

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

In re ICBC Broadcast Holdings, CA, Inc.  
Debtor

Case No. 11-13969 (SCC)  
Reporting Period: 02/01/12-02/29/12

Federal Tax I.D. # 52-2255311

**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	<u>MOR-1</u>	Yes	
Bank Reconciliation (or copies of debtor's bank reconciliations)	<u>MOR-1 (CONT)</u>	Yes	
Copies of bank statements		*	*
Cash disbursements journals		*	*
Statement of Operations	<u>MOR-2</u>	Yes	
Balance Sheet	<u>MOR-3</u>	Yes	
Status of Post-petition Taxes	<u>MOR-4</u>	Yes	
Copies of IRS Form 6123 or payment receipt		N/A	N/A
Copies of tax returns filed during reporting period		N/A	N/A
Summary of Unpaid Post-petition Debts	<u>MOR-4</u>	Yes	
Listing of Aged Accounts Payable		*	*
Accounts Receivable Reconciliation and Aging	<u>MOR-5</u>	Yes	
Taxes Reconciliation and Aging	<u>MOR-5</u>	N/A	N/A
Payments to Insiders and Professional	<u>MOR-6</u>	Yes	
Post Petition Status of Secured Notes, Leases Payable	<u>MOR-6</u>	Yes	
Debtor Questionnaire	<u>MOR-7</u>	Yes	

**\* AVAILABLE UPON REQUEST**

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 Authorized Individual\*

Date

Printed Name of Authorized Individual: William Cooper

Date

\*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 ICBC Broadcast Holdings, CA, Inc.  
DebtorCase No. 11-13969 (SCC)  
Reporting Period: 02/01/12 - 02/29/12**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 (CON'T)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER - #8707 & #9753	PAYROLL**	TAX	OTHER	
<b>CASH BEGINNING OF MONTH</b>	753,723	-	-	250	753,973
<b>RECEIPTS</b>					
CASH SALES					-
ACCOUNTS RECEIVABLE - PREPETITION	19,223				19,223
ACCOUNTS RECEIVABLE - POSTPETITION	631,133				631,133
LOANS AND ADVANCES					-
SALE OF ASSETS					-
OTHER - Intercompany transfer					-
TRANSFERS (FROM DIP ACCTS)		263,690			263,690
<b>TOTAL RECEIPTS</b>	650,356	263,690	-	-	914,046
<b>DISBURSEMENTS</b>					
NET PAYROLL	19,903	240,952			260,855
PAYROLL TAXES		22,738			22,738
SALES, USE, & OTHER TAXES	9,527				9,527
INVENTORY PURCHASES					-
SECURED/ RENTAL/ LEASES	49,029				49,029
INSURANCE					-
ADMINISTRATIVE	171,560				171,560
SELLING	12,506				12,506
OTHER (Intercompany Transfer)		-			-
OWNER DRAW *					-
TRANSFERS (TO DIP ACCTS)	560,000				560,000
PROFESSIONAL FEES					-
U.S. TRUSTEE QUARTERLY FEES					-
COURT COSTS	-				-
<b>TOTAL DISBURSEMENTS</b>	822,525	263,690	-	-	1,086,215
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	(172,169)	-	-	-	(172,169)
<b>CASH - END OF MONTH</b>	581,554	-	-	250	581,804

\* 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)

<b>TOTAL DISBURSEMENTS</b>	1,086,215
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	(560,000)
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	526,215

**\*\* All payroll is funded by ICBC-NY, L.L.C.**

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### 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.)

	Operating #8707	Citibank #9753	Tax #	Other #
<b>BALANCE PER BOOKS</b>	39,436	542,118		250
<b>BANK BALANCE</b>	77,819	479,051		
(+) DEPOSITS IN TRANSIT ( <i>ATTACH LIST</i> )	3,103	62,904		
(-) OUTSTANDING CHECKS ( <i>ATTACH LIST</i> ) : **	(42,145)			
OTHER ( <i>ATTACH EXPLANATION</i> )	659	163		
<b>ADJUSTED BANK BALANCE *</b>	39,436	542,118		250

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

DEPOSITS IN TRANSIT	Date	Amount	Date	Amount
CHECKS OUTSTANDING	Ck. #	Amount	Ck. #	Amount

#### OTHER

\*\* OUTSTANDING CHECKS LIST AVAILABLE UPON REQUEST

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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.

REVENUES	MONTH	CUMULATIVE - FILING TO DATE
Gross Revenues	822,752	5,414,555
Less: Returns and Allowances	-	-
Net Revenue	822,752	5,414,555
<b>COST OF GOODS SOLD</b>		
Beginning Inventory		
Add: Purchases		
Add: Cost of Labor		
Add: Other Costs ( <i>attach schedule</i> )		
Less: Ending Inventory		
Cost of Goods Sold		
Gross Profit		
<b>OPERATING EXPENSES</b>		
Advertising	-	1,907
Auto and Truck Expense	2,491	13,364
Bad Debts	9,183	52,958
Contributions	-	-
Employee Benefits Programs	25,875	155,800
Officer/Insider Compensation*	28,865	187,624
Insurance	11,558	59,263
Management Fees/Bonuses	9,520	54,898
Office Expense	1,739	7,041
Pension & Profit-Sharing Plans	-	-
Repairs and Maintenance	53	7,567
Rent and Lease Expense	45,957	259,381
Salaries/Commissions/Fees	236,105	1,417,531
Supplies	3,571	21,152
Taxes - Payroll	23,577	98,690
Taxes - Real Estate	-	18,213
Taxes - Other	283	24,685
Travel and Entertainment	1,969	15,518
Utilities	6,865	43,411
Other ( <i>attach schedule</i> )	267,862	1,861,064
Total Operating Expenses Before Depreciation	675,473	4,300,067
Depreciation/Depletion/Amortization	3,426	39,655
Net Profit (Loss) Before Other Income & Expenses	143,853	1,074,833
<b>OTHER INCOME AND EXPENSES</b>		
Other Income ( <i>attach schedule</i> )	-	-
Interest Expense	49	230
Other Expense ( <i>attach schedule</i> )		300
Net Profit (Loss) Before Reorganization Items	143,804	1,074,303

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REORGANIZATION ITEMS		
Professional Fees		
U. S. Trustee Quarterly Fees		
Interest Earned on Accumulated Cash from Chapter 11 <i>(see continuation sheet)</i>		
Gain (Loss) from Sale of Equipment		
Other Reorganization Expenses <i>(attach schedule)</i>		
Total Reorganization Expenses		
Income Taxes		
Net Profit (Loss)		

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

#### BREAKDOWN OF "OTHER" CATEGORY

##### OTHER COSTS


##### OTHER OPERATIONAL EXPENSES

Agency Commission	102,596	685,370
Professional Fees	9,073	28,046
Broadcasting Expenses	57,899	330,290
Research	70,883	418,564
Bank Fees/Postage/Dues&Subs/Corporate Overhead	2,386	80,779
Barter - Ad Premium/Misc	25,025	318,015

##### OTHER INCOME


##### OTHER EXPENSES

Innovative Radio Solutions Audit 2009 James Woo		300

##### OTHER REORGANIZATION EXPENSES


#### 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 post-petition obligations.

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE OR SCHEDULED
<b>CURRENT ASSETS</b>	1/31/2012	1/31/2012	9/7/2011
Unrestricted Cash and Equivalents	581,804	753,983	232,816
Restricted Cash and Cash Equivalents <i>(see continuation sheet)</i>	-	-	-
Accounts Receivable (Net)	1,250,234	1,194,879	1,624,648
Notes Receivable	-	-	-
Inventories	-	-	-
Prepaid Expenses	36,526	41,204	42,475
Professional Retainers	-	-	-
Other Current Assets <i>(attach schedule)</i>	88,277,394	88,032,437	88,684,557
<b>TOTAL CURRENT ASSETS</b>	<b>90,145,958</b>	<b>90,022,503</b>	<b>90,584,496</b>
<b>PROPERTY &amp; EQUIPMENT</b>			
Real Property and Improvements	1,050,357	1,050,357	1,050,357
Machinery and Equipment	2,129,617	2,129,617	2,129,616
Furniture, Fixtures and Office Equipment	354,775	354,775	353,585
Leasehold Improvements	188,943	188,943	188,944
Vehicles	62,721	62,721	62,721
Less: Accumulated Depreciation	(2,946,094)	(2,942,668)	(2,926,327)
<b>TOTAL PROPERTY &amp; EQUIPMENT</b>	<b>840,319</b>	<b>843,745</b>	<b>858,896</b>
<b>OTHER ASSETS</b>			
Amounts due from Insiders*	-	-	-
Other Assets <i>(attach schedule)</i>	1,891,684	1,891,684	1,891,684
<b>TOTAL OTHER ASSETS</b>	<b>1,891,684</b>	<b>1,891,684</b>	<b>1,891,684</b>
<b>TOTAL ASSETS</b>	<b>92,877,961</b>	<b>92,757,932</b>	<b>93,335,076</b>
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
<b>LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)</b>			
Accounts Payable	90,107	220,007	-
Taxes Payable <i>(refer to FORM MOR-4)</i>	-	-	-
Wages Payable	342,874	326,305	-
Notes Payable	-	-	-
Rent / Leases - Building/Equipment	-	-	-
Secured Debt / Adequate Protection Payments	-	-	-
Professional Fees	-	-	-
Amounts Due to Insiders*	-	-	-
Other Post-petition Liabilities <i>(attach schedule)</i>	188,222	98,667	-
<b>TOTAL POST-PETITION LIABILITIES</b>	<b>621,203</b>	<b>644,979</b>	<b>-</b>
<b>LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)</b>			
Secured Debt	-	-	-
Priority Debt	259,903	259,903	270,662
Unsecured Debt **	756,792	756,792	2,898,655
<b>TOTAL PRE-PETITION LIABILITIES</b>	<b>1,016,695</b>	<b>1,016,695</b>	<b>3,169,317</b>
<b>TOTAL LIABILITIES</b>	<b>1,637,898</b>	<b>1,661,674</b>	<b>3,169,317</b>
<b>OWNERS' EQUITY</b>			
Capital Stock	-	-	-
Additional Paid-In Capital	-	-	-
Partners' Capital Account	-	-	-
Owner's Equity Account	-	-	-
Retained Earnings - Pre-Petition	90,165,759	90,165,759	90,165,759
Retained Earnings - Post-petition	1,074,304	930,499	-
Adjustments to Owner Equity <i>(attach schedule)</i>	-	-	-
Post-petition Contributions <i>(attach schedule)</i>	-	-	-
<b>NET OWNERS' EQUITY</b>	<b>91,240,063</b>	<b>91,096,258</b>	<b>90,165,759</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>92,877,961</b>	<b>92,757,932</b>	<b>93,335,076</b>

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

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**BALANCE SHEET - continuation section**

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
<b>Other Current Assets</b>			
Barter Receivable	145,530	145,530	145,530
Due from Employees	(543)	7	(366)
Intercompany Receivable/Payable	88,132,407	87,886,900	88,539,393
			-
<b>Other Assets</b>			
Intangibles	1,891,684	1,891,684	1,891,684
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
<b>Other Post-petition Liabilities</b>			
PP Accrued Exp - Music License Fees	34,888	27,391	
PP Accrued Exp - Other (BillPayer)	-	-	
PP Deferred Revenue ST	112,360	112,288	
PP Due Others	8,172	15,860	
PP FSA Payable	12,721	10,313	
PP Other	20,081	(67,185)	
<b>Adjustments to Owner's Equity</b>			
<b>Post-Petition Contributions</b>			

Restricted Cash: 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 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: Disability Ins						-
Total State and Local						-
<b>Total Taxes</b>	<b>ALL PAYROLL TAXES PAID BY ADP</b>					

### SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due				Total
	Current	31-60	61-90	Over 91	
Accounts Payable	89,607	-	500	-	90,107
Wages Payable	342,874				342,874
Taxes Payable	-				-
Rent/Leases-Building	-				-
Rent/Leases-Equipment	-				-
Secured Debt/Adequate Protection Payments	-				-
Professional Fees	-				-
Amounts Due to Insiders	-				-
Other:					-
Other: See MOR-3	188,222				188,222
<b>Total Post-petition Debts</b>	<b>620,703</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>621,203</b>

**Explain how and when the Debtor intends to pay any past due post-petition debts.**

Past due post-petition debt will be paid out of current funds.



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**ACCOUNTS RECEIVABLE RECONCILIATION AND AGING**

<b>Accounts Receivable Reconciliation</b>	<b>Amount</b>
Total Accounts Receivable at the beginning of the reporting period	1,542,267
Plus: Amounts billed during the period	684,657
Less: Amounts collected during the period	-650,356
Total Accounts Receivable at the end of the reporting period	1,576,568

<b>Accounts Receivable Aging</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91+ Days</b>	<b>Total</b>
0 - 30 days old	446,881				446,881
31 - 60 days old		413,444			413,444
61 - 90 days old			307,768		307,768
91+ days old				408,475	408,475
Total Accounts Receivable				1,576,568	1,576,568
Less: Bad Debts (Amount considered uncollectible)					-488,677
Net Accounts Receivable **					1,087,891

\*\* A/R aging balance is lower than B/S amount due to revenue accruals and reclass of credit balances

**TAXES RECONCILIATION AND AGING**

<b>Taxes Payable</b>	<b>0-30 Days</b>	<b>31-60 Days</b>	<b>61-90 Days</b>	<b>91+ Days</b>	<b>Total</b>
0 - 30 days old					
31 - 60 days old					
61 - 90 days old					
91+ days old					
Total Taxes Payable					
Total Accounts Payable					

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### 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
Harvey Stone	Salary	28,865	187,624
Harvey Stone	T&E	-	838
TOTAL PAYMENTS TO INSIDERS		28,865	188,462

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID*
					-
TOTAL PAYMENTS TO PROFESSIONALS		-	-	-	-

\* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

### 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			

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### 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	Have any assets been sold or transferred outside the normal course of business this reporting period?		No
2	Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		No
3	Is the Debtor delinquent in the timely filing of any post-petition tax returns?		No
4	Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		No
5	Is the Debtor delinquent in paying any insurance premium payment?		No
6	Have any payments been made on pre-petition liabilities this reporting period?		no
7	Are any post petition receivables (accounts, notes or loans) due from related parties?		No
8	Are any post petition payroll taxes past due?		No
9	Are any post petition State or Federal income taxes past due?		No
10	Are any post petition real estate taxes past due?		No
11	Are any other post petition taxes past due?		No
12	Have any pre-petition taxes been paid during this reporting period?		No
13	Are any amounts owed to post petition creditors delinquent?	Yes**	
14	Are any wage payments past due?		No
15	Have any post petition loans been received by the Debtor from any party?		No
16	Is the Debtor delinquent in paying any U.S. Trustee fees?		No
17	Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		No
18	Have the owners or shareholders received any compensation outside of the normal course of business?		No

\*\* See note on MOR-4