush Wyeville Operating LLC (5797), D & I Silica, LLC (9957), Hi-Crush Blair LLC (7094), Hi-Crush LMS LLC, Hi-Crush Investments Inc. (6547), Hi-Crush Permian Sand LLC, Hi-Crush Proppants LLC (0770), Hi-Crush PODS LLC, Hi-Crush Canada Inc. (9195), Hi-Crush Holdings LLC, Hi-Crush Services LLC (6206), BulkTracer Holdings LLC (4085), Pronghorn Logistics Holdings, LLC (5223), FB Industries USA Inc. (8208), PropDispatch LLC, Pronghorn Logistics, LLC (4547), and FB Logistics, LLC (8641). The Reorganized Debtors' address is 1330 Post Oak Blvd, Suite 600, Houston, Texas 77056.

2 On December 11, 2020, the Court entered the Final Decree Closing Certain of the Chapter 11 Cases [Case No. 20-33495, Docket No. 505], which closed each Reorganized Debtor's case except for Hi-Crush Permian Sand LLC, Case No. 20-33505, and directed that all further filings be made in that case.

3 Capitalized terms used but defined herein have the meanings given to them in the Plan.



WHEREAS, On October 9, 2020, the Plan was substantially consummated, and the Effective Date occurred;⁴

WHEREAS, Article VIII.A of the Plan authorizes the Reorganized Debtors to settle or compromise any Disputed Claim and to administer and adjust the Claims Register to reflect any such settlements or compromises without any further notice to or action, order or approval of the Bankruptcy Court;

WHEREAS, on November 9, 2020, the Court entered an order [Case No. 20-33495, Docket No. 477] approving certain omnibus objection procedures in these chapter 11 cases;

WHEREAS, on April 8, 2020, the Reorganized Debtors' filed the *Reorganized Debtors' Twelfth Omnibus Objection to Certain Claims (Equipment Finance Claims)* (the "**Twelfth Omnibus Objection**") [Docket No. 81], which sought to disallow the Crestmark Claims (the "**Crestmark Objections**"), among others; and

WHEREAS, Crestmark and the Reorganized Debtors have engaged in discussions and have reached an agreement on the resolution of the Crestmark Claims and the Crestmark Objections.

IT IS THEREFOR STIPULATED AND AGREED THAT,

1. The Guaranty Claim is allowed as a Class 5 General Unsecured Claim in the amount of \$274,845.32.
2. The Secured Claim is satisfied and paid in full, and no other amounts shall be due and owing from the Reorganized Debtors to Crestmark on account of the Secured Claim.
3. The Reorganized Debtors hereby withdraw the Crestmark Objections.
4. This stipulation applies only to the Crestmark Objections and shall not be deemed to be a withdrawal of any other objections asserted in the Twelfth Omnibus Objection.

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⁴ See Notice of (I) Effective Date of the Joint Plan or Reorganization for Hi-Crush Inc. and its Affiliate Debtors Under Chapter 11 of the Bankruptcy Code and (II) Establishing Deadline for the Filing of Administrative Claims Against the Debtors [Case No. 20-33495, Docket No. 452].

STIPULATED AND AGREED TO BY:

April 13, 2021

/s/ Philip M. Guffy

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