IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

IN RE:) Chapter 11
BUILDING MATERIALS HOLDING CORPORATION, et al.,1) Case No. 09-12074 (KJC)
Debtors.) Jointly Administered
	Objection Deadline: January 20, 2010 at 4:00 p.m. (ET) Hearing Date: January 27, 2010 at 3:00 p.m. (ET)

DEBTORS' MOTION FOR ORDER EXTENDING THE DEADLINE TO ASSUME OR REJECT THE FRISCO LEASE, AN UNEXPIRED LEASE OF NONRESIDENTIAL REAL PROPERTY, PURSUANT TO SECTION 365(d)(4) OF THE BANKRUPTCY CODE WITH THE WRITTEN CONSENT OF THE LANDLORD

Building Materials Holding Corporation and its affiliates, as debtors and debtors in possession (collectively, the "*Debtors*"), submit this Motion (the "*Motion*"), pursuant to section 365(d)(4)(B)(ii) of title 11 of the United States Code (the "*Bankruptcy Code*"), for entry of an order, substantially in the form annexed hereto as *Exhibit A*, extending the deadline (the "*Assumption/Rejection Deadline*") to assume or reject the Frisco Lease (as defined herein), an unexpired lease² of nonresidential real property, through and including January 31, 2010 (the "*Extension Date*"), with the written consent of CRP Holdings B, L.P. (the "*Landlord*"), as

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The Debtors, along with the last four digits of each Debtor's tax identification number, are as follows: Building Materials Holding Corporation (4269), BMC West Corporation (0454), SelectBuild Construction, Inc. (1340), SelectBuild Northern California, Inc. (7579), Illinois Framing, Inc. (4451), C Construction, Inc. (8206), TWF Construction, Inc. (3334), H.N.R. Framing Systems, Inc. (4329), SelectBuild Southern California, Inc. (9378), SelectBuild Nevada, Inc. (8912), SelectBuild Arizona, LLC (0036), and SelectBuild Illinois, LLC (0792). The mailing address for the Debtors is 720 Park Boulevard, Suite 200, Boise, Idaho 83712.

Nothing set forth herein is intended to be an admission on the part of the Debtors that the Frisco Lease is, in fact, an unexpired non-residential real property lease. The Debtors reserve any and all rights to contest that any agreement to which they may be a party is not a lease, including, but not limited to, the Frisco Lease.

successor-in-interest to Parker Metropolitan L.P., the landlord under the Frisco Lease. In support thereof, the Debtors respectfully represent:

JURISDICTION AND VENUE

1. The Court has jurisdiction to consider this Motion pursuant to 28 U.S.C. sections 157 and 1334. This is a core proceeding pursuant to 28 U.S.C. section 157(b). Venue is proper pursuant to 28 U.S.C. sections 1408 and 1409.

BACKGROUND

- 2. On June 16, 2009 (the "Petition Date"), each of the Debtors filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code (the "Chapter 11 Cases"). The Debtors continue to operate their businesses and manage their property as debtors in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code. No request for the appointment of a trustee or examiner has been made in the Chapter 11 Cases. On June 26, 2009, the Office of the United States Trustee (the "U.S. Trustee") appointed the official committee of unsecured creditors (the "Creditors' Committee").
- 3. The Debtors are one of the largest providers of residential building products and construction services in the United States. The Debtors distribute building materials, manufacture building components (e.g., millwork, floor and roof trusses, and wall panels), and provide construction services to professional builders and contractors through a network of 31 distribution facilities, 43 manufacturing facilities, and five regional construction services facilities.
- 4. The Debtors operate under two brand names: BMC West® and SelectBuild®.
 - **BMC West**. Under the BMC West brand, the Debtors market and sell building products, manufacture building components, and

provide construction services to professional builders and contractors. Products include structural lumber and building materials purchased from manufacturers, as well as manufactured building components such as millwork, trusses, and wall panels. Construction services include installation of various building products and framing. The Debtors currently offer these products and services in major metropolitan markets in Texas, Washington, Colorado, Idaho, Utah, Montana, North Carolina, California, and Oregon.

- SelectBuild. Under the SelectBuild brand, the Debtors offer integrated construction services to production homebuilders, as well as commercial and multi-family builders. Services include wood framing, concrete services, managing labor and construction schedules, and sourcing materials. The Debtors currently offer these services in major metropolitan markets in California, Arizona, Nevada and Illinois.
- 5. On the Petition Date, the Debtors filed their proposed chapter 11 plan (the "Plan") and accompanying disclosure statement (the "Disclosure Statement"). The Debtors filed several amended versions of the Plan and Disclosure Statement since that time. The Court approved the Disclosure Statement by order entered on October 22, 2009. The Court entered an order confirming the Plan on December 17, 2009.

THE FRISCO LEASE

6. On May 30, 2000, the Debtors entered into an unexpired lease (the "Frisco Lease") with Parker Metropolitan, L.P., for certain real property located at 10351 Home Road, Frisco, Texas (the "Premises"). CRP Holdings B, L.P. (the "Landlord" and together with the Debtors, the "Parties") is the assignee of and successor-in-interest to Parker Metropolitan, L.P. as of January 6, 2006. The Frisco Lease encompasses warehouse space that the Debtors use in and around the Frisco, Texas area. The Debtors have reached an agreement with the Landlord to modify the Frisco Lease and the Debtors have filed a motion to assume the Frisco Lease, as modified, to be heard at the hearing scheduled on January 27, 2010.

RELIEF REQUESTED

7. The Debtors' original 120 day deadline to assume or reject unexpired leases of nonresidential real property under section 365(d)(4) of the Bankruptcy Code was October 14, 2009. On October 5, 2009, the Court entered an order [Docket No. 702] extending the Assumption/Rejection Deadline through and including January 12, 2010. By this Motion, with the written consent of the Landlord, the Debtors request entry of an order, substantially in the form attached hereto as *Exhibit A*, pursuant to section 365(d)(4)(B)(ii), further extending the Assumption/Rejection Deadline for the Frisco Lease through and including January 31, 2010.

BASIS FOR RELIEF REQUESTED

- 8. Section 365(d)(4) of the Bankruptcy Code provides:
- (A) Subject to subparagraph (B), an unexpired lease of nonresidential real property under which the debtor is the lessee shall be deemed rejected, and the trustee shall immediately surrender that nonresidential real property to the lessor, if the trustee does not assume or reject the unexpired lease by the earlier of-
 - (i) the date that is 120 days after the date of the order for relief; or
 - (ii) the date of the entry of an order confirming a plan.
- (B) (i) The court may extend the period determined under subparagraph (A), prior to the expiration of the 120-day period, for 90 days on the motion of the trustee or lessor for cause.
 - (ii) If the court grants an extension under clause (i), the court may grant a subsequent extension only upon prior written consent of the lessor in each instance.
- 11 U.S.C. § 365(d)(4)(A)-(B) (emphasis added). Thus, upon the "prior written consent" of the Landlord, the Court may grant an extension of the Assumption/Rejection Deadline beyond the initial 120-day and subsequent 90-day periods provided for in section 365 of the Bankruptcy Code. To this end, the Landlord has provided the Debtors with prior written consent (the "Consent") to extend the Assumption/Rejection Deadline through and including the Extension

Date. Accordingly, in accordance with the Consent, the Court may extend the Assumption/Rejection Deadline for the Lease under section 365(d)(4)(B)(ii) of the Bankruptcy Code.

9. The requested extension is necessary to allow the Debtors to amend and assume the Frisco Lease, which is in the best interests of the Debtors and their estates. The amendment and assumption of the Frisco Lease provides the Debtors time to smoothly consolidate their millwork operations into their Coppell, Texas facility.

NOTICE

10. No trustee or examiner has been appointed in these Chapter 11 Cases. The Debtors have provided notice of filing of the Motion to: (a) the U.S. Trustee; (b) counsel to Wells Fargo Bank, as agent under the Debtors' Prepetition Credit Agreement and DIP Facility (as defined in the Plan); (c) counsel to the Creditors' Committee; (d) the Landlord; and (e) any persons who have filed a request for notice in the Chapter 11 Cases pursuant to Bankruptcy Rule 2002.

NO PRIOR REQUEST

11. No prior request for the relief sought in this Motion has been made to this or any other court.

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WHEREFORE, the Debtors respectfully request that the Court grant the relief

requested herein and such other and further relief as the Court may deem just and proper.

Dated: Wilmington, Delaware December 31, 2009

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ATTORNEYS FOR DEBTORS AND DEBTORS IN POSSESSION

IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

)	
In re:	Chapter 11
)	C 21 00 400 (MIC)
BUILDING MATERIALS HOLDING)	Case No. 09-12074 (KJC)
CORPORATION, et al., ¹	Jointly Administered
Debtors.)	Jointly Administered
Debtors.	Objection Deadline: January 20, 2010 at 4:00 p.m. (ET)
)	Hearing Date: January 27, 2010 at 3:00 p.m. (ET)

NOTICE OF MOTION

TO: (A) The Office of the United States Trustee for the District of Delaware; (B) Counsel to Wells Fargo Bank, as Agent Under the Prepetition Credit Facility and the DIP Facility (as Defined in the Plan); (C) Counsel to the Official Committee of Unsecured Creditors; (D) the Landlord; and (E) All Parties That Have Requested Notice Pursuant to Rule 2002 of the Federal Rules of Bankruptcy Procedure.

PLEASE TAKE NOTICE that the above-captioned debtors and debtors in possession (collectively, the "<u>Debtors</u>") have filed the attached **Debtors' Motion for Order** Extending the Deadline to Assume or Reject the Frisco Lease, an Unexpired Lease of Nonresidential Real Property, Pursuant to Section 365(d)(4) of the Bankruptcy Code With the Written Consent of the Landlord (the "<u>Motion</u>").

PLEASE TAKE FURTHER NOTICE that any objections to the Motion must be filed on or before <u>January 20, 2010 at 4:00 p.m. (ET)</u> (the "<u>Objection Deadline</u>") with the United States Bankruptcy Court for the District of Delaware, 824 Market Street, 3rd Floor, Wilmington, Delaware 19801. At the same time, you must serve a copy of the objection upon the undersigned counsel to the Debtors so as to be received on or before the Objection Deadline.

PLEASE TAKE FURTHER NOTICE THAT A HEARING TO CONSIDER THE MOTION WILL BE HELD ON <u>JANUARY 27, 2010 AT 3:00 P.M. (ET)</u> BEFORE THE HONORABLE KEVIN J. CAREY AT THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE, 824 MARKET STREET, 5TH FLOOR, COURTROOM NO. 5, WILMINGTON, DELAWARE 19801.

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The Debtors, along with the last four digits of each Debtor's tax identification number, are as follows: Building Materials Holding Corporation (4269), BMC West Corporation (0454), SelectBuild Construction, Inc. (1340), SelectBuild Northern California, Inc. (7579), Illinois Framing, Inc. (4451), C Construction, Inc. (8206), TWF Construction, Inc. (3334), H.N.R. Framing Systems, Inc. (4329), SelectBuild Southern California, Inc. (9378), SelectBuild Nevada, Inc. (8912), SelectBuild Arizona, LLC (0036), and SelectBuild Illinois, LLC (0792). The mailing address for the Debtors is 720 Park Boulevard, Suite 200, Boise, Idaho 83712.

PLEASE TAKE FURTHER NOTICE that if you fail to respond in accordance with this notice, the Court may grant the relief requested in the Motion without further notice or a hearing.

Dated: Wilmington, Delaware December 31, 2009

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ATTORNEYS FOR THE DEBTORS AND DEBTORS-IN-POSSESSION

EXHIBIT A Proposed Order

IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

IN RE:) Chapter 11
BUILDING MATERIALS HOLDING CORPORATION, et al.,1) Case No. 09-12074 (KJC)
Debtors.) Jointly Administered
	Ref. Docket No.

ORDER EXTENDING THE DEADLINE TO ASSUME OR REJECT
THE FRISCO LEASE, AN UNEXPIRED LEASE OF
NONRESIDENTIAL REAL PROPERTY, PURSUANT TO SECTION
365(d)(4) OF THE BANKRUPTCY CODE WITH THE WRITTEN
CONSENT OF THE LANDLORD

Upon consideration of the motion (the "*Motion*") of Building Materials Holding Corporation and its affiliates, as debtors and debtors in possession (collectively, the "*Debtors*"), for entry of an order, pursuant to section 365(d)(4)(B)(ii) of the Bankruptcy Code, extending the Assumption/Rejection Deadline², with the written consent of the Landlord, for the Frisco Lease through and including January 31, 2010; and the Court having found that venue of this proceeding and the Motion in this district is proper pursuant to 28 U.S.C. sections 1408 and 1409; and the Court having found that the relief requested in the Motion is in the best interests of the Debtors' estates, their creditors, and other parties in interest; and notice of the Motion and the opportunity for a hearing on the Motion was appropriate under the particular circumstances; and

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The Debtors, along with the last four digits of each Debtor's tax identification number, are as follows: Building Materials Holding Corporation (4269), BMC West Corporation (0454), SelectBuild Construction, Inc. (1340), SelectBuild Northern California, Inc. (7579), Illinois Framing, Inc. (4451), C Construction, Inc. (8206), TWF Construction, Inc. (3334), H.N.R. Framing Systems, Inc. (4329), SelectBuild Southern California, Inc. (9378), SelectBuild Nevada, Inc. (8912), SelectBuild Arizona, LLC (0036), and SelectBuild Illinois, LLC (0792). The mailing address for the Debtors is 720 Park Boulevard, Suite 200, Boise, Idaho 83712.

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

the Court having reviewed the Motion and having considered the statements in support of the relief requested therein at a hearing before the Court (the "*Hearing*"); and the Court having determined that the legal and factual bases set forth in the Motion and at the Hearing establish just cause for the relief granted herein; and upon all of the proceedings had before the Court; and after due deliberation and sufficient cause appearing therefor,

IT IS HEREBY ORDERED:

- 1. The Motion is granted as set forth below.
- 2. Pursuant to section 365(d)(4)(B)(ii) of title 11 of the United States Code (the "*Bankruptcy Code*"), the Assumption/Rejection Deadline is extended with respect to the Frisco Lease, with prior written consent of the Landlord, through and including January 31, 2010;
- 3. The Court shall retain jurisdiction over any and all matters arising from or related to the interpretation or implementation of this Order.

Dated: Wilmington, Delaware January, 2010	
·	Kevin J. Carey
	Chief United States Bankruptcy Judge