

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re Edwin Watts Golf Shops, LLC

Case No. 13-12876 (MFW)
Reporting Period: Jan. 1st thru Jan. 31st 2014

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.

Schedule of Cash Receipts and Disbursements	MOR-1	YES	Declaration Attached
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	YES	Declaration Attached
Schedule of Professional Fees Paid	MOR-1b	YES	
Copies of bank statements			
Cash disbursements journals			
Statement of Operations	MOR-2	YES	
Balance Sheet	MOR-3	YES	
Status of Postpetition Taxes	MOR-4	YES	
Copies of IRS Form 6123 or payment receipt			
Copies of tax returns filed during reporting period			
Summary of Unpaid Postpetition Debts	MOR-4	YES	
Listing of aged accounts payable	MOR-4	YES	
Accounts Receivable Reconciliation and Aging	MOR-5	YES	
Debtor Questionnaire	MOR-5	YES	

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

Signature of Joint Debtor

Date



Signature of Authorized Individual*

2/24/2014

Date

Lynda Barr

Printed Name of Authorized Individual

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.

GENERAL NOTES AND DISCLAIMER

The financial statements and supplemental information contained herein are unaudited, preliminary, and may not comply with generally accepted accounting principles ("GAAP") in all material respects. In addition, the financial statements and supplemental information contained herein is provided to fulfill the requirements of the Office of the United States Trustee and have been derived from the books and records of the Debtors.

The results of operations contained herein are not necessarily indicative of results that are expected from any other period or for the full year and are not reflective of the results of operations, financial position, and cash flow of the Debtors in the future.

In re Edwin Watts Golf Shops, LLC
Debtor

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SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

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)]

Internal Reporting In \$000'S Week Ending	Weekly Cash Forecast - POST CLOSING					CURRENT MONTH			CUMULATIVE FILING TO DATE		
	4-Jan	11-Jan	18-Jan	25-Jan	1-Feb						
Beg PNC Cash Balance	3,785	2,966	817	8,145	8,767	3,785	3,785	0	(50)	(50)	-
Beg Non-PNC Cash Balance	178	59	59	33	33	178	178	0	340	340	-
Beg PNC Collection Account	-	-	-	-	-	-	-	0	259	259	-
Beg Outstanding Checks (PR and AP Deb)	(131)	(748)	(34)	(104)	(198)	(131)	(131)	0	(20)	(20)	-
Beg Revolver Balance	-	-	-	-	-	-	-	-	(32,775)	(32,775)	-
Beginning Cash/(Revolver) Balance	3,832	2,309	842	8,074	8,602	3,832	3,833	1	(32,246)	(32,246)	-
Sales	-	-	-	-	-	12	-	(12)	9,106	9,094	(12)
Sales Tax Collected	33	78	86	73	56	328	320	(8)	1,412	1,406	(6)
Other Income Cash Received / DIT	(120)	(15)	23	104	4	(4)	(100)	(96)	811	515	(96)
Non-Cash Trade-ins	-	-	-	-	-	-	-	-	(289)	(289)	-
Change in Gift card Liability	-	-	-	-	-	-	-	-	(296)	(296)	-
Change in Credit card AR	6	-	-	-	-	6	6	-	684	684	-
Hico Receipts/Pay back	(296)	(1,281)	956	(1,064)	(2)	(1,688)	(1,688)	(0)	0	0	(0)
GWNE Receipts/Pay back	(900)	1	(8)	5	(9)	(811)	(811)	0	(0)	0	0
Hico reimbursements	400	192	-	202	-	784	990	206	1,634	1,859	206
GWNE reimbursements	161	51	6	-	0	227	212	(15)	1,512	1,497	(15)
Total Cash Receipts	(715)	(954)	1,063	(680)	70	(1,247)	(1,171)	75	14,393	14,470	78
Disbursements											
Inventory Pymts / Freight and 50369	-	-	-	-	-	-	-	-	789	789	-
Payroll and Taxes and Benefits	74	287	40	185	51	637	794	158	3,887	4,054	168
Non Inventory Pymts (GAA)	192	42	29	174	114	641	662	120	2,079	2,200	120
Rent Pymts	510	-	-	-	401	811	812	1	3,677	3,678	1
Credit Card Fees	-	-	-	-	-	-	-	-	236	236	-
Sales Tax / Income Tax (due 14th)	-	-	383	-	-	383	567	173	1,581	1,754	173
Total Operating Disbursements	776	329	443	358	565	2,472	2,925	452	12,139	12,591	452
Trustee/Epic / Professional fees	-	-	-	50	44	94	180	85	440	525	85
FTC Fee	-	-	-	1,100	-	1,100	1,094	(5)	1,100	1,094	(5)
Subordinated Debt Payments	-	-	-	-	-	-	2,000	2,000	-	2,000	2,000
Loan Interest/Fees (on prior mo bal)	-	-	-	-	-	-	-	-	538	538	-
Disbursements Non-operations	-	-	-	1,150	44	1,194	3,274	2,080	2,077	4,157	2,080
Total Disbursements	776	329	443	1,508	610	3,666	6,199	2,532	14,215	18,748	2,532
Sale Proceeds	-	-	(6,224)	-	-	(6,224)	(6,000)	224	(40,281)	(40,057)	224
Utility Deposits with Provider	-	-	-	-	-	-	-	-	28	28	-
Segregated Account Findings	33	153	(369)	(716)	2	(617)	(1,033)	(118)	2,123	2,006	(116)
Other (Sources) and Uses	33	153	(6,613)	(716)	2	(7,140)	(7,053)	108	(38,120)	(38,022)	108
Net Change in Cash	(1,524)	(1,487)	7,232	(1,472)	(543)	2,227	(337)	(2,458)	38,307	35,743	(2,458)
PNC Cash Balance	2,966	817	8,145	8,767	6,168	6,168	3,445	(2,711)	6,167	3,445	(2,711)
DIT Non-PNC Cash Balance	59	59	33	33	98	98	69	(39)	98	59	(39)
PNC Collection Account	-	-	-	-	-	-	-	-	-	-	-
Ending Revolver Balance	-	-	-	-	-	-	-	-	-	-	-
Subtotal Cash Balance	3,054	878	8,178	8,800	6,254	6,254	3,504	(2,750)	6,265	3,504	(2,751)
Outstanding Checks (PR and AP Deb)	(748)	(34)	(104)	(198)	(194)	(194)	(8)	186	(194)	(8)	186
Bank Book Cash Balance	2,309	842	8,074	8,602	6,060	6,060	3,496	(2,564)	6,060	3,496	(2,564)
Sales Tax	100	100	100	100	100	100	44	(56)	100	44	(56)
Master Lease	84	84	84	84	84	84	84	-	84	84	-
PNC Suspense	180	180	-	-	-	-	-	-	-	-	-
FTC Fee	650	650	650	-	-	-	-	-	-	-	-
Sales and Use Tax	437	515	308	290	292	292	268	(8)	292	286	(6)
Prof fee escrow at Kelly Harrison	1,525	1,600	1,600	1,550	1,550	1,550	1,496	(54)	1,550	1,496	(54)
Utilities Deposit	97	97	97	97	97	97	97	0	97	97	0
Total Segregated Accounts	3,073	3,228	2,837	2,121	2,123	2,123	2,006	(116)	2,123	2,006	(116)
Total Cash/(Revolver) Balance	5,381	4,058	10,811	8,723	6,183	6,183	6,504	(2,886)	8,184	5,504	(2,886)

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Internal Reporting in \$000'S Week Ending	Weekly Cash Forecast - POST CLOSING					CURRENT MONTH			CUMULATIVE FILING TO DATE		
	4-Jan	11-Jan	18-Jan	25-Jan	1-Feb						
Total Cash/(Revolver) Balance Details:											
Bank Cash	3,034	876	8,176	6,600	6,254	8,254	3,504	(2,750)	6,255	3,504	(2,751)
Segregated Accounts	3,073	3,226	2,837	2,121	2,123	2,123	2,009	(118)	2,123	2,008	(118)
Outstanding Checks	(746)	(34)	(104)	(189)	(194)	(194)	(9)	185	(104)	(9)	185
Book Cash	5,381	4,068	10,911	8,723	8,183	8,183	5,604	(2,680)	8,184	5,604	(2,680)
Revolver	-	-	-	-	-	-	-	-	-	-	-
Total Cash/(Revolver) Balance	5,381	4,068	10,911	8,723	8,183	8,183	5,604	(2,680)	8,184	5,604	(2,680)
Disbursements for Calculating US Trustee Quarterly Fees											
Total Disbursements	776	328	443	1,508	610	3,666	8,189	2,532	14,215	16,748	2,532
Plus: Buyer receipt reimbursements	2,189	2,543	471	2,149	801	8,155	8,153	-	11,650	11,650	-
Plus: Revolver/Loan Pay-off	-	-	-	-	-	-	-	-	29,491	29,491	-
Less: Transfers to Debtor in Possession Accounts	-	-	-	-	-	-	-	-	-	-	-
Plus: Estate Disbursements Made by Outside Sources	-	-	-	-	-	-	-	-	-	-	-
Disb for Calc US Trustee Quarterly Fees	2,964	2,871	914	3,657	1,411	11,818	14,352	2,532	65,356	67,689	2,532

(1) Internal Reporting shown in \$000's

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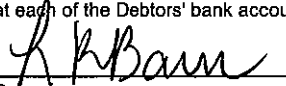
BANK RECONCILIATIONS

Account Type	Amount	Bank
Deposit	1327	Bank of America
Deposit	7406	Wells Fargo
Deposit	1938	Regions Bank
Collection	3537	PNC
Operating	3481	PNC
Mail Order Operating	3473	PNC
Corp. Check Disbursement	3465	PNC
Payroll	3449	PNC
Utility Escrow	6643	PNC
Master Lease Escrow	8091	PNC
Sales/Use Tax Escrow	9035	PNC
Utility Escrow	1658	Regions Bank
Texas Tax Escrow	1674	Regions Bank
Sales/Use Tax Escrow	1682	Regions Bank
Operating	1690	Regions Bank
Corp. Check Disbursement	1712	Regions Bank
Payroll	1704	Regions Bank

The Debtors are authorized to maintain these accounts on a postpetition basis pursuant to the Final Order Authorizing the Debtors to (A) Continue to Operate Their Cash Management System and (B) Maintain Existing Business Forms (Docket No. 146, dated December 3, 2013)

The Debtors hereby submit this attestation regarding bank account reconciliation in lieu of providing copies of bank statements

I attest that each of the Debtors' bank accounts is reconciled monthly to bank statements



Lynda K. Barr
Chief Financial Officer

In re Edwin Watts Golf Shops, LLC
Debtor

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SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

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

January Fees have not been approved and therefore are unpaid.

(\$ 000's)

<u>Week ending</u>	<u>4-Jan</u>	<u>11-Jan</u>	<u>18-Jan</u>	<u>25-Jan</u>	<u>1-Feb</u>
Professional Fees					
Farlie, Turner & Co., LLC	-	-	-	-	-
FTI	-	-	-	-	-
Klehr, Harrison, Harvey, & Branzurg	-	-	-	-	-
UCC counsel/FA	-	-	-	-	-
PNC Legal fees	-	-	-	-	-
US Trustee fees	-	-	-	-	-
Epiq/Notices	-	-	-	-	-
Other	-	-	-	-	-
Total Professional Fees	-	-	-	-	-
Weekly					
Farlie, FTI, Klehr, UCC	-	-	-	-	-
PNC / US Trustee / CIC	-	-	-	-	-
Cummulative					
Farlie, FTI, Klehr, UCC	-	-	-	-	-
Other	-	-	-	-	-

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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.

Gross Revenues less Sales Returns	\$0.00	\$8,350,190.37
Less: Returns and Allowances	0.00	\$0.00
Net Revenue	\$0.00	\$8,350,190.37
Beginning Inventory	0.00	\$47,963,652.60
Add: Purchases	0.00	\$857,840.12
Add: Cost of Labor	0.00	\$0.00
Add: Other Costs (attach schedule)	0.00	(\$43,253,980.65)
Less: Ending Inventory	0.00	\$0.00
Cost of Goods Sold	0.00	\$5,567,512.07
Gross Profit	\$0.00	\$2,782,678.30
Advertising	5,348.21	583,615.50
Auto and Truck Expense	0.00	0.00
Bad Debts	0.00	2,751.00
Contributions	0.00	0.00
Employee Benefits Programs	213,174.05	390,142.46
Insider Compensation*	19,474.16	174,240.44
Insurance	52,192.26	119,139.74
Management Fees/Bonuses	0.00	11,362.80
Credit Card Fees	0.00	141,262.84
Pension & Profit-Sharing Plans	0.00	0.00
Repairs and Maintenance	7,180.34	83,271.73
Rent and Lease Expense	489,195.81	2,301,816.96
Salaries/Commissions/Fees	484,146.16	2,164,001.99
Supplies	6,346.48	79,645.44
Taxes - Payroll	50,550.69	178,328.94
Taxes - Real Estate	33,872.04	195,113.86
Taxes - Other	26,376.12	58,587.53
Travel and Entertainment	2,500.43	11,553.24
Utilities	118,982.57	411,598.49
Other (attach schedule)	1,258,262.34	1,774,317.08
Total Operating Expenses Before Depreciation	2,767,601.66	8,680,750.04
Depreciation/Depletion/Amortization	0.00	267,711.50
Net Profit (Loss) Before Other Income & Expenses	(2,767,601.66)	(6,165,783.24)
Other Income (attach schedule)	(785,203.38)	(1,515,638.90)
Interest Expense	0.00	564,297.70
Other Expense (attach schedule)	(19,986.59)	51,796,785.33
Net Profit (Loss) Before Reorganization Items	(1,962,411.69)	(57,011,227.37)
Professional Fees	0.00	0.00
U. S. Trustee Quarterly Fees	0.00	0.00
Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet)	0.00	0.00
Stalking Horse Withdrawal Penalty	0.00	(500,000.00)
Other Reorganization Expenses (attach schedule)	0.00	0.00
Total Reorganization Expenses	0.00	(500,000.00)
Income Taxes	0.00	0.00
Net Profit (Loss)	(\$1,962,411.69)	(\$56,511,227.37)

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

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STATEMENT OF OPERATIONS - continuation sheet

Sale of Inventory	0.00	(43,253,980.65)
Equipment Rental	0.00	31,691.60
Cash Shortage	562.09	1,442.92
Bank Service Fees	7,569.24	16,722.46
Business Licenses	6,099.40	26,301.19
Web Applications	0.00	39,151.70
Credit Card Chargebacks	0.00	4,078.59
Dues and Subscriptions	0.00	416.67
Petty Cash Expenses	2,163.80	3,351.86
Sales Tax Return Fees	1,887.00	3,774.00
Physical Inventory Fees	0.00	57,660.12
Music License	2,519.40	2,519.40
Freight Charges	30,430.92	30,430.92
U.S Trustee Fees	30,325.00	30,325.00
Credit Committee Expenses	13,654.02	13,654.02
Bayshore Partners Fees	1,157,262.99	1,157,262.99
Bank Rome Fees	0.00	345,548.39
Miscellaneous Other Expenses	5,788.48	9,985.25
Total Other Operational Expenses	1,258,262.34	1,774,317.08
Franchise Royalty	0.00	4,604.94
Sales Tax Allowances	0.00	4,221.75
Gift Card Write-Off Reserve	0.00	7,509.42
Income from HiCo	785,203.38	1,498,282.56
Miscellaneous Other Income	0.00	1,020.23
Total Other Income	785,203.38	1,515,638.90
Store Closing Expenses	0.00	8,163.29
Loss on Sale	(19,986.59)	51,787,142.18
Miscellaneous Other Expenses	0.00	1,479.86
Total Other Expenses	(19,986.59)	51,796,785.33

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

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BALANCE SHEET

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

Unrestricted Cash and Equivalents	6,059,786.23	528,654.91
Restricted Cash and Cash Equivalents (see continuation sheet)	2,123,484.30	0.00
Accounts Receivable (Net of Returns)	2,894,201.44	4,027,308.36
Notes Receivable	0.00	0.00
Inventories	0.00	46,750,792.00
Prepaid Expenses	662,952.32	1,168,528.33
Professional Retainers	0.00	0.00
Other Current Assets (attach schedule)	0.00	0.00
TOTAL CURRENT ASSETS	11,740,424.29	52,475,283.60
Real Property and Improvements	0.00	0.00
Machinery and Equipment	0.00	0.00
Furniture, Fixtures and Office Equipment	893,827.12	16,411,796.26
Leasehold Improvements	0.00	8,090,331.56
Vehicles	0.00	102,720.60
Less Accumulated Depreciation	0.00	(15,946,526.91)
TOTAL PROPERTY & EQUIPMENT	893,827.12	8,658,321.51
Loans to Insiders*	0.00	0.00
Other Assets (attach schedule)	150,950.55	46,358,452.25
TOTAL OTHER ASSETS	150,950.55	46,358,452.25

Accounts Payable	53,096.49	0.00
Sales Taxes Payable	293,747.92	615,697.33
Wages Payable	130,413.84	472,297.43
Gift Card Liability	0.00	2,500,493.65
Accrued Health Insurance	0.00	162,920.37
Straight Line Rent	0.00	1,965,067.74
Sun Capital Interest	0.00	0.00
Revoover Interest	0.00	0.00
Capital Lease Obligations	893,827.12	1,001,979.01
Miscellaneous Other Accruals	766,627.61	827,957.77
Rent / Leases - Building/Equipment	0.00	0.00
Secured Debt / Adequate Protection Payments	0.00	0.00
Professional Fees	0.00	0.00
Amounts Due to Insiders*	0.00	0.00
Other Postpetition Liabilities (attach schedule)	0.00	0.00
TOTAL POSTPETITION LIABILITIES	2,137,712.98	7,546,413.30
Secured Debt	45,026,737.53	77,801,784.63
Priority Debt	52,128.49	52,128.49
Unsecured Debt (Note 1)	28,137,837.83	28,149,718.44
TOTAL PRE-PETITION LIABILITIES	73,216,703.85	106,003,631.56
TOTAL LIABILITIES	75,354,416.83	113,550,044.86
Capital Stock	35,000,000.00	35,000,000.00
Additional Paid-In Capital	14,301,031.00	14,301,031.00
Partners' Capital Account	0.00	0.00
Owner's Equity Account	0.00	0.00
Retained Earnings - Pre-Petition	(55,359,018.50)	(55,359,018.50)
Retained Earnings - Postpetition	(56,511,227.37)	0.00
Adjustments to Owner Equity (attach schedule)	0.00	0.00
Postpetition Contributions (Distributions) (Draws) (attach schedule)	0.00	0.00
NET OWNER EQUITY	(62,569,214.87)	(6,057,987.50)

Note (1): Reduction in Pre-Petition Liability is a result of FL Power LoC funding.

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

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BALANCE SHEET - continuation sheet

Cash Utility Escrow	97,397.42	0.00
Cash Texas Tax Escrow	99,985.00	0.00
Cash Master Leaso Escrow	83,812.67	0.00
Cash Sales/Use Tax Escrow	292,289.21	0.00
Cash Professional Fees Klehr	1,550,000.00	0.00
Total Restricted Cash and Cash Equivalents	2,123,484.30	0.00
Goodwill	0.00	21,217,120.35
Trade Name	0.00	23,700,000.00
Customer Relationships	0.00	271,183.87
Customer Lists	0.00	500,500.02
Debt Issuance Costs	0.00	231,958.41
Security/Utility Deposits	150,950.55	437,679.60
Total Other Assets	150,950.55	46,338,452.25

Restricted Cash is cash that is restricted for a specific use and not available to fund operations. Typically, restricted cash is segregated into a separate account, such as an escrow account.

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STATUS OF POSTPETITION 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.

Withholding	0.00	45,671.40	34,363.00	1/10/14 & 1/24/14	EFT	11,308.40
FICA-Employee	0.00	37,704.21	28,662.20	1/10/14 & 1/24/14	EFT	9,042.01
FICA-Employer	0.00	37,704.29	28,662.38	1/10/14 & 1/24/14	EFT	9,042.11
Unemployment	0.00	2,822.87	2,176.03	1/10/14 & 1/24/14	EFT	646.84
Income	0.00	0.00	0.00			0.00
Other:	0.00	0.00	0.00			0.00
Total Federal Taxes	0.00	123,902.77	93,863.41			30,039.36
Withholding	0.00	9,871.50	7,899.15	1/10/14 & 1/24/14	EFT	1,981.35
Sales Tax - December	439,414.19	0.00	439,414.19	01/17/14	EFT	0.00
Sales Tax - January	0.00	293,747.92	0.00	02/18/14	EFT	293,747.92
Excise	0.00	0.00	0.00			0.00
Unemployment	0.00	10,361.73	8,243.31	1/10/14 & 1/24/14	EFT	2,118.42
Real Property	0.00	0.00	0.00			0.00
Personal Property	0.00	0.00	0.00			0.00
Local Taxes	0.00	561.14	501.18	1/10/14 & 1/24/14	EFT	59.96
Total State and Local	439,414.19	314,942.29	456,048.83			298,307.65
Total Taxes	439,414.19	438,845.06	549,912.24			328,347.01

SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

Accounts Payable	53,096.49					53,096.49
Sales Tax Payable	293,747.92					293,747.92
Wages Payable	130,413.84					130,413.84
III/Co Payable	364,352.06					364,352.06
Revolver Interest						
Rent/Leases-Building						
Rent/Leases-Equipment						
Secured Debt/Adequate Protection Payments						
Professional Fees						
Amounts Due to Insiders*						
Other:						
Other:						
Total Postpetition Debts	841,610.31	0.00	0.00	0.00	0.00	841,610.31

Explain how and when the Debtor intends to pay any past-due postpetition debts.
N/A

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

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Total Accounts Receivable at the beginning of the reporting period	9,234,366.60
+ Amounts billed during the period	0.00
- Amounts collected during the period	(6,340,165.16)
Total Accounts Receivable at the end of the reporting period	2,894,201.44
AGING	
0 - 30 days old	0.00
31 - 60 days old	0.00
61 - 90 days old	576,388.10
91+ days old	2,317,813.34
Total Accounts Receivable	2,894,201.44
Amount considered uncollectible (Bad Debt)	0.00
Accounts Receivable (Net)	2,894,201.44

DEBTOR QUESTIONNAIRE

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	

Details:

The Debtors are in the process of transferring all cash management functions from PNC Bank to Regions Bank.

#5 Details of accounts opened during the reporting period:

- Account #XXXXXX1658 - Utility Escrow Account (Regions Bank)
- Account #XXXXXX1674 - Texas Tax Escrow Account (Regions Bank)
- Account #XXXXXX1682 - Sales/Use Tax Escrow Account (Regions Bank)
- Account #XXXXXX1690 - Operating Account (Regions Bank)
- Account #XXXXXX1712 - Check Disbursement Account (Regions Bank)
- Account #XXXXXX1704 - Payroll Account (Regions Bank)

#5 Details of accounts closed during the reporting period:

- Account #XXXXXX8112 - Texas Tax Escrow Account (PNC Bank)
- Account #XXXXXX8104 - PNC Escrow Account (PNC Bank)
- Account #XXXXXX9043 - Bayshore Escrow Account (PNC Bank)