

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE**

**Key Plastics L.L.C.
Case #111-08-13326
Period: Dec 16 - Dec 31, 2008**

Monthly Operating Report

Required Documents	Form No.	Document Attached	Explanation Attached	Affidavit/Supplement Attached
Schedule of Cash Receipts and Disbursements	MOR-1	X		
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	X		
Schedule of Professional Fees Paid	MOR-1b	X		
Copies of Bank Statements				
Cash Disbursements Journals				
Statement of Operations	MOR-2	X		
Balance Sheet	MOR-3	X		
Status of Postpetition Taxes	MOR-4			
Copies of IRS Form 6123 or Payment Receipt				
Copies of tax returns filed during reporting period				
Summary of Unpaid Postpetition Debts	MOR-4			
Listing of aged accounts payable	MOR-4			
Accounts Receivable Reconciliation and Aging	MOR-5	X		
Debtor Questionnaire	MOR-5	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

Signature of Joint Debtor

Date



Signature of Authorized Individual*

9-Feb-09

Date

John B. Wilson

Printed Name of Authorized Individual

C.F.O.

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.



Key Plastics L.L.C.
Case #111-08-13326
Period: Dec 16 - Dec 31, 2008

Schedule of Cash Receipts & Disbursements - FORM MOR1
(in USD 000s)

Beginning Cash Balance	\$ 5,386
Receipts	
Accounts Receivables	\$ 2,034
Accounts Receivables - Canadian Subsidiary	685
Loan Advance (DIP Facility)	1,250
Total Receipts	<u>\$ 3,969</u>
Disbursements	
Payroll and employment taxes	\$ 1,200
Vendors and freight	3,460
Professional Fees	-
Intercompany Funding	
Canadian Subsidiary	404
German Subsidiary	1,192
Total Disbursements	<u>\$ 6,255</u>
Net cash flow	<u>\$ (2,286)</u>
Ending Cash Balance	\$ 3,100
Total Disbursements	\$ 6,255
Less: Transfers to 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	<u><u>\$ 6,255</u></u>

Note, Key Plastics Finance Corp. had no activity for the reporting period.

Key Plastics L.L.C.
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BANK RECONCILIATIONS - Continuation Sheet for MOR-1
(in USD 000s)

Bank:	Fifth Third	Fifth Third	Fifth Third	Fifth Third	Charter One	CIT
	<u>Concentration Account</u>	<u>Reserve Account</u>	<u>Accounts Payable Account (ZBA)</u>	<u>Payroll Account (ZBA)</u>	<u>Collateral Account</u>	<u>LC Collateral Account</u>
Balance Per Books @ 12/15/08	4,385	1,001	-	-	300	1,155
Balance Per Bank @ 12/15/08	<u>4,385</u>	<u>1,001</u>	<u>-</u>	<u>-</u>	<u>300</u>	<u>1,155</u>
Variance	-	-	-	-	-	-
Balance Per Books @ 12/31/08	2,099	1,001	-	-	300	1,155
Balance Per Bank @ 12/31/08	<u>2,099</u>	<u>1,002</u>	<u>-</u>	<u>-</u>	<u>300</u>	<u>1,155</u>
Variance	-	(1)	-	-	-	-

Statement:

I attest that the bank reconciliations for the accounts listed above are complete.



John B. Wilson, Chief Financial Officer

Key Plastics L.L.C.
Case #111-08-13326
Period: Dec 16 - Dec 31, 2008

Schedule of Professional Fees and expenses paid - FORM MOR-1b
(in USD 000s)

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

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

Payee	Period Covered	Amount Approved	Payor	Check		Amount Paid		Year-To-Date	
				Number	Date	Fees	Expenses	Fees	Expenses

Weil Gotshal Manges
Kurtzman Carson Consultants
Richards Layton & Finger
Chanin Capital Partners
Latham & Watkins

No amounts paid during reporting period nor since case inception.

Key Plastics LLC
Case number 111-08-13326
Reporting period- December 16 - 31, 2008
\$000's

Form MOR 2

Revenues:

Gross revenues	2,054
Less: Rtns. & Allow.	(72)
Net revenues	<u>1,982</u>

Costs of sales:

Materials	1,082
Labor	759
Overheads	<u>596</u>
Total costs of sales	<u>2,437</u>
Gross Profit	(455)

SG&A Expenses:

Travel & meals	25
Salaries	261
Employee taxes & benefits	32
Workers compensation	5
General insurance	2
Office expenses	47
Rental expenses	51
Depreciation	4
Outside services, professional, bank fees	79
Intercompany charges (credits)	(65)
State and local taxes	1
Bad debts	-
Restructuring	-
Other	1
Total SG&A	<u>443</u>

Other expenses:

Interest expense/ (income), net	(150)
Amortization of intangibles	-
Amortization of deferred financing	19
(G)/L on disposals of fixed assets	-
(G)/L on disposals of currency exchange	-
Miscellaneous other	-
Net profit/ (loss) before reorganization items	<u>(767)</u>

Reorganization items:

Professional fees	-
US Trustee quarterly fees	-
Interest on accumulated cash from Chapt 11	-
(G)/L on disposals of fixed assets	-
Other reorganization expenses	-
Total reorganization expenses	<u>-</u>

Income taxes

Net income	<u><u>(767)</u></u>
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Key Plastics LLC
Case number 111-08-13326
Reporting period- December 16 - 31, 2008
\$000's

Form MOR 3

	Current Month	December 15, 2008
Assets:		
Current assets:		
Cash and Equivalents, Unrestricted	3,194	5,480
Cash and Equivalents, Restricted	1,455	1,455
Trade accounts receivable	17,817	18,351
Other accounts receivable	102	102
Allowance for doubtful accounts	(279)	(279)
Inventories	9,731	10,218
Prepaid and other current assets	1,199	1,199
Professional retainers	718	718
Total current assets	<u>33,936</u>	<u>37,244</u>
Property, plant, and equipment:		
Land	2,508	2,508
Buildings & imprvmnts.	22,859	22,859
Machinery & equipment	58,546	58,546
Furniture & fixtures	2,497	2,497
Autos & trucks	118	118
Construction in progress	968	968
Current year acquisitions	2,079	2,079
Total PP&E	<u>89,574</u>	<u>89,574</u>
Accumulated depreciation	<u>(49,322)</u>	<u>(49,064)</u>
PP&E, net book value	40,252	40,510
Loans to insiders		
	-	-
Other assets	61,706	59,792
Total assets	<u><u>135,895</u></u>	<u><u>137,546</u></u>
Liabilities and Equity:		
Liabilities not subject to compromise (postpetition):		
Accounts payable	9,873	12,198
Taxes payable	-	-
Wages payable	1,535	1,641
Notes payable	-	-
Rent and leases- building and equipment	601	601
Secured debt	6,250	6,250
Professional fees	-	-
Amounts due to insiders	-	-
Other postpetition liabilities	13,265	13,252
Total postpetition liabilities	<u>31,523</u>	<u>33,942</u>
Liabilities subject to compromise (pre-petition):		
Secured debt	121,756	121,756
Priority debt	-	-
Unsecured debt	-	-
Total pre-petition liabilities	<u>121,756</u>	<u>121,756</u>
Total liabilities	<u>153,279</u>	<u>155,698</u>
Members' equity:		
Members' equity, pre-petition	(17,385)	(17,385)
Retained earnings, postpetition	-	(767)
Contributions, postpetition	-	-
Total equity	<u>(17,385)</u>	<u>(18,152)</u>
Total liabilities and equity	<u><u>135,895</u></u>	<u><u>137,546</u></u>

BALANCE SHEET - Continuation Sheet

Assets	Book Value @ End of Current Period	Book Value @ Petition Date
Other Current Assets		

Other Assets		
Loans to Subsidiaries	59,257	57,345
Divison Account	2,262	2,262
Deferred financing fees	75	74
Equity in Subsidiaries	(272)	(272)
Loan to Plasta Acquisition	384	383
Subtotal	61,706	59,792

Liabilities and Owner's Equity	Book Value @ End of Current Period	Book Value @ Petition Date
Other Postpetition Liabilities		
Accrued Restructuring	7,052	7,052
Accrued Interest	286	284
Warranty Reserves	1,306	1,306
Tooling Reserve	1,264	1,264
Insurance Financing	579	573
Accrued Professional Fees	502	502
Future Project Cost Reserve	386	386
Future Project Lost Reserve	277	277
Ningbo Sewell Reserve	224	224
Workers Compensation	1,055	1,052
Other	334	332
Subtotal	13,265	13,252

Adjustments to Owner Equity

Postpetition Contributions (Distributions)(Draws)

Key Plastics L.L.C.
Case #111-08-13327
Period: Dec 16 - Dec 31, 2009

Schedule of Postpetition Taxes and Unpaid Postpetition debts - FORM MOR5
(in USD 000s)

STATUS OF POSTPETITION TAXES

Statement:

I attest that all taxes are paid current.



John B. Wilson, Chief Financial Officer

STATUS OF UNPAID POSTPETITION DEBTS

Category	Current	Number of Days Past Due				Total
		0-30	31-60	61-90	Over 90	
Accounts Payable	5,197,483.49	475,142.80	32,915.83	39,936.76	(100,464.10)	5,645,014.78
Wages Payable	151,082.64	-	-	-	-	151,082.64
Taxes Payable	76,925.82	-	-	-	-	76,925.82
Rent/Leases-Building	-	-	-	-	-	-
Rent/Leases-Equipment	-	-	-	-	-	-
Secured Debt/Adequate Protection payments	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-
Amounts Due to Insiders*	-	-	-	-	-	-
Other:	-	-	-	-	-	-
Other:	-	-	-	-	-	-
Total Postpetition Debts	5,425,491.95	475,142.80	32,915.83	39,936.76	(100,464.10)	5,873,023.24

Explain how and when the Debtor intends to pay any past-due postpetition debts:

Past due debts will be paid in normal course after verification of receipt of goods or approval of service.

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

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Accounts Receivable Reconciliation and Aging - Form MOR-5
(in USD 000s)

	Amount
Accounts Receivable Aging	
0 - 30 days old	\$ 16,059
31 - 60 days old	653
61 - 90 days old	236
91 + days old	<u>869</u>
Total Accounts Receivable	17,817
Amount considered uncollectible (Bad Debt)	<u>(279)</u>
Accounts Receivable (Net)	<u><u>\$ 17,538</u></u>

Debtor Questionnaire

	Yes	No
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 post petition 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