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UNITED STATES BANKRUPTCY COURT DISTRICT OF NEW JERSEY

In Re: Kid Brands, Inc. et al.¹

Case No. 14-22582

MONTHLY OPERATING REPORT For the Period July 1, 2014 through July 31, 2014

| REQUIRED DOCUMENTS | Form No. | Document Attached | Explanation Attached | Debtors' Statement |
|--|-------------------------|----------------------|-------------------------|-----------------------|
| Schedule of Cash Receipts and Disbursements | MOR-1 | X | | Giutement |
| Bank Reconciliation (or copies of debtor's bank reconciliations) | MOR-1a | | | Х |
| 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 | | | X |
| Copies of IRS Form 6123 or payment receipt | Noticities In the Paris | | | |
| Copies of tax returns filed during reporting period | Bud and the | | | |
| Summary of Unpaid Postpetition Debts | MOR-4 | X | | |
| Accounts Receivable Reconciliation and Aging | MOR-5 | X | | |
| Debtor Questionnaire | MOR-5 | Х | | |

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. Information included on this Monthly Operating Report has been accumulated by PriceWaterhouseCoppers (PwC), the debtors financial advisor. I am executing this document based on the information provided.

a 0 Signature of Authorized Individual

9/11/2014

Glenn Langberg Printed Name of Authorized Individual CRO 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.

¹The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's tax identification number, are: Kid Brands, Inc. (5337); Kids Line, LLC (0448); Sassy, Inc. (9722); I&J Holdco, Inc. (1543); LaJobi, Inc. (1450); CoCaLo, Inc. (3844); and RB Trademark Holdco, LLC (0611).

FORM MOR (9/99)

Date

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In Re: Kid Brands, Inc. et al. Debtors

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Case No. 14-22582

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS For the Period July 1, 2014 through July 31, 2014

| RECEIPTS | × | id Brands, Inc. | , | Kids Line, LLC | | Sassy, Inc. | | Idul Holdeo, Inc. | | LaJobi, Inc. | | CoCal.o, Inc. | RB Trademark H | aldco, LLC |
|---|----|--------------------------|----|-----------------------|----|--------------------------|----|-------------------|----|-----------------------|----|-----------------------|----------------|------------|
| CASH RECEIPTS | \$ | 100,000.00 | \$ | 4,267,047.17 | \$ | 1,876,736.66 | \$ | • | \$ | 4,349,878.57 | \$ | 875,682.38 | | |
| TOTAL RECEIPTS | \$ | 100,000.00 | \$ | 4,267,047.17 | \$ | 1,876,736.66 | \$ | | \$ | 4,349,878.57 | \$ | 875,682.38 | \$ | |
| DISBURSEMENTS | | | | | - | the second second | - | | - | and the second second | - | and the second second | | |
| OPERATING DISBURSEMENTS | | | | | | | _ | | | | | | | |
| PAYROLL & EMPLOYEE EXPENSE REIMBURSEMENTS EMPLOYEE MEDICAL | | 302,683.97 133,756.38 | | 420,092.16 | | 294,825.61 | | | | 108,430.00 | | 3,431.02 | | |
| DISTRIBUTION & FREIGHT INVENTORY PURCHASES | | 449,577.05 | | 156,444.42 650,000.00 | | 116,103.21 691,333.18 | | | | 111.04 | | 6,331.15 | | |
| RENT | | 5.461.31 | | 57,627.23 | | 72,256,37 | | | | 36,450.00 | | | | |
| NSURANCE | | 152,788.15 | | 13,528.00 | | 17,115.36 | | | | 30,430.00 | | | | |
| ADMINISTRATIVE & OTHER OPERATING | | 54,452,87 | | 14.009.49 | | 69,009 38 | | 9,724.45 | | 36,782,08 | | 25,087.01 | | |
| TOTAL OPERATING DISBURSEMENTS | | 1,098,719.73 | | 1,311,701.30 | | 1,260,643.11 | | 9,724.45 | | 181,773.12 | | 34,849.18 | | |
| NON-OPERATING DISBURSEMENTS | | | | | | | | | | | | | | |
| OAN PAYDOWN, INTEREST AND FEES | | 179,709.74 | | | | | | | | | | | | |
| PROFESSIONAL FEES | | 904,975.32 | | | | | | | | | | | | |
| DEPOSITS | | 27,000.00 | | | | | | | | | | | | |
| U.S. TRUSTEE FEES | | | | | | 325.00 | | | | 325.00 | | | | |
| TOTAL NON-OPERATING DISBURSEMENTS | | 1,111,685.06 | | • | | 325.00 | | | | 325.00 | | | | |
| TOTAL DISBURSEMENTS | | 2,210,404.79 | | 1,311,701.30 | | 1,260,968.11 | | 9,724.45 | | 182,098.12 | | 34,849.18 | | |
| NET CASH FLOW | \$ | (2,110,404.79) | \$ | 2,955,345.87 | 5 | 615.768.55 | \$ | (9,724.45) | | 4,167,780,45 | | 840,833.20 | | |

| | THE | FOLLOWING SECTION | ON MUST BE COMPLI | ETED | | | |
|--|-----------------------|-------------------|-------------------|----------|------------------------------|---|--|
| DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEE | S: (FROM CURRENT MONT | H ACTUAL COLUMN) | | | and the second second second | and the second se | |
| TOTAL DISBURSEMENTS | 2.210.404.79 | 1.311.701.30 | 1,260,968,11 | 9,724.45 | 182,098.12 | 34,849,18 | |
| LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS | | | | | | | |
| PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES | | | | | | | |
| TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES | 2,210,404.79 | 1,311,701.30 | 1,260,968.11 | 9.724.45 | 182.098.12 | 34.849.18 | |

FORM MOR-1 (9/99)

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

BANK RECONCILIATIONS Continuation Sheet for MOR-1 For the Period July 1, 2014 through July 31, 2014

Bank Account Reconciliations & Cash Disbursement Journals

The Debtors affirm that bank account reconciliations have been prepared for all open and active bank accounts to the Debtors' books as of July 31, 2014 without exception. The Debtors affirm that within the financial accounting systems, check registers and / or disbursement journals are maintained for each disbursement account.

Bank Statements

The Debtors affirm that bank statements for all open and active bank accounts are retained by the Debtors and will be available upon request. The list of bank accounts and balances are as follows:

| Debtor | Bank | Account No. | Balance |
|------------------|--------------------------|-------------|---------|
| Sassy, Inc. | Cole Taylor Bank | 0690-16941 | 456 |
| Sassy, Inc. | Cole Taylor Bank | 0092614 | |
| Sassy, Inc. | JP Morgan Chase | 555788889 | 112,584 |
| Sassy, Inc. | JP Morgan Chase | 555787808 | 66,230 |
| Kids Line, LLC | Union Bank of California | 0020021802 | 8,061 |
| Kids Line, LLC | Union Bank of California | 0020021810 | 59,836 |
| Kids Line, LLC | Union Bank of California | 0020030216 | 84,239 |
| Kids Line, LLC | JP Morgan Chase | 555786081 | 1,520 |
| Kids Line, LLC | JP Morgan Chase | 555782189 | |
| LaJobi, Inc. | JP Morgan Chase | 255135961 | |
| LaJobi, Inc. | JP Morgan Chase | 255135950 | 53,447 |
| CoCaLo, Inc. | Union Bank of California | 3520004253 | |
| CoCaLo, Inc. | Union Bank of California | 0023994965 | 41,681 |
| CoCaLo, Inc. | JP Morgan Chase | 555792790 | 384 |
| CoCaLo, Inc. | JP Morgan Chase | 555791271 | - |
| Kid Brands, Inc. | JP Morgan Chase | 610-0451245 | 55,386 |
| Kid Brands, Inc. | JP Morgan Chase | 212-111683 | 84,995 |
| Kid Brands, Inc. | JP Morgan Chase | 610-0449666 | 27,019 |
| Kid Brands, Inc. | JP Morgan Chase | 790-346233 | 13,267 |
| Kid Brands, Inc. | UBS | WD08575 | 394,357 |
| I&J Holdco, Inc. | JP Morgan Chase | 838-188373 | 500 |
| I&J Holdco, Inc. | JP Morgan Chase | 551132819 | - |
| I&J Holdco, Inc. | JP Morgan Chase | 551139632 | 2 |

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID¹ For the Period July 1, 2014 through July 31, 2014

| | | | | | Wire Details | | Amount Paid | | Cumulative (Since Petition Date) | |
|-------|----------------|-----------------|-------|--------|--------------|------|-------------|------|----------------------------------|--|
| Payee | Period Covered | Amount Approved | Pavor | Number | Date | Fees | Expenses | Fees | Expenses | |
| N/A | | | | - | | | | | | |

¹An amount of \$\$00,000 was disbursed into an escrow account for professional fees - Lowenstein Sandler - Debtor Counsel, PwC - Debtor Advisor, Omni - Claims Agent, Creditors' Committee professionals

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

STATEMENT OF OPERATIONS For the Period July 1, 2014 through July 31, 2014

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 | Kid Brands, Inc. | Kids Line, LLC | Sassy, Inc. | I&J Heldco, Inc. | LaJobi, Inc. | CoCaLo, Inc.1 | Kid Brands Australia | RB Trademark Holdco, LLC |
|--|------------------|----------------|--------------|--|--------------|---------------|----------------------|--------------------------|
| Net Revenue | | \$ 900,047 | \$ 1,141,896 | | \$ 359,196 | | | TO TRUE MARK TOUCO, DEC |
| Cost of Goods Sold | | 748,996 | 1,030,785 | | 403,410 | 63,460 | 48,783 | |
| Gross Profit | | 151,051 | 111.111 | | (44,214) | (40,108) | | |
| OPERATING EXPENSES | | | | Contraction of the local division of the loc | 1.42.0 | (10,100) | 57,555 | the second second second |
| Direct Selling | | | 76,383 | | 15,591 | | | |
| Sales Support | | | 8,589 | | 12,994 | | | |
| Shipping | 345,029 | 72,407 | 174,489 | | 256,874 | | 23,809 | the second second second |
| Administrative | 476,359 | 313,039 | 235,158 | 6,846 | 10,291 | | 81,532 | |
| MIS | 36,650 | 2,154 | 21,791 | 68,385 | 13,958 | | 01,352 | |
| Legal | 63,654 | 1,708 | 5,140 | 22,500 | | | | |
| Design and Product Development | | | 57,608 | | 9.514 | | | |
| Other | | 262,159 | 1,974 | | 59,780 | | 18,492 | |
| Intercompany | | | | | | | 10,472 | |
| Total Operating Expenses | 921,692 | 651,467 | 581,132 | 97,731 | 379.002 | | 123.833 | |
| Net Profit (Loss) Before Other Income & Expenses | (921,692) | (500,416) | (470,021) | (97,731) | (423,216) | (40,108) | (84,298) | |
| OTHER INCOME AND EXPENSES | 05 | 1000 | | 1. 1. 4. | (100)010) | (10,100) | (04,270) | |
| Interest Expense ² | | | | 471,618 | | | | |
| Net Profit (Loss) Before Reorganization Items | (921,692) | (500,416) | (470,021) | (569,349) | (423,216) | (40,108) | (84,298) | |
| Income Taxes | 1 | 1 | (1.0(021) | (507,517) | (+25,210) | (40,103) | (04,290) | - |
| Net Profit (Loss) | (921.692) | (500,416) | (470.021) | (569,349) | (423,216) | (40,108) | (84,298) | |

¹CoCaLo, Inc. operations are supported entirely by Kids Line, LLC staff

²Includes write off off deferred financing cost related to prior credit facility and early termination fee.

FORM MOR-2 (9.99)

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In Re: Kid Brands, Inc. et al. Debtors

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BALANCE SHEET For the Period Ended July 31, 2014 Case No. 14 22582

| ASSETS | 1 | | 111- | | Harris and State | | | - | | - | and the second | - | | - |
|---|---|---|--|---|---|---|--|-----------------------------|------------------------------|--------------------------------------|---------------------------------------|--|--|--------------------|
| CURRENT ASSETS | Conselledated | Kid Brands, Int. | Kith Line, LLC | Saury, Inc. | IAJ Holdes, Inc. | LaJobi, Inc. | CeCaLa, Inc. | RB Trademark Heldes, LLC | Mal QualityCo (Theiland) | L&J International (Hing Kong)) | MJ Quality (China) | Kid Brands (Australia) | Russ Berrie (Benslus) B.V. | Kid Brands (UK) |
| Unrestricted Cash and Equivalents | 449,719 | | | - | | | | | \$15 | 937 | 91,788 | 349,283 | (and and and and and and and and and and | 6.89 |
| Restricted Cash | 898,327 | 435,817 | 144,614 | 179,910 | 500 | 47,662 | 39,824 | | | | | | | |
| Accounts Receivable (Net) | 12,921,370 | | 3,845,070 | 2,514,665 | | 4,912,768 | 1,351,263 | | | | | 296.604 | | |
| Notes Receivable | 150,000 | | | | | | | 150,000 | | | | | | |
| Inventories (Net) | 19,644,470 | | 4,468,538 | 6,553,695 | | 6,703,791 | 1,108,008 | | | | | 810,438 | | |
| Income Taxes Receivable | 4.913 | | | 4,913 | | | | | | | | | | |
| Prepaid Expenses and Other Current Assets | 5,979,490 | 4,376,710 | 963,178 | 399,459 | 33,936 | 83,522 | 79,199 | | | | 1.891 | 38,105 | | 3,490 |
| TOTAL CURRENT ASSETS | 40,048,289 | 4,862,527 | 9,422,400 | 9,652,642 | 34,436 | 11.747,743 | 2.578.294 | 150.000 | 816 | 937 | \$1.679 | 1.494.430 | | 10.34 |
| PROPERTY AND EQUIPMENT | | | | - | | | | 1 | | 1 | | | 1 | |
| Fixed Assets | 7,854,356 | 861,161 | | 4,071,938 | 2,517,442 | | | - | 1 | | 3,815 | | | |
| Less Accumulated Depreciation | (4,631,908) | (57,169) | + | (3,264,372) | (1,309,490) | | | | | | (877) | | | |
| TOTAL PROPERTY & EOUIPMENT | 3,222,448 | 803.992 | * | 807,568 | 1.607,952 | - | | | ÷ . | | 2.834 | | | |
| OTHER ASSETS | | | | | | | 1 | | 1 | | | 100 million 100 million | 1 | |
| Intangibles | 8,862,529 | | | 5,400,000 | | | 3,462,529 | | | | | | | |
| Notes Receivable, Long-term | 209,850 | | | 8 9 | 3 | | | 209,850 | | | | | | |
| Other Assets | 288,149 | 53,234 | 13,822 | 50,614 | | 106,140 | | | | | 1.524 | 62,815 | | |
| TOTAL OTHER ASSETS | 9,360,528 | 53,234 | 13.822 | 5,430,674 | | 105.140 | 3,462,529 | 209.850 | | | 1.524 | 62.815 | | |
| TOTAL ASSETS | 52,431,265 | 5,713,753 | 9,636,222 | 15,918,822 | 1,60,388 | 11,853,853 | 6,041,823 | 359,850 | 815 | 937 | 58,141 | 1.557,245 | | 10,383 |
| | | | | | | | | | | | | | | |
| LIABILITIES AND OWNER EQUITY | | | | | | | | RB Tradework | Id.J QualityCo | 14J International | L&J Quality | Kid Brands | Rass Berriz | Kid Brands |
| LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition) | Klid Brunda, Inc. | Kid Brunda, Inc. | Kith Line, LLC | Sasty, Inc. | IAJ Haldes, Inc. | LaJobi, Inc. | CoCallo, Inc. | EB Trademark Hables, LLC | Id.J QualityCo (Thailand) | | IdiJ Quality (China) | Kid Brands (Amtralia) | Rass Berrie (Senslax) B.V. | Kid Brands (Uk) |
| LIABILITTES NOT SUBJECT TO COMPROMISE (Partpettion) DIP Financing | 35,879,256 | | | | 35,879,256 | | | | | International | | | | |
| LABILITIES NOT SUBJECT TO COMPROMISE (Perspetition) DIP Functing Accounts Psycho | 35,879,256 1,020,395 | 329,204 | Kith Line, LLC | Sasay, Inc. 40,042 | | Lalphi, Inc. | CoCaLo, Ioc. | | | International | | | | |
| LIABILITIES NOT SUBJECT TO COMPROMISE (Pumpetition) DIP Financing Account Psyable Tuest Psyable | 35,879,256 1,020,395 211,004 | | | 40,082 | 35,879,256 18,271 | | | | | International | (China) 31,944 | (Australia) 523,339 211,904 | | (UK) |
| LABILITIES NOT SUBJECT TO COMPROMISE (Postpetition) DIP Financing Accounts Payable Texes Payable Accounts payable Accounts payable | 35,879,256 1,000,395 211,004 667,650 | 329,204 | 35,493 | 40,082 | 35,879-256 18,271 472,378 | 41,345 | - 717 | | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | | |
| LABILITIES NOT SUBJECT TO COMPROMISE (Pumpettion) DIP Funcing Account Psyable Tuxes Ps | 35,879,256 1,020,395 211,004 | 329,204 | | 40,082 | 35,879,256 18,271 | 41,345 | 717 | | | International | (China) 31,944 | (Australia) 523,339 211,904 | (Benelux) B.V. | (UK) |
| LABLITTES NOT SUBJECT TO COMPROMISE (Partpetition) DIP Financing Account Payable Account Payable Account of Constant North Constant TOTAL POSTRETTION LLABILITIES LUBRITTIES SUBJECT TO COMPROMISE (Pre-Petition) | 35,879,256 1,020,395 211,004 667,650 37,778,365 | 329,204 329,204 | 35,493 - 35,493 | 40,042 | 33,879,256 18,271 | 41,345 | - 717 717 | History, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LABILITIES NOT SUBJECT TO COMPROMISE (Pumpetition) DIP Francing Account Psysble Trass Psysble Trass Psysble Trass Psysble Manual Psysble LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition) Account Psysble | 35,879,256 1,020,395 211,004 667,650 37,778,365 24,790,674 | 329,204 329,204 3,697,702 | 35,493 35,493 35,493 4,652,711 | 40,082 | 35,879-256 18,271 472,378 | 41,345 | - 717 | History, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LABLETTES NOT SUBJECT TO COMPROMISE (Perspettion) DP Financing Account Payable Taxas Payable ToxAL FOSTPETITION LLABLETTES LABLETTES SUBJECT TO COMPROMISE (Pre-Petition) Account Payable Toxas Payable | 35,879,256 1,020,395 211,064 667,450 37,778,865 24,790,674 453,858 | 329,204 329,204 3,697,702 40,619 | 35,493 35,493 4,652,711 10,239 | 40,042 | 35,879,256 18,271 472,378 36,369,905 139,362 | 41,345 41,345 8,070,273 | - 717 - 717 1,434,191 - | Haldes, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LABILITIES NOT SUBJECT TO COMPROMISE (Partpettion) DIP Francing Account Psyable Texes Psyable Texes Psyable Accrued expenses LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition) Account Psyable Texes Psyable Accrued expenses | 35,879,256 1,000,395 211,004 667,450 37,778,365 24,790,674 453,858 26,054,073 | 329,204 329,204 3,677,702 443,619 1,889,071 | 33,493 33,493 4,652,711 10,239 2,632,543 | 40,042 | 33,879,256 18,271 | 41,345 | - 717 - 717 1,434,891 | Haldes, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LABLETTES NOT SUBJECT TO COMPROMISE (Perspettion) DP Financing Account Payable Texes Payable Texes Payable TOTAL POSTPETITION LLABILITIES LIABLITIES SUBJECT TO COMPROMISE (Pre-Petition) Account Payable Texes Payable Account Payable Account Payable Account Payable Account Payable Account Payable Account Payable | 35,879,256 1,020,395 211,004 667,650 37,778,385 24,790,674 453,359 26,054,073 1,867,680 | 329,204 329,204 3,677,702 443,619 1,889,071 1,435,110 | 35,493 35,493 4,652,711 10,239 2,632,543 431,570 | 40,082 48,082 6,795,728 1,387,768 | 35,879,265 18,271 | 41,345 41,345 8,070,273 - 20,128,475 | 717 717 1,434,894 26,216 | Haldes, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LABLETTES NOT SUBJECT TO COMPROMISE (Perspettion) DP Financing Account Payable Texes Payable Texes Payable TOTAL POSTPETITION LLABILITIES LIABLITIES SUBJECT TO COMPROMISE (Pre-Petition) Account Payable Texes Payable Account Payable Account Payable Account Payable Account Payable Account Payable Account Payable | 35,879,256 1,000,395 211,004 667,450 37,778,365 24,790,674 453,858 26,054,073 | 329,204 329,204 3,677,702 443,619 1,889,071 | 33,493 33,493 4,652,711 10,239 2,632,543 | 40,082 | 35,879,256 18,271 472,378 36,369,905 139,362 | 41,345 41,345 8,070,273 20,128,475 | - 717 - 717 - 1,434,199 - - 26,216 | Haldes, LLC | | International | (China) 31,944 35,456 | (Australia) 523,339 2111,004 126,751 | (Benelax) B.V. | (UN) 16,566 |
| LIABILITIES NOT SUBJECT TO COMPROMISE (Partpettion) DIP Financing Account Prysble Tests Payable Narrod expenses LIABILITIES SUBJECT TO COMPROMISE (Pre-Pettion) Account Payable Accrond Rent-Bases Defend Rent-Bases Defend Rent-Bases TOTAL PERFERITION LIABILITIES TOTAL PERFERITION LIABILITIES | 35,879,256 1,020,395 211,004 667,650 37,778,385 24,790,674 453,359 26,054,073 1,867,680 | 329,204 329,204 3,677,702 443,619 1,889,071 1,435,110 | 35,493 35,493 4,652,711 10,239 2,632,543 431,570 | 40,082 48,082 6,795,728 1,387,768 | 35,879,265 18,271 | 41,345 41,345 8,070,273 - 20,128,475 | 717 717 1,434,894 26,216 | Hakka, LLC | (Thatland) | International (Glong Kong)) | (China) 31,944 33,456 67,400 | (Antrolla) 523,339 211,044 126,731 861,674 | (Besselur) B.V. 16.519 16.519 | (TR) |
| LABILITIES NOT SUBJECT TO COMPROMISE (Pumpettion) DP Financing Account Psysbe Texts Psysbe Texts Psysbe Texts Psysbe Acrosed expenses UNBUTTER SUBJECT TO COMPROMISE (Pre-Petitions) Account Psysbe Texts Psysbe Texts Psysbe Tortwork Psysbe | 35,879,256 1,601,395 211,004 667,650 37,776,855 24,790,674 453,159 26,654,073 1,847,680 58,166,215 | 329,204 329,204 3,697,702 443,619 1,889,071 1,435,110 7,466,502 | 35,493 35,493 35,493 4,652,711 10,239 2,622,543 431,570 2,717,065 | 40,642 48,642 6,795,728 1,387,768 8,183,496 | 33,879,256 18,271 472,378 36,362,005 139,362 - - - - - - - - - | 41,345 41,345 8,070,273 20,128,475 24,168,744 | 717 717 1,434,194 26,216 | Hekke, LLC | (Dallard) | International (Hong Kong) | (China) 31,944 33,436 67,400 | (Autrilia) 523,339 211,094 126,731 261,674 | (Beselar) B.V. 16519 16519 | (UN) 16,566 |
| LABILITIES NOT SUBJECT TO COMPROMISE (Partpettion) DIP Francing Account Prysble Trass Prysble Trass Prysble Actived expenses UNBUTTIES SUBJECT TO COMPROMISE (Pre-Pettions) Account Prysble Account Prysble Actived expenses Defined Rent-Inses Differed Rent-Inses TOTAL PROFERITION LLABILITIES TOTAL PLASSILITIES | 35,879,256 1,601,395 211,004 667,650 37,776,855 24,790,674 453,159 26,654,073 1,847,680 58,166,215 | 329,204 329,204 3,697,702 443,619 1,889,071 1,435,110 7,466,502 | 35,493 35,493 4,652,711 10,239 2,622,543 431,570 2,717,069 | 40,642 48,642 6,795,728 1,387,768 8,183,496 | 33,879,256 18,271 472,378 36,362,005 139,362 - - - - - - - - - | 41,345 41,345 8,070,273 20,128,475 24,168,744 | 717 717 1,434,194 26,216 | Hekke, LLC | (Dallard) | International (Hong Kong) | (China) 31,944 33,436 67,400 | (Autrilia) 523,339 211,094 126,731 261,674 | (Beselar) B.V. 16519 16519 | (TR) |

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

DEBTORS' STATEMENT WITH RESPECT TO STATUS OF POSTPETITION TAXES For the Period July 1, 2014 through July 31, 2014

The Debtors have received approval to pay pre petition tax and fee obligations, including, without limitation, sales, use and excise taxes, franchise taxes, real and property taxes, and certain other taxes due in the normal course of business through certain First Day Motions. As such, the applicable taxes have been paid when due except for amounts that are in dispute, if any. All other post-petition tax obligations to the proper taxing authorities are current.

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

Consolidated Summary of Unpaid Post-Petition Accounts Payable For the Period July 1, 2014 through July 31, 2014

Post Petition Account Payable: Aging as of 7/31/2014

| Debtors | Less than 30 Days | 30 - 60 Days | 60 - 90 Days | Greater than 90 Days |
|------------------|----------------------|--------------|--------------|-------------------------|
| Kids Line LLC | 30,502 | 4,990 | | |
| CoCaLo, Inc. | 717 | | | |
| LaJobi, Inc. | 41,108 | 236 | | |
| Sassy. Inc. | 17,723 | 22,359 | | |
| I&J Holdco, Inc. | 11,835 | 6,436 | | |
| Kid Brands, Inc. | 309,848 | 19,355 | | |
| Total | 411,734 | 53,378 | | - |

Note: the Debtors are currently in the process of reconciling post-petition accounts payable with vendors, that may or may not be in dispute

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

For the Period Ended July 31, 2014

| Accounts Receivable Aging | Amount |
|---------------------------|-------------|
| 0 - 30 days old | 6,386,124 |
| 31 - 60 days old | 2,215,444 |
| 61 - 90 days old | 1,390,267 |
| 91+ days old | 6,258,441 |
| Total Accounts Receivable | 16,250,275 |
| (Allowance Reserve) | (3,625,509) |
| Accounts Receivable (Net) | 12,624,766 |

DEBTOR QUESTIONNAIRE

| Must be completed each month | Yes | No |
|---|-----|----|
| Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below. | | х |
| Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below. | | х |
| 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 | |

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In Re: Kid Brands, Inc. et al. Debtors

Case No. 14-22582

Accounts Receivable Rollforward For the Period July 1, 2014 through July 31, 2014

| | Kid Brands, Inc. | Kids Line, LLC | Sassy, Inc. | 1&J Holdco, Inc. | LaJobi, Inc. | CoCaLo, Inc. | RB Trademark Holdco, LLC |
|--------------------|------------------|----------------|--------------|------------------|--------------|--------------|--------------------------|
| Balance, beginning | | \$ 7,150,012 | \$ 3,379,541 | | \$ 8,839,333 | \$ 2,199,350 | |
| Net Sales | | 900,047 | 1,141,896 | | 359,196 | 23,352 | |
| (Collections) | | (4,203,989) | (2,006,772) | | (4,285,761) | (871,439) | |
| Balance, ending | | \$ 3,846,070 | \$ 2,514,665 | | \$ 4,912,768 | \$ 1,351,263 | |

(9/99)