



UNITED STATES BANKRUPTCY COURT
DISTRICT OF NEW JERSEY

Caption in Compliance with D.N.J. LBR 9004-2(c)

COLE, SCHOTZ, MEISEL,
FORMAN & LEONARD, P.A.

A Professional Corporation

25 Main Street

P. O. Box 800

Hackensack, NJ 07602-0800

Michael D. Sirota, Esq.

Warren A. Usatine, Esq.

(201) 489-3000

(201) 489-1536 Facsimile

Proposed Attorneys for Tarragon Corporation, *et al.*,
Debtors-in-Possession

In re:

TARRAGON CORPORATION, *et al.*,

Debtors-in-Possession.

Case No. 09-10555 (DHS)

Hearing Date: January 14, 2009

Judge: Donald H. Steckroth

**ORDER: (A) AUTHORIZING THE DEBTORS TO PAY OR HONOR PREPETITION
OBLIGATIONS UNDER CUSTOMER PROGRAMS; AND (B) AUTHORIZING
FINANCIAL INSTITUTIONS TO HONOR ALL RELATED CHECKS AND
ELECTRONIC PAYMENT REQUESTS**

The relief set forth on the following pages, numbered two (2) and three (3), is hereby
ORDERED.

DATED: 1/15/2009


Honorable Donald H. Steckroth
United States Bankruptcy Judge



(Page 2)

Debtors: TARRAGON CORPORATION, *et al.*
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ALL RELATED CHECKS AND ELECTRONIC PAYMENT
REQUESTS.

THIS MATTER having been opened to the Court by Cole, Schotz, Meisel, Forman & Leonard, P.A., proposed attorneys to Tarragon Corporation, *et al.*, the within debtors and debtors-in-possession (collectively, the “Debtors”),¹ upon motion for entry of an Order (a) authorizing, but not directing, the Debtors to honor prepetition obligations under existing customer programs and (b) authorizing financial institutions to receive, process, honor and pay all checks presented for payment and electronic payment requests relating to the foregoing (the “Motion”);² and it appearing that good and sufficient notice of the Motion having been provided in accordance with the Order Regarding Application for Expedited Consideration of First Day Matters previously entered by the Court, as evidenced by the Affidavit of Service filed with the Court; and the Court having considered all the motion papers, the opposition thereto, if any, and the arguments of counsel, if any; and the Court having determined that the relief requested in the

¹ The Debtors are Tarragon Corporation, Tarragon Development Corporation, Tarragon South Development Corp., Tarragon Development Company LLC, Tarragon Management, Inc., Bermuda Island Tarragon LLC, Orion Towers Tarragon, LLP, Orlando Central Park Tarragon L.L.C., Fenwick Plantation Tarragon LLC, One Las Olas, Ltd., The Park Development West LLC, 800 Madison Street Urban Renewal, LLC, 900 Monroe Development LLC, Block 88 Development, LLC, Central Square Tarragon LLC, Charleston Tarragon Manager, LLC, Omni Equities Corporation, Tarragon Edgewater Associates, LLC, The Park Development East LLC, Vista Lakes Tarragon, LLC, Murfreesboro Gateway Properties, LLC and Tarragon Stonecrest, LLC.

² All capitalized terms used herein but not defined shall have the meaning ascribed to them in the Motion.

(Page 3)

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REQUESTS.

Motion is in the best interests of the Debtors, their estates and creditors; and other good cause having been shown,

IT IS ORDERED as follows:

1. The Debtors are authorized, but not directed, to continue to administer the Monthly Assessment Program currently in effect at One Hudson Park Development and honor any prepetition obligations related thereto.
2. All financial institutions are authorized to receive, process, honor and pay all checks presented for payment and electronic payment requests relating to the relief requested in the Motion.
3. Any payment made pursuant to this Order is not intended and should not be construed as an admission as to the validity of any claim or a waiver of the Debtors' rights to subsequently dispute such claim.
4. The Debtors' proposed counsel shall serve a copy of this Order on all parties-in-interest by regular mail within seven (7) days hereof.