

UNITED STATES BANKRUPTCY COURT
DISTRICT OF Delaware

In re SS Body Armor I, Inc., et al

Case No. 10-11255, 10-11257, 10-11258, 10-11259
 Reporting Period: May 2014

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month.

Submit copy of report to any official committee appointed in the case.

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				X
Cash disbursements journals				X
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				X
Copies of tax returns filed during reporting period				X
Summary of Unpaid Postpetition Debts	MOR-4	X		
Listing of aged accounts payable	MOR-4	X		
Accounts Receivable Reconciliation and Aging	MOR-5	X		
Debtor Questionnaire	MOR-5	X		

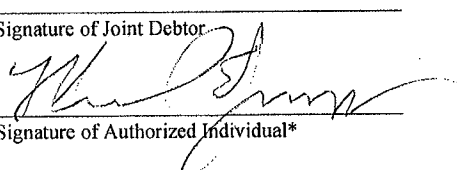
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

 Signature of Debtor

 Date

 Signature of Joint Debtor

 Date


 Signature of Authorized Individual*

August 6, 2014
 Date

Michael Juniper
 Printed Name of Authorized Individual

Advisor
 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.

SS Body Armor I, Inc.
Consolidated Cash Receipts and Disbursements
For the month ended May 31, 2014

	<u>Consolidated</u>			
	<u>Total</u>			
<u>Cash Receipts</u>				
Cash Sales	\$ -			
Accounts Receivable	-			
Sale Proceeds from 363 Auction	-			
Amounts for Cure Payments (funded by Buyer)	-			
Other Cash Receipts	-			
Interest Income	-			
Transfers from DIP Account	-			
Total Receipts	\$ -			
Case Number		10-11255	10-11257	10-11259
	<u>Consolidated</u>	<u>SS Body</u>	<u>SS Body</u>	<u>SS Body</u>
	<u>Total</u>	<u>Armor I, Inc.</u>	<u>Armor II, Inc.</u>	<u>Armor III, Inc.</u>
<u>Operating Disbursements</u>				
Materials	\$ -	\$ -	\$ -	\$ -
Subcontractors	-	-	-	-
Payroll Taxes	-	-	-	-
Insurance	-	-	-	-
Rent & Lease Payments (storage unit - 6 mos)	-	-	-	-
Supplies	-	-	-	-
Utilities	-	-	-	-
Freight	-	-	-	-
Repair & Maintenance	-	-	-	-
Testing Fees	-	-	-	-
Professional Fees- Ordinary Course	-	-	-	-
Other (See detail - Schedule of Other)	-	-	-	-
Subtotal	-	-	-	-
<u>Non-Operating Disbursements</u>				
DIP Interest & Fees	-	-	-	-
DIP Lender Counsel Fees	-	-	-	-
DIP Paydown	-	-	-	-
Bank & Credit Card Fees	464	-	464	-
Board Fees & Expenses	-	-	-	-
Professional Fee Carve-Out Funding	-	-	-	-
Subtotal	464	-	464	-
<u>Bankruptcy-Related Items</u>				
Debtor Professional Fees	-	-	-	-
Critical Vendor Payments	-	-	-	-
EC Professional Fees	-	-	-	-
UCC Professional Fees	-	-	-	-
US Trustee	-	-	-	-
Purchase Price Adjustment (Refund to Buyer)	-	-	-	-
Stalking Horse Break-up Fee & Expense Reimbursement	-	-	-	-
Sellers' Share for Potential Transfer Taxes	-	-	-	-
Cure Payments	-	-	-	-
Subtotal	-	-	-	-
Total Disbursements	\$ 464	\$ -	\$ 464	\$ -
Net Cash Flow for the Month of November 2013	\$ (464)			
Beginning Cash Balance as of 4-30-14	\$ 421,088			
Change in Cash during May 2014	\$ (464)			
Ending Cash Balance as of 5-31-14	\$ 420,624			
Mor 1a	\$ 420,624			

SS Body Armor I, Inc.

Consolidated Cash Receipts and Disbursements - Schedule of Other in the MTD Tab

For the month ended May 31, 2014

<u>Case Number</u>	<u>Payment</u>	<u>10-11255</u>	<u>10-11257</u>	<u>10-11259</u>
<u>Category</u>	<u>Amount</u>	<u>SS Body</u>	<u>SS Body</u>	<u>SS Body</u>
		<u>Armor I, Inc.</u>	<u>Armor II, Inc.</u>	<u>Armor III, Inc.</u>
None	-	-	-	-
	\$ -	\$ -	\$ -	\$ -

SS Body Armor I, Inc.
Schedule of Bank Accounts and Balances
For the month ended May 31, 2014

Note: All bank accounts have been reconciled for the period presented.

<u>Company</u>	<u>Case Number</u>	<u>Name of Bank</u>	<u>Account Name</u>	<u>Bank Account #</u>	<u>Book Balance</u>
SS Body Armor II, Inc.		Regions Bank	Commercial Money Market	xxxxxx2208	0
SS Body Armor II, Inc.		Regions Bank	Commercial Money Market	xxxxxx2216	0
SS Body Armor II, Inc.	10-11257	Regions Bank	Lock Box	xxxxxx7360	0
SS Body Armor III, Inc.	10-11259	Regions Bank	Lock Box	xxxxxx7379	0
SS Body Armor I, Inc.	10-11255	Regions Bank	Collection Account	xxxxxx7344	0
SS Body Armor I, Inc.	10-11255	Regions Bank	Operating Account	xxxxxx7352	452,401
SS Body Armor I, Inc.	10-11255	Regions Bank	Disbursement Account	xxxxxx7536	-23,830
SS Body Armor I, Inc.	10-11555	Regions Bank	Payroll Account	xxxxxx7544	-7,947
			Total		<u>\$ 420,624</u>

**SS Body Armor I, Inc.
 Schedule of Professional Fees Paid
 For the month ended May 31, 2014
 Mor - 1b**

Payee	Period	Amount Approved
None		\$ -
Total Debtor Professional Fees		\$ -

Payee	Period	Amount Approved
None		\$ -
Total EC Professional Fees		\$ -

Payee	Period	Amount Approved
None		\$ -
Total UCC Professional Fees		\$ -

CONSOLIDATING STATEMENT OF OPERATIONS

POINT BLANK SOLUTIONS, INC
For the Month Ended May 31, 2014

	PBSS Case # 10-11255	PBBA Case # 10-11257	PACA- Case #10-11259	ELIMINATION	TOTAL
Gross Sales	-	-	-	-	-
Outside Sales	-	-	-	-	-
Less: Discounts, Returns, and Allowances	-	-	-	-	-
Net Sales	-	-	-	-	-
Cost of Goods Sold	-	-	-	-	-
Gross Profit	-	-	-	-	-
Selling and Marketing	-	-	-	-	-
Research and Development	-	-	-	-	-
General and Administrative	-	-	-	-	-
Total Operating Expenses	-	-	-	-	-
Operating Income Before Non-Recurring Expenses	-	-	-	-	-
Non-Recurring Expenses	186,000	-	-	-	186,000
Reorganization Expenses (Income)	-	-	-	-	-
Non-Recurring Professional Fees	-	-	-	-	-
Discontinued Operations	-	-	-	-	-
Legal Settlements and Investigations	-	-	-	-	-
Total Non-Recurring Expenses	186,000	-	-	-	186,000
Operating Income After Non-Recurring Expenses	(186,000)	-	-	-	(186,000)
Other Income and (Expense)	-	-	-	-	-
Interest (Expense & Fees)	-	-	-	-	-
Other Income / (Expense)	-	(5,654)	-	-	(5,654)
(Loss) / Gain on Sale of Assets	-	-	-	-	-
Total Other Income (Expense)	-	(5,654)	-	-	(5,654)
Pre-Tax Income (Loss)	(186,000)	(5,654)	-	-	(191,654)
Net Income (Loss)	\$ (118,921)	\$ (5,654)	\$ -	\$ -	\$ (124,575)

CONSOLIDATING BALANCE SHEET

POINT BLANK SOLUTIONS, INC
 For the Month Ended May 31, 2014
 PPSI Case # 10-11255 PBBA Case # 10-11257 PACA Case # 10-11259
 PBSS Case # 10-11258

					ELIMINATION	TOTAL
ASSETS						
Current Assets						
Cash	89	\$	420,624	\$	-	\$ 420,713
Restricted Cash	-		12,500		-	12,500
Accounts Receivable - Trade	-		-		-	-
Allowance for Doubtful Accounts - Trade	-		-		-	-
Accounts Receivable, Net	-		-		-	-
Other Receivables	2,957,935		-		-	2,957,935
Other Receivables, Net	2,957,935		-		-	2,957,935
Inventories	-		-		-	-
Inventory Reserves	-		-		-	-
Inventories, Net	-		-		-	-
Prepaid Expenses and Other Current Assets	1,020,666		346,630		-	1,367,296
Investments in Subs	10,199,791		-		(10,199,791)	-
Due To /From Subsidiaries	(171,345,899)		147,273,684		24,072,215	(0)
Deferred Tax Asset - Current	11,171,096		-		-	11,171,096
Deferred Tax Current Valuation	(11,171,096)		-		-	(11,171,096)
Deferred Tax Asset Current, Net	-		-		-	-
Total Current Assets	(157,167,417)		148,053,438		(10,199,791)	4,758,444
Plant, Property, and Equipment, net	-		-		-	-
Other Assets	-		-		-	-
Deferred Financing Costs	-		-		-	-
Deferred Tax Asset - Non Current	9,586,614		-		-	9,586,614
Deferred Tax Non Current Valuation	(9,586,614)		-		-	(9,586,614)
Deferred Tax Non Current, Net	-		-		-	-
Deposits and Other Assets	-		211,000		-	211,000
Total Other Assets	-		211,000		-	211,000
TOTAL ASSETS	\$	(157,167,417)	\$ 148,264,438	\$	(10,199,791)	\$ 4,969,444

CONSOLIDATING BALANCE SHEET

POINT BLANK SOLUTIONS, INC
 For the Month Ended May 31, 2014
 PPSI Case # 10-11255 PBA Case # 10-11257 PACA Case #10-11259
 PBSS Case # 10-11258

	PSI Case # 10-11255	PBA Case # 10-11257	PACA Case #10-11259	ELIMINATION	TOTAL
LIABILITIES AND STOCKHOLDERS' EQUITY					
Liabilities Not Subject to Compromise					
Accounts Payable	8,313,169	-	-	-	8,313,169
Cash Reserved for Professional Fees	-	-	-	-	-
Accrued Expenses	2,157,767	357,857	65	-	2,515,689
DIP Financing Loan	-	-	-	-	-
Notes Payable	-	-	-	-	-
Deferred Revenue	-	-	-	-	-
Income Taxes Payable	(16,808,506)	-	-	-	(16,808,506)
Total Liabilities Not Subject to Compromise	(6,337,571)	357,857	65	-	(5,979,649)
Liabilities Subject to Compromise					
Accounts Payable	7,904,301	17,111,163	888,094	-	25,903,558
Accrued Expenses	2,755,842	2,795,946	2,516	-	5,554,304
Capital Leases	-	-	-	-	-
Vest Replacement Obligation	395,205	-	-	-	395,205
Reserve Class Action	4,171,974	-	-	-	4,171,974
Employment Tax Withholding Obligation	5,563,670	-	-	-	5,563,670
Total Liabilities Subject to Compromise	20,790,992	19,907,109	890,610	-	41,588,711
TOTAL LIABILITIES	14,453,422	20,264,965	890,675	-	35,609,062
Commitments and Contingencies					
Minority and Non-controlling Interests in Subsidiaries	-	463,833	-	-	463,833
Contingently Redeemable Common Stock	19,325,998	-	-	-	19,325,998
Stockholders' Equity:					
Common Stock	48,782	55	1,227	(1,332)	48,732
Additional Paid In Capital	95,131,317	6,568,445	631,082	(7,199,477)	95,131,367
Accumulated Deficit	(286,126,936)	120,967,140	22,549,231	(2,998,982)	(145,609,548)
Total Stockholders Equity	(190,946,837)	127,535,640	23,181,540	(10,199,791)	(50,429,449)
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$ (157,167,417)	\$ 148,264,438	\$ 24,072,215	\$ (10,199,791)	\$ 4,969,444

**SS Body Armor I, Inc.
Summary of Post-petition Taxes
For the month ended May 31, 2014
Mor 4**

Representation: The Company to the best of its knowledge has paid its taxes due as of 5-31-14 for the bankruptcy reporting period due 6-20-14.

SS Body Armor I, Inc.
 Summary of Unpaid Post-Petition Debts - Consolidated
 For the month ended May 31, 2014
 Mor 4

	Consolidated					Total
	Current	0-31 Days	31-60 Days	61-90 Days	Over 90 Days	
Unpaid Post-Petition Accounts Payable						
Operating						
Materials	\$ -	\$ -	\$ -	\$ -	\$ -	-
Subcontractors	-	-	-	-	-	-
Payroll	-	-	-	-	-	-
Insurance	-	-	-	(786)	-	(786)
Rent & Lease Payments	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Utilities	-	-	-	-	-	-
Freight	-	-	-	-	-	-
Repair & Maintenance	-	-	-	-	0	0
Testing Fees	-	-	-	-	-	-
Professional Fees- Ordinary Course	-	-	-	-	1,004,826	1,004,826
Other	-	-	752	-	9,894	10,647
Subtotal	-	-	752	-	1,013,935	1,014,687
Non-Operating						
DIP Interest & Fees	-	-	-	-	-	-
DIP Lender Counsel Fees	-	-	-	-	-	-
Board Fees	-	-	-	-	-	-
CapEx	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-
Bankruptcy-Related Items						
Debtor Professional Fees	-	-	1,374	-	4,355,285	4,356,659
EC Professional Fees	-	-	-	-	1,461,004	1,461,004
Critical Vendor Payments	-	-	-	-	-	-
UCC Professional Fees	-	-	-	-	1,480,818	1,480,818
US Trustee	-	-	-	-	-	-
Utility Deposits	-	-	-	-	-	-
Subtotal	-	-	1,374	-	7,297,107	7,298,481
Total Post-Petition Debts	\$ -	\$ -	\$ 2,126	\$ -	\$ 8,311,042	\$ 8,313,168

SS Body Armor I, Inc.
 Accounts Receivable Reconciliation and Aging & Debtors Questionnaire
 For the month ended May 31, 2014
 Mor 5

	10-11255 SS Body Armor I, Inc.	10-11257 SS Body Armor II, Inc.	10-11259 SS Body Armor III, Inc.
Accounts Receivable Reconciliation			
Total Accounts Receivables at the beginning of the period:	7,935	-	-
+Amounts billed during the period	-	-	-
- Amounts collected or adjusted during the period	-	-	-
Total Accounts Receivable at the end of the reporting period	7,935 (a)	(a)	(a)
Account Receivable Aging:			
0-30 Days	-	-	-
31-60 days old	-	-	-
61-90 days old	-	-	-
91+ days old	7,935	-	-
Total Accounts Receivable	7,935	-	-
Amounts considered uncollectible (Bad debt)	-	-	-
Accounts Receivable, net	7,935	\$	\$
(a): Per Balance Sheet			
Accounts Receivable Trade	-	-	-
Other Receivables	7,935	-	-
Deferred Revenue	-	-	-
Total Accounts Receivable	7,935 (a)	(a)	(a)

Debtor Questionnaire

- | | | |
|--|-----|----|
| 1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below. | Yes | No |
| 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? In no, provide an explanation below. | X | |

Note: Operational type insurance is no longer in place given the operations were sold in October 2011.

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

SS Body Armor I, Inc. *et al.* f/k/a Point Blank Solutions Inc.

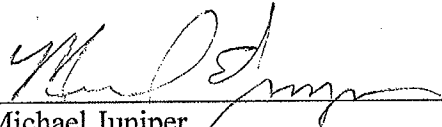
August 6, 2014

Office of the United States Trustee

Subject: Attestation Regarding Post-Petition Taxes – May'14

The debtor, Point Blank Solutions, Inc. and its subsidiaries, hereby submits this attestation regarding post-petition taxes.

All post-petition taxes for the debtor, which are not subject to dispute or reconciliation, are current. There are no material tax disputes or reconciliations.



Michael Juniper
Advisor to Debtor

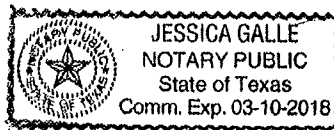
Sworn to and Subscribed

before me on this 6th day of August, 2014.



Notary Public

My Commission Expires: 3/10/19



Nationwide 800-413-5155
Phone 954-630-0900
Fax 954-630-9225

SS Body Armor I, Inc. *et al.* f/k/a Point Blank Solutions Inc.

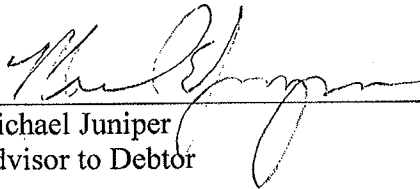
August 6, 2014

Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations – May'14

The debtor, Point Blank Solutions, Inc. and its subsidiaries, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.


The debtor has, on a timely basis, performed all bank reconciliations in the ordinary course of business. Copies of bank statements and reconciliations are available for inspection upon request by the United States Trustee's Office.



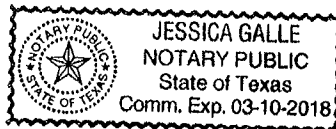
Michael Juniper
Advisor to Debtor

Sworn to and Subscribed

before me on this 6th day of August, 2014.


Notary Public

My Commission Expires: 2/10/18



Nationwide 800-413-5155
Phone 954-630-0900
Fax 954-630-9225

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