

**UNITED STATES DISTRICT COURT
FOR THE MIDDLE DISTRICT OF NORTH CAROLINA**

IN RE: COTTON YARN ANTITRUST LITIGATION

CIVIL ACTION NO. 1:04MD1622

THIS DOCUMENT RELATES TO: ALL ACTIONS

**NOTICE OF FORTHCOMING DISMISSAL OF THIS ACTION AGAINST
REMAINING DEFENDANTS FRONTIER SPINNING MILLS LLC;
FRONTIER SPINNING MILLS, INC.; FRONTIER INC.;
AVONDALE MILLS, INC.; AND AVONDALE INCORPORATED**

TO: ALL PERSONS OR ENTITIES (EXCLUDING GOVERNMENT ENTITIES, DEFENDANTS, THEIR PARENTS, PREDECESSORS, SUBSIDIARIES AND AFFILIATES) WHO PURCHASED COTTON YARN IN THE UNITED STATES DIRECTLY FROM ANY DEFENDANT LISTED BELOW DURING THE PERIOD FROM JANUARY 1, 1999 TO FEBRUARY 1, 2004:

***Frontier Spinning Mills LLC
*Frontier Spinning Mills, Inc.
*Frontier Inc.**

***Avondale Mills, Inc.
*Avondale Incorporated**

***Parkdale America LLC
*Parkdale Mills, Inc.**

This Notice has been sent pursuant to Rule 23 of the Federal Rules of Civil Procedure and an Order of the United States District Court for the Middle District of North Carolina (the "Court"). Please read this Notice carefully and in its entirety. The purpose of this notice is to advise you of an important development in this antitrust litigation that may affect any rights you may have with respect to any potential claims against the remaining defendants, Frontier Spinning Mills LLC; Frontier Spinning Mills, Inc.; Frontier Inc.; Avondale Mills, Inc.; and Avondale Incorporated.

THE LITIGATION

Beginning in March 2004, numerous class action lawsuits were filed by direct purchasers of Cotton Yarn against the following defendants ("Defendants"): Parkdale America, LLC; Parkdale Mills, Inc.; Frontier Spinning Mills LLC; Frontier Spinning Mills, Inc.; Frontier Inc.; Avondale Mills, Inc.; and Avondale Incorporated. A consolidated amended complaint was filed on January 7, 2005, and is available for your review at <http://www.hrsclaimsadministration.com/cases/cya/>.

The cases were centralized in the United States District Court for the Middle District of North Carolina. Plaintiffs alleged that Defendants entered into and implemented a contract, combination and conspiracy to fix, raise, maintain or stabilize prices for Cotton Yarn sold in the United States in violation of Section 1 of the Sherman Act, 15 U.S.C. §1.

Each Defendant contested and denied Plaintiffs' allegations. At this time, neither Plaintiffs nor Defendants have proven their respective assertions. The claims against Defendants Parkdale America LLC and Parkdale Mills, Inc. have been resolved.

**CLAIMS AGAINST REMAINING DEFENDANTS FRONTIER
SPINNING MILLS LLC; FRONTIER SPINNING MILLS, INC.;
FRONTIER INC.; AVONDALE MILLS, INC.; AND AVONDALE INCORPORATED**

This Notice relates to claims against the remaining Defendants: Frontier Spinning Mills LLC; Frontier Spinning Mills, Inc.; Frontier Inc.; Avondale Mills, Inc.; and Avondale Incorporated.

On March 6, 2009, the Court issued a Memorandum Opinion, and Order and Judgment, ruling that the claims asserted in this litigation against the remaining Defendants may only be pursued, if at all, in individual proceedings in private arbitration tribunals, and may not be pursued in court, or as a class action. The Court's Memorandum Opinion, and Order and Judgment of March 6, 2009, as well as the related decision of the United States Court of Appeals for the Fourth Circuit (*In re Cotton Yarn Antitrust Litig.*, 505 F.3d 274 (4th Cir. 2007)), are available for your review at <http://www.hrsclaimsadministration.com/cases/cya/>.

YOUR OPTIONS AS A RESULT OF THE COURT'S RULING

As a result of the rulings summarized above, and as set forth in detail at <http://www.hrsclaimsadministration.com/cases/cya/>, you will not be able to obtain any recovery against the remaining Defendants in this lawsuit and your interests will not be represented by Co-lead Counsel.

You have two options in response to the Court's ruling requiring the individual, non-class action private arbitration of the claims that had been asserted in this lawsuit against the remaining Defendants, Frontier Spinning Mills LLC; Frontier Spinning Mills, Inc.; Frontier Inc.; Avondale Mills, Inc.; and Avondale Incorporated:

1. You may do nothing. If you choose this option, you will not receive any recovery against any of the remaining Defendants with respect to the claims that had been asserted in this lawsuit.
2. While Co-lead Counsel make no recommendation that you do so, you also have the right to bring your own individual, non-class action private arbitration against the Frontier and/or Avondale Defendants with respect to the claims that had been asserted in this lawsuit, through your own counsel and at your own expense. The statute of limitations with respect to any such claims was suspended with the filing of this Court action on March 2, 2004.

Avondale Incorporated has announced, under Section 14-2-1406 of the Georgia Business Corporation Code, its intention to dissolve, and Avondale Mills, Inc. has announced its intention to dissolve under Section 10-2B-1406 of the Alabama Business Corporation Act. The Avondale entities' notice is available for review at <http://www.hrsclaimsadministration.com/cases/cya>. Plaintiffs' response to this Notice, dated March 11, 2009, is also available for review at that website, as is the Avondale entities' response, dated September 16, 2009.

Co-lead Counsel makes no recommendation as to which of the above options is preferable.

STIPULATION OF DISMISSAL

Plaintiffs will file a stipulation dismissing the claims of the named plaintiffs against the remaining Defendants within 10 days of the publication of dismissal. The stipulation of dismissal shall be effective on February 15, 2010, and shall be without prejudice, with each party to bear their own costs and fees, pursuant to Fed. R. Civ. P. 41(a)(1).

As a result of the stipulation, the statute of limitations on your individual claims will begin to run again with respect to the claims that had been asserted in this lawsuit no later than when the case is dismissed against the remaining Defendants on February 15, 2010. After that date, there can be no assurance as to when the applicable statute of limitations on your individual claims against the remaining Defendants will expire.

Therefore, if you wish to pursue a claim against any of the remaining Defendants, you may only do so with your own attorney and at your own expense.

If you have any further questions, you may contact any of the counsel identified below:

| CO-LEAD COUNSEL | | | |
|---|--|--|---|
| Anthony J. Bolognese BOLOGNESE & ASSOCIATES, LLC 1500 JFK Blvd., Suite 320 Philadelphia, PA 19102 Telephone: (215) 814-6750 | Steven Kanner FREED KANNER LONDON & MILLEN LLC 2201 Waukegan Rd., Suite 130 Bannockburn, IL 60015 Telephone: (224) 632-4500 | Steven A. Asher WEINSTEIN KITCHENOFF & ASHER LLC 1845 Walnut St., Suite 1100 Philadelphia, PA 19103 Telephone: (215) 545-7200 | Joseph C. Kohn KOHN, SWIFT, & GRAF, P.C. One South Broad St., Suite 2100 Philadelphia, PA 19107 Telephone: (215) 238-1700 |

Do not contact the Judge or the Clerk of the Court.

Dated: December 1, 2009.

By Order of:
Chief Judge James A. Beaty, Jr.

PLEASE FORWARD—IMPORTANT LEGAL NOTICE

FIRST CLASS MAIL

PLEASE FORWARD
Claims Administrator
In re Cotton Yarn Antitrust Litigation (Parkdale Defendants)
c/o Heffner, Radetich & Saitta L.L.P.
P.O. Box 300
Philadelphia, PA 19105-0300