

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

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In re:	)	
	)	Chapter 11
	)	
PROTERRA INC, <i>et al.</i> , <sup>1</sup>	)	Case No. 23-11120 (BLS)
	)	
Debtors.	)	(Jointly Administered)
	)	
	)	Ref. Docket Nos. 44, 51, 72, 142, & 171
	)	

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**CERTIFICATION OF COUNSEL REGARDING  
PROPOSED FINAL ORDER (I) AUTHORIZING THE DEBTORS TO USE CASH  
COLLATERAL, (II) GRANTING ADEQUATE PROTECTION, (III) MODIFYING THE  
AUTOMATIC STAY, AND (IV) GRANTING RELATED RELIEF**

On August 9, 2023, the above-captioned debtors and debtors in possession (together, the “Debtors”) filed the *Debtors’ Motion for Entry of Interim and Final Orders (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [D.I. 44] (the “Motion”)<sup>2</sup> with the United States Bankruptcy Court for the District of Delaware (the “Court”).

On the same day, CSI GP I LLC, in its capacity as collateral agent (the “Second Lien Agent”) filed its *Reservation of Rights and Limited Objection of the CSI Parties to the Debtors’ Motion for Entry of Interim and Final Orders (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [D.I. 51] (the “ROR”) in response to the Motion.

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<sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are as follows: Protterra Inc (1379); and Protterra Operating Company, Inc. (8459). The location of the Debtors’ service address is: 1815 Rollins Road, Burlingame, California 94010.

<sup>2</sup> Capitalized terms used but not defined herein shall have the meaning ascribed to them in the Motion.



On August 10, 2023, the Court entered an order approving the Motion on an interim basis [D.I. 72] (the “First Interim Order”). Pursuant to the First Interim Order, the Debtors were authorized to submit a further interim order governing the Debtors’ use of cash collateral.

On August 25, 2023, the Debtors filed the *Certification of Counsel Regarding Second Interim Order (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [D.I. 141] and submitted a proposed second interim order attached thereto as Exhibit B (the “Second Interim Order”).

On August 25, 2023, the Court entered the Second Interim Order [D.I. 142], approving the Motion on a further interim basis. The Second Interim Order provided that the objection deadline (as may have been extended by the Debtors for any party, the “Objection Deadline”) was established in the notice of final hearing [D.I. 73].<sup>3</sup>

Prior to the Objection Deadline, the Official Committee of Unsecured Creditors (the “Committee”) filed the *Objection, Request for Continuance, and Reservation of Rights of the Official Committee of Unsecured Creditors to Final Approval of the Debtors’ Motion for Entry of Interim and Final Orders (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [D.I. 171] (the “Objection”). The ROR and the Objection have been resolved through a revised form of order (the “Final Cash Collateral Order”),<sup>4</sup> a copy of which is attached hereto as **Exhibit A**. For

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<sup>3</sup> The *Omnibus Notice of First Day Motions and Final Hearing Thereon* [D.I. 73] established the Objection Deadline as August 31, 2023 at 4:00 p.m. (ET). The Objection Deadline was extended for the Committee.

<sup>4</sup> The Debtors received informal comments to the First and Second Interim Orders from the Office of the United States Trustee for the District of Delaware (the “U.S. Trustee”). The Debtors shared a copy of the Final Cash Collateral Order with the U.S. Trustee prior to submission hereof, and the U.S. Trustee has advised the Debtors’ undersigned counsel that it does not object to entry thereof.

the convenience of the Court and other interested parties, a blackline comparing the Final Cash Collateral Order against the Second Interim Order is attached hereto as **Exhibit B**.

WHEREFORE, as the Debtors did not receive any objections or responses other than those described herein, and the U.S. Trustee, the Committee, and the Second Lien Agent do not object to entry of the Final Cash Collateral Order, the Debtors respectfully request that the Court enter the Final Cash Collateral Order without further notice or hearing at the Court's earliest convenience.

*[Remainder of page intentionally left blank]*

Dated: October 16, 2023  
Wilmington, Delaware

Respectfully submitted,

**YOUNG CONAWAY STARGATT &  
TAYLOR, LLP**

/s/ Shella Borovinskaya

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*Counsel to the Debtors and  
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**EXHIBIT A**

**Final Cash Collateral Order**



Agent and Second Lien Agent (as defined below) in the Prepetition Collateral (as defined below), including Cash Collateral, on the terms described herein;

(b) scheduling, pursuant to Bankruptcy Rule 4001, a final hearing (the “Final Hearing”) for this Court to consider the relief requested in the Motion on a final basis;

(c) modifying the automatic stay arising under section 362 of the Bankruptcy Code to the extent necessary to implement and effectuate the terms and provisions of the Cash Collateral Orders; and

(d) granting related relief.

An interim hearing on the Motion having been held by this Court on August 10, 2023 (the “First Interim Hearing”), after which the Court considered the Motion, and the evidence submitted at the First Interim Hearing, to consider entry of the *Interim Order (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [ECF No. 72] (the “First Interim Order”); and this Court having entered the First Interim Order and the *Second Interim Order (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [ECF No. 142] (the “Second Interim Order” and, collectively with the First Interim Order, the “Interim Orders”); and this Court having held a final hearing on the Motion, if any, (the “Final Hearing”) and having determined that the relief requested in the Motion and entry of this final order granting the Motion on a final basis (this “Final Order”) is proper; and

**BASED UPON THE RECORD ESTABLISHED AT THE FINAL HEARING, IF ANY, THE COURT HEREBY MAKES THE FOLLOWING FINDINGS OF FACT AND CONCLUSIONS OF LAW:**

A. Jurisdiction and Venue. This Court has jurisdiction over the Chapter 11 Cases, the Motion, and the parties and property affected hereby pursuant to 28 U.S.C. §§ 157 and 1334 and

the *Amended Standing Order of Reference* from the United States District Court for the District of Delaware, dated as of February 29, 2012 (the “Amended Standing Order”). Venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409. The Motion is a core proceeding pursuant to 28 U.S.C. § 157(b).

B. Petition Date. On August 7, 2023, each of the Debtors filed a voluntary petition with this Court commencing cases under chapter 11 of the Bankruptcy Code (the “Chapter 11 Cases”). The Debtors continue to operate their business and manage their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. No party has requested the appointment of a trustee or examiner in these Chapter 11 Cases.

C. Notice. Notice of the Motion and the Final Hearing was provided to: (a) the Office of the United States Trustee for the District of Delaware (the “U.S. Trustee”); (b) the holders of the 30 largest unsecured claims against the Debtors (on a consolidated basis); (c) the United States Attorney’s Office for the District of Delaware; (d) the Internal Revenue Service; (e) the state attorneys general for states in which the Debtors conduct business; (f) the Securities and Exchange Commission; (g) counsel to the Second Lien Agent; (h) counsel to First Lien Agent; and (i) any party that has requested notice pursuant to Bankruptcy Rule 2002. Under the circumstances, notice of the Motion, as it relates to this Final Order, complies with the Bankruptcy Code and the Bankruptcy Rules, including, without limitation, sections 102(1) and 363 of the Bankruptcy Code and Bankruptcy Rules 2002, 4001(b), (c), and (d), and 9014.

D. Cash Collateral. The Debtors require the use of Cash Collateral to operate their business and pay certain obligations.

E. Committee Formation. On August 24, 2023, the U.S. Trustee appointed an official committee of unsecured creditors (the “Committee”) in these Chapter 11 Cases.



F. Debtors' Stipulations. In requesting use of their Prepetition Collateral, including Cash Collateral, and in exchange for and as a material inducement to the Prepetition Secured Parties' agreement to permit consensual use of their Prepetition Collateral, including Cash Collateral, the Debtors acknowledge, represent, stipulate, and agree, subject to the challenge rights set forth in Paragraph 7 below (but subject to the limitations thereon contained therein), as follows (collectively, the "Debtors' Stipulations" or "Stipulations"):

(a) First Lien Credit Facility. As more fully described in the First Day Declaration and the Motion, on May 8, 2019, Debtor Proterra Operating Company, Inc. (f/k/a Proterra Inc) ("OpCo") entered into that certain Loan, Guaranty and Security Agreement (as amended, amended and restated, supplemented or otherwise modified, the "Senior Credit Agreement"), by and among OpCo, the lenders from time to time thereto (collectively, the "Prepetition First Lien Lenders"), the issuing bank(s) party thereto (the "Issuing Bank"), and Bank of America, N.A. ("Bank of America"), as administrative agent (the "First Lien Agent" and, together with the Prepetition First Lien Lenders and the Issuing Bank, the "Prepetition First Lien Secured Parties"), which provides for a revolving credit facility in the maximum principal amount of \$75.0 million, including a \$25.0 million letter of credit (the "First Lien Credit Facility"). As of the Petition Date, no amounts were outstanding under the First Lien Credit Facility, other than approximately \$21.9 million in face amount of issued and outstanding letters of credit (collectively, the "Prepetition Letters of Credit" and, together with the Senior Credit Agreement, the "Prepetition First Lien Loan Documents"). As security for OpCo's obligations under, and pursuant to the terms of, the Senior Credit Agreement (the "Prepetition First Lien Obligations"), OpCo granted to the First Lien Agent for the benefit of the Prepetition First Lien Secured Parties valid and perfected first priority liens and security interests (the "Prepetition First Liens") on

substantially all of OpCo's assets (collectively, the "Prepetition Collateral"), including OpCo's cash, accounts receivable, and inventory, but excluding certain assets expressly excluded from "Collateral" under the terms of the Senior Credit Agreement, including fee-owned real property, any leasehold interests in real property and certain related assets and improvements thereon.

(b) Second Lien Convertible Notes. On August 4, 2020, OpCo entered into that certain Note Purchase Agreement (as amended, amended and restated, supplemented or otherwise modified from time to time, including by that certain Amendment No. 1 to Secured Convertible Promissory Notes and Note Purchase Agreement dated August 31, 2020 and that certain Amendment No. 2 to Secured Convertible Promissory Notes and Note Purchase Agreement dated March 31, 2023 (together, the "Note Amendment"), the "Note Purchase Agreement") by and among OpCo, the investors from time to time party thereto (the "Second Lien Convertible Noteholders") and collectively with the Second Lien Agent (as defined below), the "Prepetition Second Lien Secured Parties", together with the Prepetition First Lien Secured Parties, the "Prepetition Secured Parties"), the guarantors, if any, from time to time party thereto and CSI GP I LLC, as collateral agent (the "Second Lien Agent" and, together with the First Lien Agent, the "Agents"). As of the Petition Date, there was not less than \$177.2 million in principal amount of convertible notes (as amended by the Note Amendments, the "Second Lien Convertible Notes") outstanding under the Note Purchase Agreement and Second Lien Convertible Notes.<sup>3</sup>

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<sup>3</sup> The Prepetition Second Lien Secured Parties believe that there may be in excess of \$265 million in principal amount of convertible notes outstanding under the Note Purchase Agreement and Second Lien Convertible Notes and continue to evaluate whether certain amounts have come due and owing under the Note Purchase Agreement and Second Lien Convertible Notes. The Debtors disagree. Other than as provided in Paragraph 16 hereof, nothing in this Final Order shall be deemed to waive, adjudicate, enter a finding of fact or conclusion of law with respect to, or otherwise prejudice any argument by any party (or the ability of any party to make any such argument) regarding: (a) whether the principal amount due and owing under the Note Purchase Agreement and Second Lien Convertible Notes is, or is not, in excess of \$177.2 million; or (b) the extent which any party has, or does not have, any valid unavoidable claim (as defined in section 101 of the Bankruptcy Code) against the Debtors on account of, or related to, Section 2.2 of each of the Second Lien Convertible Notes (*Payment upon a*

(c) Second Lien Security Agreement. In connection with the Note Purchase Agreement and to secure its obligations under the Second Lien Convertible Notes (the “Prepetition Second Lien Obligations” and, together with the Prepetition First Lien Obligations, the “Prepetition Obligations”), OpCo entered into that certain Security Agreement, dated as of August 4, 2020 (as amended, amended and restated, supplemented or otherwise modified, the “Second Lien Security Agreement” and, collectively with the Note Purchase Agreement, Second Lien Convertible Notes, and any documents executed in connection with the foregoing, the “Prepetition Second Lien Documents”) by and between OpCo, as Grantor, and the Second Lien Agent, as Collateral Agent under the Note Purchase Agreement. In accordance with the Second Lien Security Agreement, OpCo granted valid and perfected second priority liens and security interests (the “Prepetition Second Liens,” together with the Prepetition First Liens, the “Prepetition Liens”) to the Second Lien Agent, as security for the Prepetition Second Lien Obligations, in the Prepetition Collateral.

(d) Intercreditor Agreement. The First Lien Agent and the Second Lien Agent are parties to that certain Intercreditor Agreement, dated as of August 4, 2020 (as amended, amended and restated, supplemented or otherwise modified, the “Intercreditor Agreement” and, together with the Prepetition First Lien Loan Documents and Prepetition Second Lien Documents, the “Prepetition Loan Documents”), which governs the respective rights and remedies of the First Lien Agent and the Second Lien Agent with respect to the Prepetition Collateral.

(e) as of the Petition Date, pursuant to the Prepetition Second Lien Documents and applicable law, the Prepetition Second Lien Secured Parties hold valid, enforceable, secured,

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*Liquidation Event or Deemed Liquidation Event*) (any such claim or claims, individually and collectively, a “Liquidation Payment Amount Claim”).

and allowable claims against the Debtors in an aggregate principal amount no less than \$177.2 million, plus any and all other accrued and unpaid interest, fees, expenses (including advisors fees and expenses, in each case, that are chargeable or reimbursable under the Prepetition Second Lien Documents), disbursements, charges, claims, indemnities and other costs and obligations of whatever nature incurred in connection therewith, in each case which are chargeable or otherwise reimbursable under the Prepetition Second Lien Documents and applicable law (such non-principal amounts, collectively, the “Additional Second Lien Amounts”), but excluding (i) any Liquidation Payment Amount Claim, (ii) any Additional Second Lien Amounts not chargeable or otherwise reimbursable under the Prepetition Second Lien Documents on account of their relationship to any Liquidation Payment Amount Claim and (iii) any Additional Second Lien Amounts representing default interest not chargeable or otherwise reimbursable under the Prepetition Second Lien Documents or otherwise disallowed by a final, non-appealable order of a court of competent jurisdiction (the foregoing obligations described in this Paragraph, the “Agreed Second Lien Obligations”);<sup>4</sup>

(f) all of the Agreed Second Lien Obligations constitute the legal, valid, binding and unconditional obligations of the Debtors to the Prepetition Second Lien Secured Parties, enforceable in accordance with their terms (other than in respect of the stay of enforcement arising from section 362 of the Bankruptcy Code);

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<sup>4</sup> As noted above, the Prepetition Second Lien Secured Parties believe that there may be in excess of \$265 million in principal amount of convertible notes outstanding under the Note Purchase Agreement and Second Lien Convertible Notes. Other than as provided in Paragraph 16 hereof, nothing in this Final Order shall be deemed to waive, adjudicate, enter a finding of fact or conclusion of law with respect to, or otherwise prejudice any argument by any party (or the ability of any party to make any such argument) regarding: (a) whether the principal amount due and owing under the Note Purchase Agreement and Second Lien Convertible Notes is, or is not, in excess of \$177.2 million; or (b) the extent which any party has, or does not have, any valid unavoidable Liquidation Payment Amount Claim.

(g) no portion of the Agreed Second Lien Obligations or any payments made to the Prepetition Secured Parties or applied to or paid on account of the obligations owing under the Prepetition Loan Documents prior to the Petition Date is subject to any contest, avoidance, reduction, recharacterization, subordination (whether equitable, contractual or otherwise), recovery, reduction, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross-claim, set-off, offset, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any kind or nature under the Bankruptcy Code or any other applicable law or regulation or otherwise and the Debtors do not possess, and shall not assert, any claim, counterclaim, setoff or defense of any kind, nature or description that would in any way affect the validity, enforceability and non-avoidability of any Agreed Second Lien Obligations or Prepetition First Lien Obligations;

(h) the Prepetition First Lien Obligations are secured by continuing, legal, valid, binding, properly perfected, enforceable, non-avoidable first priority liens on and security interests in all of the Prepetition Collateral, which Prepetition First Liens (i) are not subject to any contest, avoidance, recharacterization, subordination (whether equitable, contractual or otherwise) (except as expressly set forth in subclause (ii) below), recovery, reduction, attachment, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross claim, set-off, offset, challenge, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any nature under the Bankruptcy Code or any other applicable law or regulation or otherwise; and (ii) are and remain senior in priority over any and all other liens on and security interests in the Prepetition Collateral, subject only to the Carve-Out and Senior Permitted Liens (as defined below).

(i) the Prepetition Second Lien Obligations are secured by continuing, legal, valid, binding, properly perfected, enforceable, non-avoidable second priority liens on and security interests in all of the Prepetition Collateral, which Prepetition Second Liens (i) secure, at a minimum, all of the Agreed Second Lien Obligations, (ii) are not subject to any contest, avoidance, recharacterization, subordination (whether equitable, contractual or otherwise) (except as expressly set forth in subclause (iii) below), recovery, reduction, attachment, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross claim, set-off, offset, challenge, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any nature under the Bankruptcy Code or any other applicable law or regulation or otherwise; and (iii) are and remain senior in priority over any and all other liens on and security interests in the Prepetition Collateral, subject only to Prepetition First Liens, the Senior Adequate Protection Liens, the Carve-Out and Senior Permitted Liens (as defined below);

(j) the Prepetition Secured Parties duly perfected the Prepetition Liens in the Prepetition Collateral by, among other things, filing financing statements, and, where necessary, possessing the relevant instruments, certificates, or other property;

(k) as of the Petition Date, all or substantially all of the Debtors' cash, including the cash in their deposit accounts and other accounts, wherever located, whether as original collateral or proceeds of collateral, constitutes Cash Collateral (as defined below) and is Prepetition Collateral of the Prepetition Secured Parties;

(l) none of the Prepetition Secured Parties constitutes a control person or insider of the Debtors by virtue of any of the actions taken by any of them in respect of or in connection with (a) making the decision to consent to the use of Cash Collateral, (b) extending other financial accommodations to the Debtors under this Final Order, (c) making the decision to

make the loans and financial accommodations under the Prepetition Loan Documents, (d) administering the loans and financial accommodations extended under the Prepetition Loan Documents, (e) extending other financial accommodations to the Debtors under the Prepetition Loan Documents, or (f) making the decision to collect the indebtedness and obligations of the Debtors, and the Prepetition Secured Parties are not exercising control over any operations of the Debtors or acting in any way as a responsible person, or as an owner or operator under any applicable law; and

(m) the Prepetition Secured Parties are entitled, pursuant to sections 361, 362(c)(2), 363(e), 364(d)(1) and 507 of the Bankruptcy Code, to adequate protection of their respective interests in the Prepetition Collateral, including the Cash Collateral, to the extent set forth herein, in exchange for (a) the use of Cash Collateral, (b) the subordination of the Prepetition Obligations to the Carve Out, and (c) the imposition of the automatic stay pursuant to section 362 of the Bankruptcy Code.

G. Relief Requested. By the Motion, the Debtors requested authority to use Cash Collateral through the Termination Date (as defined below) on the terms and conditions set forth herein.

H. Necessity for Relief Requested; Immediate and Irreparable Harm. The Debtors have requested immediate entry of this Final Order pursuant to Bankruptcy Rule 4001(b)(2). The Debtors' continued access to sufficient liquidity through the use of Cash Collateral is critical to their ability to operate their business, maximize the value of their estates, and facilitate a successful reorganization, the absence of which would result in immediate and irreparable harm to the Debtors, their estates, and their creditors. Without the continued use of Cash Collateral, the Debtors would not have sufficient available sources of working capital to pay payroll and other

operating expenses, maintain their assets, administer the Chapter 11 Cases or proceed with their reorganization or sale efforts, to the severe detriment of their estates and creditors. Accordingly, final relief as requested in the Motion is necessary, essential, and appropriate to avoid immediate and irreparable harm to the Debtors and for the continued operation of Debtors' business and the management and preservation of their assets.

I. Good Cause. Good cause has been shown for entry of this Final Order, and the entry of this Final Order is in the best interests of the Debtors and their estates and creditors. Among other things, the relief granted herein will minimize disruption of the Debtors' business and permit the Debtors to meet payroll and other expenses necessary to continue operations. The terms of the Debtors' use of Cash Collateral and proposed adequate protection arrangements, as set forth in the First Interim Order, the Second Interim Order, and this Final Order are fair and reasonable under the circumstances, and reflect the Debtors' exercise of prudent business judgment consistent with their fiduciary duties.

**BASED UPON THE FINDINGS OF FACT AND CONCLUSIONS OF LAW, IT IS HEREBY ORDERED, ADJUDGED AND DECREED:**

1. Approval of Motion. The relief requested in the Motion is granted on a final basis as set forth herein. Any objection to the entry of this Final Order that has not been withdrawn, waived, resolved or settled, is hereby denied and overruled on the merits.

2. Authorization to Use Cash Collateral. Pursuant to the terms and conditions of this Final Order, the Debtors are authorized to use Cash Collateral in a manner consistent with their ordinary course of business or as otherwise authorized by the Bankruptcy Court after notice and a hearing for the period (the "Specified Period") from the Petition Date through the Termination Date.



3. Termination Date. The Debtors' authorization to use Cash Collateral (other than to fund the Carve-Out as provided below) pursuant to this Final Order shall terminate upon the earliest to occur of (the "Termination Date"): (i) 5:00 p.m. (prevailing Eastern Time) on April 1, 2024 (the "Cash Collateral Outside Date"); and (ii), subject to Paragraph 6 hereof, the expiration of the Termination Notice Period following the occurrence and continuance of an Event of Default (as defined below) beyond the Cure Period (as defined below), if applicable; *provided* that the Debtors can extend the Cash Collateral Outside Date with the prior written consent of each of the Agents (which consent can be provided through email from counsel to the Agents); *provided* that if the Cash Collateral Outside Date is extended in accordance with this with this Paragraph 3, the Debtors shall file a notice of such extension on the docket of these Chapter 11 Cases reasonably promptly.

4. Adequate Protection. The Prepetition Secured Parties are hereby granted the following (collectively, the Adequate Protection Obligations):

(a) Senior Adequate Protection Liens. Pursuant to sections 361 and 363(e) of the Bankruptcy Code, as adequate protection for any postpetition diminution in value of the First Lien Agent's interest (solely to the extent that such interests are valid, binding, enforceable, non-avoidable, and perfected as of the Petition Date) in the Prepetition Collateral (including the Cash Collateral) to the fullest extent provided for in the Bankruptcy Code (the "First Lien Diminution in Value"), the First Lien Agent for the benefit of the Prepetition First Lien Secured Parties is hereby granted additional and replacement liens (the "Senior Adequate Protection Liens") on any and all presently owned and hereafter acquired personal property, real property, and all other assets of the Debtors, together with any proceeds thereof (collectively, the "Post-Petition Collateral"), having the priority set forth in Paragraph 4(c) below. Notwithstanding the foregoing, the

Post-Petition Collateral shall not include (a) any causes of action under chapter 5 of the Bankruptcy Code (collectively, “Avoidance Actions”) or proceeds thereof, (b) the Debtors’ commercial tort claims, or (c) the Self-Insured Escrow Account (as defined in this Court’s *Final Order (I) Authorizing the Debtors to Pay Prepetition Employee Wages and Benefits, and (II) Granting Related Relief* [ECF No. 207] (the “Wages Order”)) established and funded pursuant to the Wages Order or the balance thereof except to the extent of the Debtors’ residual interest therein.

(b) Junior Adequate Protection Liens. Pursuant to sections 361 and 363(e) of the Bankruptcy Code, as adequate protection for any postpetition diminution in value of the Second Lien Agent’s interests (solely to the extent that such interests are valid, binding, enforceable, non-avoidable, and perfected as of the Petition Date) in the Prepetition Collateral (including the Cash Collateral) to the fullest extent permitted by the Bankruptcy Code (the “Second Lien Diminution in Value”), the Second Lien Agent for the benefit of the Prepetition Second Lien Secured Parties is hereby granted additional and replacement liens (the “Junior Adequate Protection Liens,” and collectively with the Senior Adequate Protection Liens, the “Adequate Protection Liens”) on the Post-Petition Collateral, having the priority set forth in Paragraph 4(c) below.

(c) Priority of Adequate Protection Liens.

(i) The Senior Adequate Protection Liens on the Post-Petition Collateral shall be junior only to (A) any lien that was validly perfected and unavoidable as of the Petition Date (or subsequently perfected in accordance with section 546 of the Bankruptcy Code) and senior in priority to the Prepetition Liens (collectively, the “Senior Permitted Liens”) and (B) the Carve-Out (as defined below). Subject to the Intercreditor Agreement, the Senior Adequate Protection Liens shall otherwise be senior to all other security interests in, liens on, or claims against any of the Post-Petition Collateral.

(ii) Subject to the Intercreditor Agreement, the Junior Adequate Protection Liens on the Post-Petition Collateral shall be junior only to the (A) Prepetition First Liens, (B) Senior Adequate Protection Liens, (C) Prepetition Second Liens, (D) Senior Permitted Liens, and (E) the Carve-Out. The Junior Adequate Protection Liens shall otherwise be senior to all other security interests in, liens on, and claims against any of the Post-Petition Collateral.

(iii) The Adequate Protection Liens shall be automatically perfected, valid, and enforceable against and binding upon the Debtors, their estates, and any successors thereto, and the parties shall not be required to enter into any additional security agreements to create, memorialize, and/or perfect any such liens, or to file financing statements, mortgages, or other instruments with any other filing authority or take any other action to perfect any such Adequate Protection Liens. If, however, the First Lien Agent or Second Lien Agent, in their sole and absolute discretion shall elect for any reason to enter into, file, record or serve any such financing statements or other documents with respect to any such Adequate Protection Liens, then the Debtors shall execute same upon request and the filing, recording or service thereof (as the case may be) shall be deemed to have been made at the time and on the date of the docket entry of the First Interim Order.

(iv) Subject in all respects to the Carve Out (as defined herein), the Adequate Protection Liens shall not be subject to sections 506(c), 510 (other than as provided in the Intercreditor Agreement), 549, 550, or 551 of the Bankruptcy Code. Subject to Paragraph 7 hereof, the Adequate Protection Liens shall be enforceable against and binding upon the Debtors, their estates and any successors thereto, including, without limitation, any trustee or other estate representative appointed in the Debtors' Chapter 11 Cases, or any case under chapter 7 of the

Bankruptcy Code upon the conversion of any of the Debtors' Chapter 11 Cases, or in any other proceedings superseding or related to any of the foregoing (each, a "Successor Case").

(d) Adequate Protection Superpriority Claims.

(i) Senior Adequate Protection Superpriority Claim. As further adequate protection, the First Lien Agent for the benefit of the First Lien Secured Parties is hereby granted, to the extent provided by sections 503(b) and 507(b) of the Bankruptcy Code, an allowed superpriority administrative expense claim in the Chapter 11 Cases to the extent of any postpetition First Lien Diminution in Value (the "Senior Adequate Protection Superpriority Claim"), senior to all other administrative claims, other than the Carve-Out, and shall otherwise be subject to the Intercreditor Agreement.

(ii) Junior Adequate Protection Superpriority Claim. As further adequate protection, the Second Lien Agent is hereby granted, to the extent provided by sections 503(b) and 507(b) of the Bankruptcy Code, an allowed superpriority administrative expense claim in the Chapter 11 Cases to the extent of any postpetition Second Lien Diminution in Value (the "Junior Adequate Protection Superpriority Claim" and with the Senior Adequate Protection Superpriority Claim, the "Adequate Protection Superpriority Claims"), senior to all other administrative claims, other than the Senior Adequate Protection Superpriority Claim and the Carve-Out, and otherwise subject to the Intercreditor Agreement.

(e) Adequate Protection Payments. Solely until the Termination Date, the Debtors shall pay to the Second Lien Agent for the benefit of the Prepetition Second Lien Secured Parties all accrued and unpaid interest (including, for the avoidance of doubt, interest accruing and becoming due after the Petition Date) in the form of (i) periodic cash payments at the non-default

rate and (ii) payment of interest in kind (“PIK Interest”) at the non-default rate,<sup>5</sup> in each case ((i) and (ii)), when such payments would have been due under the Notes Purchase Agreement without regard to any acceleration of the Second Lien Convertible Notes on account of the commencement of these Chapter 11 Cases (the “Adequate Protection Payments”).

(f) Reporting.

(i) The current budget is attached hereto as Exhibit A and constitutes the “Budget.” On November 3, 2023 and the last business day of each four-week period thereafter, the Debtors shall provide the Agents and the Committee with the Debtors’ estimate of cash receipts and cash disbursements for the following thirteen (13) weeks, with detail consistent with the Budget (each, a “Proposed Budget”). Upon approval by each of the Agents (not to be unreasonably withheld), such Proposed Budget shall become the “Budget” for the period covered thereby; *provided*, that such Proposed Budget shall automatically become the Budget if not expressly rejected by an Agent (email being sufficient) within three business days. In addition, not later than the third business day of each week, the Debtors shall provide the Agents and the Committee with a report, as of the preceding Saturday of each such week, comparing actual cash receipts and disbursements for such immediately preceding week (as well as cumulative over the prior four weeks on a rolling basis and to the Petition Date) to the estimated cash receipts and disbursements for such week or cumulative period reflected in the Budget (such reports, each a “Weekly Cash Report”).

(ii) Further, the Debtors shall provide (with copies to the Committee):

(a) reports to the First Lien Agent as required under Sections 8.1, 8.2.1, and 8.3.1 of the Senior

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<sup>5</sup> Nothing in this Final Order shall prejudice (a) any argument by the Prepetition Second Lien Secured Parties that their claims under the Note Purchase Agreement include claims for PIK Interest at the default rate calculated from the Petition Date or (b) any argument of the Debtors opposing any such claim.

Credit Agreement, (b) reports to the Second Lien Agent as required under the Prepetition Second Lien Documents to the extent the Debtors have been providing such reports on a regular basis prior to the Petition Date, (c) such other financial reports that are reasonably requested by any of the Agents or any of their representatives and agents, (d) the Debtors shall cause their representatives and agents to make themselves reasonably available to discuss the Debtors' affairs, financial condition, properties, business, operations, and accounts with the representatives and agents of the Agents, and (e) the Debtors shall permit representatives of the Agents to visit and inspect the Prepetition Collateral no more frequently than once each calendar month.

(iii) Each document delivered to the Agents or the Committee, as applicable, pursuant to this Paragraph 4(f) shall also be delivered via email to their respective counsel as follows: (x) Holland & Knight LLP, Attn: Robert Jones (robert.jones@hklaw.com) and Brent McIlwain (brent.mcilwain@hklaw.com), as counsel to the First Lien Agent, (y) Sidley Austin LLP, Attn: Thomas R. Califano (tom.califano@sidley.com), Dennis M. Twomey (dtwomey@sidley.com), and Jackson T. Garvey (jgarvey@sidley.com), and Pachulski Stang Zhiel & Jones LLP, Attn: Laura Davis Jones (ljones@pszjlaw.com), as counsel to the Second Lien Agent, and (z) Lowenstein Sandler LLP, Attn: Jeffrey Cohen (jcohen@lowenstein.com), Eric Chafetz (echafetz@lowenstein.com), and Jordana Renert (jrenert@lowenstein.com) and Morris James LLP, Attn Eric Monzo (emonzo@morrisjames.com) and Brya Keilson (bkeilson@morrisjames.com), as counsel to the Committee.

(g) Insurance. The Debtors shall maintain casualty and loss insurance coverage for the Prepetition Collateral no less favorable to the Prepetition Secured Parties than the coverage maintained prepetition.

(h) Postpetition Fees & Expenses.

(i) As further adequate protection, but subject in all respects to Paragraph 4(h)(ii) below, the Debtors shall pay or reimburse (i) the First Lien Agent for all reasonable and documented fees and out-of-pocket expenses incurred by it (including the reasonable and documented fees and out-of-pocket expenses of counsel to the First Lien Agent) in connection with the Chapter 11 Cases, including the reasonable cost of any audits/field exams of the Prepetition Collateral, in an amount not to exceed \$60,000, whether incurred prior to or after the Petition Date, and (ii) the Second Lien Agent for all reasonable and documented fees and out-of-pocket expenses incurred by it (including the reasonable and documented fees and out-of-pocket expenses of counsel, a financial advisor (including any success fee earned by such financial advisor on terms reasonably acceptable to the Debtors), and an investment banker (on the terms previously agreed to by the Debtors) (collectively, the “Second Lien Advisors”) to the Second Lien Agent in connection with these Chapter 11 Cases).

(ii) None of the fees and expenses payable pursuant to this Paragraph 4(h) shall be subject to separate approval by this Court, but the Agents shall provide copies of any such invoices to the U.S. Trustee, the Debtors, and the Committee (the “Notice Parties”). The invoices for such fees and expenses may be in summary form only (provided that they include sufficient detail to demonstrate reasonableness), and shall not be subject to application or allowance by the Court. The Notice Parties may object to the reasonableness of such fees and expenses within ten (10) business days of the receipt of an invoice detailing such fees and expenses, and this Court shall resolve any dispute as to the reasonableness of any such fees and expenses that cannot be consensually resolved, and any professionals retained by the First Lien Agent and Second Lien Agent, as applicable, in connection herewith shall not be required to file

any interim or final fee application with respect thereto. Promptly following the completion of the ten (10) business day objection period (the “Fee Objection Period”), if no objection is made or following the resolution of any dispute regarding the fees and expenses payable pursuant to this paragraph, the Debtor shall pay the professional fees and expenses provided for in this paragraph within two (2) business days. To the extent any of the Notice Parties in good faith believe an invoice for fees and expenses is unreasonable (the disputed portion of any such invoice, a “Disputed Invoice”), the Debtors, the applicable Notice Party, and the applicable Agent shall meet and confer regarding the Disputed Invoice. If the parties are unable to resolve any dispute regarding a Disputed Invoice within five (5) business days after meeting and conferring, any such party may request that this Court adjudicate the dispute. For the avoidance of doubt, the undisputed portion of any Disputed Invoice shall be paid within five (5) business days after the completion of the Fee Objection Period regardless of any ongoing dispute resolution pertaining to such Disputed Invoice.

(i) Letters of Credit. The Debtors shall cash collateralize the Prepetition Letters of Credit by depositing funds in an amount equal to 103% of the face amount of the Prepetition Letters of Credit into a segregated account with the First Lien Agent on customary terms that are reasonably acceptable to the First Lien Agent (the “L/C Cash Collateral”). The First Lien Agent shall be authorized to draw upon such L/C Cash Collateral and apply the L/C Cash Collateral to the obligations under the First Lien Credit Facility if there is a corresponding draw upon the Prepetition Letters of Credit (and to pay letter of credit fees that come due in accordance with the Senior Credit Agreement), in either case, without the need for any further order of this Court (including to modify the automatic stay); *provided* that, as soon as reasonably practicable,



the First Lien Agent shall provide the Debtors and the Committee with notice of any such draw (but such notice shall not be a condition thereto).

5. Events of Default. The occurrence of any of the following events, unless waived by the First Lien Agent and the Second Lien Agent in writing, shall constitute an event of default hereunder (each, an “Event of Default”):

(a) The Debtors’ failure to perform, in any material respect, any of their obligations under this Final Order;

(b) Upon the Debtors’ delivery of each Weekly Cash Report in accordance with Paragraph 4(f)(i) of this Final Order, (i) the amount of the Debtors’ actual aggregate operating disbursements for the 4-week period ending on the last date reflected in the most recent Weekly Cash Report (the “Testing Period”), shall exceed the amount of the projected aggregate operating disbursements for the same 4-week period as set forth in the Budget (or in the prior budget, to the extent such period is not included in the current Budget) for such Testing Period by more than ten percent (10%); provided that, for purposes of the foregoing, operating disbursements shall exclude estate professional fees and any payments made under the adequate protection provisions of this Final Order; or (ii) the amount of the Debtor’s actual ending unrestricted cash balance, as reflected in the Weekly Cash Reports, plus cumulative actual estate professional fees and any payments made under the adequate protection provisions of this Final Order, shall be less than the amount of the projected ending unrestricted cash balance as set forth in the Budget at the end of such Testing Period, plus cumulative budgeted amounts for estate professional fees and any payments made under the adequate protection provisions of this Final Order, by more than \$5 million for 2 weeks in a row (any variance not exceeding such maximum permitted variance in the foregoing (i) or (ii), a “Permitted Variance”);

(c) Dismissal of any of the Chapter 11 Cases or conversion of any of the Chapter 11 Cases to chapter 7 or the Debtors' application for any such dismissal or conversion (and such application is not withdrawn within five (5) days of the filing thereof);

(d) The appointment of a chapter 11 trustee or examiner with expanded powers in any of the Chapter 11 Cases unless the Court orders otherwise;

(e) The failure of the Debtors to make any payment under this Final Order to either Agent when due;

(f) The Court shall have entered an order reversing, amending, supplementing, staying, vacating, or otherwise modifying this Final Order in a manner materially adverse to the Prepetition Secured Parties without the prior written consent of each of the Agents;

(g) This Final Order ceases, for any reason (other than by reason of the express written agreement by the Agents), to be in full force and effect in any material respect, or any Debtor so asserts in writing, or the Adequate Protection Liens or Adequate Protection Superpriority Claims created by this Final Order cease in any material respect to be enforceable and of the same effect and priority purported to be created hereby or any Debtor so asserts in writing;

(h) The date of the Debtors' filing an application, motion, or other pleading for the approval of any superpriority claim or any lien in these Chapter 11 Cases that is pari passu with or senior to the Adequate Protection Superpriority Claims or the Adequate Protection Liens without the prior written consent of the Prepetition Secured Parties;

(i) The date any of the Debtors files any pleading or commences any action against the Prepetition Secured Parties challenging the validity or enforceability of the Prepetition Obligations or the Prepetition Liens or seeking to avoid, disallow, subordinate, or recharacterize

any claim, lien, or interest held by any of the Prepetition Secured Parties arising under or related to the Prepetition Obligations (or if the Debtor supports any such motion, pleading, application or adversary proceeding commenced by any third party); *provided* that nothing herein shall prohibit the Debtors from filing any motion, objection, or pleading or commencing or continuing any action (a) in accordance with the Liquidation Payment Amount Determination Protocol (defined below) or (b) with regard to good faith disputes over the payment of expenses and fees, and in each case ((a) and (b)), no such filing shall constitute an Event of Default hereunder; *provided, further*, nothing herein shall be deemed to be an acknowledgment, representation, or agreement by the Debtors with respect to the Prepetition Secured Parties' liens or claims, other than as expressly set forth in the Debtors' Stipulations;

(j) The Court shall have entered an order terminating the Debtors' exclusivity under Bankruptcy Code section 1121, unless consented to in writing by the Agents; and

(k) The Court shall have entered an order granting relief from the automatic stay to the holder or holders of any security interest to permit foreclosure (or the granting of a deed in lieu of foreclosure or the like) on any of the Prepetition Collateral or Adequate Protection Collateral which has an aggregate value in excess of \$500,000.

Upon the occurrence and during the continuation of any Event of Default (other than an Event of Default under Paragraphs 5(c), (d), (f), (g) or (i)), the First Lien Agent or the Second Lien Agent may deliver a written notice of an Event of Default (a "Default Notice"), which Default Notice shall be given by email to counsel to the Debtors, counsel to the First Lien Agent, counsel to the Second Lien Agent, the U.S. Trustee, and counsel to any Committee. The Debtors shall have two (2) business days from the date of delivery of such Default Notice to cure such noticed Event of Default (the "Cure Period"). The Cure Period shall not apply to any Event of Default under

Paragraphs 5(c), (d), (f), (g) or (i). If an Event of Default is not cured by the end of the Cure Period (other than with respect to the Carve-Out), then the procedures set forth in Paragraph 6 shall apply with respect to the Debtors' continued authorization to use Cash Collateral pursuant to this Final Order.

6. Rights and Remedies upon Event of Default. Upon the occurrence and during the continuation of an Event of Default (after giving effect to any relevant Cure Period), notwithstanding the provisions of Bankruptcy Code section 362, either Agent may (a) provide notice to the Debtors (such notice, a "Termination Notice") that (i) their consent to use Cash Collateral pursuant hereto will terminate at the end of the Termination Notice Period (as defined below) (other than with respect to the Carve-Out) and/or (ii) the application of the Carve Out has occurred as provided in Paragraph 9 below and/or (b) file an appropriate pleading with the Court and seek an emergency hearing on notice for relief from the automatic stay to exercise rights and remedies to the extent available in accordance with the applicable Prepetition Loan Documents, this Final Order, and applicable law, and the Debtors shall not oppose the holding of such emergency hearing. Five (5) business days after a Termination Notice has been delivered (the "Termination Notice Period"), unless otherwise ordered or extended by the Court, the Debtors' authorization to use the Agents' cash collateral pursuant to this Final Order shall terminate (other than with respect to the Carve-Out). During the Termination Notice Period, the Debtors, the Committee, and/or any party in interest shall be entitled to seek an emergency hearing with the Court and the Prepetition Secured Parties shall not oppose such emergency hearing for the purpose of contesting, among other things, whether an Event of Default has occurred or is continuing or seeking approval for the non-consensual use of Cash Collateral, and the Termination Notice Period shall be automatically extended (and the Debtors' authorization to use Cash Collateral shall

continue in accordance herewith) to the extent reasonably necessary to accommodate the Court's schedule to hold such an emergency hearing and adjudicate the dispute. Unless the Court orders otherwise, the automatic stay, as to the Prepetition Secured Parties (solely with respect to the use of Cash Collateral to the extent permitted hereunder) shall automatically be terminated at the end of the Termination Notice Period without further notice or order. Notwithstanding anything to the contrary herein, upon the declaration of an Event of Default, the delivery of a Termination Notice, the expiration of the Termination Notice Period or the occurrence of the Termination Date, all of the rights, remedies, benefits, and protections provided to the Prepetition Secured Parties under this Final Order shall survive. Neither section 105 of the Bankruptcy Code nor any other provision of the Bankruptcy Code or applicable law shall be utilized to prohibit the exercise, enjoyment and enforcement of any rights, benefits, privileges and remedies set forth in this paragraph.

7. Binding Effect of Stipulations; Challenge Period. The Debtors' Stipulations are immediately binding on the Debtors. Each Stipulation is binding on all parties-in-interest, including any trustee appointed in the Chapter 11 Cases or any Successor Case) for all purposes unless the Committee, or any creditor or other party-in-interest (in either case which has obtained the requisite standing) timely commences an adversary proceeding, or files a motion requesting standing to file an adversary proceeding and attaching the adversary complaint such party-in-interest seeks standing to file, against the applicable Prepetition Secured Parties for the purpose of challenging the validity, extent, priority, perfection and enforceability of the prepetition secured debt under the applicable Prepetition Loan Documents, or the liens, claims and security interests in the Prepetition Collateral in favor of the applicable Prepetition Secured Parties, or otherwise asserting any claims or causes of action against the applicable Prepetition Secured Parties on behalf of the Debtors' estates (a "Challenge") and to the extent such Challenge is successful. In the event

of a successful Challenge, all of the Debtors' Stipulations shall be deemed to be binding on the Debtors and all parties-in-interest, including with respect to the validity, extent, priority, perfection and enforceability of the prepetition secured debt under the Prepetition Loan Documents or the liens, claims and security interests in the Prepetition Collateral in favor of the Prepetition Secured Parties, except to the extent explicitly set forth in any order of this Court sustaining such successful Challenge. Nothing contained in this Final Order is deemed to confer standing on any Committee or any other party in interest to commence such an adversary proceeding. A Challenge is timely if it is commenced or filed, as applicable:

- i) in the case of the Committee (or any other committee appointed in the Chapter 11 Case), no later than 75 days after entry of the Second Interim Order;
- ii) in the case that a chapter 7 or chapter 11 trustee is appointed or elected within 60 days after the Petition Date (including following a conversion of these Chapter 11 Cases to cases under chapter 7), then in the case of such chapter 7 or chapter 11 trustee, no later than the longer of 60 days from the Petition Date or 30 days from the appointment of such chapter 7 or chapter 11 trustee; or
- iii) in the case of any other party in interest, no later than 60 days after the Petition Date,

((i) through (iii), collectively, the "Challenge Period"). In the event that there is a timely successful Challenge brought pursuant to this Paragraph 7, the Court shall retain jurisdiction to fashion an appropriate remedy.

8. Modification of Automatic Stay. The automatic stay under section 362(a) of the Bankruptcy Code is hereby modified to the extent necessary to effectuate all of the terms and provisions of this Final Order, including, without limitation, to: (a) permit the Debtors to grant the Adequate Protection Obligations; (b) permit the Debtors to perform such acts as the Prepetition Secured Parties may request to assure the perfection and priority of the liens granted herein; (c) permit the Debtors to incur all liabilities and obligations to the Prepetition Secured Parties under

this Final Order; and (d) authorize the Debtors to pay, and the Prepetition Secured Parties to retain and apply, any payments made in accordance with the terms of this Final Order.

9. Carve-Out. (a) For purposes of this Order, the “Carve-Out” shall mean: (i) fees owing to the U.S. Trustee incurred in connection with the Chapter 11 Case, (ii) fees and expenses of a chapter 7 trustee in an amount not to exceed \$25,000, (iii) professional fees, expenses and disbursements incurred by professional persons employed by the Debtors or the Committee (including any fees and expenses of the members of any Committee) (“Professional Fees”) at any time prior to the Termination Date (the “Pre-Trigger Carve-Out”) and (iv) Professional Fees incurred after the Termination Date in an amount not to exceed \$4,000,000 (the “Post-Trigger Date Carve-Out”).

(b) The Debtors shall be authorized to transfer cash-on-hand from time to time in the amount equal to the total budgeted fees and expenses of the Estate Professionals for the subsequent two-week period in the Budget (plus any true-up necessary for prior periods) into a segregated account not subject to the control of the Prepetition Secured Parties (the “Professional Fee Escrow”). The Debtors shall be authorized to use funds held in the Professional Fee Escrow to pay Professional Fees as they become allowed and payable pursuant to the Bankruptcy Code, the Bankruptcy Rules, the Local Rules, and any applicable interim or final orders of this Court; *provided*, that the Debtors’ obligations to pay allowed Professional Fees shall not be limited or be deemed limited to funds held in the Professional Fee Escrow. Upon the delivery of a Termination Notice, the Debtors shall utilize all cash on hand, to transfer into the Professional Fee Escrow cash in an amount equal to all accrued but unpaid Allowed Professional Fees as of the first business day following delivery of a Termination Notice plus an amount sufficient to ensure that the Professional Fee Escrow is equal to the Pre-Trigger Carve-Out and the Post-Trigger Date Carve-

Out (collectively, the “Estate Professionals Carve Out Amount”). Funds in the Professional Fee Escrow shall be held in trust and available solely to pay Professional Fees.

(c) The Prepetition Secured Parties shall retain an automatically perfected and continuing security interest in any residual interest in the Professional Fee Escrow available following satisfaction in full of all obligations benefiting from the Carve-Out.

(d) For the avoidance of doubt and notwithstanding anything to the contrary, the Carve Out shall be senior to all liens and claims (other than any applicable Senior Permitted Liens), any liens and claims granted as adequate protection (including the Adequate Protection Liens and Adequate Protection Superpriority Claims), and all liens and claims under the First Lien Credit Facility and Note Purchase Agreement.

(e) Until the Prepetition Obligations (to the extent allowed) have been indefeasibly paid in full, without further order of the Court, the payment of Professional Fees and the Professional Fee Escrow Carve Out Amount shall not be paid out of the Prepetition Collateral for any fees and expenses, if any, incurred in connection with the initiation, joinder, or prosecution of any action contesting the Prepetition Obligations owed to the Prepetition Secured Parties or the validity of any liens granted to any of such parties, other than with respect to the allowance or payment of the Liquidation Payment Amount as contemplated by Paragraph 16 hereof; *provided, further*, that up to \$100,000 in the aggregate (the “Investigation Budget”) may be used by the Committee to investigate the claims and/or liens of the Prepetition Secured Parties under the Prepetition Loan Documents and the Debtors’ Stipulations, so long as such investigation occurs within the Challenge Period.

10. Effective as of the time of commencement of the Debtors’ bankruptcy case on the Petition Date, the Debtors waive irrevocably all claims and rights, if any, it or its estates might



otherwise assert against the Prepetition Collateral of the Prepetition Secured Parties pursuant to Bankruptcy Code section 506(c).

11. Section 552(b). In light of the subordination of their liens and superpriority administrative claims of the Prepetition Secured Parties to the Carve-Out, each of the Prepetition Secured Parties is entitled to all of the rights and benefits of section 552(b) of the Bankruptcy Code, and the “equities of the case” exception shall not apply to any of the Prepetition Secured Parties with respect to the proceeds, products, rents, issues or profits of any of the Prepetition Collateral, and no expenses of administration of the Chapter 11 Cases or any future proceeding that may result therefrom, including liquidation in bankruptcy or other proceedings under the Bankruptcy Code, may be charged against proceeds, product, offspring or profits from any of the Prepetition Collateral under section 552(b) of the Bankruptcy Code. The Debtors irrevocably waive, and agree not to assert, any claim or right under section 552 of the Bankruptcy Code seeking to avoid the imposition of the liens pursuant to the Prepetition Loan Documents, or the Adequate Protection Liens on any property acquired by any of the Debtors or any of their estates or, subject to the Carve-Out and entry of a Final Order, seeking to surcharge any costs or expenses incurred in connection with the preservation, protection, or enhancement of, or realization by, the Prepetition Secured Parties upon the Prepetition Collateral, as applicable.

12. Payments Free and Clear. Subject and subordinate to the Carve Out, any and all proceeds remitted to the Agents pursuant to the terms of this Final Order (including any L/C Cash Collateral drawn by First Lien Agent pursuant to Paragraph 4(i) of this Final Order) or any subsequent order of this Court shall be irrevocable (subject to Paragraph 7 of this Final Order), received free and clear of any claim, charge, assessment or other liability, including, without limitation, any such claim or charge arising out of or based on, directly or indirectly, section 506(c)

of the Bankruptcy Code or the “equities of the case” exception of section 552(b) of the Bankruptcy Code.

13. No Marshaling. The Prepetition Secured Parties shall not be subject to the equitable doctrine of “marshaling” or any other similar doctrine with respect to any of the Prepetition Collateral, and proceeds of the Prepetition Collateral shall be received and applied pursuant to this Final Order and the Prepetition Loan Documents notwithstanding any other agreement or provision to the contrary. Without limiting the generality of the immediately preceding sentence, no party shall be entitled to marshal (directly or indirectly) the disposition of the Prepetition Collateral after an Event of Default.

14. Continuation of Prepetition Liens. Subject to the rights set forth in Paragraph 7, until the Prepetition Secured Parties are Paid in Full, all liens and security interests of the Prepetition Secured Parties (including, without limitation, the Adequate Protection Liens) shall remain valid and enforceable with the same continuing priority as provided in the Prepetition Loan Documents and described or otherwise provided for herein. The term “Paid in Full” or “Payment in Full” means (a) the indefeasible payment in full in cash of all of the Prepetition Obligations and Adequate Protection Obligations, as applicable, and in each case, solely to the extent allowed (including the cash collateralization of any letters of credit) and (b) unless the Challenge Period has terminated without a successful challenge being commenced, the applicable Prepetition Secured Parties shall have received a release from each Debtor and the Committee of and from all demands, actions, causes of action, suits, covenants, contracts, controversies, agreements, promises, sums of money, accounts, bills, reckonings, damages, and any and all other claims, counterclaims, defenses, rights of set-off, demands and liabilities with respect to the applicable

Prepetition Obligations and the Adequate Protection Obligations in form and substance acceptable to the applicable Agents.

15. Proofs of Claim. The Prepetition First Lien Secured Parties are not required to file proofs of claim in any of these Chapter 11 Cases, and the Prepetition Second Lien Secured Parties are not required to file proofs of claim in any of these Chapter 11 Cases on account of Agreed Second Lien Obligations. However, to facilitate the processing of claims, to ease the burden upon the Court and to reduce an unnecessary expense to the Debtors' estates, each Agent is authorized, in accordance with any applicable bar order entered by this Court, to file in the Debtors' lead Chapter 11 Case for Proterra, Inc., Case No. 23-11120 (BLS), a master proof of claim on behalf of the applicable Prepetition Secured Parties on account of any and all of its claims arising under the applicable Prepetition Loan Documents and hereunder (a "Master Proof of Claim") against any or each of the Debtors.

16. Liquidation Payment Amount Determination Protocol. The allowance of and objections to the Liquidation Payment Amount shall be determined pursuant to the following procedures (the "Liquidation Payment Amount Determination Protocol"):

(a) The Cowen Parties shall file a master proof of claim in these Chapter 11 Cases in accordance with Paragraph 15 hereof seeking allowance of the Liquidation Payment Amount, if at all, by no later than November 15, 2023 (the "Cowen Proof of Claim"); provided that nothing in Paragraph 16 of this Final Order shall limit the scope or effect of the Debtors' Stipulations or the Challenge provisions in Paragraph 7 hereof.

(b) Assuming a Cowen Proof of Claim asserting a Liquidation Payment Amount is filed in accordance with clause (a) above, to the extent any party in interest (including the Debtors and/or the Committee) seeks to object to allowance of such Liquidation Payment

Amount (any such objection, a “Liquidation Payment Amount Challenge”), then such party shall file an objection to allowance thereof as set forth in the Cowen Proof of Claim by no later than December 6, 2023 (the “Liquidation Payment Amount Challenge Deadline”).

(c) If any party timely files a Liquidation Payment Amount Challenge, such party, the Debtors, the Committee, and the Cowen Parties shall meet and confer with respect to the procedure to litigate and/or resolve such Liquidation Payment Amount Challenge(s). To the extent such parties have not agreed upon a procedure to litigate and/or resolve any Liquidation Payment Amount Challenge by December 20, 2023, any such party (including the Debtors) may request that this Court set a procedure to litigate and/or resolve such Liquidation Payment Amount Challenge.

17. Prohibition on Granting of Additional Liens and Interests. No liens, claims, interests or priority status, other than the Carve Out and any Senior Permitted Liens, having a lien or administrative priority superior to or pari passu with that of the Adequate Protection Superpriority Claims, the Prepetition Liens, or the Adequate Protection Liens shall be granted while any portion of the Adequate Protection Superpriority Claims remain outstanding, without the prior written consent of the Agents. Nothing in this Final Order shall authorize, other than in the ordinary course of the Debtors’ business, the sale, transfer, lease, encumbrance, or other disposition of any assets of the Debtors or their estates, except as permitted in the Prepetition Loan Documents and this Final Order, and approved by the Court to the extent required under applicable bankruptcy law; *provided*, that notwithstanding anything in this Final Order to the contrary, an Event of Default shall not be deemed to occur if the Debtors seek approval of debtor in possession financing, including, without limitation, debtor in possession financing which primes existing

liens, to the extent (i) such debtor in possession financing provides for payment in full of the Adequate Protection Obligations or (ii) the Agents otherwise provide their prior written consent.

18. Delivery of Pleadings. The Debtors will use reasonable efforts to deliver to counsel to the Agents and to the Committee copies of any pleadings or motions to be filed by or on behalf of any Debtor in these Chapter 11 Cases at least two (2) business days prior to such filing (or, if not practicable, as soon as reasonably practicable); *provided* that nothing in this Paragraph 18 shall require the Debtors to deliver to counsel to the Second Lien Agent copies of any of the following pleadings or motions prior to filing: (a) any pleadings or motions with regard to (1) good faith disputes over the payment of expenses, fees and default interest or (2) any Liquidation Payment Amount Challenge; or (b) while any of the Prepetition Second Lien Secured Parties or their affiliates are bidders or potential bidders in any postpetition bidding process involving assets of the Debtors, any pleadings or motions regarding any postpetition bidding process which includes any such assets (including the status or results thereof).

19. Survival. The provisions of this Final Order and any actions taken pursuant hereto shall survive entry of any order (a) confirming any plan of reorganization in any of these Chapter 11 Cases, (b) converting any of these cases to a case under chapter 7 of the Bankruptcy Code, (c) dismissing any of these cases or any Successor Case, or (d) pursuant to which this Court abstains from hearing any of the cases or any Successor Case, and accordingly, notwithstanding the entry of any such order, the terms and provisions of this Final Order, including the claims, liens, security interests and other protections granted to the Prepetition Secured Parties pursuant to this Final Order as of the date of such order, shall continue in these Chapter 11 Cases, in any Successor Case, or following dismissal of these Chapter 11 Cases or any Successor Case, and shall maintain their priority as provided by this Final Order and not be modified, altered or impaired in any way as a

result thereof until all of the Prepetition Obligations and Adequate Protection Obligations have been Paid in Full.

20. No Waiver. Other than as provided in this Final Order, nothing in this Final Order shall be construed in any way as a waiver or relinquishment of any rights that the Debtors or the Prepetition Secured Parties may have to bring or be heard on any matter brought before this Court.

21. Reversal, Modification, Vacatur, or Stay. Any reversal, modification, vacatur, or stay of any or all of the provisions of this Final Order shall not affect the validity, priority, or enforceability of any Adequate Protection Liens or superpriority claims granted hereunder, in each case, which has incurred prior to the effective date of such reversal, modification, vacatur, or stay. Notwithstanding any reversal, modification, vacatur, or stay, (a) this Final Order shall govern, in all respects, any use of Cash Collateral or Adequate Protection Lien incurred by the Debtors prior to the effective date of such reversal, modification, vacatur, or stay and (b) the Agents shall be entitled to all benefits and protections granted by this Final Order with respect to any such use of Cash Collateral or such Adequate Protection Lien incurred by the Debtors prior to such reversal, vacatur or stay.

22. Reservation of Rights. Except as otherwise expressly set forth herein, this Final Order and the transactions contemplated hereby shall be without prejudice to the Debtors' right to seek the continuing use of Cash Collateral, including following a Termination Event, and/or the approval of any debtor-in-possession financing. Other than as expressly provided for herein, the entry of this Final Order is without prejudice to, and does not constitute a waiver of, expressly or implicitly, the rights of the Prepetition Secured Parties to pursue any and all rights under the Bankruptcy Code, the Prepetition Loan Documents, or any other applicable agreement or law, to assert that their secured claims are no longer adequately protected under the terms of this Final

Order and seek appropriate relief from this Court, or seek any other supplemental relief in respect of the Debtors, including the right to seek new, different or additional adequate protection, as applicable, or the Debtors' or any other party in interest's rights to oppose such relief. None of the Adequate Protection Liens shall prime or otherwise be senior in right or priority to any validly perfected and unavoidable lien or similar right (including with respect to letters of credit and any cash or other collateral of the sureties) of the Debtors' sureties as of the Petition Date, and nothing herein shall alter, limit, modify, or impair the rights of the Debtors' sureties including, without limitation, subrogation, trust or other rights, under any of their bonds, bonded contracts, in any proceeds of the bonded contracts, letters of credit, cash or other surety collateral, and/or under any of their respective indemnity agreements, or otherwise, and all such rights and interests are reserved and preserved.

23. Findings of Fact and Conclusions of Law. This Final Order shall constitute findings of fact and conclusions of law and shall take effect and be fully enforceable *nunc pro tunc* to the Petition Date immediately upon the entry thereof. To the extent that any findings of fact are determined to be conclusions of law, such findings of fact shall be adopted as such; and to the extent that any conclusions of law are determined to be findings of fact, such conclusions of law shall be adopted as such.

24. No Third-Party Rights. Except as explicitly provided for herein, this Final Order does not create any third party rights for the benefit of any creditor, equity holder or other third party entity or any direct, indirect or incidental beneficiary thereof.

25. Order Effective Upon Entry. Notwithstanding any applicability of any Bankruptcy Rules, the terms and conditions of this Final Order shall be immediately effective and enforceable upon its entry.

26. Retention of Jurisdiction. This Court has and will retain jurisdiction to enforce this Final Order in accordance with its terms.



**EXHIBIT A**

**Budget**

**Proterra, Inc.***Budget*

	<i>Week 1</i>	<i>Week 2</i>	<i>Week 3</i>	<i>Week 4</i>	<i>Week 5</i>	<i>Week 6</i>	<i>Week 7</i>	<i>Week 8</i>	<i>Week 9</i>	<i>Week 10</i>	<i>Week 11</i>	<i>Week 12</i>	<i>Week 13</i>
<i>Week ending:</i>	<i>10/8</i>	<i>10/15</i>	<i>10/22</i>	<i>10/29</i>	<i>11/5</i>	<i>11/12</i>	<i>11/19</i>	<i>11/26</i>	<i>12/3</i>	<i>12/10</i>	<i>12/17</i>	<i>12/24</i>	<i>12/31</i>
<i>\$ in 000s</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>	<i>Fct</i>
<b>Receipts:</b>													
Receipts	8,912	5,213	4,909	7,333	8,727	8,320	5,658	7,748	15,678	7,742	8,948	8,125	10,311
Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Receipts	8,912	5,213	4,909	7,333	8,727	8,320	5,658	7,748	15,678	7,742	8,948	8,125	10,311
<b>Disbursements:</b>													
Vendor Payments	(4,180)	(9,678)	(8,396)	(10,105)	(4,743)	(6,768)	(3,562)	(4,709)	(3,433)	(4,317)	(4,342)	(2,232)	(3,003)
Payroll & Related	(2,457)	(6,870)	(5,576)	(5,384)	(629)	(4,512)	(436)	(4,512)	(771)	(4,571)	(436)	(202)	(60)
Rent & Lease Payments	(672)	-	-	-	(928)	-	-	-	(549)	-	-	-	-
Utilities	-	(123)	-	(123)	-	(123)	-	(123)	-	(123)	-	(123)	-
Freight & Shipping	(420)	(420)	(340)	(340)	(187)	(147)	(147)	(147)	(37)	(37)	(37)	(37)	(37)
Taxes	(123)	(124)	(305)	(169)	(395)	(298)	(283)	(383)	(338)	(214)	(173)	(193)	(106)
Insurance/Surety Bond	-	(0)	(40)	-	-	(863)	-	-	(4,738)	(199)	(187)	(3)	(27)
Engineering/Development Spend	-	-	(451)	-	(1,672)	-	-	-	-	-	-	-	-
TPI Payments	-	-	-	-	-	-	-	-	-	-	-	-	-
LG Payments	-	-	-	-	-	-	(6,380)	-	-	-	(6,380)	-	-
Total Disbursements	(7,851)	(17,215)	(15,108)	(16,121)	(8,555)	(12,711)	(10,808)	(9,874)	(9,866)	(9,460)	(11,554)	(2,789)	(3,233)
Net Operating Cash Flow	1,060	(12,002)	(10,199)	(8,788)	173	(4,391)	(5,150)	(2,126)	5,812	(1,718)	(2,607)	5,336	7,078
<b>Financing &amp; Restructuring Activities:</b>													
Interest & Fees	(2,221)	-	-	-	(2)	-	-	-	5	-	-	-	-
Professional Fees	(549)	-	(6,163)	(1,524)	-	(7,283)	(2,403)	-	(2,069)	(2,438)	(6,859)	-	-
Other Restructuring	-	(1,460)	-	-	-	-	-	-	-	-	-	-	-
Total Financing & Restruct.	(2,769)	(1,460)	(6,163)	(1,524)	(2)	(7,283)	(2,403)	-	(2,065)	(2,438)	(6,859)	-	-
Net Cash Flow	(1,709)	(13,462)	(16,362)	(10,312)	171	(11,674)	(7,553)	(2,126)	3,747	(4,156)	(9,465)	5,336	7,078
<b>Cash Roll Forward</b>													
Bg. Cash Balance	143,747	142,038	128,576	112,214	101,902	102,072	90,398	82,845	80,718	84,466	80,310	70,844	76,180
Net Operating Cash Flow	1,060	(12,002)	(10,199)	(8,788)	173	(4,391)	(5,150)	(2,126)	5,812	(1,718)	(2,607)	5,336	7,078
Financing & Restruct.	(2,769)	(1,460)	(6,163)	(1,524)	(2)	(7,283)	(2,403)	-	(2,065)	(2,438)	(6,859)	-	-
Actual to Frcst Adj.	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Held (Includes Restricted Cash)	142,038	128,576	112,214	101,902	102,072	90,398	82,845	80,718	84,466	80,310	70,844	76,180	83,258
ABL Availability (Estim.)	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash & Liquidity	142,038	128,576	112,214	101,902	102,072	90,398	82,845	80,718	84,466	80,310	70,844	76,180	83,258

**EXHIBIT B**

**Blackline**

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

	)	
In re:	)	Chapter 11
	)	
PROTERRA INC, <i>et al.</i> , <sup>1</sup>	)	Case No. 23-11120 (BLS)
	)	
Debtors.	)	(Jointly Administered)
	)	
		Ref. Docket Nos. 44, 72, <a href="#">142</a>

**SECOND INTERIMFINAL ORDER (I) AUTHORIZING  
THE DEBTORS TO USE CASH COLLATERAL,  
(II) GRANTING ADEQUATE PROTECTION, (III) MODIFYING  
THE AUTOMATIC STAY, AND (IV) GRANTING RELATED RELIEF**

Upon the motion (the “Motion”) of the above-captioned debtors and debtors-in-possession (together, the “Debtors”)<sup>2</sup> seeking entry of an interim order(s) and a final order (collectively, the “Cash Collateral Orders”), pursuant to sections 105, 361, 362, 363 and 507 of title 11 of the United States Code, 11 U.S.C. §§ 101, *et seq.* (as amended, the “Bankruptcy Code”), Rules 2002, 4001, 6004 and 9014 of the Federal Rules of Bankruptcy Procedure (as amended, the “Bankruptcy Rules”), and Rule 4001-2 of the Local Rules of Bankruptcy Practice and Procedures of the United States Bankruptcy Court for the District of Delaware (the “Local Rules”) providing for:

(a) authorization for the Debtors to (1) use “cash collateral” (as such term is defined in section 363(a) of the Bankruptcy Code) pursuant to section 363 of the Bankruptcy Code (the “Cash Collateral”) and (2) provide adequate protection to the Prepetition Secured

<sup>1</sup> The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s federal tax identification number, are as follows: Proterra Inc (1379); and Proterra Operating Company, Inc. (8459). The location of the Debtors’ service address is: 1815 Rollins Road, Burlingame, California 94010.

<sup>2</sup> Capitalized terms used but not otherwise herein defined shall have the respective meanings ascribed to such terms in the Motion ~~and~~, the First Interim Order ~~and~~, [and the Second Interim Order \(each](#) as defined below), as applicable.

Parties (as defined below) with respect to the diminution in value, if any, of the interest of the First Lien Agent and Second Lien Agent (as defined below) in the Prepetition Collateral (as defined below), including Cash Collateral, on the terms described herein;

(b) scheduling, pursuant to Bankruptcy Rule 4001, a final hearing (the “Final Hearing”) for this Court to consider the relief requested in the Motion on a final basis;

(c) modifying the automatic stay arising under section 362 of the Bankruptcy Code to the extent necessary to implement and effectuate the terms and provisions of the Cash Collateral Orders; and

(d) granting related relief.

An interim hearing on the Motion having been held by this Court on August 10, 2023 (the “First Interim Hearing”), after which the Court considered the Motion, and the evidence submitted at the First Interim Hearing, to consider entry of the *Interim Order (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [ECF No. 72] (the “First Interim Order”); and this Court having entered the First Interim Order ~~which provides that if a second interim hearing is not necessary, the Court may enter another interim order approving the relief requested in the Motion on an interim basis without further hearing; and a stipulation having been filed contemporaneously herewith by the Debtors and the Prepetition Secured Parties regarding such parties’ agreement relating to use of Cash Collateral for a further interim period on the terms set forth herein (the “CC Stipulation” and the *Second Interim Order (I) Authorizing the Debtors to Use Cash Collateral, (II) Granting Adequate Protection, (III) Modifying the Automatic Stay, and (IV) Granting Related Relief* [ECF No. 142] (the “Second Interim Order” and, collectively with the First Interim Order, the “Interim Orders”); and~~

this Court having held a final hearing on the Motion (the “Final Hearing”) and determined that the relief requested in the ~~CC-Stipulation~~Motion and entry of this ~~second-interim~~final order granting the Motion an ~~on-interim~~a final basis (this “~~Second-Interim~~Final Order”) is proper; and

**BASED UPON THE RECORD ESTABLISHED AT THE ~~FIRST-INTERIM~~FINAL HEARING-AND-THE-CC-STIPULATION, THE COURT HEREBY MAKES THE FOLLOWING FINDINGS OF FACT AND CONCLUSIONS OF LAW:**

A. Jurisdiction and Venue. This Court has jurisdiction over the Chapter 11 Cases, the Motion, and the parties and property affected hereby pursuant to 28 U.S.C. §§ 157 and 1334 and the *Amended Standing Order of Reference* from the United States District Court for the District of Delaware, dated as of February 29, 2012 (the “Amended Standing Order”). Venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409. The Motion is a core proceeding pursuant to 28 U.S.C. § 157(b).

B. Petition Date. On August 7, 2023, each of the Debtors filed a voluntary petition with this Court commencing cases under chapter 11 of the Bankruptcy Code (the “Chapter 11 Cases”). The Debtors continue to operate their business and manage their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. No party has requested the appointment of a trustee or examiner in these Chapter 11 Cases.

C. Notice. Notice of the Motion and the ~~Interim~~Final Hearing was provided to: (a) the Office of the United States Trustee for the District of Delaware (the “U.S. Trustee”); (b) the holders of the 30 largest unsecured claims against the Debtors (on a consolidated basis); (c) the United States Attorney’s Office for the District of Delaware; (d) the Internal Revenue Service; (e) the state attorneys general for states in which the Debtors conduct business; (f) the Securities and Exchange Commission; (g) counsel to the Second Lien Agent; (h) counsel to First Lien Agent; and (i) any party that has requested notice pursuant to Bankruptcy Rule 2002. Under

the circumstances, notice of the Motion, as it relates to this ~~Second Interim~~Final Order, complies with the Bankruptcy Code and the Bankruptcy Rules, including, without limitation, sections 102(1) and 363 of the Bankruptcy Code and Bankruptcy Rules 2002, 4001(b), (c), and (d), and 9014.

D. Cash Collateral. The Debtors require the use of Cash Collateral to operate their business and pay certain obligations.

E. Committee Formation. On August 24, 2023, the U.S. Trustee appointed an official committee of unsecured creditors (the "~~Creditors'~~Committee") in these Chapter 11 Cases ~~[Docket No. 126]~~.

F. Debtors' Stipulations. In requesting use of their Prepetition Collateral, including Cash Collateral, and in exchange for and as a material inducement to the Prepetition Secured Parties' agreement to permit consensual use of their Prepetition Collateral, including Cash Collateral, the Debtors acknowledge, represent, stipulate, and agree, subject to the challenge rights set forth in Paragraph 7 below (but subject to the limitations thereon contained therein), as follows (collectively, the "Debtors' Stipulations" or "Stipulations"):

(a) First Lien Credit Facility. As more fully described in the First Day Declaration and the Motion, on May 8, 2019, Debtor Proterra Operating Company, Inc. (f/k/a Proterra Inc) ("OpCo") entered into that certain Loan, Guaranty and Security Agreement (as amended, amended and restated, supplemented or otherwise modified, the "Senior Credit Agreement"), by and among OpCo, the lenders from time to time thereto (collectively, the "Prepetition First Lien Lenders"), the issuing bank(s) party thereto (the "Issuing Bank"), and Bank of America, N.A. ("Bank of America"), as administrative agent (the "First Lien Agent" and, together with the Prepetition First Lien Lenders and the Issuing Bank, the "Prepetition First

Lien Secured Parties”), which provides for a revolving credit facility in the maximum principal amount of \$75.0 million, including a \$25.0 million letter of credit (the “First Lien Credit Facility”). As of the Petition Date, no amounts were outstanding under the First Lien Credit Facility, other than approximately \$21.9 million in face amount of issued and outstanding letters of credit (collectively, the “Prepetition Letters of Credit” and, together with the Senior Credit Agreement, the “Prepetition First Lien Loan Documents”). As security for OpCo’s obligations under, and pursuant to the terms of, the Senior Credit Agreement (the “Prepetition First Lien Obligations”), OpCo granted to the First Lien Agent for the benefit of the Prepetition First Lien Secured Parties valid and perfected first priority liens and security interests (the “Prepetition First Liens”) on substantially all of OpCo’s assets (collectively, the “Prepetition Collateral”), including OpCo’s cash, accounts receivable, and inventory, but excluding certain assets expressly excluded from “Collateral” under the terms of the Senior Credit Agreement, including fee-owned real property, any leasehold interests in real property and certain related assets and improvements thereon.

(b) Second Lien Convertible Notes. On August 4, 2020, OpCo entered into that certain Note Purchase Agreement (as amended, amended and restated, supplemented or otherwise modified from time to time, including by that certain Amendment No. 1 to Secured Convertible Promissory Notes and Note Purchase Agreement dated August 31, 2020 and that certain Amendment No. 2 to Secured Convertible Promissory Notes and Note Purchase Agreement dated March 31, 2023 (together, the “Note Amendment”), the “Note Purchase Agreement”) by and among OpCo, the investors from time to time party thereto (the “Second Lien Convertible Noteholders”) and collectively with the Second Lien Agent (as defined below), the “Prepetition Second Lien Secured Parties”, together with the Prepetition First Lien Secured



Parties, the “Prepetition Secured Parties”), the guarantors, if any, from time to time party thereto and CSI GP I LLC, as collateral agent (the “Second Lien Agent” and, together with the First Lien Agent, the “Agents”). As of the Petition Date, there was not less than \$177.2 million in principal amount of convertible notes (as amended by the Note Amendments, the “Second Lien Convertible Notes”) outstanding under the Note Purchase Agreement and Second Lien Convertible Notes.<sup>3</sup>

(c) Second Lien Security Agreement. In connection with the Note Purchase Agreement and to secure its obligations under the Second Lien Convertible Notes (the “Prepetition Second Lien Obligations” and, together with the Prepetition First Lien Obligations, the “Prepetition Obligations”), OpCo entered into that certain Security Agreement, dated as of August 4, 2020 (as amended, amended and restated, supplemented or otherwise modified, the “Second Lien Security Agreement” and, collectively with the Note Purchase Agreement, Second Lien Convertible Notes, and any documents executed in connection with the foregoing, the “Prepetition Second Lien Documents”) by and between OpCo, as Grantor, and the Second Lien Agent, as Collateral Agent under the Note Purchase Agreement. In accordance with the Second Lien Security Agreement, OpCo granted valid and perfected second priority liens and security interests (the “Prepetition Second Liens,” together with the Prepetition First Liens, the

<sup>3</sup> The Prepetition Second Lien Secured Parties believe that there may be in excess of \$265 million in principal amount of convertible notes outstanding under the Note Purchase Agreement and Second Lien Convertible Notes and continue to evaluate whether certain amounts have come due and owing under the Note Purchase Agreement and Second Lien Convertible Notes. The Debtors disagree. ~~Notwithstanding anything in this Second Interim Order to the contrary~~Other than as provided in Paragraph 16 hereof, nothing in this ~~Second Interim~~Final Order shall be deemed to waive, adjudicate, enter a finding of fact or conclusion of law with respect to, or otherwise prejudice any argument by any party (or the ability of any party to make any such argument) regarding: (a) whether the principal amount due and owing under the Note Purchase Agreement and Second Lien Convertible Notes is, or is not, in excess of \$177.2 million; or (b) the extent which any party has, or does not have, any valid unavoidable claim (as defined in section 101 of the Bankruptcy Code) against the Debtors on account of, or related to, Section 2.2 of each of the Second Lien Convertible Notes (*Payment upon a Liquidation Event or Deemed Liquidation Event*) (any such claim or claims, individually and collectively, a “Liquidation Payment Amount Claim”).

“Prepetition Liens”) to the Second Lien Agent, as security for the Prepetition Second Lien Obligations, in the Prepetition Collateral.

(d) Intercreditor Agreement. The First Lien Agent and the Second Lien Agent are parties to that certain Intercreditor Agreement, dated as of August 4, 2020 (as amended, amended and restated, supplemented or otherwise modified, the “Intercreditor Agreement” and, together with the Prepetition First Lien Loan Documents and Prepetition Second Lien Documents, the “Prepetition Loan Documents”), which governs the respective rights and remedies of the First Lien Agent and the Second Lien Agent with respect to the Prepetition Collateral.

(e) as of the Petition Date, pursuant to the Prepetition Second Lien Documents and applicable law, the Prepetition Second Lien Secured Parties hold valid, enforceable, secured, and allowable claims against the Debtors in an aggregate principal amount no less than \$177.2 million, plus any and all other accrued and unpaid interest, fees, expenses (including advisors fees and expenses, in each case, that are chargeable or reimbursable under the Prepetition Second Lien Documents), disbursements, charges, claims, indemnities and other costs and obligations of whatever nature incurred in connection therewith, in each case which are chargeable or otherwise reimbursable under the Prepetition Second Lien Documents and applicable law (such non-principal amounts, collectively, the “Additional Second Lien Amounts”), but excluding (i) any Liquidation Payment Amount Claim, (ii) any Additional Second Lien Amounts not chargeable or otherwise reimbursable under the Prepetition Second Lien Documents on account of their relationship to any Liquidation Payment Amount Claim and (iii) any Additional Second Lien Amounts representing default interest not chargeable or otherwise reimbursable under the Prepetition Second Lien Documents or otherwise disallowed

by a final, non-appealable order of a court of competent jurisdiction (the foregoing obligations described in this Paragraph, the “Agreed Second Lien Obligations”);<sup>4</sup>

(f) all of the Agreed Second Lien Obligations constitute the legal, valid, binding and unconditional obligations of the Debtors to the Prepetition Second Lien Secured Parties, enforceable in accordance with their terms (other than in respect of the stay of enforcement arising from section 362 of the Bankruptcy Code);

(g) no portion of the Agreed Second Lien Obligations or any payments made to the Prepetition Secured Parties or applied to or paid on account of the obligations owing under the Prepetition Loan Documents prior to the Petition Date is subject to any contest, avoidance, reduction, recharacterization, subordination (whether equitable, contractual or otherwise), recovery, reduction, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross-claim, set-off, offset, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any kind or nature under the Bankruptcy Code or any other applicable law or regulation or otherwise and the Debtors do not possess, and shall not assert, any claim, counterclaim, setoff or defense of any kind, nature or description that would in any way affect the validity, enforceability and non-avoidability of any Agreed Second Lien Obligations or Prepetition First Lien Obligations;

(h) the Prepetition First Lien Obligations are secured by continuing, legal, valid, binding, properly perfected, enforceable, non-avoidable first priority liens on and security

<sup>4</sup> As noted above, the Prepetition Second Lien Secured Parties believe that there may be in excess of \$265 million in principal amount of convertible notes outstanding under the Note Purchase Agreement and Second Lien Convertible Notes. ~~Nothing in this Second Interim~~Other than as provided in Paragraph 16 hereof, nothing in this Final Order, ~~however,~~ shall be deemed to waive, adjudicate, enter a finding of fact or conclusion of law with respect to, or otherwise prejudice any argument by any party (or the ability of any party to make any such argument) regarding: (a) whether the principal amount due and owing under the Note Purchase Agreement and Second Lien Convertible Notes is, or is not, in excess of \$177.2 million; or (b) the extent which any party has, or does not have, any valid unavoidable Liquidation Payment Amount Claim.

interests in all of the Prepetition Collateral, which Prepetition First Liens (i) are not subject to any contest, avoidance, recharacterization, subordination (whether equitable, contractual or otherwise) (except as expressly set forth in subclause (ii) below), recovery, reduction, attachment, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross claim, set-off, offset, challenge, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any nature under the Bankruptcy Code or any other applicable law or regulation or otherwise; and (ii) are and remain senior in priority over any and all other liens on and security interests in the Prepetition Collateral, subject only to the Carve-Out and Senior Permitted Liens (as defined below).

(i) the Prepetition Second Lien Obligations are secured by continuing, legal, valid, binding, properly perfected, enforceable, non-avoidable second priority liens on and security interests in all of the Prepetition Collateral, which Prepetition Second Liens (i) secure, at a minimum, all of the Agreed Second Lien Obligations, (ii) are not subject to any contest, avoidance, recharacterization, subordination (whether equitable, contractual or otherwise) (except as expressly set forth in subclause (iii) below), recovery, reduction, attachment, recoupment, disallowance, impairment, rejection, attack, effect, counterclaim, cross claim, set-off, offset, challenge, defense or any other claim (as defined in the Bankruptcy Code) of any kind, cause of action or any other challenge of any nature under the Bankruptcy Code or any other applicable law or regulation or otherwise; and (iii) are and remain senior in priority over any and all other liens on and security interests in the Prepetition Collateral, subject only to Prepetition First Liens, the Senior Adequate Protection Liens, the Carve-Out and Senior Permitted Liens (as defined below);

(j) the Prepetition Secured Parties duly perfected the Prepetition Liens in the Prepetition Collateral by, among other things, filing financing statements, and, where necessary, possessing the relevant instruments, certificates, or other property;

(k) as of the Petition Date, all or substantially all of the Debtors' cash, including the cash in their deposit accounts and other accounts, wherever located, whether as original collateral or proceeds of collateral, constitutes Cash Collateral (as defined below) and is Prepetition Collateral of the Prepetition Secured Parties;

(l) none of the Prepetition Secured Parties constitutes a control person or insider of the Debtors by virtue of any of the actions taken by any of them in respect of or in connection with (a) making the decision to consent to the use of Cash Collateral, (b) extending other financial accommodations to the Debtors under this ~~Second Interim~~Final Order, (c) making the decision to make the loans and financial accommodations under the Prepetition Loan Documents, (d) administering the loans and financial accommodations extended under the Prepetition Loan Documents, (e) extending other financial accommodations to the Debtors under the Prepetition Loan Documents, or (f) making the decision to collect the indebtedness and obligations of the Debtors, and the Prepetition Secured Parties are not exercising control over any operations of the Debtors or acting in any way as a responsible person, or as an owner or operator under any applicable law; and

(m) the Prepetition Secured Parties are entitled, pursuant to sections 361, 362(c)(2), 363(e), 364(d)(1) and 507 of the Bankruptcy Code, to adequate protection of their respective interests in the Prepetition Collateral, including the Cash Collateral, to the extent set forth herein, in exchange for (a) the use of Cash Collateral, (b) the subordination of the

Prepetition Obligations to the Carve Out, and (c) the imposition of the automatic stay pursuant to section 362 of the Bankruptcy Code.

G. Relief Requested. By the Motion, the Debtors requested authority to use Cash Collateral through the Termination Date (as defined below) on the terms and conditions set forth herein.

H. Necessity for Relief Requested; Immediate and Irreparable Harm. The Debtors have requested immediate entry of this ~~Second Interim~~Final Order pursuant to Bankruptcy Rule 4001(b)(2). The Debtors' continued access to sufficient liquidity through the use of Cash Collateral is critical to their ability to operate their business, maximize the value of their estates, and facilitate a successful reorganization, the absence of which would result in immediate and irreparable harm to the Debtors, their estates, and their creditors. Without the continued use of Cash Collateral, the Debtors would not have sufficient available sources of working capital to pay payroll and other operating expenses, maintain their assets, administer the Chapter 11 Cases or proceed with their reorganization or sale efforts, to the severe detriment of their estates and creditors. Accordingly, ~~further interim~~final relief as requested in the Motion is necessary, essential, and appropriate to avoid immediate and irreparable harm to the Debtors and for the continued operation of Debtors' business and the management and preservation of their assets.

I. Good Cause. Good cause has been shown for entry of this ~~Second Interim~~Final Order, and the entry of this ~~Second Interim~~Final Order is in the best interests of the Debtors and their estates and creditors. Among other things, the relief granted herein will minimize disruption of the Debtors' business and permit the Debtors to meet payroll and other expenses necessary to continue operations. The terms of the Debtors' use of Cash Collateral and proposed adequate protection arrangements, as set forth in the First Interim Order ~~and this,~~ the Second Interim

Order, and this Final Order are fair and reasonable under the circumstances, and reflect the Debtors' exercise of prudent business judgment consistent with their fiduciary duties.

**BASED UPON THE FINDINGS OF FACT AND CONCLUSIONS OF LAW, IT IS HEREBY ORDERED, ADJUDGED AND DECREED:**

1. Approval of Motion. The relief requested in the Motion is granted on ~~an interim~~ final basis as set forth herein. ~~Except as otherwise expressly provided in this Second Interim Order, any~~ Any objection to the entry of this ~~Second Interim~~ Final Order that has not been withdrawn, waived, resolved or settled, is hereby denied and overruled on the merits, ~~but without prejudice to relief that may be granted on a final basis.~~

2. Authorization to Use Cash Collateral. Pursuant to the terms and conditions of this ~~Second Interim~~ Final Order, the Debtors are authorized to use Cash Collateral in a manner consistent with their ordinary course of business or as otherwise authorized by the Bankruptcy Court after notice and a hearing for the period (the "Specified Period") from the Petition Date through the Termination Date.

3. Termination Date. The Debtors' authorization to use Cash Collateral (other than to fund the Carve-Out as provided below) pursuant to this ~~Second Interim~~ Final Order shall terminate upon the earliest to occur of (the "Termination Date"): (i) 5:00 p.m. (prevailing Eastern Time) on ~~September 10~~ April 1, 2023 ~~2024~~ (the "Interim Period"), ~~provided that if a further interim order or final order is entered prior thereto, the Debtors' authorization to use Cash Collateral shall continue to the extent provided for therein~~ Cash Collateral Outside Date"); and (ii), subject to Paragraph 6 hereof, ~~upon~~ the expiration of the Termination Notice Period following the occurrence and continuance of an Event of Default (as defined below) beyond the Cure Period (as defined below), if applicable; *provided* that the Debtors can extend the ~~Interim Period~~ Cash Collateral Outside Date with the prior written consent of each of the Agents (which

consent can be provided through email from counsel to the Agents); *provided* that if the ~~Interim~~ Period Cash Collateral Outside Date is extended in accordance with this with this Paragraph 33, the Debtors shall file a notice of such extension on the docket of these Chapter 11 Cases reasonably promptly.

4. Adequate Protection. The Prepetition Secured Parties are hereby granted the following (collectively, the Adequate Protection Obligations):

(a) Senior Adequate Protection Liens. Pursuant to sections 361 and 363(e) of the Bankruptcy Code, as adequate protection for any postpetition diminution in value of the First Lien Agent's interest (solely to the extent that such interests are valid, binding, enforceable, non-avoidable, and perfected as of the Petition Date) in the Prepetition Collateral (including the Cash Collateral) to the fullest extent provided for in the Bankruptcy Code (the "First Lien Diminution in Value"), the First Lien Agent for the benefit of the Prepetition First Lien Secured Parties is hereby granted additional and replacement liens (the "Senior Adequate Protection Liens") on any and all presently owned and hereafter acquired personal property, real property, and all other assets of the Debtors, together with any proceeds thereof (collectively, the "Post-Petition Collateral"), having the priority set forth in Paragraph 4(c) below.

Notwithstanding the foregoing, the Post-Petition Collateral shall not include (a) any causes of action under chapter 5 of the Bankruptcy Code (collectively, "Avoidance Actions") ~~but, subject to entry of a Final Order (as defined below), shall include any proceeds thereof or proceeds thereof,~~ (b) the Debtors' commercial tort claims, or (c) the Self-Insured Escrow Account (as defined in this Court's Final Order (I) Authorizing the Debtors to Pay Prepetition Employee Wages and Benefits, and (II) Granting Related Relief [ECF No. 207] (the "Wages Order"))



established and funded pursuant to the Wages Order or the balance thereof except to the extent of the Debtors' residual interest therein.

(b) Junior Adequate Protection Liens. Pursuant to sections 361 and 363(e) of the Bankruptcy Code, as adequate protection for any postpetition diminution in value of the Second Lien Agent's interests (solely to the extent that such interests are valid, binding, enforceable, non-avoidable, and perfected as of the Petition Date) in the Prepetition Collateral (including the Cash Collateral) to the fullest extent permitted by the Bankruptcy Code (the "Second Lien Diminution in Value"), the Second Lien Agent for the benefit of the Prepetition Second Lien Secured Parties is hereby granted additional and replacement liens (the "Junior Adequate Protection Liens," and collectively with the Senior Adequate Protection Liens, the "Adequate Protection Liens") on the Post-Petition Collateral, having the priority set forth in Paragraph 4(c) below.

(c) Priority of Adequate Protection Liens.

(i) The Senior Adequate Protection Liens on the Post-Petition Collateral shall be junior only to (A) any lien that was validly perfected and unavoidable as of the Petition Date (or subsequently perfected in accordance with section 546 of the Bankruptcy Code) and senior in priority to the Prepetition Liens (collectively, the "Senior Permitted Liens") and (B) the Carve-Out (as defined below). Subject to the Intercreditor Agreement, the Senior Adequate Protection Liens shall otherwise be senior to all other security interests in, liens on, or claims against any of the Post-Petition Collateral.

(ii) Subject to the Intercreditor Agreement, the Junior Adequate Protection Liens on the Post-Petition Collateral shall be junior only to the (A) Prepetition First Liens, (B) Senior Adequate Protection Liens, (C) Prepetition Second Liens, (D) Senior Permitted

Liens, and (E) the Carve-Out. The Junior Adequate Protection Liens shall otherwise be senior to all other security interests in, liens on, and claims against any of the Post-Petition Collateral.

(iii) The Adequate Protection Liens shall be automatically perfected, valid, and enforceable against and binding upon the Debtors, their estates, and any successors thereto, and the parties shall not be required to enter into any additional security agreements to create, memorialize, and/or perfect any such liens, or to file financing statements, mortgages, or other instruments with any other filing authority or take any other action to perfect any such Adequate Protection Liens. If, however, the First Lien Agent or Second Lien Agent, in their sole and absolute discretion shall elect for any reason to enter into, file, record or serve any such financing statements or other documents with respect to any such Adequate Protection Liens, then the Debtors shall execute same upon request and the filing, recording or service thereof (as the case may be) shall be deemed to have been made at the time and on the date of the docket entry of the First Interim Order.

(iv) Subject in all respects to the Carve Out (as defined herein), the Adequate Protection Liens shall not be subject to sections 506(c) ~~(upon entry of a Final Order)~~, 510 (other than as provided in the Intercreditor Agreement), 549, 550, or 551 of the Bankruptcy Code. Subject to Paragraph 7 hereof, the Adequate Protection Liens shall be enforceable against and binding upon the Debtors, their estates and any successors thereto, including, without limitation, any trustee or other estate representative appointed in the Debtors' Chapter 11 Cases, or any case under chapter 7 of the Bankruptcy Code upon the conversion of any of the Debtors' Chapter 11 Cases, or in any other proceedings superseding or related to any of the foregoing (each, a "Successor Case").

(d) Adequate Protection Superpriority Claims.

(i) Senior Adequate Protection Superpriority Claim. As further adequate protection, the First Lien Agent for the benefit of the First Lien Secured Parties is hereby granted, to the extent provided by sections 503(b) and 507(b) of the Bankruptcy Code, an allowed superpriority administrative expense claim in the Chapter 11 Cases to the extent of any postpetition First Lien Diminution in Value (the “Senior Adequate Protection Superpriority Claim”), senior to all other administrative claims, other than the Carve-Out, and shall otherwise be subject to the Intercreditor Agreement.

(ii) Junior Adequate Protection Superpriority Claim. As further adequate protection, the Second Lien Agent is hereby granted, to the extent provided by sections 503(b) and 507(b) of the Bankruptcy Code, an allowed superpriority administrative expense claim in the Chapter 11 Cases to the extent of any postpetition Second Lien Diminution in Value (the “Junior Adequate Protection Superpriority Claim” and with the Senior Adequate Protection Superpriority Claim, the “Adequate Protection Superpriority Claims”), senior to all other administrative claims, other than the Senior Adequate Protection Superpriority Claim and the Carve-Out, and otherwise subject to the Intercreditor Agreement.

(e) Adequate Protection Payments. Solely until the Termination Date, the Debtors shall pay to the Second Lien Agent for the benefit of the Prepetition Second Lien Secured Parties all accrued and unpaid interest (including, for the avoidance of doubt, interest accruing and becoming due after the Petition Date) in the form of (i) periodic cash payments at the non-default rate and (ii) payment of interest in kind (“PIK Interest”) at the non-default rate,<sup>5</sup>

<sup>5</sup> Nothing in this ~~Second Interim~~Final Order shall prejudice (a) any argument by the Prepetition Second Lien Secured Parties that their claims under the Note Purchase Agreement include claims for PIK Interest at the default rate calculated from the Petition Date or (b) any argument of the Debtors opposing any such claim.

in each case ((i) and (ii)), when such payments would have been due under the Notes Purchase Agreement without regard to any acceleration of the Second Lien Convertible Notes on account of the commencement of these Chapter 11 Cases (the “Adequate Protection Payments”).

(f) Reporting.

(i) The ~~“Revised Initial Budget”~~current budget is attached hereto as **Exhibit A** and constitutes the “Budget.” ~~Not later than~~On November 3, 2023 and the last business day of ~~the first full four-week period following the Petition Date (and each four-week period thereafter)~~, the Debtors shall provide the Agents and the Committee with the Debtors’ estimate of cash receipts and cash disbursements for the following thirteen (13) weeks, with detail consistent with the ~~Revised Initial~~ Budget (each, a “Proposed Budget”). ~~For the avoidance of doubt, the first Proposed Budget following the Revised Initial Budget shall be delivered no later than September 8, 2023.~~ Upon approval by each of the Agents (not to be unreasonably withheld), such Proposed Budget shall become the “Budget” for the period covered thereby; *provided*, that such Proposed Budget shall automatically become the Budget if not expressly rejected by an Agent (email being sufficient) within three business days. In addition, not later than ~~August 23rd, 2023, and not later than~~ the third business day of each week ~~thereafter~~, the Debtors shall provide the Agents and the Committee with a report, as of the preceding Saturday of each such week, comparing actual cash receipts and disbursements for such immediately preceding week (as well as cumulative over the prior four weeks on a rolling basis and to the Petition Date) to the estimated cash receipts and disbursements for such week or cumulative period reflected in the Budget (such reports, each a “Weekly Cash Report”).

(ii) Further, the Debtors shall provide (with copies to the Committee):

(a) reports to the First Lien Agent as required under Sections 8.1, 8.2.1, and 8.3.1 of the Senior

Credit Agreement, (b) reports to the Second Lien Agent as required under the Prepetition Second Lien Documents to the extent the Debtors have been providing such reports on a regular basis prior to the Petition Date, (c) such other financial reports that are reasonably requested by any of the Agents or any of their representatives and agents, (d) the Debtors shall cause their representatives and agents to make themselves reasonably available to discuss the Debtors' affairs, financial condition, properties, business, operations, and accounts with the representatives and agents of the Agents, and (e) the Debtors shall permit representatives of the Agents to visit and inspect the Prepetition Collateral ~~on a one time basis prior to the Termination Date (and no more frequently after the Termination Date as permitted in accordance with Section 7.1(b) of the Note Purchase Agreement)~~ than once each calendar month.

(iii) Each document delivered to the Agents or the Committee, as applicable, pursuant to this Paragraph 4(f) shall also be delivered via email to their respective counsel ~~thereto,~~ as follows: (x) Holland & Knight LLP, Attn: Robert Jones (robert.jones@hkllaw.com) and Brent McIlwain (brent.mcilwain@hkllaw.com), ~~and~~ as counsel to the First Lien Agent, (y) Sidley Austin LLP, Attn: Thomas R. Califano (tom.califano@sidley.com), Dennis M. Twomey (dtwomey@sidley.com), and Jackson T. Garvey (jgarvey@sidley.com), and Pachulski Stang Zhiel & Jones LLP, Attn: Laura Davis Jones (ljones@pszjlaw.com), as counsel to the Second Lien Agent, and (z) Lowenstein Sandler LLP, Attn: Jeffrey Cohen (jcohen@lowenstein.com), Eric Chafetz (echafetz@lowenstein.com), and Jordana Renert (jrenert@lowenstein.com) and Morris James LLP, Attn Eric Monzo (emonzo@morrisjames.com) and Brya Keilson (bkeilson@morrisjames.com), as counsel to the Committee.

(g) Insurance. The Debtors shall maintain casualty and loss insurance coverage for the Prepetition Collateral no less favorable to the Prepetition Secured Parties than the coverage maintained prepetition.

(h) Postpetition Fees & Expenses.

(i) As further adequate protection, but subject in all respects to Paragraph 4(h)(ii) below, ~~solely until the Termination Date~~, the Debtors shall pay or reimburse (i) the First Lien Agent for all reasonable and documented fees and out-of-pocket expenses incurred by it (including the reasonable and documented fees and out-of-pocket expenses of counsel to the First Lien Agent) in connection with the Chapter 11 Cases, including the reasonable cost of any audits/field exams of the Prepetition Collateral, in an amount not to exceed \$60,000, whether incurred prior to or after the Petition Date, and (ii) the Second Lien Agent for all reasonable and documented fees and out-of-pocket expenses incurred by it (including the reasonable and documented fees and out-of-pocket expenses of counsel ~~and~~ a financial advisor (including any success fee earned by such financial advisor on terms reasonably acceptable to the Debtors), and an investment banker (on the terms previously agreed to by the Debtors) (collectively, the “Second Lien Advisors”) to the Second Lien Agent in connection with these Chapter 11 Cases).

(ii) None of the fees and expenses payable pursuant to this Paragraph 4(h) shall be subject to separate approval by this Court, but the Agents shall provide copies of any such invoices to the U.S. Trustee, the Debtors, and the Committee (the “Notice Parties”). The invoices for such fees and expenses may be in summary form only (provided that they include sufficient detail to demonstrate reasonableness), and shall not be subject to application or allowance by the Court. The Notice Parties may object to the reasonableness of

such fees and expenses within ten (10) business days of the receipt of an invoice detailing such fees and expenses, and this Court shall resolve any dispute as to the reasonableness of any such fees and expenses that cannot be consensually resolved, and any professionals retained by the First Lien Agent and Second Lien Agent, as applicable, in connection herewith shall not be required to file any interim or final fee application with respect thereto. Promptly following the completion of the ten (10) business day objection period (the “Fee Objection Period”), if no objection is made or following the resolution of any dispute regarding the fees and expenses payable pursuant to this paragraph, the Debtor shall pay the professional fees and expenses provided for in this paragraph within two (2) business days. To the extent any of the Notice Parties in good faith believe an invoice for fees and expenses is unreasonable (the disputed portion of any such invoice, a “Disputed Invoice”), the Debtors, the applicable Notice Party, and the applicable Agent shall meet and confer regarding the Disputed Invoice. If the parties are unable to resolve any dispute regarding a Disputed Invoice within five (5) business days after meeting and conferring, any such party may request that this Court adjudicate the dispute. For the avoidance of doubt, the undisputed portion of any Disputed Invoice shall be paid within five (5) business days after the completion of the Fee Objection Period regardless of any ongoing dispute resolution pertaining to such Disputed Invoice.

(i) Letters of Credit. The Debtors shall cash collateralize the Prepetition Letters of Credit by depositing funds in an amount equal to 103% of the face amount of the Prepetition Letters of Credit into a segregated account with the First Lien Agent on customary terms that are reasonably acceptable to the First Lien Agent (the “L/C Cash Collateral”). The First Lien Agent shall be authorized to draw upon such L/C Cash Collateral and apply the L/C Cash Collateral to the obligations under the First Lien Credit Facility if there is a corresponding

draw upon the Prepetition Letters of Credit (and to pay letter of credit fees that come due in accordance with the Senior Credit Agreement), in either case, without the need for any further order of this Court (including to modify the automatic stay); provided that, as soon as reasonably practicable, the First Lien Agent shall provide the Debtors and the Committee with notice of any such draw (but such notice shall not be a condition thereto).

5. Events of Default. The occurrence of any of the following events ~~during the Interim Period~~, unless waived by the First Lien Agent and the Second Lien Agent in writing, shall constitute an event of default hereunder (each, an “Event of Default”):

(a) The Debtors’ failure to perform, in any material respect, any of their obligations under this ~~Second Interim~~Final Order;

(b) Upon the Debtors’ delivery of each Weekly Cash Report in accordance with Paragraph ~~4(f)(i)~~4(f)(i) of this ~~Second Interim~~Final Order, (i) the amount of the Debtors’ actual aggregate operating disbursements for the 4-week period ~~commencing on the Petition Date and~~ ending on the last date reflected in the most recent Weekly Cash Report (the “Testing Period”), ~~as reflected in the Weekly Cash Reports, exceeds~~shall exceed the amount of the projected aggregate operating disbursements ~~on a cumulative basis~~for the same 4-week period as set forth in the Budget (or in the prior budget, to the extent such period is not included in the current Budget) for such Testing Period by more than ~~fifteen percent (15%)~~ ten percent (10%); provided that, for purposes of the foregoing, operating disbursements shall exclude estate professional fees and any payments made under the adequate protection provisions of this Final Order; or (ii) the amount of the Debtor’s actual ending unrestricted cash balance, as reflected in the Weekly Cash Reports, plus cumulative actual estate professional fees and any payments made under the adequate protection provisions of this Final Order, shall be less than the amount



of the projected ending unrestricted cash balance as set forth in the Budget at the end of such Testing Period, plus cumulative budgeted amounts for estate professional fees and any payments made under the adequate protection provisions of this Final Order, by more than \$5 million for 2 weeks in a row (any variance not exceeding such maximum permitted variance in the foregoing (i) or (ii), a “Permitted Variance”);

(c) Dismissal of any of the Chapter 11 Cases or conversion of any of the Chapter 11 Cases to chapter 7 or the Debtors’ application for any such dismissal or conversion (and such application is not withdrawn within five (5) days of the filing thereof);

(d) The appointment of a chapter 11 trustee or examiner with expanded powers in any of the Chapter 11 Cases unless the Court orders otherwise;

(e) The failure of the Debtors to make any payment under this ~~Second~~ InterimFinal Order to either Agent when due;

(f) The Court shall have entered an order reversing, amending, supplementing, staying, vacating, or otherwise modifying this ~~Second-InterimFinal~~ InterimFinal Order in a manner materially adverse to the Prepetition Secured Parties without the prior written consent of each of the Agents;

(g) This ~~Second-InterimFinal~~ InterimFinal Order ceases, for any reason (other than by reason of the express written agreement by the Agents ~~or the supersession of this Second Interim Order by the Final Order~~), to be in full force and effect in any material respect, or any Debtor so asserts in writing, or the Adequate Protection Liens or Adequate Protection Superpriority Claims created by this ~~Second-InterimFinal~~ InterimFinal Order cease in any material respect to be enforceable and of the same effect and priority purported to be created hereby or any Debtor so asserts in writing;

(h) The date of the Debtors' filing an application, motion, or other pleading for the approval of any superpriority claim or any lien in these Chapter 11 Cases that is pari passu with or senior to the Adequate Protection Superpriority Claims or the Adequate Protection Liens without the prior written consent of the Prepetition Secured Parties;

(i) The date any of the Debtors files any pleading or commences any action against the Prepetition Secured Parties challenging the validity or enforceability of the Prepetition Obligations or the Prepetition Liens or seeking to avoid, disallow, subordinate, or recharacterize any claim, lien, or interest held by any of the Prepetition Secured Parties arising under or related to the Prepetition Obligations (or if the Debtor supports any such motion, pleading, application or adversary proceeding commenced by any third party); *provided* that nothing herein shall prohibit the Debtors from filing any motion, objection, or pleading or commencing or continuing any action (a) ~~seeking authorization to use cash collateral, including by making any argument that the principal amount owed under the Prepetition Second Lien Documents as of the Petition Date is limited to the Agreed Second Lien Obligations in connection therewith~~ in accordance with the Liquidation Payment Amount Determination Protocol (defined below) or (b) with regard to good faith disputes over the payment of expenses and fees, and in each case ((a) and (b)), no such filing shall constitute an Event of Default hereunder; *provided, further*, nothing herein shall be deemed to be an acknowledgment, representation, or agreement by the Debtors with respect to the Prepetition Secured Parties' liens or claims, other than, ~~but subject in all respect to the terms of any further interim or final order,~~ as expressly set forth in the Debtors' Stipulations;

(j) The Court shall have entered an order terminating the Debtors' exclusivity under Bankruptcy Code section 1121, unless consented to in writing by the Agents; and

(k) The Court shall have entered an order granting relief from the automatic stay to the holder or holders of any security interest to permit foreclosure (or the granting of a deed in lieu of foreclosure or the like) on any of the Prepetition Collateral or Adequate Protection Collateral which has an aggregate value in excess of \$500,000.;

~~(l) The filing of any pleading by any Debtor opposing, or in support of any other person's opposition to, any motion filed in the Court by any Agent or Prepetition Secured Party seeking confirmation of the amount of its claims or the validity or enforceability of the Prepetition Liens or the Adequate Protection Liens, except any pleading with regard to (a) good faith disputes over the payment of expenses and fees or (b) the Prepetition Second Lien Secured Parties' claims being limited to the Agreed Second Lien Obligations, and in each case ((a) and (b)), no such filing shall constitute an Event of Default hereunder; and~~

~~(m) Any lien, claim, interest or priority status, other than the Carve Out and any Senior Permitted Liens, having a lien or administrative priority superior to or pari passu with that of the Adequate Protection Superpriority Claims, the Prepetition Liens, or the Adequate Protection Liens shall be granted while any portion of the Adequate Protection Superpriority Claims remain outstanding, without the prior written consent of the Agents; provided, that notwithstanding anything in this Second Interim Order to the contrary, an Event of Default shall not be deemed to occur if the Debtors seek approval of debtor in possession financing, including, without limitation, debtor in possession financing which primes existing liens, to the extent (i) such debtor in possession financing provides for payment in full of the Adequate Protection Obligations or (ii) the Agents otherwise provide their prior written consent.~~

Upon the occurrence and during the continuation of any Event of Default (other than an Event of Default under Paragraphs 5(c), (d), (f), (g), or (i), or (H)), the First Lien Agent or the Second Lien

Agent may deliver a written notice of an Event of Default (a “Default Notice”), which Default Notice shall be given by email to counsel to the Debtors, counsel to the First Lien Agent, counsel to the Second Lien Agent, the U.S. Trustee, and counsel to any Committee. The Debtors shall have two (2) business days from the date of delivery of such Default Notice to cure such noticed Event of Default (the “Cure Period”). The Cure Period shall not apply to any Event of Default under Paragraphs 5(c), (d), (f), (g), or (i), ~~or (h)~~. If an Event of Default is not cured by the end of the Cure Period (other than with respect to the Carve-Out), then the procedures set forth in Paragraph 6 shall apply with respect to the Debtors’ continued authorization to use Cash Collateral pursuant to this ~~Second Interim~~Final Order.

6. Rights and Remedies upon Event of Default. Upon the occurrence and during the continuation of an Event of Default (after giving effect to any relevant Cure Period), notwithstanding the provisions of Bankruptcy Code section 362, either Agent may (a) provide notice to the Debtors (such notice, a “Termination Notice”) that (i) their consent to use Cash Collateral pursuant hereto will terminate at the end of the Termination Notice Period (as defined below) (other than with respect to the Carve-Out) and/or (ii) the application of the Carve Out has occurred as provided in Paragraph 9 below and/or (b) file an appropriate pleading with the Court and seek an emergency hearing on notice for relief from the automatic stay to exercise rights and remedies to the extent available in accordance with the applicable Prepetition Loan Documents, this ~~Second Interim~~Final Order, and applicable law, and the Debtors shall not oppose the holding of such emergency hearing. Five (5) business days after a Termination Notice has been delivered (the “Termination Notice Period”), unless otherwise ordered or extended by the Court, the Debtors’ authorization to use the Agents’ cash collateral pursuant to this ~~Second Interim~~Final Order shall terminate (other than with respect to the Carve-Out). During the Termination Notice

Period, the Debtors, ~~any Creditors'~~the Committee, and/or any party in interest shall be entitled to seek an emergency hearing with the Court and the Prepetition Secured Parties shall not oppose such emergency hearing for the purpose of contesting, among other things, whether an Event of Default has occurred or is continuing or seeking approval for the non-consensual use of Cash Collateral, and the Termination Notice Period shall be automatically extended (and the Debtors' authorization to use Cash Collateral shall continue in accordance herewith) to the extent reasonably necessary to accommodate the Court's schedule to hold such an emergency hearing and adjudicate the dispute. Unless the Court orders otherwise, the automatic stay, as to the Prepetition Secured Parties (solely with respect to the use of Cash Collateral to the extent permitted hereunder) shall automatically be terminated at the end of the Termination Notice Period without further notice or order. Notwithstanding anything to the contrary herein, upon the declaration of an Event of Default, the delivery of a Termination Notice, the expiration of the Termination Notice Period or the occurrence of the Termination Date, all of the rights, remedies, benefits, and protections provided to the Prepetition Secured Parties under this ~~Second~~ ~~Interim~~Final Order shall survive. Neither section 105 of the Bankruptcy Code nor any other provision of the Bankruptcy Code or applicable law shall be utilized to prohibit the exercise, enjoyment and enforcement of any rights, benefits, privileges and remedies set forth in this paragraph.

7. Binding Effect of Stipulations; Challenge Period. The Debtors' Stipulations are immediately binding on the Debtors. Each Stipulation is binding on all parties-in-interest, including any trustee appointed in the Chapter 11 Cases or any Successor Case) for all purposes unless the Committee, or any creditor or other party-in-interest (in either case which has obtained the requisite standing) timely commences an adversary proceeding, or files a motion requesting

standing to file an adversary proceeding and attaching the adversary complaint such party-in-interest seeks standing to file, against the applicable Prepetition Secured Parties for the purpose of challenging the validity, extent, priority, perfection and enforceability of the prepetition secured debt under the applicable Prepetition Loan Documents, or the liens, claims and security interests in the Prepetition Collateral in favor of the applicable Prepetition Secured Parties, or otherwise asserting any claims or causes of action against the applicable Prepetition Secured Parties on behalf of the Debtors' estates (a "Challenge") and to the extent such Challenge is successful. In the event of a successful Challenge, all of the Debtors' Stipulations shall be deemed to be binding on the Debtors and all parties-in-interest, including with respect to the validity, extent, priority, perfection and enforceability of the prepetition secured debt under the Prepetition Loan Documents or the liens, claims and security interests in the Prepetition Collateral in favor of the Prepetition Secured Parties, except to the extent explicitly set forth in any order of this Court sustaining such successful Challenge. Nothing contained in this ~~Second~~ ~~Interim~~Final Order is deemed to confer standing on any Committee or any other party in interest to commence such an adversary proceeding. A Challenge is timely if it is commenced or filed, as applicable:

- i) in the case of the ~~Creditors'~~ Committee (or any other committee appointed in the Chapter 11 Case), no later than 75 days after entry of ~~this~~the Second Interim Order;
- ii) in the case that a chapter 7 or chapter 11 trustee is appointed or elected within 60 days after the Petition Date (including following a conversion of these Chapter 11 Cases to cases under chapter 7), then in the case of such chapter 7 or chapter 11 trustee, no later than the longer of 60 days from the Petition Date or 30 days from the appointment of such chapter 7 or chapter 11 trustee; or
- iii) in the case of any other party in interest, no later than 60 days after the Petition Date,

((i) through (iii), collectively, the “Challenge Period”). In the event that there is a timely successful Challenge brought pursuant to this Paragraph 7, the Court shall retain jurisdiction to fashion an appropriate remedy.

8. Modification of Automatic Stay. The automatic stay under section 362(a) of the Bankruptcy Code is hereby modified to the extent necessary to effectuate all of the terms and provisions of this ~~Second Interim~~Final Order, including, without limitation, to: (a) permit the Debtors to grant the Adequate Protection Obligations; (b) permit the Debtors to perform such acts as the Prepetition Secured Parties may request to assure the perfection and priority of the liens granted herein; (c) permit the Debtors to incur all liabilities and obligations to the Prepetition Secured Parties under this ~~Second Interim~~Final Order; and (d) authorize the Debtors to pay, and the Prepetition Secured Parties to retain and apply, any payments made in accordance with the terms of this ~~Second Interim~~Final Order.

9. Carve-Out. (a) For purposes of this Order, the “Carve-Out” shall mean: (i) fees owing to the U.S. Trustee incurred in connection with the Chapter 11 Case, (ii) fees and expenses of a chapter 7 trustee in an amount not to exceed \$25,000, (iii) professional fees, expenses and disbursements incurred by professional persons employed by the Debtors or ~~any~~the Committee (including any fees and expenses of the members of any Committee) (“Professional Fees”) at any time prior to the Termination Date (the “Pre-Trigger Carve-Out”) and (iv) Professional Fees incurred after the Termination Date in an amount not to exceed \$4,000,000 (the “Post-Trigger Date Carve-Out”).

(b) The Debtors shall be authorized to transfer cash-on-hand from time to time in the amount equal to the total budgeted fees and expenses of the Estate Professionals for the subsequent two-week period in the Budget (plus any true-up necessary for prior periods) into

a segregated account not subject to the control of the Prepetition Secured Parties (the “Professional Fee Escrow”). The Debtors shall be authorized to use funds held in the Professional Fee Escrow to pay Professional Fees as they become allowed and payable pursuant to the Bankruptcy Code, the Bankruptcy Rules, the Local Rules, and any applicable interim or final orders of this Court; *provided*, that the Debtors’ obligations to pay allowed Professional Fees shall not be limited or be deemed limited to funds held in the Professional Fee Escrow. Upon the delivery of a Termination Notice, the Debtors shall utilize all cash on hand, to transfer into the Professional Fee Escrow cash in an amount equal to all accrued but unpaid Allowed Professional Fees as of the first business day following delivery of a Termination Notice plus an amount sufficient to ensure that the Professional Fee Escrow is equal to the Pre-Trigger Carve-Out and the Post-Trigger Date Carve-Out (collectively, the “Estate Professionals Carve Out Amount”). Funds in the Professional Fee Escrow shall be held in trust and available solely to pay Professional Fees.

(c) The Prepetition Secured Parties shall retain an automatically perfected and continuing security interest in any residual interest in the Professional Fee Escrow available following satisfaction in full of all obligations benefiting from the Carve-Out.

(d) For the avoidance of doubt and notwithstanding anything to the contrary, the Carve Out shall be senior to all liens and claims (other than any applicable Senior Permitted Liens), any liens and claims granted as adequate protection (including the Adequate Protection Liens and Adequate Protection Superpriority Claims), and all liens and claims under the First Lien Credit Facility and Note Purchase Agreement.

(e) Until the Prepetition Obligations (to the extent allowed) have been indefeasibly paid in full, without further order of the Court, the payment of Professional Fees and



the Professional Fee Escrow Carve Out Amount shall not be paid out of the Prepetition Collateral for any fees and expenses, if any, incurred in connection with the initiation, joinder, or prosecution of any action contesting the ~~indebtedness~~ Prepetition Obligations owed to the Prepetition Secured Parties or the validity of any liens granted to any of such parties, other than ~~to assert that the principal amount owed~~ with respect to the allowance or payment of the Liquidation Payment Amount as contemplated by Paragraph 16 hereof; provided, further, that up to \$100,000 in the aggregate (the "Investigation Budget") may be used by the Committee to investigate the claims and/or liens of the Prepetition Secured Parties under the Prepetition ~~Second Lien Documents is limited to \$177.2 million (plus accrued interest)~~ Loan Documents and the Debtors' Stipulations, so long as such investigation occurs within the Challenge Period.

10. ~~Subject to the entry of the Final Order, effective~~ Effective as of the time of commencement of the Debtors' bankruptcy case on the Petition Date, the Debtors waive irrevocably all claims and rights, if any, it or its estates might otherwise assert against the Prepetition Collateral of the Prepetition Secured Parties pursuant to Bankruptcy Code section 506(c).

11. Section 552(b). In light of the subordination of their liens and superpriority administrative claims of the Prepetition Secured Parties to the Carve-Out, ~~subject to entry of a Final Order,~~ each of the Prepetition Secured Parties is entitled to all of the rights and benefits of section 552(b) of the Bankruptcy Code, and the "equities of the case" exception shall not apply to any of the Prepetition Secured Parties with respect to the proceeds, products, rents, issues or profits of any of the Prepetition Collateral, and no expenses of administration of the Chapter 11 Cases or any future proceeding that may result therefrom, including liquidation in bankruptcy or other proceedings under the Bankruptcy Code, may be charged against proceeds, product,

offspring or profits from any of the Prepetition Collateral under section 552(b) of the Bankruptcy Code. ~~Subject to entry of a Final Order, the~~The Debtors irrevocably waive, and agree not to assert, any claim or right under section 552 of the Bankruptcy Code seeking to avoid the imposition of the liens pursuant to the Prepetition Loan Documents, or the Adequate Protection Liens on any property acquired by any of the Debtors or any of their estates or, subject to the Carve-Out and entry of a Final Order, seeking to surcharge any costs or expenses incurred in connection with the preservation, protection, or enhancement of, or realization by, the Prepetition Secured Parties upon the Prepetition Collateral, as applicable.

12. Payments Free and Clear. Subject and subordinate to the Carve Out~~and Paragraph 7 of this Second Interim Order~~, any and all proceeds remitted to the Agents pursuant to the terms of this ~~Second Interim~~Final Order (including any L/C Cash Collateral drawn by First Lien Agent pursuant to Paragraph 4(i) of this ~~Second Interim~~Final Order) or any subsequent order of this Court shall be irrevocable (subject to Paragraph 7 of this Final Order), received free and clear of any claim, charge, assessment or other liability, including, without limitation, ~~but subject to entry of the Final Order~~, any such claim or charge arising out of or based on, directly or indirectly, section 506(c) of the Bankruptcy Code or the “equities of the case” exception of section 552(b) of the Bankruptcy Code.

13. No Marshaling. ~~Subject only to and effective upon entry of the Final Order,~~theThe Prepetition Secured Parties shall not be subject to the equitable doctrine of “marshaling” or any other similar doctrine with respect to any of the Prepetition Collateral, and proceeds of the Prepetition Collateral shall be received and applied pursuant to this ~~Second Interim~~Final Order and the Prepetition Loan Documents notwithstanding any other agreement or provision to the contrary. ~~Subject only to and effective upon entry of the Final Order, and without~~Without

limiting the generality of the immediately preceding sentence, no party shall be entitled to marshal (directly or indirectly) the disposition of the Prepetition Collateral after an Event of Default.

14. Continuation of Prepetition Liens. Subject to the rights set forth in Paragraph 7, until the Prepetition Secured Parties are Paid in Full, all liens and security interests of the Prepetition Secured Parties (including, without limitation, the Adequate Protection Liens) shall remain valid and enforceable with the same continuing priority as provided in the Prepetition Loan Documents and described or otherwise provided for herein. The term “Paid in Full” or “Payment in Full” means (a) the indefeasible payment in full in cash of all of the Prepetition Obligations and Adequate Protection Obligations, as applicable, and in each case, solely to the extent allowed (including the cash collateralization of any letters of credit) and (b) unless the Challenge Period has terminated without a successful challenge being commenced, the applicable Prepetition Secured Parties shall have received a release from each Debtor and the ~~Creditors’~~ Committee ~~(if any)~~ of and from all demands, actions, causes of action, suits, covenants, contracts, controversies, agreements, promises, sums of money, accounts, bills, reckonings, damages, and any and all other claims, counterclaims, defenses, rights of set-off, demands and liabilities with respect to the applicable Prepetition Obligations and the Adequate Protection Obligations in form and substance acceptable to the applicable Agents.

15. Proofs of Claim. The Prepetition First Lien Secured Parties are not required to file proofs of claim in any of these Chapter 11 Cases, and the Prepetition Second Lien Secured Parties are not required to file proofs of claim in any of these Chapter 11 Cases on account of Agreed Second Lien Obligations. However, to facilitate the processing of claims, to ease the burden upon the Court and to reduce an unnecessary expense to the Debtors’ estates, each Agent

is authorized, in accordance with any applicable bar order entered by this Court, to file in the Debtors' lead Chapter 11 Case for Proterra, Inc., Case No. 23-11120 (BLS), a master proof of claim on behalf of the applicable Prepetition Secured Parties on account of any and all of its claims arising under the applicable Prepetition Loan Documents and hereunder (a "Master Proof of Claim") against any or each of the Debtors.

16. Liquidation Payment Amount Determination Protocol. The allowance of and objections to the Liquidation Payment Amount shall be determined pursuant to the following procedures (the "Liquidation Payment Amount Determination Protocol"):

(a) The Cowen Parties shall file a master proof of claim in these Chapter 11 Cases in accordance with Paragraph 15 hereof seeking allowance of the Liquidation Payment Amount, if at all, by no later than November 15, 2023 (the "Cowen Proof of Claim"); provided that nothing in Paragraph 16 of this Final Order shall limit the scope or effect of the Debtors' Stipulations or the Challenge provisions in Paragraph 7 hereof.

(b) Assuming a Cowen Proof of Claim asserting a Liquidation Payment Amount is filed in accordance with clause (a) above, to the extent any party in interest (including the Debtors and/or the Committee) seeks to object to allowance of such Liquidation Payment Amount (any such objection, a "Liquidation Payment Amount Challenge"), then such party shall file an objection to allowance thereof as set forth in the Cowen Proof of Claim by no later than December 6, 2023 (the "Liquidation Payment Amount Challenge Deadline").

(c) If any party timely files a Liquidation Payment Amount Challenge, such party, the Debtors, the Committee, and the Cowen Parties shall meet and confer with respect to the procedure to litigate and/or resolve such Liquidation Payment Amount Challenge(s). To the extent such parties have not agreed upon a procedure to litigate and/or resolve any

Liquidation Payment Amount Challenge by December 20, 2023, any such party (including the Debtors) may request that this Court set a procedure to litigation and/or resolve such Liquidation Payment Amount Challenge.

17. ~~16.~~ Prohibition on Granting of Additional Liens and Interests. No liens, claims, interests or priority status, other than the Carve Out and any Senior Permitted Liens, having a lien or administrative priority superior to or pari passu with that of the Adequate Protection Superpriority Claims, the Prepetition Liens, or the Adequate Protection Liens shall be granted while any portion of the Adequate Protection Superpriority Claims remain outstanding, without the prior written consent of the Agents. Nothing in this ~~Second-Interim~~Final Order shall authorize, other than in the ordinary course of the Debtors' business, the sale, transfer, lease, encumbrance, or other disposition of any assets of the Debtors or their estates, except as permitted in the Prepetition Loan Documents and this ~~Second-Interim~~Final Order, and approved by the Court to the extent required under applicable bankruptcy law; provided, that notwithstanding anything in this Final Order to the contrary, an Event of Default shall not be deemed to occur if the Debtors seek approval of debtor in possession financing, including, without limitation, debtor in possession financing which primes existing liens, to the extent (i) such debtor in possession financing provides for payment in full of the Adequate Protection Obligations or (ii) the Agents otherwise provide their prior written consent.

18. ~~17.~~ Delivery of Pleadings. The Debtors will use reasonable efforts to deliver to counsel to the Agents and to the Committee copies of any pleadings or motions to be filed by or on behalf of any Debtor in these Chapter 11 Cases at least two (2) business days prior to such filing (or, if not practicable, as soon as reasonably practicable); *provided* that nothing in this Paragraph ~~17~~18 shall require the Debtors to deliver to counsel to the Second Lien Agent copies

of any of the following pleadings or motions prior to filing: (a) any pleadings or motions with regard to (1) good faith disputes over the payment of expenses, fees and default interest or (2) ~~the Prepetition Second Lien Secured Parties' claims being limited to the Agreed Second Lien Obligations~~ any Liquidation Payment Amount Challenge; or (b) while any of the Prepetition Second Lien Secured Parties or their affiliates are bidders or potential bidders in any postpetition bidding process involving assets of the Debtors, any pleadings or motions regarding ~~that~~ any postpetition bidding process which includes any such assets (including the status or results thereof).

19. ~~18.~~ Survival. The provisions of this ~~Second Interim~~ Final Order and any actions taken pursuant hereto shall survive entry of any order (a) confirming any plan of reorganization in any of these Chapter 11 Cases, (b) converting any of these cases to a case under chapter 7 of the Bankruptcy Code, (c) dismissing any of these cases or any Successor Case, or (d) pursuant to which this Court abstains from hearing any of the cases or any Successor Case, and accordingly, notwithstanding the entry of any such order, the terms and provisions of this ~~Second Interim~~ Final Order, including the claims, liens, security interests and other protections granted to the Prepetition Secured Parties pursuant to this ~~Second Interim~~ Final Order as of the date of such order, shall continue in these Chapter 11 Cases, in any Successor Case, or following dismissal of these Chapter 11 Cases or any Successor Case, and shall maintain their priority as provided by this ~~Second Interim~~ Final Order and not be modified, altered or impaired in any way as a result thereof until all of the Prepetition Obligations and Adequate Protection Obligations have been Paid in Full.

20. ~~19.~~ No Waiver. Other than as provided in this ~~Second Interim~~ Final Order, nothing in this ~~Second Interim~~ Final Order shall be construed in any way as a waiver or

relinquishment of any rights that the Debtors or the Prepetition Secured Parties may have to bring or be heard on any matter brought before this Court.

21. ~~20.~~ Reversal, Modification, Vacatur, or Stay. Any reversal, modification, vacatur, or stay of any or all of the provisions of this ~~Second Interim Order (other than in accordance with an order entered at a hearing approving the Motion on a final basis, the “Final Order”)~~ shall not affect the validity, priority, or enforceability of any Adequate Protection Liens or superpriority claims granted hereunder, in each case, which has incurred prior to the effective date of such reversal, modification, vacatur, or stay. Notwithstanding any reversal, modification, vacatur, or stay ~~(other than in accordance with a Final Order)~~, (a) this ~~Second Interim~~Final Order shall govern, in all respects, any use of Cash Collateral or Adequate Protection Lien incurred by the Debtors prior to the effective date of such reversal, modification, vacatur, or stay and (b) the Agents shall be entitled to all benefits and protections granted by this ~~Second Interim~~Final Order with respect to any such use of Cash Collateral or such Adequate Protection Lien incurred by the Debtors prior to such reversal, vacatur or stay.

22. ~~21.~~ Reservation of Rights. Except as otherwise expressly set forth herein, this ~~Second Interim~~Final Order and the transactions contemplated hereby shall be without prejudice to the Debtors’ right to seek the continuing use of Cash Collateral, including following a Termination Event, and/or the approval of any debtor-in-possession financing. Other than as expressly provided for herein, the entry of this Final Order is without prejudice to, and does not constitute a waiver of, expressly or implicitly, the rights of the Prepetition Secured Parties to pursue any and all rights under the Bankruptcy Code, the Prepetition Loan Documents, or any other applicable agreement or law, to assert that their secured claims are no longer adequately protected under the terms of this Final Order and seek appropriate relief from this Court, or seek

any other supplemental relief in respect of the Debtors, including the right to seek new, different or additional adequate protection, as applicable, or the Debtors' or any other party in interest's rights to oppose such relief. None of the Adequate Protection Liens shall prime or otherwise be senior in right or priority to any validly perfected and unavoidable lien or similar right (including with respect to letters of credit and any cash or other collateral of the sureties) of the Debtors' sureties as of the Petition Date, and nothing herein shall alter, limit, modify, or impair the rights of the Debtors' sureties including, without limitation, subrogation, trust or other rights, under any of their bonds, bonded contracts, in any proceeds of the bonded contracts, letters of credit, cash or other surety collateral, and/or under any of their respective indemnity agreements, or otherwise, and all such rights and interests are reserved and preserved.

23. ~~22.~~ Findings of Fact and Conclusions of Law. This ~~Second Interim~~ Final Order shall constitute findings of fact and conclusions of law and shall take effect and be fully enforceable *nunc pro tunc* to the Petition Date immediately upon the entry thereof. To the extent that any findings of fact are determined to be conclusions of law, such findings of fact shall be adopted as such; and to the extent that any conclusions of law are determined to be findings of fact, such conclusions of law shall be adopted as such.

24. ~~23.~~ No Third-Party Rights. Except as explicitly provided for herein, this ~~Second Interim~~ Final Order does not create any third party rights for the benefit of any creditor, equity holder or other third party entity or any direct, indirect or incidental beneficiary thereof.

~~24. Final Hearing. A Final Hearing on the relief requested in the Motion is scheduled for September 7, 2023, at 11:00 a.m. (prevailing Eastern time) before this Court. In accordance with the Local Rules, the Debtors shall serve, or cause to be served, by first class mail or other appropriate method of service, a copy of the Motion (to the extent the Motion was not previously~~



~~served on a party) and this Second Interim Order on (i) the Notice Parties, (ii) any party that has filed a request for notices with this Court, and (iii) counsel to any Creditors' Committee. Any responses or objections to final approval of the Motion shall be made in writing, conform to the applicable Bankruptcy Rules and Local Rules, be filed with this Court, set forth the name of the objecting party, the basis for the objection, and the specific grounds therefor and be served on the following parties: (a) proposed counsel for the Debtors, (i) Paul, Weiss, Rifkind, Wharton & Garrison LLP, 1285 Avenue of the Americas, New York, New York 10019, Attn: Paul Basta (pbasta@paulweiss.com) and Robert Britton (rbritton@paulweiss.com), and (ii) Young Conaway Stargatt & Taylor LLP, 1000 North Street, Wilmington, Delaware, 19801 Attn: Pauline K. Morgan (pmorgan@yest.com) and Andrew L. Magaziner (amagaziner@yest.com); (b) the Office of the United States Trustee for the District of Delaware, 844 King Street, Suite 2207, Wilmington, Delaware, 19801, Attn: Linda J. Casey (linda.casey@usdoj.gov); (c) ~~counsel to the Second Lien Agent~~, (i) Sidley Austin LLP, 787 Seventh Ave, New York, NY 10019, Attn: Thomas R. Califano (tom.califano@sidley.com), Dennis M. Twomey (dtwomey@sidley.com), and Jackson T. Garvey (jgarvey@sidley.com) and (ii) Pachulski Stang Zhiel & Jones LLP, Attn: Laura Davis Jones (ljones@pszjlaw.com); and (d) ~~counsel to the First Lien Agent~~, Holland & Knight LLP, One Arts Plaza, 1722 Routh Street, Suite 1500, Dallas, Texas 75201 Attn: Robert Jones (robert.jones@hkllaw.com) and Brent McIlwain (brent.mcilwain@hkllaw.com) by the objection deadline that may be established in a notice of Final Hearing.~~

25. Order Effective Upon Entry. Notwithstanding any applicability of any Bankruptcy Rules, the terms and conditions of this ~~Second Interim~~Final Order shall be immediately effective and enforceable upon its entry.

26. Retention of Jurisdiction. This Court has and will retain jurisdiction to enforce this ~~Second Interim~~Final Order in accordance with its terms.

**EXHIBIT A**

**Revised-Initial-Budget**

*[Intentionally Omitted]*