

**UNITED STATES BANKRUPTCY COURT  
DISTRICT OF DELAWARE**

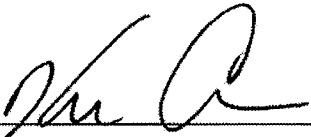
**In re Yarway Corporation,  
Debtor.**

**Case No. 13-11025 (BLS)  
Reporting Period: April 22, 2013 – May 31, 2013**

**MONTHLY OPERATING REPORT**

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	Yes	
Schedule of Professional Fees Paid	MOR-1b	Yes	
Copies of bank statements		Yes	
Cash disbursements journals		No	
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		No	
Copies of tax returns filed during reporting period		No	
Summary of Unpaid Postpetition Debts	MOR-4	Yes	
Listing of aged accounts payable	MOR-4	Yes	
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	
Debtor Questionnaire	MOR-5	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.

  
 \_\_\_\_\_  
 Kevin Coen, Vice President and Secretary

June 20, 2013  
 \_\_\_\_\_  
 Date

In re Yarway Corporation,  
Debtor.

Case No. 13-11025 (BLS)  
Reporting Period: April 22, 2013 – May 31, 2013

**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 four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. 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 (CON'T)]

	BANK ACCOUNTS				CURRENT MONTH		CUMULATIVE FILING TO DATE	
	OPER.	PAYROLL	TAX	OTHER	ACTUAL	PROJECTED	ACTUAL	PROJECTED
<b>CASH BEGINNING OF MONTH</b>	\$14,264,613	N/A	N/A	N/A	\$14,264,613	-	\$14,264,613	-
<b>RECEIPTS</b>								
CASH SALES	-				-		-	
ACCOUNTS RECEIVABLE	-				-		-	
LOANS AND ADVANCES	-				-		-	
SALE OF ASSETS	-				-		-	
OTHER (ATTACH LIST)	-				-		-	
TRANSFERS (FROM DIP ACCTS)	-				-		-	
<b>TOTAL RECEIPTS</b>	0				0		0	
<b>DISBURSEMENTS</b>								
NET PAYROLL	-				-		-	
PAYROLL TAXES	-				-		-	
SALES, USE, & OTHER TAXES	-				-		-	
INVENTORY PURCHASES	-				-		-	
SECURED/ RENTAL/ LEASES	-				-		-	
INSURANCE	-				-		-	
ADMINISTRATIVE	-				-		-	
SELLING	-				-		-	
OTHER (ATTACH LIST)	-				-		-	
OWNER DRAW *	-				-		-	
TRANSFERS (TO DIP ACCTS)	-				-		-	
PROFESSIONAL FEES	-				-		-	
U.S. TRUSTEE QUARTERLY FEES	-				-		-	
COURT COSTS	-				-		-	
<b>TOTAL DISBURSEMENTS</b>	0				0		0	
<b>NET CASH FLOW</b> (RECEIPTS LESS DISBURSEMENTS)	0				0		0	
<b>CASH - END OF MONTH</b>	\$14,264,613				\$14,264,613		\$14,264,613	

\* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

**THE FOLLOWING SECTION MUST BE COMPLETED**

<b>DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)</b>	
TOTAL DISBURSEMENTS	\$ 0
LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS	\$ 0
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$ 0
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	<b>\$ 0</b>







THE BANK OF NEW YORK MELLON

**Commercial Checking**

Account Number:  
Statement Period: 03-30-2013 to 04-26-2013  
Page: 1 of 2



000119 XBWHBD31 000000  
YARWAY CORPORATION  
TREASURY (TYCO CORPORATION)  
1501 YAMATO RD  
BOCA RATON, FL 33431-4438



n r b g s 0385100286 e000132 G5000005011 PY B1B

<b>Account Summary</b>	<b>Items</b>	<b>Debits</b>	<b>Credits</b>	<b>Balance</b>
<b>Opening Balance:</b>				<b>0.00</b>
Deposits	0		0.00	
Wire Transfer Credits	2		15,068,704.52	
ZBA Credits	4		3,294,482.02	
<b>Total Credits</b>	<b>6</b>		<b>18,363,186.54</b>	
Checks	0	0.00		
Wire Transfer Debits	32	-8,158,728.63		
ZBA Debits	1	-68,704.52		
<b>Total Debits</b>	<b>33</b>	<b>-8,227,433.15</b>		
<b>Closing Balance:</b>				<b>10,135,753.39</b>

**Transaction Activity**

<b>Date</b>	<b>Description</b>	<b>Debits</b>	<b>Credits</b>	<b>Balance</b>
03-30	Opening Balance			0.00
04-03	WIRE TRANSFER DEBIT	-13,000.00		
04-03	WIRE TRANSFER DEBIT	-25,000.00		
04-03	WIRE TRANSFER DEBIT	-35,000.00		
04-03	WIRE TRANSFER DEBIT	-83,000.00		
04-03	ZBA AUTO TRANSFER FROM 008-4275		156,000.00	0.00
04-05	WIRE TRANSFER DEBIT	-568,704.52		
04-05	ZBA AUTO TRANSFER FROM 008-4275		568,704.52	0.00
04-09	WIRE TRANSFER CREDIT		68,704.52	
04-09	ZBA AUTO TRANSFER FROM 008-4275	-68,704.52		0.00
04-10	WIRE TRANSFER DEBIT	-4,000.00		
04-10	WIRE TRANSFER DEBIT	-5,500.00		
04-10	WIRE TRANSFER DEBIT	-12,500.00		
04-10	WIRE TRANSFER DEBIT	-13,000.00		
04-10	WIRE TRANSFER DEBIT	-20,000.00		
04-10	WIRE TRANSFER DEBIT	-50,000.00		
04-10	WIRE TRANSFER DEBIT	-90,000.00		
04-10	WIRE TRANSFER DEBIT	-100,000.00		
04-10	WIRE TRANSFER DEBIT	-152,500.00		
04-10	WIRE TRANSFER DEBIT	-375,000.00		
04-10	WIRE TRANSFER DEBIT	-785,000.00		
04-10	ZBA AUTO TRANSFER FROM 008-4275		1,607,500.00	0.00
04-15	WIRE TRANSFER DEBIT	-5,500.00		
04-15	WIRE TRANSFER DEBIT	-7,500.00		
04-15	WIRE TRANSFER DEBIT	-23,000.00		
04-15	WIRE TRANSFER DEBIT	-48,277.50		
04-15	WIRE TRANSFER DEBIT	-56,500.00		
04-15	WIRE TRANSFER DEBIT	-110,000.00		
04-15	WIRE TRANSFER DEBIT	-125,000.00		

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THE BANK OF NEW YORK MELLON

**Commercial Checking**

Account Number:  
 Statement Period: 03-30-2013 to 04-26-2013  
 Page: 2 of 2

**Transaction Activity**

Date	Description	Debits	Credits	Balance
04-15	WIRE TRANSFER DEBIT	-262,500.00		
04-15	WIRE TRANSFER DEBIT	-324,000.00		
04-15	ZBA AUTO TRANSFER FROM 008-4275		962,277.50	0.00
04-18	WIRE TRANSFER CREDIT		15,000,000.00	15,000,000.00
04-19	WIRE TRANSFER DEBIT	-5,000.00		
04-19	WIRE TRANSFER DEBIT	-6,250.00		
04-19	WIRE TRANSFER DEBIT	-62,651.27		
04-19	WIRE TRANSFER DEBIT	-287,454.30		
04-19	WIRE TRANSFER DEBIT	-356,531.74		14,282,112.69
04-22	WIRE TRANSFER DEBIT	-17,500.00		14,264,612.69
04-24	WIRE TRANSFER DEBIT	-4,128,859.30		10,135,753.39
04-26	Closing Balance			10,135,753.39

**Daily Balance Summary**

Date	Ledger Balance	Date	Ledger Balance	Date	Ledger Balance
04-01	0.00	04-19	14,282,112.69	04-24	10,135,753.39
04-18	15,000,000.00	04-22	14,264,612.69	04-26	10,135,753.39

Balances in this section do not include back valued transactions.

**Important Information**

Please examine and reconcile this statement. Errors and improper transactions must be promptly reported to the Bank. Please direct any inquiries to your BNY Mellon representative.



THE BANK OF NEW YORK MELLON

**Commercial Checking**

Account Number:  
Statement Period: 04-27-2013 to 05-31-2013  
Page: 1 of 1



001333 XBWHBD91 000000  
YARWAY CORPORATION  
TREASURY (TYCO CORPORATION)  
1501 YAMATO RD  
BOCA RATON, FL 33431-4438



n FB 99 0385100286 e001444 G5000070131 PY B1B

<b>Account Summary</b>		<b>Items</b>	<b>Debits</b>	<b>Credits</b>	<b>Balance</b>
<b>Opening Balance:</b>					<b>10,135,753.39</b>
Deposits		0		0.00	
Wire Transfer Credits		1		4,128,859.30	
<b>Total Credits</b>		<b>1</b>		<b>4,128,859.30</b>	
Checks		0	0.00		
<b>Total Debits</b>		<b>0</b>	<b>0.00</b>		
<b>Closing Balance:</b>					<b>14,264,612.69</b>

**Transaction Activity**

<b>Date</b>	<b>Description</b>	<b>Debits</b>	<b>Credits</b>	<b>Balance</b>
04-27	Opening Balance			10,135,753.39
05-02	WIRE TRANSFER CREDIT		4,128,859.30	14,264,612.69
05-31	Closing Balance			14,264,612.69

**Daily Balance Summary**

<b>Date</b>	<b>Ledger Balance</b>	<b>Date</b>	<b>Ledger Balance</b>	<b>Date</b>	<b>Ledger Balance</b>
04-29	10,135,753.39	05-02	14,264,612.69	05-31	14,264,612.69

Balances in this section do not include back valued transactions.

**Important Information**

Please examine and reconcile this statement. Errors and improper transactions must be promptly reported to the Bank. Please direct any inquiries to your BNY Mellon representative.

## IS\_DET01 - Tyco Income Statement Detail - Current Period vs Prior Period

Tyco USD Ledger  
Current Period: MAY-13

Currency:USD Balances displayed are actual. Account	YTD-Act MAY-13	PTD-Prior APR-13	PTD-Act MAY-13	\$ Change vs. Prior Pd	% Change vs. Prior Pd
Depar Interc Treasury					
<b>Company=01710 (Yarway Corporation (YARCO))</b>					
General & Administrative					
64990100 Project Expense	3,354,851	45,841	1,224,937	1,179,095	2,572%
Total General & Administrative	3,354,851	45,841	1,224,937	1,179,095	2,572%
Other G&A Costs					
71209000 Asbestos Expense	490,000	-	-	-	n/m
71209005 Asbestos Expense - Legal Fees	539,175	9,983	-	(9,983)	(100)%
Total Other G&A Costs	(1,029,175)	(9,983)	-	9,983	(100)%
Operating Income GAAP	(2,325,675)	(35,859)	(1,224,937)	(1,189,078)	3,316%
Intradivisional Interest (Inc)/Exp					
72120100 Intradivisional Interest Expense	934,723	876,789	57,934	(818,855)	(93)%
Total Intradivisional Interest (Inc)/Exp	934,723	876,789	57,934	(818,855)	(93)%
Pretax Income/(Loss) from Continuing Ops	(3,260,399)	(912,648)	(1,282,871)	(370,224)	41%
Net Income	(3,260,399)	(912,648)	(1,282,871)	(370,224)	41%
Net Income Pull Directly from Oracle	(3,260,399)	(912,648)	(1,282,871)	(370,224)	(41)%



## BS\_DET01 - Balance Sheet Detail - Current vs Prior Period in Units with Account and Interco DetailBS\_DET with A

Tyco USD Ledger				
Current Period: MAY-13				
Currency:USD	YTD-Prior Pd	YTD-Actual	\$ Change	% Change
Balances displayed are actual.	APR-13	MAY-13	vs. Prior Pd	vs. Prior Pd
Account				
Company=01710 (Yarway Corporation (YARCO))				
Cash and Cash Equivalents				
11210000 Mellon Bank USD	14,264,613	-	(14,264,613)	(100)%
11609999 Misc Suspense	-	-	-	0%
Total Cash and Cash Equivalents	14,264,613	-	(14,264,613)	(100)%
Restricted Cash				
11901000 Restricted Cash - Short Term	-	14,264,613	14,264,613	n/m
Total Restricted Cash	-	14,264,613	14,264,613	n/m
Accounts Receivable				
12039000 Accounts Receivable - Other	87,541,901	90,791,901	3,250,000	(4)%
Total Accounts Receivable	87,541,901	90,791,901	3,250,000	(4)%
Other Current Assets				
12421110 Asbestos Insurance Indemnity ST Receival	3,333	3,333	-	0%
Total Other Current Assets	3,333	3,333	-	0%
Total Current Assets	101,809,846	105,059,846	3,250,000	(3)%
Other Intangibles				
13414000 Other Intellectual Property	14,384,000	14,384,000	-	0%
13424000 Accum Amortization - Other Intellectual	(14,384,000)	(14,384,000)	-	0%
Investment in Subsidiary				
13501000 Investments in Subsidiaries	4,750,000	1,500,000	(3,250,000)	(68)%
Total Investment in Subsidiary	4,750,000	1,500,000	(3,250,000)	(68)%
Total Non Current Assets	4,750,000	1,500,000	(3,250,000)	(68)%
TOTAL ASSETS	106,559,846	106,559,846	-	0%
Accrued Expense				
21204200 Accrued Legal	-	909,000	909,000	(324,642,857)%
21216110 Accrued ST Pending Asbestos Indemnity	25,246,956	25,246,956	-	0%
21216120 Accrued ST Asbestos Defense Costs	2,550,000	2,550,000	-	0%
Total Accrued Expense	27,796,956	28,705,956	909,000	(3)%
Total Current Liabilities	27,796,956	28,705,956	909,000	(3)%
Intercompany				
24101100 Intraco Trade Activity	17,076	333,013	315,937	(1,850)%
24101100 Intraco Trade Activity	-	-	-	0%
24102100 Intraco Cash Pool	-	-	-	0%
24202410 Intraco LT Deposits - TMS	156,511,692	166,469,892	9,958,200	0%
Total Intercompany	156,528,768	166,802,905	10,274,137	0%
Other Non Current Liabilities				
25309110 Accrued LT Pending Asbestos Indemnity	(4,956,957)	(4,956,957)	-	0%
25309115 Accrued LT Future Asbestos Indemnity (I)	66,059,080	56,158,815	(9,900,265)	15%
25309120 Accrued LT Asbestos Defense Costs	11,335,459	11,335,459	-	0%
Total Other Non Current Liabilities	72,437,582	62,537,317	(9,900,265)	14%
Total Non Current Liabilities	228,966,350	229,340,222	373,872	4%

BS\_DET01 - Balance Sheet Detail - Current vs Prior Period in Units with Account and Interco DetailBS\_DET with A

Tyco USD Ledger Current Period: MAY-13				
Currency:USD Balances displayed are actual. Account	YTD-Prior Pd APR-13	YTD-Actual MAY-13	\$ Change vs. Prior Pd	% Change vs. Prior Pd
TOTAL LIABILITIES	256,763,306	258,046,178	1,282,872	3%
Equity				
31501000 Common Shares	1	1	-	0%
32501000 Contributed surplus	95,222,999	95,222,999	-	0%
34501000 Retained Earnings	(243,448,933)	(243,448,933)	-	0%
Net Income/Loss	(1,977,527)	(3,260,399)	(1,282,871)	(65)%
TOTAL EQUITY	(150,203,460)	(151,486,332)	(1,282,871)	(1)%
TOTAL LIABILITIES & EQUITY	106,559,846	106,559,846	-	-

In re Yarway Corporation,  
Debtor.

Case No. 13-11025 (BLS)  
Reporting Period: April 22, 2013 – May 31, 2013

#### 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.

	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability
<b>Federal</b>						
Withholding	0	0	0	-	-	0
FICA-Employee	0	0	0	-	-	0
FICA-Employer	0	0	0	-	-	0
Unemployment	0	0	0	-	-	0
Income	0	0	0	-	-	0
Other:	-	-	-	-	-	0
Total Federal Taxes	0	0	0	-	-	0
<b>State and Local</b>						
Withholding	0	0	0	-	-	0
Sales	0	0	0	-	-	0
Excise	0	0	0	-	-	0
Unemployment	0	0	0	-	-	0
Real Property	0	0	0	-	-	0
Personal Property	0	0	0	-	-	0
Other:	0	0	0	-	-	0
Total State and Local	0	0	0	-	-	0
<b>Total Taxes</b>	<b>0</b>	<b>0</b>	<b>0</b>			<b>0</b>

#### SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due					Total
	Current	0-30	31-60	61-90	Over 90	
Accounts Payable	-					
Wages Payable	-					
Taxes Payable	-					
Rent/Leases-Building	-					
Rent/Leases-Equipment	-					
Secured Debt/Adequate Protection Payments	-					
Professional Fees	\$ 412,880.50					
Amounts Due to Insiders*	-					
Other:	-					
Other:	-					
<b>Total Postpetition Debts</b>	<b>\$ 412,880.50</b>					

Explain how and when the Debtor intends to pay any past-due postpetition debts.

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

In re Yarway Corporation,  
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### ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

<b>Accounts Receivable Reconciliation</b>		<b>Amount</b>
Total Accounts Receivable at the beginning of the reporting period		\$87,541,901
+ Amounts billed during the period		\$3,250,000
- Amounts collected during the period		-
Total Accounts Receivable at the end of the reporting period		\$90,791,901
<b>Accounts Receivable Aging</b>		<b>Amount</b>
0 - 30 days old		\$90,791,901
31 - 60 days old		-
61 - 90 days old		-
91+ days old		-
Total Accounts Receivable		\$90,791,901
Amount considered uncollectible (Bad Debt)		-
Accounts Receivable (Net)		\$90,791,901

### DEBTOR QUESTIONNAIRE

<b>Must be completed each month</b>	<b>Yes</b>	<b>No</b>
1. Have any assets been sold or transferred outside the normal course of business this reporting 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 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
Postpetition tax returns are not yet due.		
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.	X	
Yarway is covered by insurance policies issued to Tyco International Management Company, LLC.		
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