

Monarch Landing & Sedgebrook Cash Collateral Requirement

Monarch Landing / Naperville and Sedgebrook / Lincolnshire Estimated 45-Day Cash Collateral Summary					
<i>(\$ in Thousands)</i>		45 Days	<i>(\$ in Thousands)</i>		45 Days
MONARCH LANDING INC.			SEDGEBROOK INC.		
OpCo Operating Cash Flow ⁽¹⁾	\$	130	OpCo Operating Cash Flow ⁽¹⁾	\$	(69)
Restructuring Costs - OpCo ⁽²⁾		(75)	Restructuring Costs - OpCo ⁽²⁾		(125)
Total Cash Flow		55	Total Cash Flow		(194)
Cash at OpCo (Cash Collateral)		938	Cash at OpCo (Cash Collateral)		7,001
Est. Excess/(Shortfall) net of Cash Collateral		993	Est. Excess/(Shortfall) net of Cash Collateral		6,807
Est. Net Requirement at 100% of use	\$	-	Est. Net Requirement at 100% of use	\$	-
Est. Net Requirement at 120% of use	\$	-	Est. Net Requirement at 120% of use	\$	-
NAPERVILLE CAMPUS, LLC			LINCOLNSHIRE CAMPUS, LLC		
PropCo Operating Cash Flow	\$	-	PropCo Operating Cash Flow	\$	-
Restructuring Costs - PropCo ⁽²⁾		-	Restructuring Costs - PropCo ⁽²⁾		-
Total Cash Flow		-	Total Cash Flow		-
Cash at PropCo		292	Cash at PropCo		236
Est. Excess/(Shortfall) net of Cash		292	Est. Excess/(Shortfall) net of Cash		236
Est. Net Requirement at 100% of use		-	Est. Net Requirement at 100% of use		-
Est. Net Requirement at 120% of use		-	Est. Net Requirement at 120% of use		-
Est. Net Requirement at 100% of use	\$	-	Est. Net Requirement at 100% of use	\$	-
Est. Net Requirement at 120% of use	\$	-	Est. Net Requirement at 120% of use	\$	-

(1) Assumes real estate taxes due in September are paid at closing

(2) Restructuring costs don't include holdback portion

Assumptions

Filing Date: 6/15/2010

Settlements and Entrance Deposits

Post Petition Entrance Deposits escrowed in court escrow account

Current settlement forecast reduced by 65% post filing

Operating Expenses

Discontinue ALL Marketing Expenditures at PropCos and OpCos

Central Services paid per the budget at OpCo Only

Management Fees deferred

Pre-petition real estate taxes paid at closing for both Monarch and Sedgebrook

Monarch Landing pre-petition tax payments were due on June 1 and September 1 2010

Sedgebrook pre-petition taxes are due on September 1 2010

Payment of Sedgebrook mechanic liens not included in DIP budget

Professional Fees

Creditor Professionals paid from contingency reserves (Monarch)

Debtor Professionals and UCC paid 80% of fees and 100% of expenses

A&M: \$400K for the first month, \$300K per month thereafter

DLA Piper: \$250K per month

Whiteford Taylor: \$175K per month

NSC/NFP Financial Advisor: \$25K for entire case

UCC: \$75K per month per campus

Fees allocated evenly across all 4 debtors

US Trustee Fees \$70K per month

Consolidated Cash Collateral Usage

	Week Ended Friday 6/18/2010	Week Ended Friday 6/25/2010	Week Ended Friday 7/2/2010	Week Ended Friday 7/9/2010	Week Ended Friday 7/16/2010	Week Ended Friday 7/23/2010	Total WE 6/14/10 7/23/10
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(In Thousands)

Cash Collateral Build/(Usage)**Landowner**

Naperville Campus, LLC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lincolnshire Campus, LLC	-	-	-	-	-	-	-
Total Landowner	-	-	-	-	-	-	-

Not-For-Profit

Monarch Landing, Inc.	201	125	(302)	(20)	(74)	125	55
Sedgebrook Inc.	16	438	(447)	61	(583)	321	(194)
Total Not-For-Profit	217	563	(749)	41	(657)	446	(139)
Grand Total	\$ 217	\$ 563	\$ (749)	\$ 41	\$ (657)	\$ 446	\$ (139)

Cumulative Collateral Build/(Usage)

Naperville Campus, LLC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lincolnshire Campus, LLC	-	-	-	-	-	-	-
Total Landowner	-	-	-	-	-	-	-

Monarch Landing, Inc.	201	326	24	4	(70)	55	55
Sedgebrook Inc.	16	454	7	68	(514)	(194)	(194)
Total Not-For-Profit	217	780	31	72	(585)	(139)	(139)
Grand Total	217	780	31	72	(585)	(139)	(139)

Cash Excess/(Shortfall)**Landowner**

Naperville Campus, LLC	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292
Lincolnshire Campus, LLC	236	236	236	236	236	236	236
Total Landowner	528	528	528	528	528	528	528

Not-For-Profit

Monarch Landing, Inc.	1,139	1,264	962	942	868	993	\$ 993
Sedgebrook Inc.	7,017	7,455	7,008	7,069	6,486	6,807	6,807
Total Not-For-Profit	8,156	8,719	7,970	8,011	7,354	7,800	7,800
Grand Total	\$ 8,684	\$ 9,247	\$ 8,498	\$ 8,539	\$ 7,882	\$ 8,328	\$ 8,328

DIP Budget
Landowner **Naperville Campus, LLC**
Not-For-Profit **Monarch Landing Inc.**

	Week Ended Friday 6/18/2010	Week Ended Friday 6/25/2010	Week Ended Friday 7/2/2010	Week Ended Friday 7/9/2010	Week Ended Friday 7/16/2010	Week Ended Friday 7/23/2010	Total WE 6/14/10 7/23/10
<i>(In Thousands)</i>							
<u>Landowner - Cash Flow</u>							
Beginning Book Cash Balance	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292
Receipts							
Marketing Reimbursements	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Receipts	-	-	-	-	-	-	-
Disbursements - Operating							
Central Services	-	-	-	-	-	-	-
Direct Costs - Marketing	-	-	-	-	-	-	-
Indirect Costs - Marketing (Corporate)	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Operating Disbursements	-	-	-	-	-	-	-
Net Operating Income	-	-	-	-	-	-	-
Restructuring Disbursements							
Professional Fees	-	-	-	-	-	-	-
Trustee Fees	-	-	-	-	-	-	-
DIP Fees & Interest	-	-	-	-	-	-	-
Total Restructuring Disbursements	-	-	-	-	-	-	-
Financing Disbursements							
DIP Loan/(Repayments)	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Financing Disbursements	-	-	-	-	-	-	-
Net Cash Flow	-	-	-	-	-	-	-
Ending Book Cash Balance	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292	\$ 292

DIP Budget
Landowner **Naperville Campus, LLC**
Not-For-Profit **Monarch Landing Inc.**

	Week Ended Friday 6/18/2010	Week Ended Friday 6/25/2010	Week Ended Friday 7/2/2010	Week Ended Friday 7/9/2010	Week Ended Friday 7/16/2010	Week Ended Friday 7/23/2010	Total WE 6/14/10 7/23/10
<i>(In Thousands)</i>							
Not-For-Profit - Cash Flow							
Settlements	-	1	-	-	-	1	2
Average Deposit per Settlement	273	273	273	273	273	273	273
Beginning Book Cash Balance	\$ 938	\$ 1,139	\$ 1,264	\$ 962	\$ 942	\$ 868	\$ 938
Receipts							
Other	-	-	-	-	-	-	-
Monthly Resident Fees	350	125	50	75	250	225	1,075
Total Receipts	350	125	50	75	250	225	1,075
Disbursements - Operating							
Central Services	-	-	64	-	-	-	64
Central Services - Marketing	-	-	-	-	-	-	-
Salaries Wages and Benefits	149	-	193	-	149	-	491
Management Fees	-	-	-	-	-	-	-
Refunds	-	-	-	-	-	-	-
Other Expense	-	-	95	95	100	100	390
Total Operating Disbursements	149	-	352	95	249	100	945
Net Operating Income	201	125	(302)	(20)	1	125	130
Restructuring Disbursements							
Professional Fees	-	-	-	-	-	-	-
Trustee Fees	-	-	-	-	-	-	-
Utility Deposits	-	-	-	-	75	-	75
DIP Fees & Interest	-	-	-	-	-	-	-
Total Restructuring Disbursements	-	-	-	-	75	-	75
Financing Disbursements							
Entrance Deposits	-	-	273	-	-	-	273
Escrowed Entrance Deposits	-	-	(273)	-	-	-	(273)
DIP Loan/(Repayments)	-	-	-	-	-	-	-
Total Financing Disbursements	-	-	-	-	-	-	-
Net Cash Flow	201	125	(302)	(20)	(74)	125	55
Ending Book Cash Balance	\$ 1,139	\$ 1,264	\$ 962	\$ 942	\$ 868	\$ 993	\$ 993
Cash Collateral Usage							
Landowner	-	-	-	-	-	-	-
Not-For-Profit	201	125	(302)	(20)	(74)	125	55
Total	201	125	(302)	(20)	(74)	125	55
Cummulative Cash Collateral Usage							
Landowner	-	-	-	-	-	-	-
Not-For-Profit	201	326	24	4	(70)	55	55
Total	201	326	24	4	(70)	55	55
Post Petition Entrance Deposit Escrow							
Beginning Balance	-	-	-	273	273	273	-
Post Petition Entrance Deposits	-	-	273	-	-	-	-
Ending Balance	\$ -	\$ -	\$ 273	\$ 273	\$ 273	\$ 273	\$ 273

DIP Budget
Landowner **Lincolnshire Campus LLC**
Not-For-Profit **Sedgebrook Inc.**

(In Thousands)	Week Ended	Week Ended	Week Ended	Week Ended	Week Ended	Week Ended	Total WE
	Friday 6/18/2010	Friday 6/25/2010	Friday 7/2/2010	Friday 7/9/2010	Friday 7/16/2010	Friday 7/23/2010	6/14/10 7/23/10
Landowner - Cash Flow							
Beginning Book Cash Balance	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236
Receipts							
Marketing Reimbursements	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Receipts	-	-	-	-	-	-	-
Disbursements - Operating							
Central Services	-	-	-	-	-	-	-
Direct Costs - Marketing	-	-	-	-	-	-	-
Indirect Costs - Marketing (Corporate)	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total Operating Disbursements	-	-	-	-	-	-	-
Net Operating Income	-	-	-	-	-	-	-
Restructuring Disbursements							
Professional Fees	-	-	-	-	-	-	-
Trustee Fees	-	-	-	-	-	-	-
DIP Fees & Interest	-	-	-	-	-	-	-
Total Restructuring Disbursements	-	-	-	-	-	-	-
Financing Disbursements							
DIP Loan/(Repayments)	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Total Financing Disbursements	-	-	-	-	-	-	-
Net Cash Flow	-	-	-	-	-	-	-
Ending Book Cash Balance	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236	\$ 236

DIP Budget
Landowner **Lincolnshire Campus LLC**
Not-For-Profit **Sedgebrook Inc.**

(In Thousands)	Week Ended Friday 6/18/2010	Week Ended Friday 6/25/2010	Week Ended Friday 7/2/2010	Week Ended Friday 7/9/2010	Week Ended Friday 7/16/2010	Week Ended Friday 7/23/2010	Total WE 6/14/10 7/23/10
Not-For-Profit - Cash Flow							
Settlements	-	1	-	-	-	1	2
Average Deposit per Settlement	280	280	280	280	280	280	280
Beginning Book Cash Balance	\$ 7,001	\$ 7,017	\$ 7,455	\$ 7,008	\$ 7,069	\$ 6,486	\$ 7,001
Receipts							
Other	-	-	-	-	-	-	-
Monthly Resident Fees	426	438	47	170	110	438	1,630
Total Receipts	426	438	47	170	110	438	1,630
Disbursements - Operating							
Central Services	-	-	83	-	-	-	83
Central Services - Marketing	-	-	-	-	-	-	-
Salaries Wages and Benefits	410	-	310	-	450	-	1,170
Management Fees	-	-	-	-	-	-	-
Refunds	-	-	-	-	-	-	-
Other Expense (Food, Utilities)	-	-	101	109	117	117	446
Total Operating Disbursements	410	-	494	109	567	117	1,698
Net Operating Income	16	438	(447)	61	(458)	321	(69)
Restructuring Disbursements							
Professional Fees	-	-	-	-	-	-	-
Trustee Fees	-	-	-	-	-	-	-
Utility Deposits	-	-	-	-	125	-	125
DIP Fees & Interest	-	-	-	-	-	-	-
Total Restructuring Disbursements	-	-	-	-	125	-	125
Financing Disbursements							
Entrance Deposits	-	-	280	-	-	-	280
Escrowed Entrance Deposits	-	-	(280)	-	-	-	(280)
DIP Loan/(Repayments)	-	-	-	-	-	-	-
Total Financing Disbursements	-	-	-	-	-	-	-
Net Cash Flow	16	438	(447)	61	(583)	321	(194)
Ending Book Cash Balance	\$ 7,017	\$ 7,455	\$ 7,008	\$ 7,069	\$ 6,486	\$ 6,807	\$ 6,807
Cash Collateral Usage							
Landowner	-	-	-	-	-	-	-
Not-For-Profit	16	438	(447)	61	(583)	321	(194)
Total	16	438	(447)	61	(583)	321	(194)
Cummulative Cash Collateral Usage							
Landowner	-	-	-	-	-	-	-
Not-For-Profit	16	454	7	68	(514)	(194)	(194)
Total	16	454	7	68	(514)	(194)	(194)
Post Petition Entrance Deposit Escrow							
Beginning Balance	-	-	-	280	280	280	-
Post Petition Entrance Deposits	-	-	280	-	-	-	-
Ending Balance	\$ -	\$ -	\$ 280	\$ 280	\$ 280	\$ 280	\$ 280