**UNITED STATES BANKRUPTCY COURT**
**DISTRICT OF DELAWARE**

**In re: Syntax-Brillian Corporation**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

**MONTHLY OPERATING REPORT**

**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 | | |
| Cash Disbursements Details | MOR-1c | X | | |
| Statement of Operations | MOR-2 | X | | |
| Balance Sheet | MOR-3 | X | | |
| Status of Postpetition Taxes | MOR-4 | | X | |
| Summary of Unpaid Postpetition Debts | 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** | 3-4-09<br>**Date** |
| **Signature of Joint Debtor** | 3-4-09<br>**Date** |
| **Signature of Authorized Individual*** | 3-4-09<br>**Date** |
| Bradley M. Lines<br>**Printed Name of Authorized Individual** | Interim CFO<br>**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.**

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

**Amounts reported should be per the debtor's books, 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 bank account columns. 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 (CONT)]**

| | BANK ACCOUNTS | | | | CURRENT MONTH ACTUAL | CUMULATIVE FILING TO DATE ACTUAL |
|---|---|---|---|---|---|---|
| | OPER | PAYROLL | TAX | Merrill Lynch | | |
| | XXX-XXXX-440 | | | XXX-XX-037 | | |
| CASH BEGINNING OF MONTH | $ - | | | $ 3 | $ 3 | $ 40,353 |
| **RECEIPTS** | | | | | | |
| CASH SALES | - | | | - | - | - |
| ACCOUNTS RECEIVABLE | - | | | - | - | - |
| LOANS AND ADVANCES | - | | | - | - | - |
| SALE OF ASSETS | - | | | - | - | - |
| OTHER (INTEREST) | - | | | - | - | 34 |
| TRANSFERS (INTERCOMPANY) | 3,067,939 | | | - | 3,067,939 | 7,097,138 |
| TRANSFERS (FROM DIP ACCTS) | - | | | - | - | - |
| | | | | | | |
| **TOTAL RECEIPTS** | $ 3,067,939 | | | $ - | $ 3,067,939 | $ 7,097,172 |
| **DISBURSEMENTS** | | | | | | |
| NET PAYROLL | - | | | - | - | - |
| PAYROLL TAXES | - | | | - | - | - |
| SALES, USE, & OTHER TAXES | - | | | - | - | 2,450 |
| INVENTORY PURCHASES | - | | | - | - | - |
| SECURED/ RENTAL/ LEASES | 7,339 | | | - | 7,339 | 21,318 |
| INSURANCE | 50,000 | | | - | 50,000 | 455,025 |
| ADMINISTRATIVE | 4,314 | | | - | 4,314 | 48,864 |
| SELLING | - | | | - | - | - |
| LOAN REPAYMENT | - | | | - | - | - |
| | | | | | | |
| OWNER DRAW * | - | | | - | - | - |
| TRANSFERS (INTERCOMPANY) | - | | | - | - | 40,084 |
| | | | | | | |
| PROFESSIONAL FEES | 3,006,287 | | | - | 3,006,287 | 6,542,956 |
| U.S. TRUSTEE QUARTERLY FEES | - | | | - | - | 26,825 |
| COURT COSTS | - | | | - | - | - |
| **TOTAL DISBURSEMENTS** | $ 3,067,939 | | | $ - | $ 3,067,939 | $ 7,137,522 |
| | | | | | | |
| NET CASH FLOW | | | | | | |
| (RECEIPTS LESS DISBURSEMENTS) | $ - | | | $ - | $ - | $ (40,349) |
| | | | | | | |
| **CASH - END OF MONTH** | $ - | | | $ 3 | $ 3 | $ 3 |

* 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)** | | |
| **TOTAL DISBURSEMENTS** | $ 3,067,939 | $ 7,137,522 |
| LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS | - | 40,084 |
| PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts) | - | - |
| **TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES** | $ 3,067,939 | $ 7,177,605 |

*Debtor's operations are funded by the bank accounts under Syntax Groups Corporation, a subsidiary of Debtor.
In addition to the accounts listed above, Debtor also owns several restricted cash bank accounts.
During the reporting period, these restricted cash accounts were not active and there were no cash activities.

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## CASH DISBURSEMENT DETAILS

| Date | G/L Acct/BP Name | Amount | Description |
|---|---|---|---|
| 12/5/2008 | ACM, LLC ITF | $ 2,796 | Secured/ Rental/ Leases |
| 12/31/2008 | ACM, LLC ITF | 4,543 | Secured/ Rental/ Leases |
| 12/24/2008 | AT&T - Acct TFIS-TFIX02 | 1,676 | Administrative |
| 12/12/2008 | Debbie Simpson | 325 | Administrative |
| 12/18/2008 | Debbie Simpson | 450 | Administrative |
| 12/12/2008 | MATRIX TELECOM | 464 | Administrative |
| 12/31/2008 | Qwest - Acct # 64790891 | 1,399 | Administrative |
| 12/18/2008 | ACT Litigation Services, Inc. | 30,420 | Professional Fees |
| 12/12/2008 | Anthony Ostlund Baer Louwagie & Ross PA | 22,192 | Professional Fees |
| 12/12/2008 | Anthony Ostlund Baer Louwagie & Ross PA | 34,559 | Professional Fees |
| 12/5/2008 | Epiq Bankruptcy Solutions LLC | 16,024 | Professional Fees |
| 12/31/2008 | Epiq Bankruptcy Solutions LLC | 2,907 | Professional Fees |
| 12/12/2008 | FTI Consulting | 594,204 | Professional Fees |
| 12/12/2008 | FTI Consulting | 702,896 | Professional Fees |
| 12/30/2008 | FTI Consulting | 387,839 | Professional Fees |
| 12/12/2008 | Greenberg Traurig LLP | 502,807 | Professional Fees |
| 12/22/2008 | Greenberg Traurig LLP | 478,026 | Professional Fees |
| 12/12/2008 | JH Cohn LLP | 20,957 | Professional Fees |
| 12/18/2008 | JH Cohn LLP | 2,654 | Professional Fees |
| 12/12/2008 | KPMG Corporate Finance LLC | 75,000 | Professional Fees |
| 12/1/2008 | Pepper Hamilton | 42,351 | Professional Fees |
| 12/12/2008 | Pepper Hamilton | 51,590 | Professional Fees |
| 12/19/2008 | Pepper Hamilton | 36,549 | Professional Fees |
| 12/5/2008 | Silver & Freedman | 5,311 | Professional Fees |
| 12/24/2008 | Willis of Arizona Inc | 50,000 | Insurance |
| | | | |
| | **Total** | $ 3,067,939 | |

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
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## BANK RECONCILIATIONS

**Continuation Sheet for MOR-1**

**A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.**

| | Operating | | Payroll | | Tax | | Other | |
|---|---|---|---|---|---|---|---|---|
| | | | | | | | Merrill Lynch XXX-XX-037 | |
| **BALANCE PER BOOKS** | | | | | | | | $ 3 |
| | | | | | | | | |
| BANK BALANCE | | | | | | | | $ 3 |
| (+) DEPOSITS IN TRANSIT (ATTACH LIST) | | | | | | | | - |
| (-) OUTSTANDING CHECKS (ATTACH LIST) | | | | | | | | - |
| OTHER (ATTACH EXPLANATION) | | | | | | | | - |
| ADJUSTED BANK BALANCE * | | | | | | | | $ 3 |
| * Adjusted bank balance must equal | | | | | | | | |
| balance per books | | | | | | | | |
| | | | | | | | | |
| **DEPOSITS IN TRANSIT** | **Date** | **Amount** | **Date** | **Amount** | **Date** | **Amount** | **Date** | **Amount** |
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| **CHECKS OUTSTANDING** | **Ck.#** | **Amount** | **Ck.#** | **Amount** | **Ck.#** | **Amount** | **Ck.#** | **Amount** |
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| **OTHER** | | | | | | | | |
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**In re: Syntax-Brillian Corporation**

**Debtor**

**Case No. 08-11407**

**Reporting Period: 12/1/08 - 12/31/08**

## 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 | |
|---|---|---|---|---|---|---|---|
| | | | | Number | Date | Fees | Expenses |
| Pepper Hamilton | Sep-08 | 42,351.25 | Syntax-Brillian Corporation | Wire | 12/1/2008 | 37,125.20 | 5,226.05 |
| Epiq Bankruptcy Solutions LLC | Oct-08 | 18,930.82 | Syntax-Brillian Corporation | Wire | 12/5/2008 | 18,930.82 | |
| Silver Freedman | Oct-08 | 5,311.14 | Syntax-Brillian Corporation | Wire | 12/5/2008 | 5,311.14 | - |
| Anthony Ostlund Baer Louwagie & Ross PA | Jul-08 to Oct-08 | 56,751.30 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 51,271.15 | 5,480.15 |
| FTI Consulting | Aug-08 to Sep 08 | 1,297,099.34 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 1,231,995.95 | 65,103.39 |
| Greenberg Traurig LLP | Jul-08 to Sep-08 | 502,807.30 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 502,807.30 | - |
| JH Cohn LLP | Oct-08 | 20,956.70 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 20,956.70 | - |
| Pepper Hamilton | Jul-08 to Sep-08 | 51,590.33 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 51,590.33 | - |
| KPMG Corporate Finance LLC | Dec-08 | 75,000.00 | Syntax-Brillian Corporation | Wire | 12/12/2008 | 75,000.00 | - |
| ACT Litigation Services, Inc. | Nov-08 | 30,420.00 | Syntax-Brillian Corporation | Wire | 12/18/2008 | 30,420.00 | |
| JH Cohn LLP | Oct-08 | 2,654.47 | Syntax-Brillian Corporation | Wire | 12/18/2008 | 2,466.80 | 187.67 |
| Pepper Hamilton | Oct-08 | 36,549.09 | Syntax-Brillian Corporation | Wire | 12/19/2008 | 33,006.65 | 3,542.44 |
| Greenberg Traurig LLP | Oct-08 | 478,025.87 | Syntax-Brillian Corporation | Wire | 12/22/2008 | 425,734.40 | 52,291.47 |
| FTI Consulting | Oct-09 | 387,839.28 | Syntax-Brillian Corporation | Wire | 12/30/2008 | 369,839.50 | 17,999.78 |
| | | | | | | | |
| Total | | $ 3,006,286.89 | | | | $ 2,856,455.94 | $ 149,830.95 |

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## 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 | $ - | $ - |
| Less: Returns and Allowances | - | - |
| Net Revenue | $ - | $ - |
| **COST OF GOODS SOLD** | | |
| Beginning Inventory | - | - |
| Add: Purchases | - | - |
| Add: Cost of Labor | - | - |
| Add: Other Costs (attach schedule) | - | - |
| Less: Ending Inventory | - | - |
| Cost of Goods Sold | - | - |
| Gross Profit | $ - | $ - |
| **OPERATING EXPENSES** | | |
| Advertising | - | - |
| Auto and Truck Expense | - | - |
| Bad Debts | - | - |
| Contributions | - | - |
| Employee Benefits Programs | - | - |
| Insider Compensation* | - | - |
| Insurance | (47,522) | 215,073 |
| Management Fees/Bonuses | - | - |
| Office Expense | - | 351 |
| Pension & Profit-Sharing Plans | - | - |
| Repairs and Maintenance | - | - |
| Rent and Lease Expense | 7,339 | 68,547 |
| Salaries/Commissions/Fees | - | - |
| SuppliesTaxes - Payroll | - | - |
| Taxes - Payroll | - | - |
| Taxes - Real Estate | - | - |
| Taxes - Other | - | 41,250 |
| Travel and Entertainment | - | - |
| Utilities | 10,539 | 24,604 |
| Other (attach schedule) | 126,090 | 2,215,258 |
| Total Operating Expenses Before Depreciation | $ 96,445 | $ 2,565,083 |
| Depreciation/Depletion/Amortization | - | - |
| Net Profit (Loss) Before Other Income & Expenses | $ (96,445) | $ (2,565,083) |
| **OTHER OPERATING EXPENSES** | | |
| Other Income (attach schedule) | - | 20,919 |
| Interest Expense | 878 | 391,820 |
| Other Expense (attach schedule) | 26,160,332 | 52,408,129 |
| Net Profit (Loss) Before Reorganization Items | $ (26,257,655) | $ (55,344,113) |
| **REORGANIZATION ITEMS** | | |
| Professional Fees | (372,327) | 8,850,877 |
| U.S. Trustee Quarterly Fees | - | 26,825 |
| Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet) | - | - |
| Gain (Loss) from Sale of Equipment | - | - |
| Other Reorganization Expenses (attach schedule) | - | - |
| Total Reorganization Expenses | - | - |
| Income Taxes | - | - |
| Net Profit (Loss) | $ (25,885,328) | $ (64,221,815) |

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

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## STATEMENT OF OPERATIONS - continuation sheet

| BREAKDOWN OF OTHER CATEGORY | Month | Cumulative Filing to Date |
|---|---|---|
| | | |
| **Other Costs** | | |
| None | | |
| | | |
| | | |
| | | |
| **Other Operating Expenses** | | |
| Legal expenses | $ 3,728 | $ 1,443,217 |
| Consulting | 105,706 | 483,625 |
| Outside Services | 775 | 74,907 |
| NASDAQ Listing Fees [1] | - | 32,725 |
| Audit & Tax Fees | 15,881 | 66,112 |
| Bank Charges | | 114,671 |
| | | |
| **Total Other Operating Expenses** | **$ 126,090** | **$ 2,215,258** |
| **Other Income** | | |
| Interest Income | - | 20,919 |
| | | |
| | | |
| | | |
| **Total Other Income** | **$ -** | **$ 20,919** |
| **Other Expenses** | | |
| Write Off of Deferred Finance Costs | - | 25,894,505 |
| Prepayment Penalties [2] | - | 823,292 |
| Investment Impairment Recovery and Liability Extinguishment | 26,160,332 | 25,690,332 |
| | | |
| **Total Other Expenses** | **$ 26,160,332** | **$ 52,408,129** |
| **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.

[1] Non-cash write-off of pre-paid amount.
[2] Prepayment penalty ("make-whole") payment on Vivitar sale proceeds received in August and October 2008.

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## BALANCE SHEET

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from postpetition obligations.

| CURRENT ASSETS | BOOK VALUE CURRENT REPORTING | BOOK VALUE PETITION DATE |
|---|---|---|
| Unrestricted Cash and Equivalents | $ 11,141 | $ 51,490 |
| Restricted Cash and Cash Equivalents (see continuation sheet) | - | - |
| Accounts Receivable (Net) | 159,670,973 | 181,434,089 |
| Notes Receivable | - | - |
| Inventories | - | - |
| Prepaid Expenses | 220,254 | 439,176 |
| Professional Retainers | - | - |
| Other Current Assets (attach schedule) | 21,820,830 | 21,818,034 |
| ***TOTAL CURRENT ASSETS*** | $ 181,723,198 | $ 203,742,788 |
| **PROPERTY & EQUIPMENT** | | |
| Real Property and Improvements | - | - |
| Machinery and Equipment | - | - |
| Furniture, Fixtures and Office Equipment | - | - |
| Leasehold Improvements | - | - |
| Vehicles | - | - |
| Less Accumulated Depreciation | - | - |
| ***TOTAL PROPERTY & EQUIPMENT*** | $ - | $ - |
| **OTHER ASSETS** | | |
| Loans to Insiders* | - | - |
| Other Assets (attach schedule) | - | 52,054,837 |
| ***TOTAL OTHER ASSETS*** | $ - | $ 52,054,837 |
| **TOTAL ASSETS** | $ 181,723,198 | $ 255,797,625 |

| LIABILITIES AND OWNER EQUITY<br>LIABILITIES NOT SUBJECT TO COMPROMISE (postpetition) | BOOK VALUE AT END OF CURRENT REPORTING MONTH | BOOK VALUE AT END OF PETITION DATE |
|---|---|---|
| Accounts Payable | 129,558 | - |
| Taxes Payable (refer to FORM MOR-4) | - | - |
| Wages Payable | - | - |
| Notes Payable | - | - |
| Rent / Leases - Building / Equipment | - | - |
| Secured Debt / Adequate Protection Payments | - | - |
| Professional Fees | 1,905,503 | - |
| Amounts Due to Insiders* | - | - |
| Other Postpetition Liabilities (attach schedule) | 117,175 | - |
| ***TOTAL POSTPETITION LIABILITIES*** | $ 2,152,236 | $ - |
| **LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)** | | |
| Secured Debt [1] | 99,222,291 | 111,927,606 |
| Priority Debt | 390,231 | 390,231 |
| Unsecured Debt | 3,935,110 | 3,434,644 |
| ***TOTAL PRE-PETITION LIABILITIES*** | $ 103,547,632 | $ 115,752,481 |
| ***TOTAL LIABILITIES*** | $ 105,699,868 | $ 115,752,481 |
| **OWNER EQUITY** | | |
| Capital Stock | 90,843 | 90,843 |
| Additional Paid-In Capital | 322,745,218 | 322,545,218 |
| Parterns' Capital Account | - | - |
| Owner's Equity Account | - | - |
| Retained Earnings - Pre-Petition | (182,590,916) | (182,590,916) |
| Retained Earnings - Postpetition | (64,221,815) | - |
| Adjustments to Owner Equity (attach schedule) | - | - |
| Postpetition Contributions (Distributions) (Draws) (attach schedule) | - | - |
| ***NET OWNER EQUITY*** | $ 76,023,330 | $ 140,045,144 |
| **TOTAL LIABILITIES AND OWNERS' EQUITY** | $ 181,723,198 | $ 255,797,625 |

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

[1] Includes $9.1 million paydown from sale of Vivitar to Sakar International on 8/22/08. Additional funds from the sale were received in October 2008.

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## BALANCE SHEET - continuation sheet

| ASSETS<br>Other Current Assets | | BOOK VALUE AT END OF CURRENT REPORTING MONTH | BOOK VALUE ON PETITION DATE |
|---|---|---|---|
| | Assets held for sale | $ 1,347,228 | $ 1,347,228 |
| | Deferred tax asset | 20,470,806 | 20,470,806 |
| | Deposits | 2,796 | - |
| | | | |
| | | | |
| | **Total Other Current Assets** | **$ 21,820,830** | **$ 21,818,034** |
| **Other Assets** | | | |
| | Investment in Vivitar [1] | - | 26,160,331 |
| | Annual prepaid loan fees - SP | - | 199,931 |
| | Deferred Loan Costs - SP | - | 25,694,574 |
| | | | |
| | | | |
| | **Total Other Assets** | **$ -** | **$ 52,054,837** |
| **LIABILITIES AND OWNER EQUITY**<br>**Other Postpetition Liabilities** | | **BOOK VALUE AT END OF CURRENT REPORTING MONTH** | **BOOK VALUE ON PETITION DATE** |
| | DIP Interest Payable | - | - |
| | SP Interest Payable | 75,925 | - |
| | Delaware Franchise Tax | 41,250 | - |
| | | | |
| | | | |
| | **Total Other Postpetition Liabilities** | **$ 117,175** | **$ -** |
| **Adjustments to Owner Equity** | | | |
| | None | | |
| | | | |
| | | | |
| **Postpetition Contributions (Distributions) (Draws)** | | | |
| | None | | |
| | | | |
| | | | |

[1] Vivitar filed for Chapter 7 Bankruptcy on 2/6/2009. A sale of the brand took place on 8/22/08.

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## STATUS OF POSTPETITION 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 Liability | Amount Withheld or Accrued | Amount Paid | Date Paid | Check No. or EFT | Ending Tax Liability |
|---|---|---|---|---|---|---|
| Withholding | | | | | | |
| FICA-Employee | | | | | | |
| FICA-Employer | | | | | | |
| Unemployment | | | | | | |
| Income | | | | | | |
| Other | | | | | | |
| Total Federal Taxes | | | | | | |
| **State and Local** | | | | | | |
| Withholding | | | | | | |
| Sales | | | | | | |
| Excise | | | | | | |
| Unemployment | | | | | | |
| Real Property | | | | | | |
| Personal Property | | | | | | |
| Other: | | | | | | |
| Total State and Local | | | | | | |
| **Total Taxes** | | | | | | |

*All post petition taxes have been paid when due and are current.

## SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

| | Number of Days Past Due | | | | | |
|---|---|---|---|---|---|---|
| | Current | 0-30 | 31-60 | 61-90 | Over 90 | Total |
| Accounts Payable | $ 89,179 | $ - | $ 40,234 | $ - | $ 145 | $ 129,558 |
| Wages Payable | - | - | - | - | - | - |
| Taxes Payable | 41,250 | - | - | - | - | 41,250 |
| Rent/Leases-Building | - | - | - | - | - | - |
| Rent/Leases-Equipment | - | - | - | - | - | - |
| Secured Debt/Adequate Protection Payments | - | - | - | - | - | - |
| Professional Fees [1] | 1,816,804 | | 37,497 | - | 51,202 | 1,905,503 |
| Amounts Due to Insiders* | - | - | - | - | - | - |
| Other: | 75,925 | - | - | - | - | 75,925 |
| **Total Postpetition Debts** | **$ 2,023,159** | **$ -** | **$ 77,730** | **$ -** | **$ 51,347** | **$ 2,152,236** |

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

Note:
[1] Payments of professional fees are subject to the filing of fee applications and approval by the court.

**In re: Syntax-Brillian Corporation**
**Debtor**

**Case No. 08-11407**
**Reporting Period: 12/1/08 - 12/31/08**

## ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

| Accounts Receivable Reconciliation | Amount | |
|---|---|---|
| Total Accounts Receivable at the beginning of the reporting period | | $ - |
| + Amounts billed during the period | | - |
| - Amounts collected during the period | | - |
| Total Accounts Receivable at the end of the reporting period | | $ - |
| | | |
| **Accounts Receivable Aging** | **Amount** | |
| 0 - 30 days old | | - |
| 31 - 60 days old | | - |
| 61 - 90 days old | | - |
| 91+ days old | | - |
| Total Accounts Receivable | | - |
| Amount considered uncollectible (Bad Debt) | | - |
| Income Tax Receivable | | 1,536,696 |
| Intercompany Receivable | | |
| Syntax Groups | | 149,077,351 |
| Vivitar | | 9,056,926 |
| Total Intercompany Receivables | | $ 158,134,277 |
| Accounts Receivable (Net) | | $ 159,670,973 |

## DEBTOR QUESTIONNAIRE

| Must be completed each month | Yes | No |
|---|---|---|
| 1. Have any assets been sold or transferred outside the normal course of business this reorting 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 reorting period? If yes, provide an explanation below. | | X |
| 3. 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 | |
| 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 |