IN THE SUPREME COURT OF THE STATE OF NEVADA

CARPETS GALORE, INC., AN ILLINOIS CORPORATION,

Appellant,

vs.

KP PROPERTIES, LLC, A NEVADA LIMITED LIABILITY COMPANY,

Respondent.

No. 52277

FILED

JAN 14 2009

TRACIE L UNDEMAN CLERK OF RUPREME COURT MEDITY CLERK

ORDER DISMISSING APPEAL AND REMANDING TO THE DISTRICT COURT

Pursuant to the settlement conference, the stipulation of the parties and cause appearing, we dismiss this appeal. The parties shall bear their own costs and attorney fees. NRAP 42(b). This matter is remanded to the district court to conduct appropriate proceedings, if any, to alter, amend, or vacate its order or judgment as necessary for the parties to fulfill the terms of their settlement agreement. In the event the district court declines to grant the requested relief, appellant may file a motion to reinstate this appeal.

It is so ORDERED.

Parraguirre

Douglas

___,

Dial-aring

J.

SUPREME COURT OF NEVADA

(O) 1947A

09-01141

cc: Hon. Lee A. Gates, District Judge
Howard Roitman, Settlement Judge
Gabroy Law Offices
Donald C. Kudler
Christensen, James, and Martin
Peel Brimley LLP
Eighth District Court Clerk