

Monthly Operating Report
ACCURAL BASIS

CASE NAME: In re Hi-Way Equipment Company LLC
CASE NUMBER: 13-41498-rfn-11
JUDGE: Russell F. Nelms

UNITED STATES BANKRUPTCY COURT
NORTHERN & EASTERN DISTRICTS OF TEXAS

REGION 6

MONTHLY OPERATING REPORT

MONTH ENDING: April 2013
MONTH YEAR

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (ACCURAL BASIS-1 THROUGH ACCURAL BASIS-7) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

RESPONSIBLE PARTY:

<u>Charles Reeve</u>	<u>CRO</u>
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY	TITLE
<u>Charles Reeve</u>	<u>CRO 7/22/13</u>
PRINTED NAME OF RESPONSIBLE PARTY	DATE

PREPARER:

<u>John Koskiewicz</u>	
ORIGINAL SIGNATURE OF PREPARER	TITLE
<u>John Koskiewicz</u>	<u>7/10/13</u>
PRINTED NAME OF PREPARER	DATE

CASE NAME: In re 18-Way Equipment Company

Monthly Operating Report
ACCRUAL BASIS-1

CASE NUMBER: 13-41498-rfn-11

COMPARATIVE BALANCE SHEET

	Schedule Amount	April	May	June
ASSETS				
1 UNRESTRICTED CASH	\$ 630,770	\$ 1,755,327	\$ -	
2 RESTRICTED CASH	\$-	\$ -	\$ -	
3 TOTAL CASH	\$ 630,770	\$ 1,755,327	\$ -	
4 ACCOUNTS RECEIVABLE (NET)	\$ 1,261,163	\$ 1,122,799	\$ -	
5 INVENTORY	\$ 28,750,065	\$ 26,020,479	\$ -	
6 NOTES RECEIVABLE	\$-	\$ -	\$ -	
7 PREPAID EXPENSES	\$ 165,862	\$ 165,089	\$ -	
8 OTHER (ATTACH LIST)	\$-	\$ -	\$ -	
9 TOTAL CURRENT ASSETS	\$ 30,807,860	\$ 29,063,694	\$ -	
10 PROPERTY, PLANT & EQUIPMENT	\$ 17,708,042	\$ 16,954,446	\$ -	
11 LESS ACCUMULATED DEPRECIATION/DEPLETION	\$ (8,262,874)	\$ (8,783,126)	\$ -	
12 NET PROPERTY, PLANT & EQUIPMENT	\$ 9,445,168	\$ 8,171,320	\$ -	
13 DUE FROM INSIDERS	\$-	\$ -	\$ -	
14 OTHER ASSETS - NET OF AMORTIZATION (ATTACH LIST)	\$ 6,018,847	\$ 5,775,828	\$ -	
15 OTHER (ATTACH LIST)	\$-	\$ -	\$ -	
16 TOTAL ASSETS	\$ 46,271,875	\$ 43,010,842	\$ -	
POSTPETITION LIABILITIES				
17 ACCOUNTS PAYABLE		\$ 77,394	\$ -	
18 TAXES PAYABLE		\$ 204,984	\$ -	
19 NOTES PAYABLE		\$ -	\$ -	
20 PROFESSIONAL FEES		\$ 250,000	\$ -	
21 SECURED DEBT		\$ -	\$ -	
22 OTHER (ATTACH LIST)		\$ 267,564	\$ -	
23 TOTAL POSTPETITION LIABILITIES	\$-	\$ 799,942	\$ -	
PREPETITION LIABILITIES				
24 SECURED DEBT	\$ 44,675,842	\$ 41,272,833	\$ -	
25 PRIORITY DEBT	\$ 63,429	\$ 63,429	\$ -	
26 UNSECURED DEBT	\$ 2,533,676	\$ 2,643,324	\$ -	
27 OTHER (ATTACH LIST)	\$-	\$ -	\$ -	
28 TOTAL PREPETITION LIABILITIES	\$ 47,272,947	\$ 43,979,586	\$ -	
29 TOTAL LIABILITIES	\$ 47,272,947	\$ 44,779,528	\$ -	
EQUITY				
30 PREPETITION OWNERS' EQUITY	\$ (1,011,072)	\$ (1,768,686)	\$ -	
31 POSTPETITION CUMULATIVE PROFIT OR (LOSS)		\$ -	\$ -	
32 DIRECT CHARGES TO EQUITY (ATTACH EXPLANATION)		\$ -	\$ -	
33 TOTAL EQUITY	\$ (1,011,072)	\$ (1,768,686)	\$ -	
34 TOTAL LIABILITIES & OWNERS' EQUITY	\$ 46,261,875	\$ 43,010,842	\$ -	

CASE NAME: In re H-Way Equipment Company
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Monthly Operating Report
ACCURAL BASIS-2

INCOME STATEMENT	APRIL	MAY	JUNE
REVENUES			
1. GROSS REVENUES	\$ 5,706,948		
2. LESS: RETURNS & DISCOUNTS			
3. NET REVENUE	\$ 5,706,948		
4. MATERIAL	\$ 4,937,667		
5. DIRECT LABOR	\$ -		
6. DIRECT OVERHEAD	\$ -		
7. TOTAL COST OF GOODS SOLD	\$ 4,937,667		
8. GROSS PROFIT	\$ 769,281		
OPERATING EXPENSES			
9. OPERATOR / INTERIOR COMPLETION	\$ -		
10. SELLING & MARKETING	\$ -		
11. GENERAL & ADMINISTRATIVE	\$ 463,826		
12. RENT & LEASE	\$ 150,176		
13. OTHER (ATTACH LIST)	\$ 825,474		
14. TOTAL OPERATING EXPENSES	\$ 1,439,476		
15. INCOME BEFORE NON-OPERATING INCOME & EXPENSE	\$ (670,195)		
16. NON-OPERATING INCOME (ATTACH LIST)	\$ -		
17. NON-OPERATING EXPENSE (ATTACH LIST)	\$ -		
18. INTEREST EXPENSE	\$ -		
19. DEPRECIATION / DEPLETION	\$ -		
20. AMORTIZATION	\$ -		
21. OTHER (ATTACH LIST)	\$ (1,373)		
22. NET OTHER INCOME & EXPENSES	\$ 1,373		
REORGANIZATION EXPENSES			
23. PROFESSIONAL FEES	\$ 325,311		
24. U.S. TRUSTEE FEES	\$ -		
25. OTHER (ATTACH LIST)	\$ -		
26. TOTAL REORGANIZATION EXPENSES	\$ 325,311		
27. INCOME TAX	\$ -		
28. NET PROFIT (LOSS)	\$ (994,133)		

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Monthly Operating Report
 ACCRUAL BASIS-3

CASH RECEIPTS AND DISBURSEMENTS	APRIL	MAY	JUNE	QUARTER
1. CASE - BEGINNING OF MONTH	\$ 630,770			
RECEIPTS FROM OPERATIONS				
2. CASH SALES	\$ 4,117,066			
COLLECTION OF ACCOUNTS RECEIVABLE				
3. PREPAYMENT	\$ 982,390			
4. POSTPAYMENT	\$ -			
5. TOTAL OPERATING RECEIPTS	\$ 5,099,456			
NON-OPERATING RECEIPTS				
6. LOANS & ADVANCES (ATTACH LIST)	\$ -			
7. SALE OF ASSETS	\$ -			
8. OTHER (ATTACH LIST)	\$ -			
9. TOTAL NON-OPERATING RECEIPTS	\$ -			
10. TOTAL RECEIPTS	\$ 5,099,456			
11. TOTAL CASH AVAILABLE	\$ 5,099,456			
OPERATING DISBURSEMENTS				
12. NET INVOICED	\$ 586,061			
13. INVOICED TAXES INVT	\$ -			
14. SALES, INT & OTHER TAXES INVT	\$ 188,315			
15. SECURED / RENTAL / LEASES	\$ 76,426			
16. UTILITIES	\$ 1,928			
17. INSURANCE	\$ 204,087			
18. INVENTORY PURCHASES	\$ 1,802,253			
19. VEHICLE EXPENSES	\$ 18,069			
20. TRAVEL	\$ 6,405			
21. DISBURSEMENT	\$ -			
22. REPAIRS & MAINTENANCE	\$ 8,811			
23. SUPPLIES	\$ 821			
24. ADVERTISING	\$ -			
25. OTHER (ATTACH LIST)	\$ 6,312			
26. TOTAL OPERATING DISBURSEMENTS	\$ 3,899,588			
REORGANIZATION EXPENSES				
27. PROFESSIONAL FEES	\$ 75,311			
28. U.S. TRUSTEE FEES	\$ -			
29. OTHER (ATTACH LIST)	\$ -			
30. TOTAL REORGANIZATION EXPENSES	\$ 75,311			
31. TOTAL DISBURSEMENTS	\$ 3,974,899			
32. NET CASH FLOW	\$ 1,124,557			
33. CASE - END OF MONTH	\$ 1,755,327			

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ACCURAL BASIS 4

CASE NAME: In re Hi-Way Equipment Company
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ACCOUNTS RECEIVABLE AGING	SCHEDULE AMOUNT	MONTH	MONTH	MONTH
1. 0-30		976383		
2. 31-60		244564		
3. 61-90		54414		
4. 91+		(278927.82)		
5. TOTAL ACCOUNTS RECEIVABLE		996433.18		
6. AMOUNT CONSIDERED UNCOLLECTIBLE				
7. ACCOUNTS RECEIVABLE (NET)		996433.18		

AGING OF POSTPETITION TAXES AND PAYABLES					MONTH:
TAXES PAYABLE	0-30 DAYS	31-60 DAYS	61-90 DAYS	91+ DAYS	TOTAL
1. FEDERAL	0				
2. STATE	182431.43				
3. LOCAL	22552.14				
4. OTHER (ATTACH LIST)					
5. TOTAL TAXES PAYABLE	204983.57				
6. ACCOUNTS PAYABLE					

STATUS OF POSTPETITION TAXES		MONTH: <u>April, 2013</u>			
	BEGINNING TAX LIABILITY	AMOUNT WITHHELD AND/OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY	
FEDERAL					
1. WITHHOLDING	0		59,772	0	
2. FICA-EMPLOYEE	0		32,241	0	
3. FICA-EMPLOYER	0		32,241	0	
4. UNEMPLOYMENT	0		127	0	
5. INCOME	0		0	0	
6. OTHER (ATTACH LIST) <u>Medicare</u>	0		15,080	0	
7. TOTAL FEDERAL TAXES	0		139,461	0	
STATE AND LOCAL					
8. WITHHOLDING	0			0	
9. SALES	0			0	
10. EXCISE	0			0	
11. UNEMPLOYMENT	0		3,338	0	
12. REAL PROPERTY	0			0	
13. PERSONAL PROPERTY	0			0	
14. OTHER (ATTACH LIST)	0			0	
15. TOTAL STATE & LOCAL	0		3,338	0	
16. TOTAL TAXES	0		142,799	0	

Monthly Operating Report
 ACCRUAL BASIS-5

CASE NAME: In re HI-Way Equipment Company
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MONTH: APRIL 2013

BANK RECONCILIATIONS		Account #1	Account #2	Account #3	
A. BANK:		K OF AMERICA			
B. ACCOUNT NUMBER:		488025935895			TOTAL
C. PURPOSE (TYPE):		ING ACCOUNT			
1. BALANCE PER BANK STATEMENT		1,745,927			1,745,927
2. ADD: TOTAL DEPOSITS NOT CREDITED		0			
3. SUBTRACT: OUTSTANDING CHECKS					
4. OTHER RECONCILING ITEMS		24,272			24,272
5. MONTH END BALANCE PER BOOKS		1,721,654			1,721,654
6. NUMBER OF LAST CHECK WRITTEN		37241			

INVESTMENT ACCOUNTS				
BANK, ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
7.				
8.				
9.				
10.				
11. TOTAL INVESTMENTS				

CASH	
12. CURRENCY ON HAND	
13. TOTAL CASH - END OF MONTH	

CASE NAME: In re Hi-Way Equipment Company

Monthly Operating Report
ACCUAL BASIS-6

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Month April 2013

PAYMENTS TO INSIDERS AND PROFESSIONALS

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
None			
6 TOTAL PAYMENTS TO INSIDERS			

PROFESSIONALS					
NAME	DATE OF CREDIT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID *
Charles Rovee	N/A	Weekly fee and expense payment	\$ 35,090	\$ 35,090	\$ -
John Koskiewicz	N/A	Weekly fee and expense payment	\$ 40,221	\$ 40,221	\$ -
Gordon Wynne Sewell LLP	N/A	\$ -	\$ -	\$ -	\$ 220,000
Updat Services, LLC	N/A	Weekly fee and expense payment	\$ -	\$ -	\$ 30,000
6 TOTAL PAYMENTS TO PROFESSIONALS			\$ 75,311	\$ 75,311	\$ 250,000

POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POSTPETITION
CASE	4/22/13	\$ -	\$ 2,572,444
GE Capital	4/15/13	\$ -	\$ 276,418
Kawasaki	4/22/13	\$ -	\$ 55,336
Wells Fargo	4/5/13	\$ 6,146	\$ -
6 TOTAL		\$ 6,146	\$ 2,904,198

Monthly Operating Report
ACCURAL BASIS-7

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MONTH: APRIL 2013

QUESTIONNAIRE

	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		✗
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		✗
3. ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES, OR LOANS) DUE FROM RELATED PARTIES?		✗
4. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?	✗	
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		✗
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		✗
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		✗
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?		✗
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?		✗
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		✗
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		✗
12. ARE ANY WAGE PAYMENTS PAST DUE?		✗

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES," PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.
Two checks from pre petition totalling \$3,721.53 cleared in error. Checks #'s 34299 & 35111.
Debt related to the sale of equipment sold in the normal course was paid to CNH and GE Capital.

INSURANCE

	YES	NO
1. ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?	✗	
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?	✓	
3. PLEASE ITEMIZE POLICIES BELOW.	✓	

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO," OR IF ANY POLICIES HAVE BEEN CANCELLED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

INSTALLMENT PAYMENTS			
TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY
Workers Comp	Service Liody's Ins.	April 2013	Monthly
Healthcare	Blue Cross Blue She	April 2013	Monthly
Property&Casualty	Sentry Insurance	April 2013	Monthly