

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF NEW YORK

-----X
In re : Chapter 11
BETSEY JOHNSON LLC, : Case No. 12-11732 (JMP)
Debtor.¹ :
-----X

GLOBAL NOTES TO MONTHLY OPERATING REPORT

1. **Description of the Debtor and Its Case.**

On April 26, 2012 (the "Petition Date"), the Debtor filed a voluntary petition for relief under chapter 11 of the Bankruptcy Code. The Debtor is operating its business and managing its properties as a debtor in possession pursuant to sections 1107(a) and 1108 of the Bankruptcy Code.

On May 3, 2012, the United States Trustee for the Southern District of New York appointed a statutory committee of unsecured creditors pursuant to section 1102(a)(1) of the Bankruptcy Code.

As of the Petition Date, the Debtor operated out of various leased facilities in New York and New Jersey as follows: a) 498 Seventh Avenue, New York, NY, consisting of a showroom, design and corporate offices, b) 700 Penhorn Avenue, Secaucus, NJ, consisting of administrative offices and a warehouse. In addition, the Debtor operates 63 corporate retail stores and outlets in the United States, and also sells its products in department and specialty stores worldwide, including Macy's and Lord & Taylor, and online at www.betseyjohnson.com. As of the date of these Global Notes, the Debtor has closed all of its stores, its New York showroom as well as the corporate head office / warehouse. The Debtor now operates out of the CFOs home office.

On May 10, 2012, the Bankruptcy Court authorized the Debtor, in partnership with a joint venture consisting of Hilco Merchant Resources, LLC and Gordon Brothers Retail Partners, LLC, to conduct store closing sales at all of the Debtor's U.S. retail store locations (the "Store Closing Sales"). Store Closing Sales commenced on May 11, 2012 and concluded on July 22, 2012. At present, the Debtor is continuing the orderly wind-down of its estate. Effective September 1, 2012 all employees have been terminated and there is one officer remaining. Certain former employees continue to assist on a part time contractual basis.

¹ The last four digits of the Debtor federal tax identification number is 8779.

As of the Petition Date, Betsey Johnson was the 100% shareholder of each of Betsey Johnson Canada Ltd. ("BJ Canada") and Betsey Johnson UK Ltd. ("BJ UK"). BJ Canada operated 5 retail stores located in various provinces in Canada. BJ UK operated a single retail store located in London, England. On May 15, 2012, BJ Canada filed a Notice of Intention to Make a Proposal in the Quebec Superior Court, Commercial Division and obtained approval of that court to liquidate the inventory and assets in all of its Canadian retail stores. The liquidation of the Canadian retail stores was completed by June 30, 2012 and a proposal to BJ Canada's creditors was accepted on August 16, 2012 and approved by the Quebec Superior Court on September 18, 2012. Substantially all of the remaining funds are expected to be transferred by BJ Canada in December. As of February 12, 2013, the proposal has been fully performed. BJ UK has not commenced any formal restructuring proceedings, but has conducted a liquidation sale which concluded on June 16, 2012. BJ UK believes it has settled its remaining obligations and returned all excess funds to the Debtor in settlement of its intercompany debt. The Debtor expects to complete the formal wind-down of BJ UK by year-end. As of February 28, 2013, all Intercompany accounts have been settled, with the exception of a \$56,000 dividend to be paid to the U.S. Company which was received in May 2013 from the Canadian Trustee.

2. GAAP

The financial statements and supplemental information contained herein are preliminary, unaudited and may not comply with generally accepted accounting principles in the United States ("GAAP") in all material respects. In addition, the financial statements and supplemental information contained herein represent the condensed information for all Debtor entities only and exclude all non-Debtor affiliates. The financial statements and supplemental information contained herein are subject to review and adjustment.

The unaudited financial statements have been derived from the books and records of the Debtor. This information, however, has not been subject to certain procedures that would typically be applied to financial information in accordance with GAAP, and upon application of such procedures (such as tests for asset impairment), the Debtor believes that the financial information could be subject to changes, and these changes could be material. The information furnished in this report includes primarily normal recurring adjustments but does not include all adjustments that would typically be made for financial statements in accordance with GAAP. Further, certain additional adjustments have been made to reflect the current situation of the Debtor such as writing down assets to realizable values where the information is known.

3. General Methodology

The Debtor prepared this Monthly Operating Report ("MOR") relying primarily upon the information set forth in their books and records. Consequently, certain transactions that are not identified in the normal course of business in the Debtor's books and records may not be included in this MOR. Nevertheless, in preparing this MOR, the Debtor made reasonable efforts to supplement the information set forth in their books and records with additional information concerning transactions that may not have been identified therein.

4. **Retail Calendar**

The Debtors books and records are prepared in accordance with the retail calendar method whereby the year end date is the Saturday closest to the calendar year end. As such and as most retailers have adopted, the Debtor reports on a 4, 5, 4 basis. The fiscal month of December is a 4 week month ending on December 29, 2012. It would be unduly burdensome, a waste of limited resources and of no value to convert the Debtor's established accounting procedures to report on a calendar basis. Starting in January 2013, the company has moved to a calendar month-end reporting. Therefore, the month end for February is February 28th, 2013, and this MOR covers the period of February 1st to February 28th, 2013.

5. **Net Book Value of Assets**

It would be prohibitively expensive, unduly burdensome and an inefficient use of estate assets for the Debtor to obtain current market valuations of all its assets. To the extent the Debtor has information on the net realizable value of its assets due to marketing efforts, the Debtor has written down assets to reflect such value. The Debtor reserves the right to amend or adjust the value of each asset or liability set forth herein.

6. **Cash Receipts and Disbursements**

The Debtor has maintained up to 74 bank accounts in connection with its cash management system. Of the accounts, 10 are used by the Debtor at the "corporate" level with the rest representing individual store accounts. The sole purpose of the store accounts is to collect and remit funds to the corporate accounts. Since no disbursements are made from the store accounts, only intercompany transfers, they do not impact the determination of the U.S. Trustee fee. As such, total store inflows are included as an interbank transfer into the corporate concentration account in the Cash Receipts and Disbursements Schedule (MOR-1) and presented only the corporate accounts. As of the date of these Global Notes, the Debtor has closed all non-essential bank accounts.

7. **Prepetition vs. Postpetition Liabilities**

The Debtor allocated liabilities between the pre-petition and post-petition periods based on the information available and research conducted in connection with the preparation of this MOR. As additional information becomes available and further research is conducted, the allocation of liabilities between the prepetition and postpetition periods may change. The liability information, except as otherwise noted, is listed as of the close of business as of February 28, 2013. Accordingly, the Debtor reserves all rights to amend, supplement or otherwise modify this MOR as necessary and appropriate.

In addition, the liabilities listed in this MOR do not reflect any analysis conducted by the Debtor regarding potential claims under section 503(b)(9) of the Bankruptcy Code. Accordingly, the Debtor reserves any and all of their rights to dispute or challenge the validity of any claims

asserted under section 503(b)(9) of the Bankruptcy Code or the characterization of the structure of any transaction, document or instrument related to any creditor's claim.

In December 2012, a settlement payment was made to Steve Madden Ltd. in the amount of \$1,522,000 in accordance with the court-approved agreement between Betsey Johnson, LLC and Steven Madden Ltd. to share in the proceeds from the Collateral sold during the store liquidation process.

8. **Insiders**

For the MOR, the Debtor uses the term "insiders" as that term is defined in section 101(31) of the Bankruptcy Code.

Persons listed as "insiders" have been included for informational purposes only. The Debtor does not take any position with respect to: (a) such person's influence over the control of the Debtor; (b) the management responsibilities or functions of such individual; (c) the decision-making or corporate authority of such individual; or (d) whether such individual could successfully argue that he or she is not an "insider" under applicable law, including the federal securities laws, or with respect to any theories of liability or for any other purpose.

9. **Reservation of Rights**

Given the complexity in preparing this MOR, caused by the carve-out of the stub period, inadvertent errors, omissions or the over-inclusion of contracts or leases may have occurred. Accordingly, the Debtor hereby reserves all of its rights to dispute the validity, status, enforceability or the executory nature of any claim amounts, representation or other statement in this MOR and reserve the right to amend or supplement the MOR, if necessary.

Nothing contained in this MOR shall constitute a waiver of the Debtor's rights or an admission with respect to these chapter 11 cases, including with respect to any issues involving the Debtor's ownership interests, substantive consolidation, equitable subordination, defenses and/or causes of action arising under the provisions of chapter 5 of the Bankruptcy Code and any other relevant non-bankruptcy laws.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re: Chapter 11
Betsey Johnson LLC Case No. 12-11732 (JMP)
Debtor

**Monthly Operating Report for the Period
From February 1, 2013 to February 28, 2013**

Debtors' Address: 700 Penhome Ave.
Secaucus, NJ 07094
Telephone: (201) 770-1702

Debtors' Attorneys:

James F. Wallack
Douglas B. Rosner
Gregory O. Kaden
Vanessa V. Peck
Goulston & Storrs, P.C.
400 Atlantic Avenue
Boston, MA 02110-3333
Telephone: (617) 482-1776

Frank A. Oswald
Togut, Segal & Segal LLP
One Penn Plaza, Suite 3335
New York, NY 10119
Telephone: (212) 594-5000

This Monthly Operating Report ("MOR") has been prepared solely for the purpose of complying with the monthly reporting requirements applicable in these Chapter 11 cases and is in a format that the Debtors believe is acceptable to the United States Trustee. The financial information contained herein is limited in scope and covers a limited time period. Moreover, such information is preliminary and unaudited, and is not prepared in accordance with accounting principles generally accepted in the United States ("GAAP").

I declare under penalty of perjury that this report and the attached documents are true and correct to the best of my knowledge and belief.



Aron M. Arias
Chief Financial Officer
Betsey Johnson LLC

Monday, May 06, 2013

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re Betsey Johnson LLC

Case No. 12-11732 (JMP)

Debtor

Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

Federal Tax I.D. # 26-0618779

CORPORATE MONTHLY OPERATING REPORT

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CONT)	X	
Copies of bank statements		X	
Cash disbursements journals		X	
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Post-petition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt		n/a	
Copies of tax returns filed during reporting period		n/a	
Summary of Unpaid Post-petition Debts	MOR-4	X	
Listing of Aged Accounts Payable		X	
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Taxes Reconciliation and Aging	MOR-5	X	
Payments to Insiders and Professional	MOR-6	X	
Post Petition Status of Secured Notes, Leases Payable	MOR-6	X	
Debtor Questionnaire	MOR-7	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 

Date 6-May-13

Signature of Authorized Individual* 

Date 6-May-13

Printed Name of Authorized Individual: Aron M. Arias

Date 6-May-13

*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.

In re Betsy Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb 1st to Jan. 28th, 2013

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and 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. 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)]

	FN xxx1763 CDA Accounts Payable	FN xxx6173 Payroll	FN xxx6181 Concentration	FN xxx6157 American Express	FN xxx6140 Mastercard	FN xxx1755 Funding Operating DIP
BEGINNING BOOK BALANCE	\$ (3,753.45)	\$ (2,057.14)	\$ -	\$ -	\$ -	\$ 1,430,314.59
Inflows						
Other Operating Expense Refunds						
Total	-	-	-	-	-	-
Inter-Bank Transfers						
CDA AP from Funding Acct	1,918.37					(1,918.37)
Concentration from Funding			17.00			(17.00)
Total	1,918.37	-	17.00	-	-	(1,935.37)
TOTAL INFLOW	1,918.37	-	17.00	-	-	(1,935.37)
Outflow						
Payroll / Net Payroll	-	-				(15,650.00)
Payroll Fees To Adp	-					(186.76)
Legal And Prof Fees						(58,639.26)
Operating Expenses	(297.87)					(3,420.70)
Bank Fees	(323.20)		(17.00)			(56.36)
State Income Taxes						(3,000.00)
TOTAL OUTFLOWS	(621.07)	-	(17.00)	-	-	(80,953.08)
ENDING BALANCE (BOOK CASH)	\$ (2,456.15)	\$ (2,057.14)	\$ -	\$ -	\$ -	\$ 1,347,426.14
Balance as per Bank						1,347,426.14
Diff	(2,456.15)	(2,057.14)				

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

In re Beisey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb 1st to Jan. 28th, 2013

Amounts reported should be from the debtor's books and 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. 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)]

	FN xxx6132 Funding Account	Revolver	Revolver DIP	BOA Concentration xxx6126	TO DATE
BEGINNING BOOK BALANCE	\$ -	\$ -	\$ -	\$ 17,599.68	\$ 1,442,103.68
Inflow					
Other Operating Expense Refunds				1,439.33	1,439.33
Total				1,439.33	1,439.33
Inter-Bank Transfers					
CDA AP from Funding Acct					-
Concentration to Funding					-
Total					-
TOTAL INFLOW				1,439.33	1,439.33
Outflow					
Payroll / Net Payroll					(15,650.00)
Payroll Fees To Adp					(186.76)
Legal And Prof Fees					(58,639.26)
Operating Expenses					(3,718.57)
Bank Fees				(116.34)	(512.90)
State Income Taxes					(3,000.00)
TOTAL OUTFLOWS				(116.34)	(81,707.49)
ENDING BALANCE (BOOK CASH)	\$ -	\$ -	\$ -	\$ 18,922.67	\$ 1,361,835.52
Balance as per Bank					18,922.67
Diff					-

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED
DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

	Feb 1 - Feb 28	Total
TOTAL DISBURSEMENTS	\$ 81,707.49	\$ 81,707.49
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	-	-
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	-
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$ 81,707.49	\$ 81,707.49

In re Betsey Johnson LLC

Debtor

Case No. 12-11732 (JMP)

Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

BANK RECONCILIATIONS

Continuation Sheet for MOR-1

A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.

(Bank account numbers may be redacted to last four numbers.)

	FN xxx1755 Funding Operating DIP	FN xxx6132 Funding Account	Revolver	Revolver DIP	BOA Concentration xxx6126
BALANCE PER BOOKS	\$ 1,347,426.14	\$ -	\$ -	\$ -	\$ 18,922.67
BANK BALANCE	\$ 1,347,426.14	\$ -	\$ -	\$ -	\$ 18,922.67
(+) DEPOSITS IN TRANSIT (<i>ATTACH LIST</i>)					
(-) OUTSTANDING CHECKS (<i>ATTACH LIST</i>):					
OTHER (<i>ATTACH EXPLANATION</i>)					
ADJUSTED BANK BALANCE *	\$ 1,347,426.14	\$ -	\$ -	\$ -	\$ 18,922.67

**Adjusted Bank Balance* must equal "Balance per Books"

DEPOSITS IN TRANSIT	Date	Amount	Date	Amount
	None	None	None	None
CHECKS OUTSTANDING	Ck. #	Amount	Ck. #	Amount
	None	None	None	None

OTHER

Betsey Johnson LLC	
Cash Receipts and Disbursements to Balance Sheet Reconciliation	
28-Feb-13	
Account	Balance
Total Non-Corporate Accounts	\$ -
Total Per Cash Receipts and Disbursements (MOR-1)	1,361,836
Total Per Balance Sheet (MOR - 3)	<u>\$ 1,361,836</u>

Betsey Johnson FIRST NIAGARA CDA Post-Petition Account Outstanding Checks 1/31/2013			
Date	Check #	Payee	Amount
5/9/2012	60026	CAITLIN KENNEY	\$ 60.83
5/9/2012	60032	DEEDRA BOND	139.66
5/9/2012	60033	LYNDSAY GRACIN	54.99
5/9/2012	60038	MILICA VELICKOVICH	79.43
5/9/2012	60041	SARAH SUMMERS	21.53
5/9/2012	60046	BRIANA VILLA	9.97
5/9/2012	60059	AJA HILL	71.60
5/9/2012	60064	JANELY BENCOMO	125.00
5/9/2012	60072	JESSICA CLAEYSSSEN	106.28
5/10/2012	60080	FARIAS, INC	39.61
6/12/2012	80464	MARGOT E HASWELL	769.92
6/21/2012	80616	KIMBERLY E. MAYBERRY	337.20
8/8/2012	90025	NSTAR ELECTRIC	60.06
8/23/2012	90065	JOLEE ACOSTA	47.27
8/23/2012	90070	ASHLEY ANGELO	12.64
8/23/2012	90072	ABIGAIL ARNETT	16.40
8/23/2012	90080	SHANNON BOUTHILLETTE	79.22
8/23/2012	90083	KATELYN BREHONY	28.54
8/23/2012	90092	TARALYNN CONGEMI	12.64
8/23/2012	90093	ANTHONY COOPER	62.37
8/23/2012	90098	LEARIE D. DAWKINS	15.40
8/23/2012	90114	MARY HAMILTON	31.14
8/23/2012	90123	TACEY JONES	19.20
8/23/2012	90125	EDWARD KIM	100.92
8/23/2012	90129	BRINKLEY LEMARIE	14.38
8/23/2012	90137	MICHAEL MOLINA	12.64
8/23/2012	90142	SAMUEL OLMEDO	12.64
8/23/2012	90150	TAYLOR RICHEY	20.13
8/23/2012	90162	IRAM SUBA	47.27
8/23/2012	90165	ROBERT TILLERY	47.27
			\$ 2,456.15

Betsey Johnson Payroll Outstanding Checks 1/31/2013			
Date	Check #	Payee	Amount
5/25/2012	10285	Payroll	\$ 81.40
6/8/2012	10489	Payroll	170.56
6/8/2012	10498	Payroll	89.62
6/8/2012	10531	Payroll	42.79
6/15/2012	10563	Payroll	82.10
6/15/2012	10578	Payroll	66.77
6/15/2012	10632	Payroll	118.70
6/22/2012	10733	Payroll	148.79
6/29/2012	10798	Payroll	107.89
7/6/2012	10852	Payroll	40.33
7/6/2012	10853	Payroll	48.56
7/6/2012	10855	Payroll	58.93
7/6/2012	10858	Payroll	163.47
7/6/2012	10871	Payroll	122.85
7/6/2012	10922	Payroll	285.18
7/20/2012	11006	Payroll	77.27
7/20/2012	11013	Payroll	7.43
7/20/2012	11015	Payroll	244.20
7/20/2012	11031	Payroll	99.77
7/27/2012	11049	Payroll	0.53
			\$ 2,057.14



PO Box 1237 South Windsor, CT 06074

ACCOUNT STATEMENT

Statement Date: February 28, 2013
 Primary Account Number: xxxxxxxx1763

manifest line



BETSEY JOHNSON LLC
 DEBTOR IN POSSESSION
 700 PENHORN AVE
 SECAUCUS NJ 07094-2158

	Customer Service 1-800-516-0625
	Automated Telephone Banking 1-800-439-8230
	Customer.Service@fnfg.com
	Customer Service P.O. Box 527 Lockport, NY 14095-0527

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS

Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx1763	Business Checking Account	.00			

Business Checking Account - xxxxxxxx1763

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
.00		1,918.37		.00		1,595.17		323.20		.00

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
02/01	TFR FROM CK# XXXXXX1755		63.14	63.14
02/01	Check Num 90308	63.14		.00
02/13	TFR FROM CK# XXXXXX1755		119.45	119.45
02/13	Check Num 90081	119.45		.00
02/15	ANALYSIS SERVICE CHARGE	323.20		323.20
02/15	TFR FROM CK# XXXXXX1755		323.20	.00
02/19	TFR FROM CK# XXXXXX1755		1,114.71	1,114.71
02/19	Check Num 90307	1,114.71		.00
02/21	TFR FROM CK# XXXXXX1755		297.87	297.87
02/21	Check Num 90309	297.87		.00

Checks in Order

Check Number	Date	Amount (\$)
90081	02/13	119.45
90307*	02/19	1,114.71

Check Number	Date	Amount (\$)
90308	02/01	63.14

Check Number	Date	Amount (\$)
90309	02/21	297.87

(*) Check Numbers Out of Sequence

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.



PO Box 1237 South Windsor, CT 06074

Statement Date: February 28, 2013
 Primary Account Number: xxxxxxxx6173

manifest line



BETSEY JOHNSON LLC
 700 PENHORN AVE
 SECAUCUS NJ 07094-2158

	Customer Service 1-800-516-0625
	Automated Telephone Banking 1-800-439-8230
	Customer.Service@fnfg.com
	Customer Service P.O. Box 527 Lockport, NY 14095-0527

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS					
Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx6173	Business Checking Account	.00			

Business Checking Account - xxxxxxxx6173

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
.00		.00		.00		.00		.00		.00

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
	NO ACTIVITY			

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.



fn incarte



PO Box 1237 South Windsor, CT 06074

ACCOUNT STATEMENT

Statement Date: February 28, 2013
Primary Account Number: xxxxxxxx6181

— manifest line —



FIRST NIAGARA FOR BETSEY JOHNSON LLC
CASH CONCENTRATION ACCOUNT
ATTN: PORTFOLIO MANAGER
3 ALLIED DR
DEDHAM MA 02026-6122

	Customer Service 1-800-516-0625
	Automated Telephone Banking 1-800-439-8230
	Customer.Service@fnfg.com
	Customer Service P.O. Box 527 Lockport, NY 14095-0527

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS

Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx6181	Business Checking Account	.00			

Business Checking Account - xxxxxxxx6181

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
.00		17.00		.00		.00		17.00		.00

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
02/15	ANALYSIS SERVICE CHARGE	17.00		17.00-
02/15	TFR FROM CK# XXXXXX1755		17.00	.00

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.



PO Box 1237 South Windsor, CT 06074

ACCOUNT STATEMENT

Statement Date: February 28, 2013

Primary Account Number: xxxxxxxx6157

manifest line



BETSEY JOHNSON LLC
700 PENHORN AVE
SECAUCUS NJ 07094-2158

	Customer Service 1-800-516-0625
	Automated Telephone Banking 1-800-439-8230
	Customer.Service@fnfg.com
	Customer Service P.O. Box 527 Lockport, NY 14095-0527

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS

Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx6157	Business Checking Account	.00			

Business Checking Account - xxxxxxxx6157

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
.00		.00		.00		.00		.00		.00

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
	NO ACTIVITY			

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.



PO Box 1237 South Windsor, CT 06074

Statement Date: February 28, 2013

Primary Account Number: xxxxxxxx6140

manifest line



BETSEY JOHNSON LLC
700 PENHORN AVE
SECAUCUS NJ 07094-2158

	Customer Service 1-800-516-0625
	Automated Telephone Banking 1-800-439-8230
	Customer.Service@fnfg.com
	Customer Service P.O. Box 527 Lockport, NY 14095-0527

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS

Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx6140	Business Checking Account	.00			

Business Checking Account - xxxxxxxx6140

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
.00		.00		.00		.00		.00		.00

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
	NO ACTIVITY			

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.



Statement Date: February 28, 2013
 Primary Account Number: xxxxxxxx1755

Customer Service
1-800-516-0625

Automated Telephone Banking
1-800-439-8230

Customer.Service@fnfg.com

Customer Service
P.O. Box 527
Lockport, NY 14095-0527



BETSEY JOHNSON LLC
 DEBTOR IN POSSESSION
 700 PENHORN AVE
 SECAUCUS NJ 07094-2158

See your account activity, pay bills and more...visit First Niagara Online Banking at FirstNiagara.com.

SUMMARY OF ACCOUNTS					
Account	Account Type	Current Balance (\$)	Interest Rate (%)	APY (%)	Interest YTD (\$)
xxxxxxx1755	Business Checking Account	1,347,426.14			

Business Checking Account - xxxxxxxx1755

Statement from 02/01/13 Through 02/28/13

Account Summary

Beginning Balance (\$)	+	Deposits (\$)	+	Interest Paid (\$)	-	Withdrawals (\$)	-	Service Charge (\$)	=	Ending Balance (\$)
1,430,314.59		.00		.00		82,832.09		56.36		1,347,426.14

Transactions by Date

Posting Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
02/01	TFR TO CK# XXXXXX1763	63.14		1,430,251.45
02/06	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	3,850.00		1,426,401.45
02/06	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	3,420.70		1,422,980.75
02/06	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	2,550.00		1,420,430.75
02/06	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	500.00		1,419,930.75
02/13	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	9,315.40		1,410,615.35
02/13	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	2,850.00		1,407,765.35
02/13	TFR TO CK# XXXXXX1763	119.45		1,407,645.90
02/15	ANALYSIS SERVICE CHARGE	56.36		1,407,589.54
02/15	Wire BNF: RICHTER CONSULTING	6,364.00		1,401,225.54
02/15	Wire BNF: DONLIN RECANO COMPA INC	13,438.01		1,387,787.53
02/15	Wire BNF: TOGUT SEGAL SEGAL L	7,516.22		1,380,271.31
02/15	Wire BNF: Goulston & Storrs O ating Account	13,422.28		1,366,849.03
02/15	TFR TO CK# XXXXXX1763	323.20		1,366,525.83
02/15	TFR TO CK# XXXXXX6181	17.00		1,366,508.83
02/19	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	2,850.00		1,363,658.83
02/19	ADP PAYROLL FEES ADP - FEES ID :1518070 1910903 NAME :BETSEY JOHNSON LLC	186.76		1,363,472.07
02/19	TFR TO CK# XXXXXX1763	1,114.71		1,362,357.36

Business Checking Account - xxxxxxxx1755 (continued)

Transactions by Date (continued)

Posting				
Date	Transaction Description	Debit (-\$)	Credit (+\$)	Balance (\$)
02/21	TFR TO CK# XXXXXX1763	297.87		1,362,059.49
02/25	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	2,850.00		1,359,209.49
02/26	BETSEYJOHNSON755 PAYMENTS ID :BATCH OFFSET NAME :OFFST BETSEYJOHNSON755	200.00		1,359,009.49
02/27	Wire BNF: DONLIN RECANO COMPA INC	8,583.35		1,350,426.14
02/28	NYS TAX & FINANC PIT PYMT ID :PL1395009783 NAME :260618779	3,000.00		1,347,426.14

Starting 4/13/13, for an account to be in good standing under our overdraft privilege policy, it must have a positive end of day balance once every 20 days. All other terms remain in effect.

Page 2



Bank of America

Bank of America, N.A.
 P.O. Box 25118
 Tampa, FL 33622-5118

Page 1 of 3
 Statement Period
 12/30/12 through 03/31/13
 ED P PB 0B 42

Account Number


BI 04/09 0 0487 843 067 024620 #001 AT 0.384

BETSEY JOHNSON LLC
 295 PRINCETON-HIGHTSTOWN ROAD
 BOX 11-364
 WEST WINDSOR, NJ 08550

Customer Service Information

www.bankofamerica.com

For additional information or service, you may call:
 1.888.400.9009

Or you may write to:
 Bank of America, N.A.
 P.O. Box 25118
 Tampa, FL 33622-5118

Deposit Accounts

Full Analysis Business Checking

BETSEY JOHNSON LLC

Your Account at a Glance

Account Number	XXXX XXXX 6126	Statement Beginning Balance	\$7,319.33
Statement Period	12/30/12 through 03/31/13	Amount of Deposits/Credits	\$28,648.33
Number of Deposits/Credits	9	Amount of Withdrawals/Debits	\$33,408.77
Number of Withdrawals/Debits	4	Statement Ending Balance	\$2,558.89
Number of Days in Cycle	31	Average Ledger Balance	\$17,205.51

Deposits and Credits

Date Posted	Customer Reference	Amount (\$)	Description	Bank Reference
01/11		4,103.79	Deposit	813003242389707
01/15		1,350.88	Deposit	813005042273437
01/28		5,051.69	Deposit	813004642425508
02/28		1,439.33	Deposit	813005542989019
03/05		2,896.27	Deposit	813004642575035
03/12		12,096.20	Deposit	813003342027578

BETSEY JOHNSON LLC

Page 2 of 3
 Statement Period
 12/30/12 through 03/31/13
 ED P PB 0B 42

Account Number

Deposits and Credits - Continued

Date Posted	Customer Reference	Amount (\$)	Description	Bank Reference
03/18		1,018.87	Deposit	813004142170990
03/18		523.00	Deposit	813004442427611
03/19		168.30	Deposit	813003042870014

Withdrawals and Debits

Other Debits

Date Posted	Customer Reference	Amount (\$)	Description	Bank Reference
01/15		226.01	12/12 Acct Analysis Fee	940301150000001
02/15		116.34	01/13 Acct Analysis Fee	940302150000001
03/15		66.42	02/13 Acct Analysis Fee	940303150000001
03/20		33,000.00	Wire Type:Wire Out Date:130320 Time:1120 Et Trn:2013032000177587 Service Ref:007729 Bnf:Betsey Johnson Llc ID:7900681755 Bnf Bk:First Niagara Bank, NA ID:222370440 Pmt Det:011303200004 72Nn	903703200177587

Daily Ledger Balances

Date	Balance (\$)	Date	Balance (\$)	Date	Balance (\$)
12/30	7,319.33	02/15	17,483.34	03/15	33,848.72
01/11	11,423.12	02/28	18,922.67 ✓	03/18	35,390.59
01/15	12,547.99	03/05	21,818.94	03/19	35,558.89
01/28	17,599.68	03/12	33,915.14	03/20	2,558.89

Betsey Johnson Disbursement Journal December 30, 2012 to January 31, 2013			
Date	Check #	Vendor	Amount
2/6/2013	WT	ARON ARIAS	3,850.00
2/6/2013	WT	DATAGRAM (SERVER HOSTING)	3,420.70
2/6/2013	WT	REBECCA FRANCISCO	2,550.00
2/6/2013	WT	JONATHAN FRIEDMAN	500.00
2/13/2013	WT	MARCUM LLP	9,315.40
2/13/2013	WT	ARON ARIAS	2,850.00
2/13/2013	90309	ROSENTHAL FACTORS - INDIAN WELLS RESORT REFUN	297.87
2/15/2013	WT	RICHTER CONSULTING INC	6,364.00
2/15/2013	WT	DONLIN RECANO COMPANY INC	13,438.01
2/15/2013	WT	TOGUT SEGAL SEGAL LLP	7,516.22
2/15/2013	WT	GOULSTON & STORRS	13,422.28
2/19/2013	WT	ARON ARIAS	2,850.00
2/19/2013	WT	ADP PAYROLL FEES ADP - FEES	186.76
2/25/2013	WT	ARON ARIAS	2,850.00
2/26/2013	WT	JONATHAN FRIEDMAN	200.00
2/27/2013	WT	DONLIN RECANO COMPANY INC	8,583.35
2/28/2013	WT	NYS TAX AND FINANCE - Corporate Income Taxes	3,000.00
2/15/2013	FEES	BANK FEES - FIRST NIAGARA FUNDING	56.36
2/15/2013	FEES	BANK FEES - FIRST NIAGARA CONCENTRATION	17.00
2/15/2013	FEES	BANK FEES - FIRST NIAGARA CDA ACCOUNT	323.20
2/15/2013	FEES	BANK FEES - BANK OF AMERICA CONCENTRATION	116.34
			\$ 81,707.49

In re Betsy Johnson LLC

Case No. 12-11732 (JMP)

Feb. 1, 2013 to Feb.

Debtor

Reporting Period: 28, 2013

STATEMENT OF OPERATIONS (Income Statement)

The Statement of Operations is to be prepared on an accrual basis. The accrual basis of accounting recognizes revenue when it is realized and expenses when they are incurred, regardless of when cash is actually received or paid.

REVENUES	January 31, 2013 to February 28, 2013	CUMULATIVE - FILING TO DATE
Net Sales		\$ 14,104,131
COST OF GOODS SOLD		
Cost of Goods Sold		7,665,239
Gross Profit		6,438,891
OPERATING EXPENSES		
Payroll		1,195,707
Commissions and Bonus		479,629
Benefits		229,459
Occupancy Expense		1,708,993
Website Fee		212,702
Freight Out (Web-GSI - Net Freight Income)		(21,380)
Other Expense		628,676
Total Store Operating Expenses		4,433,786
Payroll / Contract Employees	12,600	743,373
Commissions and Bonus		257,053
Benefits (Cobit Reimbursements)	186	81,169
Occupancy Expense		218,371
Freight Out		34,135
Outsource & Production Black Label		4,535
Other Expense	3,979	473,248
Total Corporate Expenses	18,765	1,811,885
Total Operating Expenses	18,765	6,245,671
OTHER INCOME AND EXPENSES		
Senior Management Bonus		(99,231)
Depreciation & Amortization		300,591
Cash Interest Expense		5,735
Interest Expense-Earnout		330
Other Extraordinary Loss(Gain)		10,535,812
Net Agency Fee Expense		1,998,811
Management Fees		(24,999)
Debtor Counsel	40,206	1,204,755
Debtor Financial Advisors	(2,643)	634,787
Debtor Accountants	8,855	188,761
Committee Professionals	(2,014)	644,717
Debtor Claims Agent	15,721	334,844
U.S. Trustee	4,875	33,150
Leasing Agent		14,063
Bank Lender Fees		152,703
Sales Tax Assessment		77,000
Total Non-Operating Expense	65,001	16,001,829
Income Taxes		-
Net Profit (Loss)	\$ (83,766)	\$ (15,808,609)

*"Inside" is defined in 11 U.S.C. Section 101(31).

In re Betsey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from post-petition obligations.

ASSETS		LIABILITIES AND OWNER EQUITY	
CURRENT ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE OR SCHEDULED - DATE
Cash	\$ 1,361,836	\$ 1,442,104	\$ 113,469
Accounts Receivables, Less Allowance	-	-	1,231,952
Other Receivables - See schedule	6,108	6,108	-
Intercompany - Note 2	-	-	8,727,614
Inventories - Note 3	0	0	8,022,274
Prepays - Note 3	230,182	230,182	611,963
TOTAL CURRENT ASSETS	1,598,126	1,678,394	18,707,272
NON-CURRENT ASSETS			
Property & Equipment - Note 2	-	-	6,340,350
Other Assets - See schedule - Note 2	5,435	5,435	261,875
TOTAL NON-CURRENT ASSETS	5,435	5,435	6,602,226
TOTAL ASSETS	\$ 1,603,561	\$ 1,683,829	\$ 25,309,498
LIABILITIES AND OWNER EQUITY			
LIABILITIES NOT SUBJECT TO COMPROMISE (Post-petition)			
Accounts Payable	\$ 608,460	\$ 511,662	-
Revolver	-	-	2,109,339
Accrued Liabilities (Note 4)	23,500	116,800	-
TOTAL POST-PETITION LIABILITIES	631,960	628,462	2,109,339
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)			
Accounts Payable	6,123,505	6,123,505	7,658,643
Term Loan - Madden	1,876,746	1,876,746	3,398,745
Accrued Liabilities	993,128	993,128	-
TOTAL PRE-PETITION LIABILITIES	8,993,379	8,993,379	11,057,388
TOTAL LIABILITIES	9,625,339	9,621,841	13,166,727
OWNERS' EQUITY			
Owners' Equity	3,200,000	3,200,000	-
Retained Earnings - Pre-Petition	4,586,830	4,586,830	-
Retained Earnings - Post-petition	(15,808,609)	(15,724,843)	-
NET OWNERS' EQUITY	(8,021,779)	(7,938,013)	-
TOTAL LIABILITIES AND OWNERS' EQUITY	\$ 1,603,561	\$ 1,683,829	\$ 13,166,727

*"Insider" is defined in 11 U.S.C. Section 101(31).

Note 1: The Debtor has only included comparable amounts as reflected on the schedules.

Note 2: As referenced in the Global Notes, the Debtor wrote down asset and liability balances to reflect realizable values as information was available. For the Decrease in Intercompany Balance, this represents final write down of Intercompany with UK and Canada.

Note 3: Includes a \$139K carve-out in escrow with Goulston & Storrs, P.C. as well as \$91k of retainers.

Note 4: Decrease due to reversal of December and January Professional Fee Accruals Hahn & Hessen Nov & Dec (\$75,000) and Capstone - Dec. and Jan. (\$18,300). Total Reduction of \$93,300.

In re Betsey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

BALANCE SHEET - continuation section

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Receivables			
Joint Venture Liquidation Receivable (Payment received in Oct.)	\$ -	\$ -	
Credit Card	5,423	5,423	
Expenses			
Medical	685	685	
Web			
	\$ 6,108	\$ 6,108	
Other Assets			
Rent Security Deposits	\$ -	\$ -	
Tax Recovery	5,435	5,435	
Utility Deposit	-	-	
	\$ 5,435	\$ 5,435	

In re Betsey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

STATUS OF POST-PETITION TAXES

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	Beginning Tax	Amount Withheld and/or Accrued	Amount Paid	Date Paid	Check # or EFT	Ending Tax
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	-	-	-	-	-	-
Total Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due					Total
	Current	1-30	31-60	61-90	Over 91	
Accounts Payable (Note 1 & 2)	\$ 95,039	\$ 102,763	\$ 11,868	\$ 41,325	\$ 357,463	\$ 608,460
Wages Payable	-	-	-	-	-	-
Taxes Payable	-	-	-	-	-	-
Rent/Leases-Building						-
Rent/Leases-Equipment						-
Secured Debt/Adequate Protection Payments						-
Professional Fees (Accruals)	23,500	-	-	-	-	23,500
Amounts Due to Insiders						-
Other: ADP Manual Checks and Stale Dated Checks	-	-	-	-	-	-
Total Post-petition Debts	\$ 118,539	\$ 102,763	\$ 11,868	\$ 41,325	\$ 357,463	\$ 631,960

Explain how and when the Debtor intends to pay any past due post-petition debts.
To be paid from existing cash collateral.

Note 1: Of the total AP balance, \$544K relates professional fees (\$172k payable and \$372k holdbacks).

Note 2: The Debtor, and counsel are in the final stages of evaluating all Administrative Claims submitted to determine the status of the Open Non-Professional Fee Post-Petition Payables.

Betsey Johnson LLC											Prof. Fee	Prof. Fee
Post - Petition AP Aging by Due Date											Holdbacks	Operating
28-Feb-13												
Vendor	Invoice #	Invoice Date	Due Date	Total	Current	1 to 30 Days	31 to 60 Days	61 to 90 Days	Over 91 days			
100 West 72nd Street Associates LLC	1-COL-072312	7/23/2012	8/2/2012	4,509					4,509			
19 EAST 80TH ST. ASSOCIATION	16-MAD-072112	7/21/2012	7/21/2012	4,465					4,465			
19 EAST 80TH ST. ASSOCIATION	16-MAD-061012A	12/28/2012	12/28/2012	6,234				6,234				
AT&T	62812-240	6/28/2012	7/20/2012	39					39			
ATLANTIC PIER ASSOCIATES LLC	58-ADMINCLAIM	12/28/2012	12/28/2012	7,099				7,099				
BELLWETHER PROPERTIES OF MASSACHUSETTES LP	73-JUNE ADJUSTMENT	12/28/2012	12/28/2012	73				73				
CANON BUSINESS SOLUTIONS	4006711598	2/18/2012	2/28/2012	902					902			
CANON BUSINESS SOLUTIONS	4007127482	5/10/2012	5/20/2012	732					732			
CANON FINANCIAL SERVICES INC	11944218	6/21/2012	7/10/2012	944					944			
CANON FINANCIAL SERVICES INC	11944252	6/21/2012	7/10/2012	648					648			
CAPSTONE ADVISORY GROUP	050312-053112-OP EXP	5/31/2012	5/31/2012	1,224					1,224		1,224	
CAPSTONE ADVISORY GROUP	JUNE2012-HBACK	6/30/2012	6/30/2012	3,194					3,194	3,194		
CAPSTONE ADVISORY GROUP	JUNE2012-OPER EXP	6/30/2012	6/30/2012	189					189		189	
CAPSTONE ADVISORY GROUP	JUL2012-CARVE	7/31/2012	7/31/2012	95					95		95	
CAPSTONE ADVISORY GROUP	JUL2012-HBACK	7/31/2012	7/31/2012	6,000					6,000	6,000		
CAPSTONE ADVISORY GROUP	AUG2012-HBACK	8/31/2012	8/31/2012	6,000					6,000	6,000		
CAPSTONE ADVISORY GROUP	HBACK-093012	9/30/2012	9/30/2012	6,000					6,000	6,000		
CAPSTONE ADVISORY GROUP	OCT2012HOLDBK	10/27/2012	10/27/2012	6,000					6,000	6,000		
CAPSTONE ADVISORY GROUP	CAP-NOV12-HOLDBACK	12/26/2012	12/26/2012	6,000				6,000		6,000		
CAPSTONE ADVISORY GROUP	DEC - HOLDBACK	3/19/2013	3/19/2013	3,296	3,296					3,296		
CAPSTONE ADVISORY GROUP	DEC - OPERATING	3/19/2013	3/19/2013	13,217	13,217						13,217	
CAPSTONE ADVISORY GROUP	FEB - HOLDBACK	3/19/2013	3/19/2013	817	817						817	
CAPSTONE ADVISORY GROUP	FEB - OPERATING	3/19/2013	3/19/2013	3,267	3,267						3,267	
CAPSTONE ADVISORY GROUP	JAN - HOLDBACK	3/19/2013	3/19/2013	252	252						252	
CAPSTONE ADVISORY GROUP	JAN - OPERATING	3/19/2013	3/19/2013	1,015	1,015						1,015	
CENTRAL VERMONT PUBLIC SERVICE CORP	51712-281	5/17/2012	6/16/2012	84					84			
CITY OF SAN ANTONIO	90564610	5/15/2012	5/15/2012	130					130			
DEPARTMENT OF LABOR AND INDUSTRIES	Q32013-ACCT144,780-0	2/28/2013	2/28/2013	186	186							
DONLIN RECANO	1297-011	3/18/2013	3/18/2013	15,721	15,721						15,721	
FORBES/COHEN FLORIDA PROP. LP	43-ADMINCLAIMINSUR	12/28/2012	12/28/2012	145				145				
GOULSTON & STORRS	MAY2012-HBACK	5/31/2012	5/31/2012	15,899					15,899	15,899		
GOULSTON & STORRS	JUNE2012-HBACK	6/30/2012	6/30/2012	17,169					17,169	17,169		
GOULSTON & STORRS	JUL2012-HBACK	7/31/2012	7/31/2012	13,850					13,850	13,850		
GOULSTON & STORRS	AUG2012-HBACK	8/31/2012	8/31/2012	15,964					15,964	15,964		
GOULSTON & STORRS	HBACK-093012	9/30/2012	9/30/2012	8,365					8,365	8,365		
GOULSTON & STORRS	OCT 2012 - HOLDBK	10/27/2012	10/27/2012	5,971					5,971	5,971		
GOULSTON & STORRS	NOV12-HOLDBACK	12/20/2012	12/20/2012	8,690				8,690		8,690		
GOULSTON & STORRS	DEC - HOLDBACK	1/18/2013	1/18/2013	3,172					3,172	3,172		
GOULSTON & STORRS	JAN-OPERATING	2/19/2013	2/19/2013	14,574		14,574		3,172			14,574	
GOULSTON & STORRS	JAN-HOLDBACK	2/19/2013	2/19/2013	3,585		3,585					3,585	
GOULSTON & STORRS	1STINTERIMFEECM	2/28/2013	2/28/2013	(5,000)					(5,000)	(5,000)		
GOULSTON & STORRS	2NDINTFEECM	2/28/2013	2/28/2013	(4,659)					(4,659)	(4,659)		
GOULSTON & STORRS	OPER-FEB 2013	3/7/2013	3/7/2013	28,213	28,213						28,213	
GOULSTON & STORRS	HOLDBACK-FEB 2013	3/7/2013	3/7/2013	6,555	6,555						6,555	
GXS	295837	6/30/2012	7/10/2012	196					196			
GXS	296849	6/30/2012	7/10/2012	76					76			
GXS	290840	6/30/2012	7/10/2012	173					173			
HAHN & HESSEN LLP	050312-053112-HBACK	5/31/2012	5/31/2012	3,557					3,557	3,557		
HAHN & HESSEN LLP	JUN2012-HBACK	6/30/2012	6/30/2012	10,637					10,637	10,637		
HAHN & HESSEN LLP	JUL2012-HBACK	7/31/2012	7/31/2012	8,660					8,660	8,660		
HAHN & HESSEN LLP	AUG2012-HBACK	8/31/2012	8/31/2012	6,325					6,325	6,325		
HAHN & HESSEN LLP	HBACK-093012	9/30/2012	9/30/2012	7,490					7,490	7,490		
HAHN & HESSEN LLP	OCT2012HOLDBACK	10/27/2012	10/27/2012	2,650					2,650	2,650		
HAHN & HESSEN LLP	HOLDBACK-DEC2012	2/21/2013	2/21/2013	4,265		4,265				4,265		
HAHN & HESSEN LLP	HOLDBACK-NOV2012	2/21/2013	2/21/2013	10,370		10,370				10,370		
HAHN & HESSEN LLP	OPER-DEC2012	2/21/2013	2/21/2013	17,330		17,330					17,330	
HAHN & HESSEN LLP	OPER-NOV2013	2/21/2013	2/21/2013	42,504		42,504					42,504	
HAHN & HESSEN LLP	2NDINTERIMFEECM	3/19/2013	3/19/2013	(5,048)		(5,048)				(5,048)		
MARCUM GROUP LLP	10419669-HBACK	7/4/2012	7/4/2012	2,082					2,082	2,082		
MARCUM GROUP LLP	10419942-HBACK	7/4/2012	7/4/2012	453					453	453		
MARCUM GROUP LLP	10420153-HBACK	7/31/2012	7/31/2012	2,144					2,144	2,144		
MARCUM GROUP LLP	10420301-HBACK	7/31/2012	7/31/2012	886					886	886		
MARCUM GROUP LLP	10420303-HBACK	7/31/2012	7/31/2012	114					114	114		
MARCUM GROUP LLP	10422133-HBACK	8/31/2012	8/31/2012	6,455					6,455	6,455		
MARCUM GROUP LLP	10422135-HBACK	8/31/2012	8/31/2012	1,600					1,600	1,600		
MARCUM GROUP LLP	10422707-HBACK	8/31/2012	8/31/2012	642					642	642		
MARCUM GROUP LLP	10422708-HBACK	8/31/2012	8/31/2012	4,372					4,372	4,372		
MARCUM GROUP LLP	10422770-HBACK	8/31/2012	8/31/2012	2,137					2,137	2,137		
MARCUM GROUP LLP	10424799-HBACK	9/30/2012	9/30/2012	915					915	915		
MARCUM GROUP LLP	10424805-HBACK	9/30/2012	9/30/2012	54					54	54		
MARCUM GROUP LLP	10424808-HBACK	9/30/2012	9/30/2012	148					148	148		
MARCUM GROUP LLP	10424870-HBACK	9/30/2012	9/30/2012	1,183					1,183	1,183		
MARCUM GROUP LLP	HBACK-10424741	9/30/2012	9/30/2012	866					866	866		

Vendor	Invoice #	Invoice Date	Due Date	Total	Current	1 to 30 Days	31 to 60 Days	61 to 90 Days	Over 91 days	Prof. Fee Holdbacks	Prof. Fee Operating
MARCUM GROUP LLP	OCT12401KHOLDBK	11/1/2012	11/1/2012	1,718					1,718	1,718	
MARCUM GROUP LLP	10432136-HOLDBACK	11/30/2012	11/30/2012	31					31	31	
MARCUM GROUP LLP	10432138-HOLDBACK	11/30/2012	11/30/2012	631					631	631	
MARCUM GROUP LLP	10432160-HOLDBACK	12/1/2012	12/1/2012	267				267		267	
MARCUM GROUP LLP	10432173 - HOLDBACK	12/15/2012	12/15/2012	743				743		743	
MARCUM GROUP LLP	10432250-HOLDBACK	12/15/2012	12/15/2012	657				657		657	
MARCUM GROUP LLP	10435024-HOLDBACK	1/15/2013	1/15/2013	1,416			1,416			1,416	
MARCUM GROUP LLP	10435024-OPER	1/15/2013	1/15/2013	5,690			5,690				5,690
MARCUM GROUP LLP	10436418-HOLDBACK	1/31/2013	1/31/2013	116		116				116	
MARCUM GROUP LLP	10436418-OPER	1/31/2013	1/31/2013	465		465					465
MARCUM GROUP LLP	10436419-HOLDBACK	1/31/2013	1/31/2013	44		44				44	
MARCUM GROUP LLP	10436419-OPER	1/31/2013	1/31/2013	174		174					174
MARCUM GROUP LLP	10437607-HOLDBACK	2/15/2013	2/15/2013	364		364				364	
MARCUM GROUP LLP	10437607-OPER	2/15/2013	2/15/2013	1,454		1,454					1,454
MARCUM GROUP LLP	10437609-HOLDBACK	2/15/2013	2/15/2013	552		552				552	
MARCUM GROUP LLP	10437609-OPER	2/15/2013	2/15/2013	2,761		2,761					2,761
MARCUM GROUP LLP	10437763-HOLDBACK	2/15/2013	2/15/2013	121		121				121	
MARCUM GROUP LLP	10437763-OPER	2/15/2013	2/15/2013	484		484					484
MARCUM GROUP LLP	10437764-HOLDBACK	2/15/2013	2/15/2013	1,240		1,240				1,240	
MARCUM GROUP LLP	10437764-OPER	2/15/2013	2/15/2013	5,118		5,118					5,118
MARCUM GROUP LLP	10438740-HOLDBACK	2/28/2013	2/28/2013	34	34					34	
MARCUM GROUP LLP	10438740-OPER	2/28/2013	2/28/2013	136	136						136
MARCUM GROUP LLP	2NDINTFEECM	2/28/2013	2/28/2013	(3,408)		(3,408)				(3,408)	
MCI/verizon	408803055	5/25/2012	6/4/2012	74					74		
MIAMI-DADE WATER & SEWER	53012-298	5/30/2012	6/20/2012	105					105		
RICHTER CONSULTING, INC	MAY2012-HBACK	5/31/2012	5/31/2012	57,411					57,411	57,411	
RICHTER CONSULTING, INC	JUN2012-HBACK	6/30/2012	6/30/2012	24,068					24,068	24,068	
RICHTER CONSULTING, INC	JUL2012-HBACK	7/31/2012	7/31/2012	11,217					11,217	11,217	
RICHTER CONSULTING, INC	AUG2012-HBACK	8/31/2012	8/31/2012	8,093					8,093	8,093	
RICHTER CONSULTING, INC	HBACK-093012	9/30/2012	9/30/2012	7,607					7,607	7,607	
RICHTER CONSULTING, INC	OCT2012HOLDBK	10/27/2012	10/27/2012	4,901					4,901	4,901	
RICHTER CONSULTING, INC	NOV12-HOLDBACK	12/18/2012	12/18/2012	2,017				2,017		2,017	
RICHTER CONSULTING, INC	DEC - HOLDBACK	1/18/2013	1/18/2013	1,591			1,591			1,591	
RICHTER CONSULTING, INC	JAN-HOLDBACK	2/19/2013	2/19/2013	777		777				777	
RICHTER CONSULTING, INC	JAN-OPERATING	2/19/2013	2/19/2013	3,108		3,108					3,108
RICHTER CONSULTING, INC	1ST INTERIM CM	2/28/2013	2/28/2013	(5,000)					(5,000)	(5,000)	
RICHTER CONSULTING, INC	HOLDBACK-FEB2013	3/18/2013	3/18/2013	472					472	472	
RICHTER CONSULTING, INC	OPER-FEB2013	3/18/2013	3/18/2013	1,886	1,886						1,886
SAWGRASS MILLS	94-SGM-80112-%RENT	12/28/2012	12/28/2012	2,346				2,346			
SP 1143 SECOND LLC	3-60TH-061012	6/10/2012	6/10/2012	2,000					2,000		
SP 1143 SECOND LLC	3-60TH-071912	7/19/2012	7/19/2012	968					968		
SPG CENTER LLC	63-SPG-6114749	12/28/2012	12/28/2012	2,711				2,711			
TOGUT, SEGAL & SEGAL LLP	060112-063012-HBACK	6/30/2012	6/30/2012	21,796					21,796	21,796	
TOGUT, SEGAL & SEGAL LLP	JUL2012-HBACK	7/31/2012	7/31/2012	13,352					13,352	13,352	
TOGUT, SEGAL & SEGAL LLP	AUG2012-HBACK	9/24/2012	9/24/2012	6,583					6,583	6,583	
TOGUT, SEGAL & SEGAL LLP	HBACK-093012	9/30/2012	9/30/2012	2,735					2,735	2,735	
TOGUT, SEGAL & SEGAL LLP	OCT2012-HOLDBK	10/27/2012	10/27/2012	1,718					1,718	1,718	
TOGUT, SEGAL & SEGAL LLP	12182012-HOLDBACK	12/18/2012	12/18/2012	2,374				2,374		2,374	
TOGUT, SEGAL & SEGAL LLP	DEC - HOLDBACK	12/28/2012	12/28/2012	1,868				1,868		1,868	
TOGUT, SEGAL & SEGAL LLP	JAN - HOLDBACK	2/15/2013	2/15/2013	359		359				359	
TOGUT, SEGAL & SEGAL LLP	JAN 2013 - OPER	2/15/2013	2/15/2013	1,456		1,456					1,456
TOGUT, SEGAL & SEGAL LLP	HOLDBACK-FEB2013	3/19/2013	3/19/2013	2,939	2,939					2,939	
TOGUT, SEGAL & SEGAL LLP	OPER-FEB2013	3/19/2013	3/19/2013	12,158	12,158						12,158
US TRUSTEE	Q4-ADJ	2/28/2013	2/28/2013	4,875	4,875						
VERIZON WIRELESS 586737517-000(2744686977		5/16/2012	6/11/2012	676					676		
VERIZON WIRELESS 586737517-000(51612		5/16/2012	5/16/2012	(1,721)					(1,721)		
VERIZON WIRELESS 586737517-000(2758895450		6/16/2012	7/11/2012	3,712					3,712		
VERIZON WIRELESS 586737517-000(062612-071612		7/16/2012	7/16/2012	11,710					11,710		
VERIZON WIRELESS 586737517-000(071712-081612		8/16/2012	8/16/2012	3,051					3,051		
VERIZON WIRELESS 586737517-000(081712-091612		9/16/2012	9/16/2012	7,500					7,500		
WESTCOAST ESTATES	76-ADMINRENTADJ	12/28/2012	12/28/2012	101					101		
(Note 1 and Note 2)				608,460	95,039	102,763	11,868	41,325	357,463	371,574	172,143

Note 1: Of the total AP balance, \$544K relates professional fees (\$172k payable and \$372k holdbacks).
 Note 2: The Debtor is currently in discussions with providers to reconcile past due balances.

In re Betsey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	\$ -
Plus: Amounts billed during the period, net of returns and adjustments	-
Less: Amounts collected during the period	-
Total Accounts Receivable at the end of the reporting period	\$ -

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	\$ -	-	-	-	\$ -
31 - 60 days old	-	-	-	-	-
61 - 90 days old	-	-	-	-	-
91+ days old	-	-	-	-	-
Total Accounts Receivable	-	-	-	-	-
Less: Bad Debts (Amount considered uncollectible)	-	-	-	-	-
Net Accounts Receivable	\$ -	\$ -	\$ -	\$ -	\$ -

TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	\$ -	-	-	-	\$ -
31 - 60 days old	-	-	-	-	-
61 - 90 days old	-	-	-	-	-
91+ days old	-	-	-	-	-
Total Taxes Payable	-	-	-	-	-
Total Accounts Payable - Note 1 & 2	\$ 95,039	\$ 102,763	\$ 11,868	\$ 398,789	\$ 608,460

Note 1: Of the total AP balance, \$544K relates professional fees (\$172k payable and \$372k holdbacks).

Note 2: The Debtor, and counsel are in the final stages of evaluating all Administrative Claims submitted to determine the status of the Open Non-Professional Fee Post-Petition Payables.

In re Betsey Johnson LLC
Debtor

Case No. 12-11732 (JMP)
Reporting Period: Feb. 1, 2013 to Feb. 28, 2013

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31) (A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
Jonathan Friedman	Gross Salary	\$ -	\$ 115,455
Jonathan Friedman	Vacation Pay	-	\$ 12,500
Jonathan Friedman	KEIP	-	\$ 200,000
Jonathan Friedman	Travel Expenses	-	\$ 8,354
Aron Arias	Gross Salary	12,400	\$ 89,546
Aron Arias	Travel & Office Exp.	-	\$ 1,796
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
			\$ -
TOTAL PAYMENTS TO INSIDERS		\$ 12,400	\$ 425,651

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID IN FEB '13 (Note 1)	TOTAL PAID TO DATE FEB '13	TOTAL INCURRED & UNPAID FEB '13
Richter Consulting, Inc.		\$ -	\$ 6,364	\$ 515,168	\$ 118,147
Togut, Segal & Segal LLP		-	\$ 7,516	\$ 381,557	\$ 67,336
Goulston & Storrs, P.C.		-	\$ 13,422	\$ 623,510	\$ 132,637
Capstone Advisory Group, LLC		-	\$ -	\$ 177,420	\$ 56,566
Hahn & Hessen		-	\$ -	\$ 278,491	\$ 128,741
Donlin Recano & Company, Inc.		-	\$ 22,021	\$ 331,288	\$ 15,721
Marcum LLP		-	\$ 9,315	\$ 142,380	\$ 44,856
U.S. Trustee		-	\$ -	\$ 28,275	\$ 4,875
Committee Members		-	\$ -	\$ 3,495	\$ -
TOTAL PAYMENTS TO PROFESSIONALS		\$ -	\$ 58,639	\$ 2,481,584	\$ 568,879

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

Note 1: In the week of May 11, 2012, the Debtor established a carve-out of \$950,000 which is being used to fund professional fees. The Debtors are authorized to fund approved payments to professionals in accordance with the Order establishing Procedures for Interim Compensation and Reimbursement of Expenses of Professionals.

To date \$1,671K was paid from the Company's accounts and \$811K was paid from the segregated client account at Goulston & Storrs P.C. (Total \$2,482K).

POST-PETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST-PETITION
TOTAL PAYMENTS			Note Applicable

In re Betsey Johnson LLC

Case No. 12-11732 (JMP)

Feb. 1, 2013 to

Reporting Period: Feb. 28, 2013

Debtor

DEBTOR QUESTIONNAIRE

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.		
	Yes	No
1		X
2		X
3		X
4	X	
5		X
6		X
7		X
8		X
9		X
10		X
11	X	
12		X
13		X
14		X
15		X
16		X
17		X
18		X

Notes

4- Effective August 31, 2012 the Debtor terminated its workers compensation policy as all employees were terminated.
 11 - The Debtor is in the process of evaluating the amount of Personal Property Taxes that are due for 2012 (Pre/Post-Petition)
 Note 13: The Debtor, and counsel are in the final stages of evaluating all Administrative Claims submitted to determine the status of the Open Non-Professional Fee Post-Petition Payables.