

UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF RHODE ISLAND

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In re: :

SLATER HEALTH CENTER, INC. : BK No. 01-10273
Debtor Chapter 11

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ORDER DENYING APPROVAL OF DISCLOSURE STATEMENT

Heard on May 29, 2003, on the adequacy of the disclosure statement, at which the Debtor tacitly agreed to address the Objectors' concerns that insufficient information was being provided to creditors. Upon consideration of the arguments and the objections filed by Blue Cross Blue Shield of Rhode Island and the United States, I find that the current disclosure statement fails to contain adequate, balanced information as required by 11 U.S.C. § 1125(b). Accordingly, approval of the present disclosure statement is DENIED and the Debtor is allowed thirty days to file an amended disclosure statement. During this period, the Debtor and interested parties should confer and try to agree upon language which adequately addresses and discloses the status of the pending litigation with the Objectors, and which outlines the position of each party in the litigation.

Dated at Providence, Rhode Island, this 5th day of June, 2003.



Arthur N. Votolato
U.S. Bankruptcy Judge