



25 Louisiana Avenue, N.W.
Washington, D.C. 20001

TEAMSTERS

National Automobile Transporters Industry Negotiating Committee

September 10, 2013

BANKRUPTCY COURT JUDGE REOPENS AUCTION TO SELL ALLIED

A U.S. Bankruptcy Court judge on Monday, September 9 granted the company's request to reopen the auction to sell the assets of Allied Systems Holdings and related companies. The ruling gives Teamster-represented Jack Cooper Transport the chance to show it is best suited to keep Allied operating into the future.

A hearing scheduled for 10 a.m. today has been postponed in light of the auction being reopened. At today's hearing, the judge was to have considered approving the bid submitted by Black Diamond/Spectrum to buy Allied. Instead, the auction will be reopened starting at 2 p.m. (EDT) on Wednesday, September 11 through 5 p.m. (EDT) Thursday, September 12.

A hearing will then take place on September 17 where the judge will consider approving the winning bid from the reopened auction.

"The proposed Black Diamond/Spectrum sale is a violation of our contract," said Roy Gross, Director of the Teamsters Carhaul Division. "We have serious concerns about Black Diamond's long-term interest in running this business. This is why the judge's decision to reopen the bid is a positive for the future of Allied and our members. Jack Cooper is an existing auto hauling company that is a party to a collective bargaining agreement with the Teamsters."

The Teamsters National Automobile Transporters Industry Negotiating Committee had filed an official objection to Allied's proposed sale to the winning bidder, Black Diamond/Spectrum. Objections were due last week and included the Unsecured Creditors Committee, Jack Cooper, Yucaipa, and Central States Pension Fund among others. The documents are publicly available for review on the court docket. (see link: <http://bit.ly/15TdHAd>)

"We'll continue to monitor this proposed sale closely to make sure our members' interests are protected," Gross said