

UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK

In re ICBC-NY, L.L.C.

Case No. 11-13971 (SCC)

Debtor

Reporting Period: 03/01/12 - 03/31/12

Federal Tax I.D. # 20-2408879

**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>	N/A	N/A
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

May 9, 2012

Printed Name of Authorized Individual: Lois Wright

Date

May 9, 2012

\*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.

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**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 - #7203	PAYROLL - #8755	TAX	OTHER - P/C	
<b>CASH BEGINNING OF MONTH</b>	799,205	193,145	-	350	992,700
<b>RECEIPTS</b>					
CASH SALES		-			-
ACCOUNTS RECEIVABLE - PREPETITION	69,548	-			69,548
ACCOUNTS RECEIVABLE - POSTPETITION	1,033,596	-			1,033,596
LOANS AND ADVANCES		-			-
SALE OF ASSETS		-			-
OTHER (ATTACH LIST)					-
TRANSFERS (FROM DIP ACCTS)		1,100,000			1,100,000
<b>TOTAL RECEIPTS</b>	1,103,144	1,100,000	-	-	2,203,144
<b>DISBURSEMENTS</b>					
NET PAYROLL		308,707			308,707
PAYROLL TAXES	3,605	37,611			41,216
SALES, USE, & OTHER TAXES	22,324				22,324
INVENTORY PURCHASES					-
SECURED/ RENTAL/ LEASES	217,162				217,162
INSURANCE					-
ADMINISTRATIVE	410,204			-	410,204
SELLING	43,056				43,056
OTHER (ATTACH LIST)		3,803			3,803
OWNER DRAW *					-
TRANSFERS (TO DIP ACCTS)	850,000	714,709			1,564,709
PROFESSIONAL FEES					-
U.S. TRUSTEE QUARTERLY FEES					-
COURT COSTS	-				-
<b>TOTAL DISBURSEMENTS</b>	1,546,351	1,064,830	-	-	2,611,181
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	(443,207)	35,170	-	-	(408,037)
<b>CASH - END OF MONTH</b>	355,998	228,315	-	350	584,663

\* 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>	2,611,181
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	(1,564,709)
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	1,046,472

\* NY Payroll Account pays CA, SC & MS payroll



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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	1,597,780	13,439,829
Less: Returns and Allowances	-	-
Net Revenue	1,597,780	13,439,829
<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	90,338	986,067
Auto and Truck Expense	6,650	44,167
Bad Debts	20,000	135,333
Contributions	-	2,200
Employee Benefits Programs	44,347	335,171
Officer/Insider Compensation*	32,919	246,546
Insurance	17,086	105,164
Management Fees/Bonuses	65,000	67,500
Office Expense	15,283	95,138
Pension & Profit-Sharing Plans	-	-
Repairs and Maintenance	1,929	24,237
Rent and Lease Expense	115,663	775,276
Salaries/Commissions/Fees	373,588	2,572,475
Supplies	6,401	51,256
Taxes - Payroll	35,233	239,136
Taxes - Real Estate	21,432	137,135
Taxes - Other	4,875	73,976
Travel and Entertainment	10,065	52,449
Utilities	33,131	235,301
Other ( <i>attach schedule</i> )	671,963	4,693,336
Total Operating Expenses Before Depreciation	1,565,903	10,871,863
Depreciation/Depletion/Amortization	21,522	146,605
Net Profit (Loss) Before Other Income & Expenses	10,355	2,421,361
<b>OTHER INCOME AND EXPENSES</b>		
Other Income ( <i>attach schedule</i> )	-	-
Interest Expense	-	-
Other Expense ( <i>attach schedule</i> )		
Net Profit (Loss) Before Reorganization Items	10,355	2,421,361

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<b>REORGANIZATION ITEMS</b>		
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 Commissions	174,954	1,289,794
Professional Fees	14,293	79,498
Broadcasting Expenses	316,423	2,118,593
Research	120,926	820,028
Bank Fees/Postage/Dues&Subs/Gifts/Corp Overhead/Seminar	5,008	152,709
Barter - Ad Premium/Misc	40,359	232,714

**OTHER INCOME**


**OTHER EXPENSES**


**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>	3/31/2012	2/29/2012	9/7/2011
Unrestricted Cash and Equivalents	584,663	992,700	565,961
Restricted Cash and Cash Equivalents ( <i>see continuation sheet</i> )	-	-	61,112
Accounts Receivable (Net)	3,581,305	3,313,302	3,930,872
Notes Receivable	-	-	-
Inventories	-	-	-
Prepaid Expenses	140,114	285,536	367,362
Professional Retainers	-	-	-
Other Current Assets ( <i>attach schedule</i> )	85,810,694	85,355,722	83,050,250
<b>TOTAL CURRENT ASSETS</b>	<b>90,116,776</b>	<b>89,947,260</b>	<b>87,975,557</b>
<b>PROPERTY &amp; EQUIPMENT</b>			
Real Property and Improvements	978,176	969,784	1,051,523
Machinery and Equipment	7,506,802	7,506,802	7,412,613
Furniture, Fixtures and Office Equipment	1,595,766	1,595,766	1,592,607
Leasehold Improvements	717,496	717,496	717,496
Vehicles	247,764	247,764	247,764
Less: Accumulated Depreciation	(8,985,293)	(8,963,771)	(8,838,688)
<b>TOTAL PROPERTY &amp; EQUIPMENT</b>	<b>2,060,711</b>	<b>2,073,841</b>	<b>2,183,315</b>
<b>OTHER ASSETS</b>			
Amounts due from Insiders*			
Other Assets ( <i>attach schedule</i> )	619,826	619,826	619,826
<b>TOTAL OTHER ASSETS</b>	<b>619,826</b>	<b>619,826</b>	<b>619,826</b>
<b>TOTAL ASSETS</b>	<b>92,797,313</b>	<b>92,640,927</b>	<b>90,778,698</b>
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE
<b>LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)</b>			
Accounts Payable	290,064	353,110	-
Taxes Payable ( <i>refer to FORM MOR-4</i> )	-	-	-
Wages Payable	221,611	65,156	-
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> )	665,492	612,868	-
<b>TOTAL POST-PETITION LIABILITIES</b>	<b>1,177,167</b>	<b>1,031,134</b>	<b>-</b>
<b>LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)</b>			
Secured Debt	-	-	-
Priority Debt	169,527	169,527	189,119
Unsecured Debt	1,555,799	1,555,799	3,116,116
<b>TOTAL PRE-PETITION LIABILITIES</b>	<b>1,725,326</b>	<b>1,725,326</b>	<b>3,305,235</b>
<b>TOTAL LIABILITIES</b>	<b>2,902,493</b>	<b>2,756,460</b>	<b>3,305,235</b>
<b>OWNERS' EQUITY</b>			
Capital Stock	-	-	-
Additional Paid-In Capital	-	-	-
Partners' Capital Account	-	-	-
Owner's Equity Account	-	-	-
Retained Earnings - Pre-Petition	87,473,465	87,473,465	87,473,463
Retained Earnings - Post-petition	2,421,355	2,411,002	-
Adjustments to Owner Equity ( <i>attach schedule</i> )	-	-	-
Post-petition Contributions ( <i>attach schedule</i> )	-	-	-
<b>NET OWNERS' EQUITY</b>	<b>89,894,820</b>	<b>89,884,467</b>	<b>87,473,463</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>92,797,313</b>	<b>92,640,927</b>	<b>90,778,698</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 PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE
<b>Other Current Assets</b>			
Barter Receivable	269,942	269,942	269,942
Due From Employees	5,432	7,986	11,799
Due From Others	590,727	581,772	391,951
Due From Affiliates	84,944,593	84,496,022	82,376,558
<b>Other Assets</b>			
Intangibles	619,526	619,526	619,526
Security Deposit	300	300	300
<b>LIABILITIES AND OWNER EQUITY</b>			
	BOOK VALUE AT END OF CURRENT REPORTING MONTH		BOOK VALUE ON PETITION DATE
<b>Other Post-petition Liabilities</b>			
PP Accrued Exp - Health	125,169	113,441	-
PP Accrue Exp - Pension	78,126	57,774	-
PP Accrued Exp - Other	284,743	282,314	-
PP Deferred Revenue ST	144,660	129,274	-
PP FSA Payable / PP Garnishee Payable	32,794	30,065	-
PP Other			
<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	-	-	-			-
<b>State and Local</b>						
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	243,707	44,532	-	1,825	290,064
Wages Payable	221,611				221,611
Taxes Payable	-	-	-	-	-
Rent/Leases-Building	-				-
Rent/Leases-Equipment	-				-
Secured Debt/Adequate Protection Payments	-				-
Professional Fees	-				-
Amounts Due to Insiders	-				-
Other: See MOR3 Sch_	665,492				665,492
Other: _____	-				-
<b>Total Post-petition Debts</b>	<b>1,130,810</b>	<b>44,532</b>	<b>-</b>	<b>1,825</b>	<b>1,177,167</b>

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

\$153,751 of past due post-petition debt paid in April. Balance 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	3,318,706
Plus: Amounts billed during the period	1,110,508
Less: Amounts collected during the period	-1,103,144
Total Accounts Receivable at the end of the reporting period	3,326,070

<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	995,458				995,458
31 - 60 days old		836,573			836,573
61 - 90 days old			603,266		603,266
91+ days old				890,773	890,773
Total Accounts Receivable					3,326,070
Less: Bad Debts (Amount considered uncollectible)					-249,339
Net Accounts Receivable **					3,076,731

\*\* 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
Deon Levingston	Salary	32,319	237,546
Deon Levingston	T&E	-	7,632
Deon Levingston	Car Allowance	600	9,000
Deon Levingston	Promotions COS	-	28,446
Deon Levingston		-	478
TOTAL PAYMENTS TO INSIDERS		32,919	283,102

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

<b>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.</b>	<b>Yes</b>	<b>No</b>
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