

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

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In re: : Chapter 11
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THE CHRISTIAN BROTHERS' INSTITUTE, *et al.* : Case No.: 11-22820 (RDD)
: :
Debtors. : (Jointly Administered)
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NOTICE OF AUCTION OF VARIOUS HOUSES AND SALE HEARING

PLEASE TAKE NOTICE that pursuant to the above-captioned *Debtor's Motion For Orders Pursuant to Sections 105(a) and 363 of The Bankruptcy Code and Bankruptcy Rule 6004 Approving (I) Sale Procedures and Notice of the Auction Relating Thereto, (II) Sale of Real Estate to Iona College or a Party Making a Higher and Better Offer Free and Clear of Liens, Claims, Interests and Encumbrances, (III) Approving The Stalking Horse Purchase Agreement, and (IV) Granting Related Relief*, filed with the United States Bankruptcy Court for the Southern District of New York (the "Bankruptcy Court") on August 23, 2012, the Debtor is selling the houses (the "Houses") known as:

- (i) 33 Beechmont Drive, New Rochelle, NY (Section 3, Block 1015 and Lot 14 of the Westchester County Tax Map);
- (ii) 71 Beechmont Drive, New Rochelle, NY (Section 3, Block 15 and Lot 32 of the Westchester County Tax Map);
- (iii) 21 Pryer Terrace, New Rochelle, NY (Section 3, Block 1024 and Part of Lot 21 of the Westchester County Tax Map);
- (iv) 33 Pryer Terrace, New Rochelle, NY (Section 3, Block 1024 and Part of Lot 21 of the Westchester County Tax Map);
- (v) 29 Montgomery Place, New Rochelle, NY (Section 3, Block 15 and Lot 58 of the Westchester County Tax Map); and
- (vi) 53 Montgomery Place, New Rochelle, NY (Section 3, Block 15 and Lot 71 of the Westchester County Tax Map).

PLEASE TAKE FURTHER NOTICE that all of the Houses are located on or adjacent to the Iona College campus in New Rochelle, New York.

PLEASE TAKE FURTHER NOTICE that in accordance with the *Order Pursuant to 11 U.S.C. § 105(a) and 363 and Rule 6004 of the Federal Rules of Bankruptcy Procedure (a) Approving Sale Procedures in Connection with the Sale of Certain Real Estate, (b) Approving Certain Bidding Protections, (c) Scheduling an Auction and a Sale Hearing, and (d) Approving the Form of Notice of Such Sale Procedures, the Auction and the Sale* (the "Procedures Order"), approved by the Bankruptcy Court, the Debtor will conduct an auction (the "Auction") with respect to the sale of the Houses if a Qualified Bid by any entity other than Iona College is received by **October 18, 2012 at 12:00 p.m. (EST)**. The Auction will take place on **October 29, 2012, at 10:00 a.m. (EST)** at the offices of Tarter Krinsky & Drogin LLP, 1350 Broadway,

New York, New York 10018. All interested parties are invited to prequalify for the Auction and to present competing offers to purchase the Houses in compliance with terms, conditions and procedures described in the Procedures Order (the “Sale Procedures”).

PLEASE TAKE FURTHER NOTICE that if the Debtor receives a Qualified Bid (as set described in the Sale Procedures) the Debtor will conduct the Auction. Iona College’s aggregate bid for the Houses is \$5,000,000. Bidding at the Auction will commence with the highest bid and continue in increments of not less than \$50,000, if a bid is for all Houses and not more than \$5,000 over the minimum bid price if an offer is for less than all of the Houses, until all parties have made their final offers. There is no requirement to make a bid for all of the Houses. At the conclusion of the bidding, the Debtor will announce its determination as to the person or entity submitting the highest or otherwise best bid for the Houses (the “Successful Bid”) and the person or entity submitting the next highest and otherwise best offer after the Successful Bid.

PLEASE TAKE FURTHER NOTICE that a hearing to approve the Sale of the Houses (the “Sale Hearing”) will be held on **November 1, 2012 at 10:00 a.m. (EST)** at the Bankruptcy Court before the Honorable Robert D. Drain, with objections to the Sale, if any, due on **October 30, 2012 at 4:00 p.m. (EST)**.

This Notice is qualified in its entirety by the Procedures Order. All persons and entities are urged to read the Procedures Order and its provisions carefully. To the extent that this Notice is inconsistent with the Procedures Order, the terms of the Procedures Order shall govern.

Copies of the Procedures Order, the Sale Procedures, the Purchase Agreement and the Sale Motion are available from the undersigned counsel for the Debtor upon written request or online at www.omnimgt.com/thechristianbrothers.

Dated: New York, New York
September 13, 2012

BY ORDER OF THE COURT

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*Attorneys for The Christian Brothers’ Institute, et al.
Debtors and Debtors-in-Possession*