

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF DELAWARE**

**In re: Avado Brands, Inc. et al**

**Case No. 07-11276  
Reporting Period: December 2008**

**MONTHLY OPERATING REPORT**

**File with Court and submit copy to United States Trustee within 20 days after end of month.**

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>	<b>Affidavit/Supplement Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	X		
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	X		
Schedule of Professional Fees Paid	MOR-1b	X		
Copies of bank statements			X	
Cash disbursements journals			X	
Statement of Operations	MOR-2	X		
Balance Sheet	MOR-3	X		
Status of Postpetition Taxes	MOR-4		X	
Copies of IRS Form 6123 or payment receipt			X	
Copies of tax returns filed during reporting period			X	
Summary of Unpaid Postpetition Debts	MOR-4	X		
Listing of aged accounts payable	MOR-4	X		
Accounts Receivable Reconciliation and Aging	MOR-5	X		
Debtor Questionnaire	MOR-5	X		

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.



\_\_\_\_\_  
Signature of Debtor

January 16, 2009

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date



\_\_\_\_\_  
Signature of Authorized Individual\*

January 16, 2009

\_\_\_\_\_  
Date

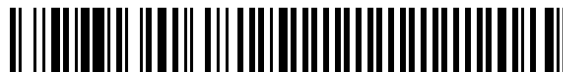
**Kurt J. Schnaubelt**

\_\_\_\_\_  
Printed Name of Authorized Individual

**Executive Vice President and Chief Financial Officer**

\_\_\_\_\_  
Title of Authorized Individual

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.



SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

MOR 1

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CONT)]

<b>Avado Brands Inc.</b> <b>Consolidated Income Statement - Unaudited (\$ 000's)</b> <b>Don Pablos Total</b> <b>For The Accounting Period: December - 2008</b>
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	Don Pablos of Texas LP		Don Pablos All Other		Don Pablos Total	
	Actual	Avado	Actual	Avado	Actual	Avado
	\$	%	\$	%	\$	%
<b>Gross Revenues</b>						
Food & Beverage Sales	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Beer, Wine, & Liquor	-	0.0%	-	0.0%	-	0.0%
Merchandise Sales	-	0.0%	-	0.0%	-	0.0%
Gross Sales	-	0.0%	-	0.0%	-	0.0%
Total Discounts	-	0.0%	-	0.0%	-	0.0%
<b>Net Revenue</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Total Food + Beverage Cost	-	0.0%	-	0.0%	-	0.0%
Sub Alcohol Cost	-	0.0%	-	0.0%	-	0.0%
Merchandise Cost	-	0.0%	-	0.0%	-	0.0%
Fuel Charges	-	0.0%	-	0.0%	-	0.0%
Rebates	-	0.0%	-	0.0%	-	0.0%
<b>Total Cost Of Sales</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
<b>Gross Margin</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Direct Pay	-	0.0%	-	0.0%	-	0.0%
Mgt Labor Total	-	0.0%	-	0.0%	-	0.0%
Taxes & Benefits Total	-	0.0%	-	0.0%	-	0.0%
<b>Total Payroll</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
<b>Prime Costs</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
<b>Contribution After Prime Costs</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Total Restaurant Operations	-	0.0%	-	0.0%	-	0.0%
Total Facility Expenses	-	0.0%	-	0.0%	-	0.0%
<b>Controllable Expenses</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Advertising	-	0.0%	-	0.0%	-	0.0%
Occupancy	-	0.0%	-	0.0%	-	0.0%
Insurance & Other	-	0.0%	-	0.0%	-	0.0%
All Other Operating Expenses	-	0.0%	-	0.0%	-	0.0%
<b>Restaurant Cash Contribution</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Royalty Income	-	0.0%	-	0.0%	-	0.0%
G&A	-	0.0%	-	0.0%	-	0.0%
<b>General &amp; Administrative</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
<b>EBITDA</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
<b>Cash Charges After EBITDA</b>						
Restructuring Charge	-	0.0%	-	0.0%	-	0.0%
Special Charge	-	0.0%	-	0.0%	-	0.0%
Bankruptcy DIP Lender Fees	-	0.0%	-	0.0%	-	0.0%
Bankruptcy Professional Fees	-	0.0%	-	0.0%	-	0.0%
Bankruptcy Other Fees	-	0.0%	-	0.0%	-	0.0%
Assets Disposal, Net	-	0.0%	-	0.0%	-	0.0%
Preopening Expenses	-	0.0%	-	0.0%	-	0.0%
Franchise Tax	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%
<b>Other Charges</b>						
Loss/(Gain) on Sale	-	0.0%	-	0.0%	-	0.0%
Loss/(Gain) Disposal	-	0.0%	-	0.0%	-	0.0%
Loss/(Gain) on Cancellation of Debt	-	0.0%	-	0.0%	-	0.0%
Deferred Loss/(Gain)	-	0.0%	-	0.0%	-	0.0%
Impairment Charge	-	0.0%	-	0.0%	-	0.0%
Restructuring Charge Non-Cash	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%
<b>Depreciation/Amortization</b>						
Depreciation	-	0.0%	-	0.0%	-	0.0%
Amortization - Capital Lease	-	0.0%	-	0.0%	-	0.0%
Straight Line Rent	-	0.0%	-	0.0%	-	0.0%
Other, Net	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%
<b>EBIT</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>	<b>-</b>	<b>0.0%</b>
Interest Expense	-	0.0%	-	0.0%	-	0.0%
Accrued Dividend - Preferred Stock	-	0.0%	-	0.0%	-	0.0%
Interest Income	-	0.0%	-	0.0%	-	0.0%
Total Interest	-	0.0%	-	0.0%	-	0.0%
Provision For Income Taxes	-	0.0%	-	0.0%	-	0.0%
<b>Net Income/(Loss)</b>	<b>\$ -</b>	<b>0.0%</b>	<b>\$ -</b>	<b>0.0%</b>	<b>\$ -</b>	<b>0.0%</b>
Cash Receipts from Sales	-		-		-	
Total Disbursements for Calculating UST Qtrly F	-		-		-	

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

MOR 1 (Continued)

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CONT)]

<b>Avado Brands Inc.</b>									
<b>Consolidated Income Statement - Unaudited (\$ 000's)</b>									
<b>Hops Total</b>									
<b>For The Accounting Period: December - 2008</b>									

	Hops of NE Florida JV 3		Hops of Balt County LLC		Hops of Virginia LTD		Hops All Other		Hops Total	
	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado
	\$	%	\$	%	\$	%	\$	%	\$	%
<b>Gross Revenues</b>										
Food & Beverage Sales	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Beer, Wine, & Liquor	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Merchandise Sales	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Gross Sales	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Discounts	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Net Revenue</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Total Food + Beverage Cost	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub Alcohol Cost	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Merchandise Cost	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Fuel Charges	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Rebates	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Total Cost Of Sales</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
<b>Gross Margin</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Direct Pay	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Mgt Labor Total	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Taxes & Benefits Total	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Total Payroll</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
<b>Prime Costs</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
<b>Contribution After Prime Costs</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Total Restaurant Operations	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Facility Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Controllable Expenses</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Advertising	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Occupancy	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Insurance & Other	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
All Other Operating Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Restaurant Cash Contribution</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Royalty Income	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
G&A	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>General &amp; Administrative</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
<b>EBITDA</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
<b>Cash Charges After EBITDA</b>										
Restructuring Charge	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Special Charge	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Bankruptcy DIP Lender Fees	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Bankruptcy Professional Fees	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Bankruptcy Other Fees	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Assets Disposal, Net	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Preopening Expenses	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Franchise Tax	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Other Charges</b>										
Loss/(Gain) on Sale	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Loss/(Gain) Disposal	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Loss/(Gain) on Cancellation of Debt	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Deferred Loss/(Gain)	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Impairment Charge	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Restructuring Charge Non-Cash	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Depreciation/Amortization</b>										
Depreciation	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Amortization - Capital Lease	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Straight Line Rent	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Other, Net	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>EBIT</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>	-	<b>0.0%</b>
Interest Expense	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Accrued Dividend - Preferred Stock	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Interest Income	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Interest	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Provision For Income Taxes	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Net Income/(Loss)</b>	\$ -	<b>0.0%</b>	\$ -	<b>0.0%</b>	\$ -	<b>0.0%</b>	\$ -	<b>0.0%</b>	\$ -	<b>0.0%</b>
Cash Receipts from Sales	-		-		-		-		-	
Total Disbursements for Calculating UST	-		-		-		-		-	

**BANK RECONCILIATIONS**  
Continuation Sheet for MOR-1

Avado Brands, Inc.  
Cash Analysis as of December 30, 2008

G/L Acct #	JDE Name	Funds Transfer Method	Banking Relationship Account Number	G/L Balance
<b>Don Pablo's</b>				
50.1100.0101	Bank of America (AST)	AST	3751470177	-
50.1100.0102	Chase	AST	629888900	-
50.1100.0103	Fifth Third Bank (AST)	AST	99944449	-
50.1100.0104	Wachovia	AST	2080000694272	-
50.1100.0105	M & T	Sweep	16489031	-
50.1100.0106	PNC	Sweep/Internet	1008993427	1,022.39
50.1100.0107	Wachovia	Sweep/Internet	12-109-387	-
50.1100.0108	Wells Fargo (AST)	AST	9440107945	-
50.1100.0109	Wells Fargo	Sweep	4375666633	-
50.1100.0111	First Tennessee	Sweep	100142135	-
50.1100.0112	Bank of America	Sweep	9421433040	-
50.1100.5034	National City	Sweep	983817803	-
50.1100.5042	Wells Fargo	Sweep	4801912221	-
50.1100.5048	National City	Sweep	628811087	-
50.1100.5051	US Bank	Sweep	483603494	-
50.1100.5079	National City	Sweep	8130449369	-
50.1100.5115	US Bank	Sweep	194082517	-
50.1100.5120	National City	Sweep	628663790	2,012.05
50.1100.5158	US Bank	Sweep	130107463924	-
				<u>3,034.44</u>
50.1049.02	LaSalle Dep Concentration	ZBA	5800899436	-
50.1101.04	LaSalle Payroll	ZBA	5590072061	(204,437.81)
50.1102.04	LaSalle A/P	ZBA	5590072053	(135,624.64)
50.1104.04	LaSalle BWL	ZBA	5590072079	(45,724.99)
50.1104.5042	Wells Fargo - Club A/C	Sweep	4496892647	-
				<u>(382,753.00)</u>
<b>Hops</b>				
202.1100.0102	Chase	Sweep/Actual	1283237673	-
202.1100.0104	Wachovia	AST	2080000686808	-
202.1100.0115	US Bank Depository	Sweep/Actual	5002010865	581.54
202.1100.0118	Bank of America	Sweep/Actual	9420520353	-
				<u>581.54</u>
202.1049.02	LaSalle Dep Concentration	ZBA	5800899444	-
202.1101.04	LaSalle Payroll	ZBA	5590072095	(52,358.07)
202.1102.04	LaSalle A/P	ZBA	5590072087	(80,741.23)
202.1104.04	LaSalle BWL	ZBA	5590072103	(1,235.16)
				<u>(133,752.92)</u>
007.1025.02	<i>LaSalle Master Main Acct</i>			125,934.97
	<i>Entry Booked for Cash Adj.</i>			<u>460,193.07</u>
	<i>Avado Brands Master After Adj.</i>			586,128.04
007.1050	Avado Brands Master Concentration Acct			-
007.1052	Suntrust Tax Payment		0005700459257	132,258.61
007.1052.02	LaSalle Payroll Tax		5590072160	-
007.1052.03	LaSalle Prop Tax		5590074893	-
007.1052.04	LaSalle Sales Tax		5590074901	-
007.1053	Citizens Bank			2,460.99
007.1052.05	SERP Distributions-LaSalle		8603691992	-
007.1101.04	LaSalle Payroll		5590072129	(1,546.22)
007.1102.04	LaSalle A/P		5590072111	(101,530.21)
007.1104.04	LaSalle BWL		5590072137	-
007.1125.02	LaSalle Medical Claims		5590072145	-
007.1125.03	JP Morgan Medical Claims			37,070.29
007.1126.02	LaSalle W/C G/L Claims		5590072160	-
				<u>654,841.50</u>
<b>Total Cash Avado Brands</b>				<u><u>138,335.58</u></u>
	Petty Cash			-
	Total Consolidated Cash			<u>138,335.58</u>
	Per Balance Sheet			138,336.00
	Unlocated Difference			<u>(0.42)</u>

**SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID**

This schedule is to include all retained professional payments from case inception to current month.

**MOR 1b**

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Total-To-Date	
				Number	Date	Fees	Expenses	Fees	Expenses
Kurtzman Carson Consultants LLC	9/5/07-9/28/07	122,762.61	Avado Brands, Inc.	4162	10/29/07	36,730.50	86,032.11	36,730.50	86,032.11
Kurtzman Carson Consultants LLC	10/01/07-10/31/07	41,895.11	Avado Brands, Inc.	4567	12/04/07	33,303.00	8,592.11	70,033.50	94,624.22
Kurtzman Carson Consultants LLC	11/01/07-11/30/07	105,485.16	Avado Brands, Inc.	4923	01/09/08	39,450.00	66,034.66	109,483.50	160,658.88
Kurtzman Carson Consultants LLC	12/01/07-12/31/07	146,197.27	Avado Brands, Inc.	5067	01/24/08	36,339.00	109,858.27	145,822.50	270,517.15
Kurtzman Carson Consultants LLC	01/01/08-01/31/08	173,770.51	Avado Brands, Inc.	5357	02/28/08	38,041.79	135,728.72	183,864.29	406,245.87
Kurtzman Carson Consultants LLC	02/01/08-02/29/08	35,170.34	Avado Brands, Inc.	5501	03/26/08	30,575.46	4,594.88	214,439.75	410,840.75
Kurtzman Carson Consultants LLC	03/01/08-03/31/08	14,609.22	Avado Brands, Inc.	5572	05/09/08	6,554.40	7,654.82	220,994.15	418,495.57
Kurtzman Carson Consultants LLC	04/01/08-04/30/08	17,734.21	Avado Brands, Inc.	5598	06/05/08	11,153.00	6,581.21	232,147.15	425,076.78
Kurtzman Carson Consultants LLC	05/01/08-05/31/08	70,909.09	Avado Brands, Inc.	5606	07/01/08	25,619.00	45,290.09	257,766.15	470,366.87
Kurtzman Carson Consultants LLC	06/01/08-06/30/08	12,549.21	Avado Brands, Inc.	5617	08/05/08	16,085.00	5,464.21	273,851.15	475,831.08
Kurtzman Carson Consultants LLC	07/01/08-07/31/08	12,540.16	Avado Brands, Inc.	5627	09/02/08	5,197.50	7,342.66	279,048.65	483,173.74
Kurtzman Carson Consultants LLC	08/01/08-08/31/08	15,852.42	Avado Brands, Inc.	5638	10/21/08	8,487.50	7,364.92	287,536.15	490,538.66
Kurtzman Carson Consultants LLC	10/01/08-10/31/08	17,731.11	Avado Brands, Inc.	5648	12/05/08	5,128.50	12,602.51	292,664.65	503,141.17
US Trustee	09/05/07	4,250.00	Avado Brands, Inc.	122214	10/25/07	4,250.00	-	4,250.00	-
US Trustee	11/06/07	26,500.00	Avado Brands, Inc.	122648	11/15/07	26,500.00	-	30,750.00	-
US Trustee	10/08/08	12,800.00	Avado Brands, Inc.	124265	10/24/08	12,800.00	-	43,550.00	-
Edwards Angell Palmer & Dodge LLI	09/06/07-10/31/07	140,825.64	Avado Brands, Inc.	4408	12/03/07	135,224.50	5,601.14	135,224.50	5,601.14
Edwards Angell Palmer & Dodge LLI	11/01/07-11/30/07	169,267.02	Avado Brands, Inc.	4831	12/31/07	164,419.25	4,847.77	299,643.75	10,448.91
Edwards Angell Palmer & Dodge LLI	12/01/07-12/31/07	79,803.95	Avado Brands, Inc.	5197	02/08/08	77,059.50	2,744.45	376,703.25	13,193.36
Edwards Angell Palmer & Dodge LLI	01/01/08-01/31/08	53,636.88	Avado Brands, Inc.	5300	02/22/08	51,688.00	1,948.88	428,391.25	15,142.24
Edwards Angell Palmer & Dodge LLI	02/01/08-02/29/08	22,431.61	Avado Brands, Inc.	5471	03/26/08	21,818.50	613.11	450,209.75	15,755.35
Edwards Angell Palmer & Dodge LLI	03/01/08-03/31/08	5,103.50	Avado Brands, Inc.	5605	06/20/08	5,103.50	-	455,313.25	15,755.35
Edwards Angell Palmer & Dodge LLI	06/01/08-07/31/08	2,439.65	Avado Brands, Inc.	124270	11/17/08	879.00	1,560.65	456,192.25	17,316.00
Edwards Angell Palmer & Dodge LLI	08/01/08-08/31/08	2,074.18	Avado Brands, Inc.	124270	11/17/08	1,980.00	94.18	458,172.25	17,410.18
Edwards Angell Palmer & Dodge LLI	09/01/08-09/30/08	1,883.47	Avado Brands, Inc.	124270	11/17/08	1,837.50	45.97	460,009.75	17,456.15
Klee, Tuchin, Bogdanoff & Stern LL	09/01/07-9/30/07	139,507.00	Avado Brands, Inc.	4253	11/05/07	132,337.97	7,169.03	132,337.97	7,169.03
Klee, Tuchin, Bogdanoff & Stern LL	10/01/07-10/31/07	120,449.68	Avado Brands, Inc.	4580	12/06/07	117,104.00	3,345.68	249,441.97	10,514.71
Klee, Tuchin, Bogdanoff & Stern LL	11/01/07-11/30/07	196,574.05	Avado Brands, Inc.	6883	01/04/08	190,524.40	6,049.65	439,966.37	16,564.36
Klee, Tuchin, Bogdanoff & Stern LL	12/01/07-12/31/07	149,355.26	Avado Brands, Inc.	51966	02/08/08	137,699.60	11,655.66	577,665.97	28,220.02
Klee, Tuchin, Bogdanoff & Stern LL	01/01/08-01/31/08	101,155.50	Avado Brands, Inc.	5426	03/11/08	96,161.60	4,993.90	673,827.57	33,213.92
Klee, Tuchin, Bogdanoff & Stern LL	02/01/08-02/29/08	52,061.32	Avado Brands, Inc.	5470	03/24/08	51,750.40	310.92	725,577.97	33,524.84
Klee, Tuchin, Bogdanoff & Stern LL	03/01/08-03/31/08	39,151.75	Avado Brands, Inc.	5571	05/09/08	39,179.40	61.35	764,757.37	33,586.19
Klee, Tuchin, Bogdanoff & Stern LL	12/01/07-02/29/08	71,313.90	Avado Brands, Inc.	5583	05/21/08	71,313.90	-	836,071.27	33,586.19
Klee, Tuchin, Bogdanoff & Stern LL	04/01/08-04/30/08	30,080.87	Avado Brands, Inc.	5600	06/06/08	29,284.00	796.87	865,355.27	34,383.06
Klee, Tuchin, Bogdanoff & Stern LL	05/01/08-05/31/08	16,019.45	Avado Brands, Inc.	5609	07/03/08	15,818.00	201.45	881,173.27	34,584.51
Klee, Tuchin, Bogdanoff & Stern LL	06/01/08-06/30/08	34,611.17	Avado Brands, Inc.	5616	08/05/08	34,542.00	69.17	915,715.27	34,653.68
Klee, Tuchin, Bogdanoff & Stern LL	07/01/08-07/31/08	31,376.69	Avado Brands, Inc.	5628	09/15/08	31,244.40	132.29	946,959.67	34,785.97
Klee, Tuchin, Bogdanoff & Stern LL	03/01/08-05/31/08	21,048.10	Avado Brands, Inc.	5630	09/19/08	21,048.10	-	968,007.77	34,785.97
Klee, Tuchin, Bogdanoff & Stern LL	08/01/08-08/31/08	30,451.71	Avado Brands, Inc.	5640	10/09/08	30,379.20	72.51	998,386.97	34,858.48
Klee, Tuchin, Bogdanoff & Stern LL	09/01/08-09/30/08	21,005.44	Avado Brands, Inc.	5645	11/12/08	20,958.80	46.64	1,019,345.77	34,905.12
Klee, Tuchin, Bogdanoff & Stern LL	06/01/08-08/31/08	24,041.40	Avado Brands, Inc.	5652	12/19/08	24,041.40	-	1,043,387.17	34,905.12
Otterbourg Steindler Houston & Rosen PC	09/06/07-9/30/07	87,305.70	Avado Brands, Inc.	4512	11/28/07	86,105.00	1,200.70	86,105.00	1,200.70
Otterbourg Steindler Houston & Rosen PC	10/01/07-10/31/07	111,189.09	Avado Brands, Inc.	4667	12/14/07	109,240.40	1,948.69	195,345.40	3,149.39
Otterbourg Steindler Houston & Rosen PC	11/01/07-11/30/07	94,929.46	Avado Brands, Inc.	4992	01/17/08	93,188.16	1,741.30	288,533.56	4,890.69
Otterbourg Steindler Houston & Rosen PC	12/01/07-12/31/07	68,732.11	Avado Brands, Inc.	5256	02/26/08	64,419.32	4,312.79	352,952.88	9,203.48
Otterbourg Steindler Houston & Rosen PC	01/01/08-02/29/08	34,296.14	Avado Brands, Inc.	5622	08/22/08	32,431.89	1,864.25	385,384.77	11,067.73
Otterbourg Steindler Houston & Rosen PC	03/01/08-04/30/08	967.20	Avado Brands, Inc.	5632	09/19/08	967.20	-	386,351.97	11,067.73
Otterbourg Steindler Houston & Rosen PC	03/01/08-04/30/08	3,983.80	Avado Brands, Inc.	5639	10/02/08	3,868.80	115.00	390,220.77	11,182.73
Otterbourg Steindler Houston & Rosen PC	05/01/08-08/30/08	5,305.56	Avado Brands, Inc.	5654	12/19/08	5,305.56	-	395,526.33	11,182.73
Greenberg Traurig, LLP	09/05/07-09/30/07	80,373.15	Avado Brands, Inc.	4734	12/19/07	78,720.80	3,197.97	78,720.80	3,197.97
Greenberg Traurig, LLP	10/01/07-10/31/07	35,204.94	Avado Brands, Inc.	4735	12/19/07	32,163.20	3,041.74	110,884.00	6,239.71
Greenberg Traurig, LLP	12/01/07-12/31/07	54,284.86	Avado Brands, Inc.	5198	02/08/08	49,738.80	4,546.06	160,622.80	10,785.77
Greenberg Traurig, LLP	01/01/08-01/31/08	48,905.24	Avado Brands, Inc.	5468	03/24/08	46,946.00	1,959.24	207,568.80	12,745.01
Greenberg Traurig, LLP	02/01/08-02/29/08	45,072.67	Avado Brands, Inc.	5549	04/22/08	42,404.00	2,668.67	249,972.80	15,413.68
Greenberg Traurig, LLP	03/01/08-03/31/08	7,164.91	Avado Brands, Inc.	5587	05/27/08	6,194.40	970.51	256,167.20	16,384.19
Greenberg Traurig, LLP	04/01/08-04/30/08	9,162.64	Avado Brands, Inc.	5602	06/07/08	8,328.00	834.64	264,495.20	17,218.83
Greenberg Traurig, LLP	05/01/08-05/31/08	5,878.16	Avado Brands, Inc.	5610	07/08/08	4,706.00	1,172.16	269,201.20	18,390.99
Greenberg Traurig, LLP	06/01/08-06/30/08	3,980.65	Avado Brands, Inc.	5626	09/02/08	3,160.40	820.25	272,361.60	19,211.24
Greenberg Traurig, LLP	07/01/08-07/31/08	5,518.74	Avado Brands, Inc.	5629	09/19/08	4,814.60	704.14	277,176.20	19,915.38
Greenberg Traurig, LLP	03/01/08-05/31/08	4,812.10	Avado Brands, Inc.	5631	09/19/08	4,812.10	-	281,988.30	19,915.38
Greenberg Traurig, LLP	08/01/08-08/31/08	11,065.78	Avado Brands, Inc.	5641	10/07/08	10,807.20	258.58	292,795.50	20,173.96
Greenberg Traurig, LLP	06/01/08-08/31/08	4,695.50	Avado Brands, Inc.	5644	11/10/08	4,695.50	-	297,491.00	20,173.96
Greenberg Traurig, LLP	09/01/08-09/30/08	10,701.03	Avado Brands, Inc.	5647	12/03/08	9,151.60	1,549.43	306,642.60	21,723.39
Greenberg Traurig, LLP	11/01/07-11/30/07	74,082.00	Avado Brands, Inc.	5650	12/05/08	68,952.50	5,129.50	375,595.10	26,852.89
BDO Seidman	09/17/07-10/31/07	36,124.00	Avado Brands, Inc.	4740	12/17/07	36,124.00	-	36,124.00	-
BDO Seidman	11/01/07-11/30/07	34,440.99	Avado Brands, Inc.	4982	01/16/08	30,352.40	2,088.59	66,476.40	2,088.59
BDO Seidman	12/01/07-01/31/08	8,825.20	Avado Brands, Inc.	5349	02/27/08	8,575.20	250.00	75,051.60	2,338.59
Trenwith Group	09/01/07-10/31/07	17,600.00	Avado Brands, Inc.	4937	01/29/08	17,600.00	-	17,600.00	-
Trenwith Group	11/01/07-11/30/07	12,253.33	Avado Brands, Inc.	4981	01/29/08	12,000.00	253.33	29,600.00	253.33
Trenwith Group	12/01/07-12/31/07	3,700.03	Avado Brands, Inc.	5621	08/22/08	3,700.03	-	33,300.03	253.33
Nelson, Mullins, Riley	01/08/08-1/31/08	289.00	Avado Brands, Inc.	123714	02/24/08	289.00	-	289.00	-
Nelson, Mullins, Riley	02/01/08-02/15/08	5,133.87	Avado Brands, Inc.	123905	03/10/08	5,034.50	99.37	5,323.50	99.37
Nelson, Mullins, Riley	03/01/08-03/31/08	132.95	Avado Brands, Inc.	124125	04/21/08	132.95	-	5,456.45	99.37
Nelson, Mullins, Riley	10/02/08	104.00	Avado Brands, Inc.	124264	10/24/08	104.00	-	5,560.45	99.37
Myers, Rodbell & Rosenbaur	10/01/07-01/31/08	2,750.40	Avado Brands, Inc.	123710	02/24/08	2,750.40	-	2,750.40	-
Myers, Rodbell & Rosenbaur	02/01/08-02/12/08	680.00	Avado Brands, Inc.	124054	03/28/08	680.00	-	3,430.40	-
Myers, Rodbell & Rosenbaur	03/01/08-03/31/08	1,095.00	Avado Brands, Inc.	124124	04/21/08	1,095.00	-	4,525.40	-
Myers, Rodbell & Rosenbaur	06/01/08-06/30/08	200.40	Avado Brands, Inc.	124211	08/08/08	200.40	-	4,725.80	-
Myers, Rodbell & Rosenbaur	09/01/08-09/30/08	2,221.69	Avado Brands, Inc.	124267	10/31/08	2,187.29	34.40	6,913.09	34.40
Pepper Hamilton LLP	09/17/08-10/31/08	20,110.13	Avado Brands, Inc.	5472	03/24/08	19,451.50	658.63	19,451.50	658.63
Pepper Hamilton LLP	11/01/08-11/30/0								

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

MOR 2

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CONT)]

**Avado Brands Inc.**  
**Consolidated Income Statement - Unaudited (\$ 000's)**  
**Consolidating Income Statements of Debtors**  
**For The Accounting Period: December - 2008**

	Don Pablos of Texas LP		Don Pablos Op Corp		Hops of NE Florida JV 3		Hops of Balt County LLC		Hops of Virginia LTD		Hops Grill & Bar, Inc.		Avado Brands		Grand Total			
	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado	Actual	Avado		
<b>Gross Revenues</b>	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%
Food & Beverage Sales	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Beer, Wine, & Liquor	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Merchandise Sales	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Gross Sales	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Discounts	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Net Revenue</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Food + Beverage Cost	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Sub Alcohol Cost	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Merchandise Cost	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Fuel Charges	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Rebates	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Total Cost Of Sales</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Gross Margin</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Direct Pay	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Mgt Labor Tota	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Taxes & Benefits Total	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Total Payroll</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Prime Costs</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Contribution After Prime Costs</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Restaurant Operations	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Total Facility Expenses	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Controllable Expenses</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Advertising	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Occupancy	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Insurance & Other	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
All Other Operating Expenses	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
<b>Restaurant Cash Contribution</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Royalty Income	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
C&A	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	6.9	0.0%	6.9	0.0%	6.9	0.0%
<b>General &amp; Administrative</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	6.9	0.0%	6.9	0.0%	6.9	0.0%
<b>EBITDA</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	(6.9)	0.0%	(6.9)	0.0%	(6.9)	0.0%
<b>Cash Charges After EBITDA</b>																		
Restructuring Charge	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%
Special Charge	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	(1.8)	0.0%	(1.8)	0.0%	(1.8)	0.0%
Bankruptcy DIP Lender Fees	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	(9.8)	0.0%	(9.8)	0.0%	(9.8)	0.0%
Bankruptcy Professional Fees	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	75.8	0.0%	75.8	0.0%	75.8	0.0%
Bankruptcy Other Fees	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	28.9	0.0%	28.9	0.0%	28.9	0.0%
Assets Disposal, Net	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	0.1	0.0%	0.1	0.0%	0.1	0.0%
Preopening Expenses	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Franchise Tax	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	93.2	0.0%	93.2	0.0%	93.2	0.0%
<b>Other Charges</b>																		
Loss/(Gain) on Sale	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	0.1	0.0%	0.1	0.0%	0.1	0.0%
Loss/(Gain) Disposal	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Loss/(Gain) on Cancellation of Debt	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Deferred Loss/(Gain)	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Impairment Charge	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Restructuring Charge Non-Cash	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	0.1	0.0%	0.1	0.0%	0.1	0.0%
<b>Depreciation/Amortization</b>																		
Depreciation	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Amortization - Capital Lease	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Straight Line Rent	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Other, Net	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Sub-Total	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>EBIT</b>	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	(100.2)	0.0%	(100.2)	0.0%	(100.2)	0.0%
Interest Expense	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	792.8	0.0%	792.8	0.0%	792.8	0.0%
Accrued Dividend - Preferred Stock	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Interest Income	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Interest	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	792.8	0.0%	792.8	0.0%	792.8	0.0%
Provision For Income Taxes	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	-	0.0%	-	0.0%	-	0.0%	-	0.0%
<b>Net Income/(Loss)</b>	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%	\$	-	0.0%	\$	(893.1)	0.0%	\$	(893.1)	0.0%
Cash Receipts from Sales	-	-		-	-		-	-		-	-		-		-	-	-	
Total Disbursements for Calculating UST Qtrly Fees	-	-		-	-		-	-		-	-		100.1		100.1		100.1	

**In re: Avado Brands, Inc. et al  
Debtor**

**Case No. 07-11276  
Reporting Period: December 2008**

**MOR 3**

	Avado Brands, Inc	Don Pablos Operating	Don Pablos of Texas	Hops Grill&Bar	Hops NE FL JV #3	Hops of Virginia	Hops of Balitmore	Eliminate	Total
<b>ASSETS</b>									
<b>CURRENT ASSETS:</b>									
Cash & Cash Equivalents	654.8	(382.8)	-	(133.8)	-	-	-	-	138.2
Restricted Cash	-	-	-	-	-	-	-	-	-
Short Term Investments	-	-	-	-	-	-	-	-	-
<b>Total Cash and Cash Equivalents</b>	<b>654.8</b>	<b>(382.8)</b>	<b>-</b>	<b>(133.8)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>138.2</b>
Accounts Receivable	370.1	-	-	-	-	-	-	-	370.1
Inventories	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	99.6	-	2.2	-	-	-	-	101.8
Cash Collateralized Claims	6,529.6	-	-	-	-	-	-	-	6,529.6
Other Current Assets	-	-	-	-	-	-	-	-	-
Assets Held for Sale	-	-	-	-	-	-	-	-	-
<b>Total Current Assets</b>	<b>7,554.5</b>	<b>(283.2)</b>	<b>-</b>	<b>(131.6)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,139.7</b>
<b>PREMISES AND EQUIPMENT:</b>									
Land	-	-	-	-	-	-	-	-	-
Buildings - Owned	-	-	-	-	-	-	-	-	-
Buildings Under Ground Lease	-	-	-	-	-	-	-	-	-
Leasehold Improvements	-	-	-	-	-	-	-	-	-
Furniture & Equipment	-	-	-	-	-	-	-	-	-
Building Under Capital Lease	-	-	-	-	-	-	-	-	-
Asset Revaluation	-	-	-	-	-	-	-	-	-
Construction in Progress	-	-	-	-	-	-	-	-	-
<b>Total Premises &amp; Equipment</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Less: Accumulated Depreciation and Amortization	-	-	-	-	-	-	-	-	-
<b>Premises and Equipment, Net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INTANGIBLES</b>									
Favorable Leases	-	-	-	-	-	-	-	-	-
Reorg Value in Excess	-	-	-	-	-	-	-	-	-
Liquor Licenses	-	-	-	-	-	-	-	-	-
Trademark	-	-	-	-	-	-	-	-	-
Trademark-Know How	-	-	-	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-	-	-	-
<b>Total Intangibles</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Notes Receivable	-	-	-	-	-	-	-	-	-
Def. Loan/Lease Costs, Net	-	-	-	-	-	-	-	-	-
Def. Gain-SLB, Net	-	-	-	-	-	-	-	-	-
Deferred Income Tax Benefit	-	-	-	-	-	-	-	-	-
Other Assets, Net	226.6	-	-	-	-	-	-	-	226.6
<b>Total Assets</b>	<b>7,781.1</b>	<b>(283.2)</b>	<b>-</b>	<b>(131.6)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,366.3</b>

	Avado Brands,Inc	Don Pablos Operating	Don Pablos of Texas	Hops Grill&Bar	Hops NE FL JV #3	Hops of Virginia	Hops of Balitmore	Eliminate	Total
<b>LIABILITIES AND S/H EQUITY(DEFICIT)</b>									
<b>CURRENT LIABILITIES:</b>									
<b>ACCOUNTS PAYABLE:</b>									
Bank Overdrafts	460.2	-	-	-	-	-	-	-	460.2
Accounts Payable	611.4	1,020.6	-	(372.5)	-	-	-	-	1,259.5
Accounts Payable - Related	(47,967.2)	(60,375.7)	(15,901.2)	(47,155.3)	57.3	(1,959.3)	559.3	172,742.0	(0.1)
Intercompany Allocation	20,643.2	105,672.9	-	46,425.9	-	-	-	(172,742.0)	-
<b>Total Accounts Payable</b>	<b>(26,252.4)</b>	<b>46,317.8</b>	<b>(15,901.2)</b>	<b>(1,101.9)</b>	<b>57.3</b>	<b>(1,959.3)</b>	<b>559.3</b>	<b>-</b>	<b>1,719.6</b>
<b>ACCRUED LIABILITIES:</b>									
Payroll	-	1.6	(1.6)	(0.1)	-	0.1	-	-	-
Bonuses	-	-	-	-	-	-	-	-	-
Benefits and Taxes	(0.3)	-	-	-	-	-	-	-	(0.3)
Rents	-	11.8	1.8	-	-	-	-	-	13.6
Interest	3,342.3	-	-	-	-	-	-	-	3,342.3
Insurance	1,157.2	-	-	-	-	-	-	-	1,157.2
Property Taxes	56.4	1,383.6	146.3	94.8	-	12.8	31.5	-	1,725.4
Sales Tax Payable	-	-	-	-	-	-	-	-	-
Other	478.1	(32.6)	-	(64.3)	-	-	-	-	381.2
<b>Total Accrued Liabilities</b>	<b>5,033.7</b>	<b>1,364.4</b>	<b>146.5</b>	<b>30.4</b>	<b>-</b>	<b>12.9</b>	<b>31.5</b>	<b>-</b>	<b>6,619.4</b>
Current Install LT Debt/Capital L	37,742.5	-	-	-	-	-	-	-	37,742.5
Income Tax	(141.4)	-	-	-	-	-	-	-	(141.4)
<b>Total Current Liabilities</b>	<b>16,382.4</b>	<b>47,682.2</b>	<b>(15,754.7)</b>	<b>(1,071.5)</b>	<b>57.3</b>	<b>(1,946.4)</b>	<b>590.8</b>	<b>-</b>	<b>45,940.1</b>
Long-Term Debt	-	-	-	-	-	-	-	-	-
Capital Lease Obligation	-	-	-	-	-	-	-	-	-
Other Long-Term Liabilities	3,401.7	-	-	-	-	-	-	-	3,401.7
Deferred Income Taxes	7,265.0	-	-	-	-	-	-	-	7,265.0
<b>Total Liab exc PrePetition</b>	<b>27,049.1</b>	<b>47,682.2</b>	<b>(15,754.7)</b>	<b>(1,071.5)</b>	<b>57.3</b>	<b>(1,946.4)</b>	<b>590.8</b>	<b>-</b>	<b>56,606.8</b>
Pre Petition Liabilites	25,778.2	24.1	-	-	-	-	-	-	25,802.3
<b>Total Liabilities</b>	<b>52,827.3</b>	<b>47,706.3</b>	<b>(15,754.7)</b>	<b>(1,071.5)</b>	<b>57.3</b>	<b>(1,946.4)</b>	<b>590.8</b>	<b>-</b>	<b>82,409.1</b>
<b>SHAREHOLDERS' EQUITY(DEFICIT):</b>									
Common Stock	7.1	-	-	-	-	-	-	-	7.1
Conv. Preferred Stock	28,838.8	-	-	-	-	-	-	-	28,838.8
Additional Paid-In Capital	27,713.8	-	-	-	-	-	-	-	27,713.8
Retained Earnings	(84,786.8)	(3,087.1)	(4,744.0)	667.1	(69.6)	1,990.8	(482.3)	-	(90,511.9)
Net Earnings	(5,480.3)	(44,902.4)	20,498.7	272.8	12.3	(44.4)	(108.5)	-	(29,751.8)
Less: Dividends Paid	(11,338.8)	-	-	-	-	-	-	-	(11,338.8)
<b>Total Shareholders' Equity(Defi</b>	<b>(45,046.2)</b>	<b>(47,989.5)</b>	<b>15,754.7</b>	<b>939.9</b>	<b>(57.3)</b>	<b>1,946.4</b>	<b>(590.8)</b>	<b>-</b>	<b>(75,042.8)</b>
Less: Treasury Stock	-	-	-	-	-	-	-	-	-
<b>Total Liab &amp; S/H Equity (Defici</b>	<b>7,781.1</b>	<b>(283.2)</b>	<b>-</b>	<b>(131.6)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,366.3</b>

Note: There are no balances for the unlisted debtors.



**STATUS OF POSTPETITION TAXES**

**MOR 4a**

The beginning tax liability should be the ending liability from the prior month or, if this is the first report, the amount should be zero. Attach photocopies of IRS Form 6123 or payment receipt to verify payment or deposit of federal payroll taxes. Attach photocopies of any tax returns filed during the reporting period.

**Federal**

Withholding
FICA-Employee
FICA-Employer
Unemployment
Income
Other: _____
Total Federal Taxes

**State and Local**

Withholding
Sales
Excise
Unemployment
Real Property
Personal Property
Other: _____
Total State and Local
<b>Total Taxes</b>

All of the Debtors' postpetition fiduciary taxes are filed, paid or otherwise considered current to the best of my knowledge.



Attested and Signed by Kurt J. Schnaubelt, Executive Vice President and Chief Financial Officer of Avado Brands, Inc.

January 16, 2009

Date

**SUMMARY OF UNPAID POSTPETITION DEBTS  
MOR 4b**

Supplier Co	A/P SUMMARY - All Companies Pre &. Post				As Of		12/30/08	
	Balance	OpenCurren	Current	31-45	46-60	61-90	Over 90	
Avado Brands, Inc.	\$	564,274	\$	20,500	\$	4,120	\$	539,654
Don Pablo's Operating Corp	\$	2,091,999	\$	1,302			\$	2,090,697
Don Pablo's Texas, LP	\$	149,065					\$	149,065
Hops Grill & Bar, Inc.	\$	647,916	\$	440			\$	647,476
Hops of NE Florida JV 3	\$	11,272					\$	11,272
Hops of Virginia, Ltd	\$	16,195					\$	16,195
Hops of Baltimore County, LLC	\$	16,989					\$	16,989
<b>Grand Total</b>	<b>\$</b>	<b>3,497,710</b>	<b>\$</b>	<b>22,242</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>3,471,348</b>

04413

**A/P SUMMARY - All Companies/Pre-Petition (Based on Invoice Date; Service Date is Pre-Petition)**

	Balance	OpenCurren	Current	31-45	46-60	61-90	Over 90	
Avado Brands, Inc.	\$	388,751					\$	388,751
Don Pablo's Operating Corp	\$	2,063,247					\$	2,063,247
Don Pablo's Texas, LP	\$	148,565					\$	148,565
Hops Grill & Bar, Inc.	\$	624,192					\$	624,192
Hops of NE Florida JV 3	\$	11,272					\$	11,272
Hops of Virginia, Ltd	\$	16,195					\$	16,195
Hops of Baltimore County, LLC	\$	16,989					\$	16,989
<b>Grand Total</b>	<b>\$</b>	<b>3,269,212</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>3,269,212</b>

**A/P SUMMARY - All Companies Post-Petition**

	Balance	OpenCurren	Current	31-45	46-60	61-90	Over 90	
Avado Brands, Inc.	\$	175,523	\$	20,500	\$	-	\$	150,903
Don Pablo's Operating Corp	\$	28,752	\$	1,302	\$	-	\$	27,450
Don Pablo's Texas, LP	\$	499	\$	-	\$	-	\$	500
Hops Grill & Bar, Inc.	\$	23,724	\$	440	\$	-	\$	23,284
Hops of NE Florida JV 3	\$	-	\$	-	\$	-	\$	0
Hops of Virginia, Ltd	\$	-	\$	-	\$	-	\$	(0)
Hops of Baltimore County, LLC	\$	-	\$	-	\$	-	\$	(0)
<b>Grand Total</b>	<b>\$</b>	<b>228,497</b>	<b>\$</b>	<b>22,242</b>	<b>\$</b>	<b>-</b>	<b>\$</b>	<b>202,136</b>

**ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**

MOR 5

**Accounts Receivable Reconciliation**

Total Receivable

Total Accounts Receivable at the end of the reporting period			
Credit Cards Receivable			-
Coca Cola Rebate Receivable			-
Third Party Insurance Payer Claims Receivable			118,470
Approximately 4 various and sundry receivable items			251,627

**Accounts Receivable Aging**

0 - 30 days old			
31 - 60 days old			
61 - 90 days old			
91+ days old			
Total Accounts Receivable			
Amount considered uncollectible (Bad Debt)			
Accounts Receivable (Net)			

**DEBTOR QUESTIONNAIRE**

**Must be completed each month**

Yes

No

Must be completed each month	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.		X
3. Have all postpetition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.	X	
5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment account has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X