

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE**

In re: Tactical Intermediate Holdings, Inc., et al.
Debtor

Case No. 14-11659 (KG)
Reporting Period: September 28, 2014 through October 25, 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	Yes		
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	Yes		Declaration Attached
Schedule of Professional Fees Paid	MOR-1b	Yes		
Copies of bank statements				Declaration Attached
Cash disbursements journals				
Statement of Operations	MOR-2	Yes		
Balance Sheet	MOR-3	Yes		
Status of Postpetition Taxes	MOR-4	Yes		
Copies of IRS Form 6123 or payment receipt				
Copies of tax returns filed during reporting period				
Summary of Unpaid Postpetition Debts	MOR-4a	Yes		
Listing of aged accounts payable	MOR-4a			
Accounts Receivable Reconciliation and Aging	MOR-5	Yes		
Debtor Questionnaire	MOR-5a	Yes		

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

/s/ Paul Collins

Signature of Authorized Individual*

11/21/2014

Date

Paul Collins

Printed Name of Authorized Individual

Chief Financial Officer

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.

MONTHLY OPERATING REPORT

GENERAL NOTES AND DISCLAIMER

The financial statements and supplemental information contained herein are unaudited, preliminary, and may not comply with generally accepted accounting principles ("GAAP") in all material respects. In addition, the financial statements and supplemental information contained herein is provided to fulfill the requirements of the Office of the United States Trustee and have been derived from the books and records of the Debtors.

The results of operations contained herein are not necessarily indicative of results that are expected from any other period or for the full year and are not reflective of the results of operations, financial position, and cash flow of the Debtors in the future.

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 1a
Schedule of Bank Account Balances
as of October 25, 2014

Case #	Debtor Entity	Bank Name	Account Type / Purpose	Bank Account Ending in:	Book Balance
14-11664 (KG)	Altama Delta Corporation	Wells Fargo	Payroll Account	8708	\$ 2,355
14-11664 (KG)	Altama Delta Corporation	Wells Fargo	Collection Account	8711	-
14-11664 (KG)	Altama Delta Corporation	Wells Fargo	Disbursement Account	5516	(591)
14-11664 (KG)	Altama Delta Corporation	N/A	Petty Cash Account	N/A	-
14-11665 (KG)	Altama Delta (Puerto Rico) Corporation	Banco Popular	Payroll Account	5898	6,947
14-11665 (KG)	Altama Delta (Puerto Rico) Corporation	Banco Popular	Local Disbursement Account	4147	-
14-11665 (KG)	Altama Delta (Puerto Rico) Corporation	N/A	Petty Cash Account	N/A	33
14-11667 (KG)	Massif Mountain Gear Company L.L.C.	Wells Fargo	Collection Account	8259	-
14-11667 (KG)	Massif Mountain Gear Company L.L.C.	Wells Fargo	Disbursement Account	5524	-
14-11667 (KG)	Massif Mountain Gear Company L.L.C.	The Bancorp Bank	Flexible Spending Account (Massif)	2322	-
14-11667 (KG)	Massif Mountain Gear Company L.L.C.	N/A	Petty Cash Account	N/A	-
14-11660 (KG)	Massif Mountain Gear Company L.L.C.	Wells Fargo	Administrative Reserve Escrow Account	7311	250,000
14-11662 (KG)	Ro-Search Incorporated	Wells Fargo	Payroll Account	2010	357
14-11662 (KG)	Ro-Search Incorporated	Wells Fargo	Depository Account	8285	115
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Concentration Account (Idle)	8301	-
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Collection Concentration Account	8724	17,326
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Disbursement Concentration Account	5490	109,282
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Utilities Adequate Assurance Account	4213	42,643
14-11660 (KG)	Tactical Holdings Operations, Inc.	Regions Bank	Depository Account	3574	9,814
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Capps Equipment Escrow Account	0592	-
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Quarantined Inventory Backstop Escrow Account	0261	-
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	IBM Credit Escrow Account	0253	-
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Quarantined Inventory Storage Escrow Account	0618	-
14-11660 (KG)	Tactical Holdings Operations, Inc.	Wells Fargo	Houlihan Lokey Sale Fees Escrow Account	5444	-
14-11661 (KG)	Wellco Enterprises, Inc.	Wells Fargo	Flexible Spending Account (Footwear)	6528	1,492
14-11661 (KG)	Wellco Enterprises, Inc.	Wells Fargo	Payroll Account	2266	4,451
14-11661 (KG)	Wellco Enterprises, Inc.	Wells Fargo	Collection Account	2376	-
14-11661 (KG)	Wellco Enterprises, Inc.	Wells Fargo	Disbursement Account	5508	(1,389)
14-11661 (KG)	Wellco Enterprises, Inc.	Wells Fargo	Government Investigation Account (Idle)	1443	145,274
14-11661 (KG)	Wellco Enterprises, Inc.	N/A	Petty Cash Account	N/A	2,690
					\$ 590,797

The above captioned debtors (the "Debtors") hereby submit this attestation regarding bank account reconciliations in lieu of providing copies of bank statements.

"I attest that each of the Debtors' bank accounts is reconciled to monthly bank statements."

/s/ Paul Collins
Paul Collins
Chief Financial Officer

[1] Represents an escrow account established by the Debtors in conjunction with the sale of the Massif business to Samtech, LLC (the "Massif Purchaser"). The account was opened on August 28, 2014 and funded by the Massif Purchaser on August 29, 2014 with the balance required pursuant to the Funds Flow Memorandum to the Asset Purchase Agreement dated as of August 20, 2014.

[2] Represents the Debtors' adequate assurance deposit account for utility providers, which was opened on July 22, 2014. The account was subsequently funded on July 23, 2014 with the required adequate assurance deposit amount of \$43,250.

[3] Represents escrow accounts established by the Debtors in conjunction with the sale of the Footwear business to Original Footwear Holding Inc. (the "Footwear Purchaser"). Each of the accounts were opened on August 6, 2014 and funded by the Footwear Purchaser on August 15, 2014 with the balances required pursuant to the Funds Flow Memorandum to the Asset Purchase Agreement dated as of July 21, 2014.

[4] The accounts were closed on September 26, 2014.

[5] The account was closed on October 24, 2014.

[6] Represents an escrow account established by the Debtors in conjunction with the sale of both the Footwear and Massif businesses to the respective purchasers. The account was opened on August 13, 2014 and funded on August 15, 2014 by the Footwear Purchaser with the balance required pursuant to the Funds Flow Memorandum to the Asset Purchase Agreement dated as of July 21, 2014. The account was subsequently funded again on August 29, 2014 by the Massif Purchaser pursuant to the Funds Flow Memorandum to the Asset Purchase Agreement dated as of August 20, 2014.

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 1b
Schedule of Professional Fees and Expenses Paid
for September 28, 2014 to October 25, 2014

Payee	Period Covered	Amount Escrowed	Amount Approved	Payor	Check / Wire		Amount Paid for Period			Filing to Date		
					Number	Date	Escrowed Funds	Fees	Expenses	Escrowed Funds	Fees	Expenses
Professional Fees & Expenses Escrow Funding [1]												
Professional Fees Escrow Account (c/o Klehr Harrison Harvey Branzburg LLP)	N/A	\$ -	N/A	Tactical Holdings Operations, Inc.	N/A	N/A	\$ -	N/A	N/A	\$ (1,501,000)	N/A	N/A
Houlihan Lokey Sale Fees Escrow Account [2]												
Houlihan Lokey Sale Fees Escrow Account	N/A	-	N/A	Tactical Holdings Operations, Inc.	N/A	N/A	-	N/A	N/A	(850,000)	N/A	N/A
Professional Fees & Expenses Paid via Escrow [3]												
FTI Consulting, Inc.	7/8/14 - 8/31/14	N/A	302,532	Professional Fees Escrow Account	Multiple	Multiple	N/A	282,768	19,763	N/A	282,768	19,763
Klehr Harrison Harvey Branzburg LLP	7/8/14 - 7/31/14	N/A	271,327	Professional Fees Escrow Account	3874	10/1/14	N/A	252,527	18,800	N/A	252,527	18,800
Prime Clerk LLC	7/8/14 - 9/30/14	N/A	211,484	Professional Fees Escrow Account	Multiple	Multiple	N/A	81,621	129,863	N/A	81,621	129,863
Venable LLP	7/18/14 - 7/31/14	N/A	37,333	Professional Fees Escrow Account	20142950022000	10/22/14	N/A	37,333	-	N/A	37,333	-
Otterbourg P.C.	7/18/14 - 7/31/14	N/A	69,377	Professional Fees Escrow Account	20142950022200	10/22/14	N/A	68,787	589	N/A	68,787	589
Houlihan Lokey Capital, Inc.	7/8/14 - 8/29/14	N/A	11,769	Professional Fees Escrow Account	20142740032800	10/1/14	N/A	-	11,769	N/A	-	11,769
Houlihan Lokey Capital, Inc.	N/A	N/A	-	N/A	N/A	N/A	N/A	-	-	N/A	850,000	-
Professional Fees & Expenses Paid via Accounts [4]												
W.L. Gore & Associates, Inc.	7/18/14	N/A	40	Tactical Holdings Operations, Inc.	141021029581	10/21/14	N/A	-	40	N/A	-	40
Smith, Anderson, Blount, Dorsett, Mitchell & Jernigan, L.L.P.	7/8/14 - 8/29/14	N/A	6,009	Wellco Enterprises, Inc.	141021029562	10/21/14	N/A	5,880	129	N/A	5,880	129
Total		\$ -	\$ 909,871				\$ -	\$ 728,916	\$ 180,954	\$ (2,351,000)	\$ 1,578,916	\$ 180,954

[1] Represents funding of the Professional Fee Escrow Account, as required pursuant to the Approved Budget and Final Order Authorizing the Debtors to Obtain Postpetition Financing [Docket No. 158], entered on July 30, 2014.

[2] Represents funding of the Houlihan Lokey Sale Fees Escrow Account, as required pursuant to the Funds Flow Memorandum to the Asset Purchase Agreements dated as of July 21, 2014 (Footwear sale) and August 20, 2014 (Massif sale).

[3] Represents disbursements related to case professional fees or expenses made from the Professional Fees Escrow Account or Houlihan Lokey Sale Fees Escrow Account.

[4] Represents disbursements related to case professional fees or expenses made from the Debtors' bank accounts.

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 2
Consolidating Statement of Operations
for September 28, 2014 to October 25, 2014

<i>In U.S. Dollars</i>	Tactical Intermediate Holdings, Inc.	Tactical Holdings Operations, Inc.	Wellco Enterprises, Inc.	Ro-Search Incorporated	Mo-Ka Shoe Corporation	Altama Delta Corporation	Altama Delta (Puerto Rico) Corporation	Massif Holdings LLC	Massif Mountain Gear Company L.L.C.	Intercompany Eliminations	Consolidated Tactical Intermediate Holdings, Inc., et al.
Government Sales	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Commercial Sales	-	-	392,691	-	-	-	-	-	-	-	392,691
Large-Contract Sales (Massif)	-	-	-	-	-	-	-	-	-	-	-
Small-Contract Sales (Massif)	-	-	-	-	-	-	-	-	-	-	-
Intercompany & Other Sales	-	-	-	-	-	-	-	-	-	-	-
Royalty Income	-	-	-	-	-	-	-	-	-	-	-
Returns, Discounts & Allowances	-	-	(515)	-	-	-	-	-	-	-	(515)
Outbound Freight	-	-	-	-	-	-	-	-	-	-	-
Commissions & Fees	-	-	-	-	-	-	-	-	-	-	-
Royalty Costs	-	-	-	-	-	-	-	-	-	-	-
Net Sales	-	-	392,176	-	-	-	-	-	-	-	392,176
Cost of Goods Sold at Standard	-	-	(2,726,441)	-	-	-	-	-	-	-	(2,726,441)
Direct Labor Variances	-	-	(20,546)	-	-	-	-	-	-	-	(20,546)
Manufacturing Variances	-	-	173,164	-	-	-	-	-	-	-	173,164
Manufacturing Overhead	-	-	(10,878)	-	-	(7,265)	(7,902)	-	-	-	(26,045)
Depreciation Expense (Machinery & Equipment)	-	-	-	-	-	-	-	-	-	-	-
Inbound Freight	-	-	-	-	-	-	-	-	-	-	-
Total Cost of Goods Sold	-	-	(2,584,701)	-	-	(7,265)	(7,902)	-	-	-	(2,599,868)
Gross Profit / (Loss)	-	-	(2,192,525)	-	-	(7,265)	(7,902)	-	-	-	(2,207,692)
SG&A Wages	-	(52,143)	(6,733)	-	-	-	-	-	-	-	(58,876)
SG&A Benefits & Taxes	-	(5,469)	(12,877)	-	-	-	-	-	-	-	(18,346)
Bank & Credit Card Fees	-	(3,077)	(1,918)	(63)	-	(804)	-	-	(679)	-	(6,540)
Business Development & Marketing / Promotions	-	-	-	-	-	-	-	-	-	-	-
Depreciation of Office Equipment	-	-	-	-	-	-	-	-	-	-	-
Office Rent & Maintenance	-	-	-	-	-	-	-	-	-	-	-
Office Supplies	-	(2,575)	(7,321)	-	-	-	-	-	-	-	(9,895)
Outside Commissions	-	-	-	-	-	-	-	-	-	-	-
Non-Restructuring Professional Fees	-	127,589	-	-	-	-	-	-	-	-	127,589
Property Taxes & Insurance	-	(23,582)	(22,533)	-	-	(5,372)	-	-	-	-	(51,487)
Research & Development	-	-	-	-	-	-	-	-	-	-	-
Samples	-	-	-	-	-	-	-	-	-	-	-
Software Maintenance & Computer Expense	-	-	-	-	-	-	-	-	-	-	-
Telephone & Other Utilities / Services	-	(1,021)	-	-	-	-	-	-	-	-	(1,021)
Trade Shows	-	-	-	-	-	-	-	-	-	-	-
Travel Expenses	-	2,081	-	-	-	-	-	-	-	-	2,081
All Other SG&A Expenses	-	(568)	43,363	(13)	-	(193)	-	-	-	-	42,587
Total SG&A Costs	-	41,235	(8,019)	(76)	-	(6,370)	-	-	(679)	-	26,091
Income / (Loss) from Operations	-	41,235	(2,200,545)	(76)	-	(13,634)	(7,902)	-	(679)	-	(2,181,601)
Restructuring Professional Fees	-	-	-	-	-	-	-	-	-	-	-
Non-Cash Reorganization Income / (Expense)	-	-	-	-	-	-	-	-	-	-	-
Asset Sales Gain / (Loss)	-	-	-	-	-	-	-	-	-	-	-
DIP Loan Interest Expense	-	-	-	-	-	-	-	-	-	-	-
Total Restructuring Expenses	-	-	-	-	-	-	-	-	-	-	-
Interest Expense	-	(5,604)	-	-	-	(4,151)	-	-	-	-	(9,754)
Interest Expense Allocation to Corporate	-	5,033	(2,517)	-	-	(1,258)	(1,258)	-	-	-	-
PIK Interest Expense	-	-	-	-	-	-	-	-	-	-	-
Gain / (Loss) on Derivatives	-	-	-	-	-	-	-	-	-	-	-
Amortization	-	-	-	-	-	-	-	-	-	-	-
Management Fee Allocation to Corporate	-	(30,407)	15,203	-	-	7,602	7,602	-	-	-	-
Other Income / (Expenses)	-	(10,258)	(338,160)	-	-	-	-	-	-	-	(348,418)
Total Other Expenses	-	(41,235)	(325,474)	-	-	2,193	6,343	-	-	-	(358,173)
Net Income / (Loss) Before Taxes	-	(0)	(2,526,018)	(76)	-	(11,442)	(1,559)	-	(679)	-	(2,539,774)
Income Tax Benefit / (Expense)	-	-	-	-	-	-	-	-	-	-	-
Net Income / (Loss)	-	(0)	(2,526,018)	(76)	-	(11,442)	(1,559)	-	(679)	-	(2,539,774)
EBITDA:											
<i>Income / (Loss) from Operations</i>	-	41,235	(2,200,545)	(76)	-	(13,634)	(7,902)	-	(679)	-	(2,181,601)
<i>Add: Depreciation Expense</i>	-	-	-	-	-	-	-	-	-	-	-
<i>Add: Restructuring Professional Fees</i>	-	-	-	-	-	-	-	-	-	-	-
EBITDA	\$ -	\$ 41,235	\$ (2,200,545)	\$ (76)	\$ -	\$ (13,634)	\$ (7,902)	\$ -	\$ (679)	\$ -	\$ (2,181,601)

<i>In U.S. Dollars</i>	Tactical Intermediate Holdings, Inc.	Tactical Holdings Operations, Inc.	Welco Enterprises, Inc.	Ro-Search Incorporated	Mo-Ka Shoe Corporation	Altama Delta Corporation	Altama Delta (Puerto Rico) Corporation	Massif Holdings LLC	Massif Mountain Gear Company L.L.C.	Intercompany Eliminations	Consolidated Tactical Intermediate Holdings, Inc., et al.
Cash	\$ -	\$ 429,065	\$ 152,517	\$ 471	\$ -	\$ 1,764	\$ 6,980	\$ -	\$ -	\$ -	\$ 590,797
Accounts Receivable	-	-	1,839	-	-	50,379	-	-	-	-	52,218
Net Intercompany Receivables / Payables	-	13,885,376	(40,496,135)	5,495,830	2,632,376	(28,069,522)	(5,104,284)	-	51,656,359	-	(0)
Inventory	-	-	221,874	-	-	-	-	-	-	-	221,874
Deferred Tax Assets - Current	-	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses & Deposits - Current	-	224,305	141,293	5,000	-	47,469	-	-	-	-	418,066
Total Current Assets	-	14,538,747	(39,978,612)	5,501,302	2,632,376	(27,969,911)	(5,097,305)	-	51,656,359	-	1,282,955
Property, Plant & Equipment	-	43,413	75,577	3,500	-	265,830	-	-	-	-	388,320
Accumulated Depreciation	-	(10,853)	(18,897)	(875)	-	(73,842)	-	-	-	-	(104,467)
Net Property, Plant and Equipment	-	32,560	56,680	2,625	-	191,988	-	-	-	-	283,853
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-
Deferred Tax Assets - Long-Term	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	46,450	24,600	-	-	1,461	11,146	-	-	-	83,656
Other Non-Current Assets	-	-	(28,994)	-	-	-	-	-	-	-	(28,994)
Investments in Subsidiaries	-	63,610,240	8,448,483	-	-	-	-	-	-	(72,058,723)	-
Total Other Assets	-	63,656,690	8,444,089	-	-	1,461	11,146	-	-	(72,058,723)	54,662
TOTAL ASSETS	-	78,227,996	(31,477,843)	5,503,927	2,632,376	(27,776,462)	(5,086,159)	-	51,656,359	(72,058,723)	1,621,470
Liabilities Not Subject to Compromise											
DIP Loan Balance	-	(696,467)	-	-	-	-	-	-	-	-	(696,467)
Accounts Payable	-	(100,736)	(34,662)	-	-	(14,496)	-	-	-	-	(149,895)
Accrued Compensation	-	(115,079)	(11,793)	-	-	-	-	-	-	-	(126,872)
Accrued Liabilities - Current	-	(60,864)	(888)	-	-	(2,607)	-	-	-	-	(64,359)
Accrued Income Taxes - Current	-	-	-	-	-	-	-	-	-	-	-
Pension Liability - Long-Term	-	-	(17,150)	-	-	-	-	-	-	-	(17,150)
Total Liabilities Not Subject to Compromise	-	(973,146)	(64,494)	-	-	(17,103)	-	-	-	-	(1,054,743)
Liabilities Subject to Compromise											
Revolving Loan Balance (WF Debt)	-	(9,737,492)	-	-	-	-	-	-	-	-	(9,737,492)
Term Loan Balance (WF Debt)	-	(17,257,943)	-	-	-	-	-	-	-	-	(17,257,943)
Morristown, TN Mortgage Balance (WF Debt)	-	-	(6,813)	-	-	-	-	-	-	-	(6,813)
Capex Line Balance (WF Debt)	-	-	(397,329)	-	-	-	-	-	-	-	(397,329)
Accrued Amendment Fees (WF Debt)	-	(713,964)	-	-	-	-	-	-	-	-	(713,964)
Sponsor Loan Balance (GGC)	-	(7,000,000)	-	-	-	-	-	-	-	-	(7,000,000)
Accrued Cash Interest on Prepetition Debt (WF & GGC Debt)	-	(2,054,748)	-	-	-	-	-	-	-	-	(2,054,748)
Accrued PIK Interest on Prepetition Debt (WF & GGC Debt)	-	(5,483,798)	(47,003)	-	-	(12,489)	-	-	-	-	(5,543,290)
Accounts Payable	-	(2,060,492)	(1,597,544)	-	-	(3,795,923)	-	(500,000)	-	-	(7,953,959)
Accrued Accounts Payable	-	(3,836)	(15)	-	-	(368)	-	-	-	-	(4,219)
Accrued Net Federal & State Taxes	-	-	-	-	-	-	-	-	-	-	-
Accrued Bonus	-	-	-	-	-	-	(102,000)	-	-	-	(102,000)
Accrued Retirement Health Costs	-	-	(21,925)	-	-	-	-	-	-	-	(21,925)
Accrued Workers' Compensation	-	-	-	-	-	(54,700)	-	-	-	-	(54,700)
Accrued Inventory Variance	-	-	-	-	-	-	-	-	-	-	-
Accrued Property Taxes	-	-	-	-	-	-	-	-	-	-	-
Accrued Sales & Use Taxes	-	-	-	-	-	-	-	-	-	-	-
Accrued Audit Fees	-	(119,040)	-	-	-	-	-	-	-	-	(119,040)
Other Accrued Liabilities	-	(421,057)	(116,410)	-	-	(51,085)	(6,500)	-	-	-	(595,052)
Capital Lease Obligations - IBM Equipment	-	-	-	-	-	-	-	-	-	-	-
Capital Lease Obligations - Lexington, TN Warehouse	-	-	-	-	-	(765,845)	-	-	-	-	(765,845)
Capital Lease Obligations - FNCC Equipment	-	(273,849)	-	-	-	-	-	-	-	-	(273,849)
Deferred Gain on Assets	-	(2,406)	(5,150)	(247)	-	(17,537)	-	-	-	-	(25,340)
Deferred PRIDCO Grant	-	-	-	-	(277,683)	-	(192,227)	-	-	-	(469,910)
Pension Liability - Long-Term	-	-	(1,127,815)	-	-	-	-	-	-	-	(1,127,815)
Total Liabilities Subject to Compromise	-	(45,128,623)	(3,320,065)	(247)	(277,683)	(4,697,947)	(300,728)	-	(500,000)	-	(54,225,232)
TOTAL LIABILITIES	-	(46,101,769)	(3,384,499)	(247)	(277,683)	(4,715,050)	(300,728)	-	(500,000)	-	(55,279,976)
Common Stock	-	(5,272)	(1,300,746)	(2,000)	(118,500)	(23,060)	-	-	-	1,444,306	(5,272)
Additional Paid in Capital	-	(31,706,834)	(11,972,903)	(2,409,024)	(1,294,191)	(7,283,664)	-	-	-	22,959,782	(31,706,834)
Accumulated Comprehensive Income / (Loss)	-	-	837,297	-	-	-	-	-	-	-	837,297
Retained Earnings	-	(484,727)	26,391,987	(3,669,189)	(1,007,208)	27,774,875	-	(90,944,526)	47,654,635	-	5,715,848
Year-to-Date Profit	-	70,606	20,906,707	576,533	65,206	12,023,361	5,386,886	39,788,167	-	-	78,817,467
Total Equity	-	(32,126,227)	34,862,342	(5,503,680)	(2,354,693)	32,491,512	5,386,886	(51,156,359)	72,058,723	-	53,658,505
TOTAL LIABILITIES AND EQUITY	\$ -	\$ (78,227,996)	\$ 31,477,843	\$ (5,503,927)	\$ (2,632,376)	\$ 27,776,462	\$ 5,086,159	\$ -	\$ (51,656,359)	\$ 72,058,723	\$ (1,621,470)

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 4
Consolidated Status of Postpetition Taxes
for September 28, 2014 to October 25, 2014

<i>In U.S. Dollars</i>	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability [1]
Federal						
Withholding	\$ 3,781	\$ 19,701	\$ (12,994)	Various	Various	\$ 10,488
FICA - Employee	1,075	6,021	(4,091)	Various	Various	3,005
FICA - Employer	976	5,472	(3,724)	Various	Various	2,724
Unemployment	-	1	-	N/A	N/A	1
Income	-	-	-	N/A	N/A	-
Total Federal Taxes	5,833	31,195	(20,810)			16,218
State and Local						
Withholding	337	548	(885)	Various	Various	-
Sales & Use Tax	-	-	-	N/A	N/A	-
Unemployment	-	-	-	N/A	N/A	-
Property Tax	-	-	-	N/A	N/A	-
Total State and Local	337	548	(885)			-
Total Taxes	\$ 6,170	\$ 31,743	\$ (21,695)			\$ 16,218

[1] These amounts represent withholdings to be paid to the applicable taxing authorities in the ordinary course of business.

Tactical Intermediate Holdings, Inc., et al.**Debtors-in-Possession****MOR - 4a****Consolidated Summary of Unpaid Postpetition Debts
as of October 25, 2014**

<i>In U.S. Dollars</i>	Number of Days Outstanding					
	Current	1-30	31-60	61-90	Over 90	Total
Accounts Payable, Trade	\$ (25,053)	\$ (2,324)	\$ 8	\$ (37,480)	\$ (8,929)	\$ (73,778)
Accounts Payable, Manual [1] [2]	(76,117)	-	-	-	-	(76,117)
	\$ (101,170)	\$ (2,324)	\$ 8	\$ (37,480)	\$ (8,929)	\$ (149,895)

[1] Accounts Payable, Manual is not aged, however, represents current payable balances. Such amounts are subsequently vouchered into Accounts Payable, Trade within the following fiscal period.

[2] Primarily represents payables entered into the Debtors' financial reporting system subsequent to the period-end cut-off date. Such balances primarily relate to the timing of invoices issued by various vendors, in addition to miscellaneous other payable amounts.

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 5
Consolidated Summary of Accounts Receivable
as of October 25, 2014

<i>In U.S. Dollars</i>	Number of Days Outstanding						Total
	Current	1-30	31-60	61-90	91-120	Over 120	
Trade Receivables	\$ 54,535	\$ 220	\$ (38,511)	\$ 20,520	\$ 38,235	\$ 26,458	\$ 101,456
Allowance for Bad Debts [1]							(51,078)
Accounts Receivable, Other [1]							1,839
							\$ 52,218

[1] Allowance for Bad Debts and Accounts Receivable, Other are not aged.

Tactical Intermediate Holdings, Inc., et al.
Debtors-in-Possession
MOR - 5a
Debtors' Questionnaire
for September 28, 2014 to October 25, 2014

	Yes	No
<p>1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.</p> <p>• <i>In accordance with the Debtors ongoing liquidation efforts to maximize recoveries for the estates and the Debtors' creditors, and as approved by Court order (Docket No. 150), the Debtors sold substantially all of the Footwear government-related quarantined inventory during the reporting period.</i></p>	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 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 accounts(s). If an investment account has been opened, provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X