Case 23-03091 Document 1294 Filed in TXSR on 05/24/24 Page 1 of 6 Docket #1294 Date Filed: 5/24/2024

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

In re

WESCO AIRCRAFT HOLDINGS, INC., et al.,

Debtors.¹

WESCO AIRCRAFT HOLDINGS, INC., et al.,

Plaintiffs,

ν.

SSD INVESTMENTS LTD., et al.,

Defendants.

SSD INVESTMENTS LTD., et al.,

Counterclaim Plaintiffs,

ν.

WESCO AIRCRAFT HOLDINGS, INC., et al.,

Counterclaim Defendants.

Case No. 23-90611 (MI)

Chapter 11

(Jointly Administered)

Adv. Pro. No. 23-03091

MOTION FOR ENTRY OF AN ORDER (I) AUTHORIZING THE 2024/2026 HOLDERS TO FILE CERTAIN CONFIDENTIAL INFORMATION UNDER SEAL AND (II) LIMITING NOTICE THEREOF

Related to Docket No. 1293

If you object to the relief requested, you must respond in writing. Unless otherwise directed by the Court, you must file your response electronically at https://ecf.txsb.uscourts.gov/ within twenty-one days from the date this motion was filed. If you do not have electronic filing privileges, you must file a written objection that is actually received by the clerk within

¹ The Debtors operate under the trade name Incora and have previously used the trade names Wesco, Pattonair, Haas, and Adams Aviation. A complete list of the Debtors in these Chapter 11 Cases, with each one's federal tax identification number and the address of its principal office, is available on the website of the Debtors' noticing agent at http://www.kccllc.net/incora. The service address for each of the Debtors in these cases is 2601 Meacham Blvd., Ste. 400, Fort Worth, TX 76137.

twenty-one days from the date this motion was filed. Otherwise, the Court may treat the pleading as unopposed and grant the relief requested.

The 2024/2026 Holders file this Motion for Entry of an Order Authorizing the 2024/2026 Holders to (i) File Certain Confidential Information Under Seal and (ii) Limiting Notice Thereof (the "Motion") to request, pursuant to section Sections 105(a) and 107(b) of Title 11 of the United States Code (the "Bankruptcy Code") and Rule 9018 of the Federal Rules of Bankruptcy Procedure (the "Bankruptcy Rules"), entry of an order authorizing the 2024/2026 Holders to file under seal (1) their Emergency Motion to Compel Production of Documents Withheld as Privileged (the "Emergency Motion"), with a redacted copy thereof filed via ECF contemporaneously with the filing of this Motion, and to limit notice thereof.

JURISDICTION AND VENUE

- 1. This Court has jurisdiction over this Motion pursuant to 28 U.S.C. §§ 1334 and 157, Sections 105(a) and 107(b) of the Bankruptcy Code, Bankruptcy Rule 9018, and Rule 9037-1 of the Bankruptcy Local Rules for the Southern District of Texas (the "Local Rules").
 - 2. Venue is proper in this District pursuant to 28 U.S.C. §§ 1408 and 1409.
- 3. The statutory bases for relief are Sections 105(a) and 107(b) of the Bankruptcy Code, Bankruptcy Rule 9018, and Local Rule 9037-1.

BACKGROUND

4. On September 6, 2023, the Court entered a *Stipulated Protective Order* (the "<u>Protective Order</u>"), at Main Case No. 23-90611, Docket No. 724. The Protective Order provides that parties may designate Discovery Material as Confidential Information or Highly Confidential – Professionals' Eyes Only Information (the "<u>Designated Material</u>"). Pursuant to Section 4.2(E) of the Protective Order, if any documents containing Designated Material are filed with the Court, the documents shall be redacted from the Court filing (either by redacting the relevant text of the

submission or redacting the entirety of any exhibit that has been designated as containing Confidential Information or Highly Confidential – Professionals' Eyes Only information) or filed under seal pursuant to the Court's rules governing sealed documents, unless the designating party consents in writing to such Designated Material being filed publicly. *See* Protective Order ¶ 4.2(E).

- 5. Trial commenced in this adversary proceeding on January 25, 2024.
- 6. The first day of closing arguments is scheduled for June 24, 2024.
- 7. On May 24, 2024, the 2024/2026 Holders filed their Emergency Motion.
- 8. The Emergency Motion filed at Docket No. 1293 was filed under seal because it includes references to information designated by one or more parties or non-parties as Designated Material under the Protective Order. Accordingly, the Emergency Motion was not filed publicly.

BASIS FOR RELIEF

- 9. Pursuant to Section 107(b) of the Bankruptcy Code, the Court is authorized to issue orders to protect entities with respect to certain confidential information. Additionally, Section 105(a) of the Bankruptcy Code, which codifies the Court's inherent equitable powers, empowers the Court to "issue any order, process, or judgment that is necessary or appropriate to carry out the provisions of this title."
- 10. Bankruptcy Rule 9018 implements Section 107(b) of the Bankruptcy Code and provides in pertinent part:

On motion or on its own initiative, with or without notice, the court may make any order which justice requires (1) to protect the estate or any entity in respect of a trade secret or other confidential research, development, or commercial information.

Further, Local Rule 9037-1 provides, in relevant part, that a redacted document containing confidential information "should be filed, not under seal" and the "unredacted [version of the] document should simultaneously be filed, under seal."

- 11. Although there is a strong presumption in favor of public access to court records, such access is not without limit. *See Nixon v. Warner Commc'ns, Inc.*, 435 U.S. 589, 598 (1978). Sections 105(a) and 107(b) and Bankruptcy Rule 9018 authorize this Court to limit public access under the circumstances present in these cases. *See, e.g., In re Gen. Homes Corp.*, 181 B.R. 898, 903 (Bankr. S.D. Tex. 1995) ("The court has authority to seal court records, in order to protect trade secrets or confidential research, development, or confidential information . . ."). Certain information contained within the Emergency Motion has been designated as containing confidential and/or proprietary information and is subject to the Protective Order.
- 12. Therefore, the 2024/2026 Holders respectfully request authority to file the Emergency Motion under seal to avoid public disclosure of confidential information.

CONCLUSION

WHEREFORE, the 2024/2026 Holders respectfully request that this Court enter an order that: (a) grants the Motion; and (b) grants all other relief that this Court deems just and proper.

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Dated: May 24, 2024 New York, New York

Respectfully submitted,

KOBRE & KIM LLP

By: /s/ Zachary D. Rosenbaum

Zachary D. Rosenbaum

Adam M. Lavine

Darryl G. Stein

Igor Margulyan

Udi Karklinsky

Michael S. Brasky

John G. Conte

Vincent C. Yiu

800 Third Avenue

New York, NY 10022

Tel: 212-488-1200

zachary.rosenbaum@kobrekim.com

adam.lavine@kobrekim.com

darryl.stein@kobrekim.com

igor.margulyan@kobrekim.com

udi.karklinsky@kobrekim.com

michael.brasky@kobrekim.com

john.conte@kobrekim.com

vincent.yui@kobrekim.com

-and-

FOLEY & LARDNER LLP

John P. Melko 1000 Louisiana Street, Suite 2000 Houston, TX 77002 Tel: 713-276-5500 JMelko@foley.com

Counsel to the 2024/2026 Holders

CERTIFICATE OF SERVICE

I certify that on May 24, 2024, I caused a copy of the foregoing document to be served by the Electronic Case Filing System for the United States Bankruptcy Court for the Southern District of Texas.

/s/ Zachary D. Rosenbaum Zachary D. Rosenbaum

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

In re

WESCO AIRCRAFT HOLDINGS, INC., et al.,

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Case No. 23-90611 (MI)

Chapter 11

(Jointly Administered)

Adv. Pro. No. 23-03091

ORDER GRANTING THE 2024/2026 HOLDERS MOTION FOR ENTRY OF AN ORDER AUTHORIZING THE FILING UNDER SEAL OF (I) CERTAIN CONFIDENTIAL INFORMATION AND (II) LIMITING NOTICE THEREOF Related to Docket No. 1293

¹ The Debtors operate under the trade name Incora and have previously used the trade names Wesco, Pattonair, Haas, and Adams Aviation. A complete list of the Debtors in these Chapter 11 Cases, with each one's federal tax identification number and the address of its principal office, is available on the website of the Debtors' noticing agent at http://www.kccllc.net/incora. The service address for each of the Debtors in these cases is 2601 Meacham Blvd., Ste. 400, Fort Worth, TX 76137.

Upon consideration of the 2024/2026 Holders' Motion for Entry of an Order Authorizing

the 2024/2026 Holders to (i) File Certain Confidential Information Under Seal and (ii) Limiting

Notice Thereof (the "Motion"), the Court having jurisdiction to consider this matter and relief

requested therein pursuant to 28 U.S.C. § 1334; consideration of this Motion being a core

proceeding pursuant to 28 U.S.C. § 157; notice of the Motion having been adequate and

appropriate under the circumstances; and after due deliberation and sufficient cause appearing; it

is hereby:

1. ORDERED that the 2024/2026 Holders are authorized to file under seal (1) an

unredacted version of their Emergency Motion to Compel Production of Documents Withheld as

Privileged (the "Emergency Motion"); it is further

ORDERED that this Order is without prejudice to the rights of any party-in-interest, 2.

including the 2024/2026 Holders, to seek to unseal the Emergency Motion, or any portion of such

Emergency Motion; it is further

3. ORDERED that the 2024/2026 Holders are authorized to take all actions necessary

to effectuate the relief granted pursuant to this Order in accordance with the Motion; and it is

further

ORDERED that the Court retains jurisdiction with respect to all matters arising from 4.

or related to the implementation of this order.

DATED: , 2024

MARVIN ISGUR UNITED STATES BANKRUPTCY JUDGE

² Capitalized terms used but not otherwise defined herein shall have the meanings ascribed to such terms in the Motion.

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