B1 (Official Form 1)(4/10)									
United States Bankruptcy C Northern District of Alabama								Voluntary	Petition
Name of Debtor (if individual, enter Last, First, Middle): Discount Express, Inc.					of Joint De	ebtor (Spouse	e) (Last, First, M	Middle):	
All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names):							Joint Debtor in trade names):	the last 8 years	
Last four digits of Soc. Sec. or Individual-Taxy (if more than one, state all) 63-1015674	payer I.D. (ITIN)	) No./Cor	mplete EI		our digits of than one, state		r Individual-Ta	nxpayer I.D. (ITIN) N	o./Complete EIN
Street Address of Debtor (No. and Street, City. 10000 Bailey Cove Road Huntsville, AL	and State):		ZIP Code	Street	Address of	Joint Debtor	(No. and Stree	et, City, and State):	ZID Code
			803	_					ZIP Code
County of Residence or of the Principal Place Madison	of Business:	1 33	005	Count	y of Reside	ence or of the	Principal Plac	e of Business:	
Mailing Address of Debtor (if different from s	reet address):			Mailin	ig Address	of Joint Debt	tor (if different	from street address):	
			ZIP Code						ZIP Code
Location of Principal Assets of Business Debte (if different from street address above):	or								
Type of Debtor	Na	ture of I	Business			Chapter	of Bankrupt	cy Code Under Whi	ch
(Form of Organization)		(Check on					Petition is File	d (Check one box)	
(Check one box)	Health Ca			defined	Chapt				
Individual (includes Joint Debtors)	in 11 U.S			defilied	Image: Chapter 9     Image: Chapter 9       Image: Chapter 9     Image: Chapter 15 Petition for Recognition of a Foreign Main Proceeding				
See Exhibit D on page 2 of this form.	Railroad				Chapter 12 Chapter 15 Petition for Recognition				
Corporation (includes LLC and LLP)	Stockbrol     Commod				Chapt			Foreign Nonmain Pr	U
□ Partnership	Clearing		er					C	0
$\Box$ Other (If debtor is not one of the above entities,	Other						Nature	of Debts	
check this box and state type of entity below.)	Ta	x-Exemp	ot Entity		(Check one box)				
	(Che Debtor is under Tit Code (the	a tax-exe le 26 of t	he United	anization 1 States	defined "incurr		,	busin	s are primarily less debts.
Filing Fee (Check one be	ox)		Check of	one box:	•	Chap	oter 11 Debtor	rs	
Full Filing Fee attached							ned in 11 U.S.C.		
☐ Filing Fee to be paid in installments (applicable t	o individuals only	). Must	Check i		a small busii	ness debtor as o	defined in 11 U.S	S.C. § 101(51D).	
attach signed application for the court's consider debtor is unable to pay fee except in installments					regate nonco	ntingent liquid	ated debts (exclu	iding debts owed to insid	ders or affiliates)
Form 3A.	. Rule 1000(0). Se	e Officiai			ess than \$2,343,300 (amount subject to adjustment on 4/01/13 and every three years thereafter).				
Filing Fee waiver requested (applicable to chapte	r 7 individuals on	ly). Must		all applicable		this petition.			
attach signed application for the court's consideration	ation. See Official	Form 3B.					repetition from o	one or more classes of cr	editors,
			ir	n accordance	e with 11 U.S	S.C. § 1126(b).			
Statistical/Administrative Information	*** Tazewell	T. She	pard **	*			THIS S	SPACE IS FOR COURT	USE ONLY
Debtor estimates that funds will be availab					a maid				
Debtor estimates that, after any exempt pro- there will be no funds available for distribution	tion to unsecure	d credito	rs.	ve expense	s paid,				
Estimated Number of Creditors									
			25,001- 50,000	50,001- 100,000	OVER 100,000				
Estimated Assets							1		
S0 to         \$50,001 to         \$100,001 to         \$500,001 to           \$50,000         \$100,000         \$500,000 to         \$100,000	\$1,000,001 \$10,0 to \$10 to \$5 million milli	50 to	] 50,000,001 \$100 illion	\$100,000,001 to \$500 million	\$500,000,001 to \$1 billion	More than \$1 billion			
		-	1						
\$0 to \$50,001 to \$100,001 to \$500,001	\$1,000,001 \$10,0	000,001 \$5	50,000,001		\$500,000,001				
\$50,000 \$100,000 \$500,000 to \$1 million	to \$10 to \$5 million milli	on m	s100 illion	to \$500 million	to \$1 billion	\$1 billion			

B1 (Official For	rm 1)(4/10)		Page 2
Voluntar	y Petition	Name of Debtor(s): Discount Express,	
(This page mu	ist be completed and filed in every case)	Discount Express,	inc.
· 10	All Prior Bankruptcy Cases Filed Within Las	t 8 Years (If more than two	o, attach additional sheet)
Location Where Filed:	- ·	Case Number:	Date Filed:
Location Where Filed:		Case Number:	Date Filed:
Pe	ending Bankruptcy Case Filed by any Spouse, Partner, or	Affiliate of this Debtor (I	f more than one, attach additional sheet)
Name of Debt - None -	or:	Case Number:	Date Filed:
District:		Relationship:	Judge:
	Exhibit A	(To be completed if debtor is	Exhibit B an individual whose debts are primarily consumer debts.)
<ul> <li>(To be completed if debtor is required to file periodic reports (e.g., forms 10K and 10Q) with the Securities and Exchange Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 and is requesting relief under chapter 11.)</li> <li>Exhibit A is attached and made a part of this petition.</li> <li>(To be completed if debtor is an individual whose debts are primarily consume I, the attorney for the petitioner named in the foregoing petition, decl have informed the petitioner that [he or she] may proceed under chapter 12, or 13 of title 11, United States Code, and have explained the relie under each such chapter. I further certify that I delivered to the debto required by 11 U.S.C. §342(b).</li> <li>X</li> <li>Signature of Attorney for Debtor(s)</li> </ul>			tioner named in the foregoing petition, declare that I her that [he or she] may proceed under chapter 7, 11, d States Code, and have explained the relief available I further certify that I delivered to the debtor the notice t2(b).
		l hibit C	
	or own or have possession of any property that poses or is alleged to Exhibit C is attached and made a part of this petition.	pose a threat of imminent and	l identifiable harm to public health or safety?
☐ Exhibit If this is a joi	leted by every individual debtor. If a joint petition is filed, ea D completed and signed by the debtor is attached and made	ach spouse must complete a a part of this petition.	
	5	ng the Debtor - Venue	
	(Check any ap Debtor has been domiciled or has had a residence, princip days immediately preceding the date of this petition or for		
	There is a bankruptcy case concerning debtor's affiliate, g		
	Debtor is a debtor in a foreign proceeding and has its print this District, or has no principal place of business or assets proceeding [in a federal or state court] in this District, or th sought in this District.	cipal place of business or p s in the United States but is	principal assets in the United States in a defendant in an action or
	Certification by a Debtor Who Reside	es as a Tenant of Resident blicable boxes)	tial Property
	Landlord has a judgment against the debtor for possession		ox checked, complete the following.)
	(Name of landlord that obtained judgment)		
	(Address of landlord)		
	Debtor claims that under applicable nonbankruptcy law, the entire monetary default that gave rise to the judgment		
	Debtor has included in this petition the deposit with the co after the filing of the petition.		

Debtor certifies that he/she has served the Landlord with this certification. (11 U.S.C. § 362(l)).

Voluntary Petition	Name of Debtor(s):
	Discount Express, Inc.
This page must be completed and filed in every case)	
Sig Signature(s) of Debtor(s) (Individual/Joint)	natures Signature of a Foreign Representative
I declare under penalty of perjury that the information provided in this petition is true and correct. [If petitioner is an individual whose debts are primarily consumer debts and has chosen to file under chapter 7] I am aware that I may proceed under chapter 7, 11, 12, or 13 of title 11, United States Code, understand the relief available under each such chapter, and choose to proceed under chapter 7. [If no attorney represents me and no bankruptcy petition preparer signs the petition] I have obtained and read the notice required by 11 U.S.C. §342(b).	I declare under penalty of perjury that the information provided in this petition is true and correct, that I am the foreign representative of a debtor in a foreign proceeding, and that I am authorized to file this petition. (Check only one box.) I request relief in accordance with chapter 15 of title 11. United States Coo Certified copies of the documents required by 11 U.S.C. §1515 are attached
I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.	Pursuant to 11 U.S.C. §1511, I request relief in accordance with the chapt of title 11 specified in this petition. A certified copy of the order granting recognition of the foreign main proceeding is attached.
	X
Signature of Debtor	X
-	
Signature of Joint Debtor	Printed Name of Foreign Representative
Signature of Joint Debtor	
	Date
Telephone Number (If not represented by attorney)	Signature of Non-Attorney Bankruptcy Petition Preparer
	I declare under penalty of perjury that: (1) I am a bankruptcy petition
Date	preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for
Signature of Attorney*	compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b),
	110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services
/s/ Tazewell T. Shepard           Signature of Attorney for Debtor(s)	chargeable by bankruptcy petition preparers, I have given the debtor notice
	of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required in that section.
Tazewell T. Shepard Printed Name of Attorney for Debtor(s)	Official Form 19 is attached.
Sparkman, Shepard & Morris, P.C.	
Firm Name	Printed Name and title, if any, of Bankruptcy Petition Preparer
P.O. Box 19045	
Huntsville, AL 35804	Social-Security number (If the bankrutpcy petition preparer is not an individual, state the Social Security number of the officer, principal, responsible person or partner of the bankruptcy petition
Address	preparer.)(Required by 11 U.S.C. § 110.)
Email: taze@tshepard.com 256-512-9924 Fax: 256-512-9837	
Telephone Number	
June 24, 2011	Address
Date	Address
*In a case in which § 707(b)(4)(D) applies, this signature also constitutes a certification that the attorney has no knowledge after an inquiry that the	X
information in the schedules is incorrect.	
Signature of Debtor (Corporation/Partnership)	Date
Signature of Debtor (Corporation/rartnership)	Signature of Bankruptcy Petition Preparer or officer, principal, responsible
I declare under penalty of perjury that the information provided in this petition is true and correct, and that I have been authorized to file this petition on behalf of the debtor.	Names and Social-Security numbers of all other individuals who prepared
The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.	assisted in preparing this document unless the bankruptcy petition prepared not an individual:
/s/ Behjat Mary Saatchian	
Signature of Authorized Individual	
Behjat Mary Saatchian	If more than one person prepared this document, attach additional sheets
Printed Name of Authorized Individual	conforming to the appropriate official form for each person.
President	A bankruptcy petition preparer's failure to comply with the provisions of
Title of Authorized Individual	title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both 11 U.S.C. §110; 18 U.S.C. §156.
June 24, 2011	
Date	

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Discount Express, Inc.

Debtor

Case No.	

Chapter	11

# SUMMARY OF SCHEDULES

Indicate as to each schedule whether that schedule is attached and state the number of pages in each. Report the totals from Schedules A, B, D, E, F, I, and J in the boxes provided. Add the amounts from Schedules A and B to determine the total amount of the debtor's assets. Add the amounts of all claims from Schedules D, E, and F to determine the total amount of the debtor's liabilities. Individual debtors must also complete the "Statistical Summary of Certain Liabilities and Related Data" if they file a case under chapter 7, 11, or 13.

NAME OF SCHEDULE	ATTACHED (YES/NO)	NO. OF SHEETS	ASSETS	LIABILITIES	OTHER
A - Real Property	Yes	1	629,300.00		
B - Personal Property	Yes	3	85,250.00		
C - Property Claimed as Exempt	No	0			
D - Creditors Holding Secured Claims	Yes	1		1,394,799.53	
E - Creditors Holding Unsecured Priority Claims (Total of Claims on Schedule E)	Yes	2		800.00	
F - Creditors Holding Unsecured Nonpriority Claims	Yes	5		1,641,036.74	
G - Executory Contracts and Unexpired Leases	Yes	1			
H - Codebtors	Yes	1			
I - Current Income of Individual Debtor(s)	No	0			N/A
J - Current Expenditures of Individual Debtor(s)	No	0			N/A
Total Number of Sheets of ALL Schedu	iles	14			
	Te	otal Assets	714,550.00		
			Total Liabilities	3,036,636.27	

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## Discount Express, Inc.

Debtor

Case No.

Chapter\_\_\_\_\_11\_\_\_\_

## STATISTICAL SUMMARY OF CERTAIN LIABILITIES AND RELATED DATA (28 U.S.C. § 159)

If you are an individual debtor whose debts are primarily consumer debts, as defined in § 101(8) of the Bankruptcy Code (11 U.S.C.§ 101(8)), filing a case under chapter 7, 11 or 13, you must report all information requested below.

□ Check this box if you are an individual debtor whose debts are NOT primarily consumer debts. You are not required to report any information here.

## This information is for statistical purposes only under 28 U.S.C. § 159.

## Summarize the following types of liabilities, as reported in the Schedules, and total them.

Type of Liability	Amount
Domestic Support Obligations (from Schedule E)	
Taxes and Certain Other Debts Owed to Governmental Units (from Schedule E)	
Claims for Death or Personal Injury While Debtor Was Intoxicated (from Schedule E) (whether disputed or undisputed)	
Student Loan Obligations (from Schedule F)	
Domestic Support, Separation Agreement, and Divorce Decree Obligations Not Reported on Schedule E	
Obligations to Pension or Profit-Sharing, and Other Similar Obligations (from Schedule F)	
TOTAL	

## State the following:

Average Income (from Schedule I, Line 16)	
Average Expenses (from Schedule J, Line 18)	
Current Monthly Income (from Form 22A Line 12; OR, Form 22B Line 11; OR, Form 22C Line 20)	

#### State the following:

1. Total from Schedule D, "UNSECURED PORTION, IF ANY" column	
2. Total from Schedule E, "AMOUNT ENTITLED TO PRIORITY" column	
<ol> <li>Total from Schedule E, "AMOUNT NOT ENTITLED TO PRIORITY, IF ANY" column</li> </ol>	
4. Total from Schedule F	
5. Total of non-priority unsecured debt (sum of 1, 3, and 4)	

In re **Discount Express, Inc.**  Case No.

Debtor

# **SCHEDULE A - REAL PROPERTY**

Except as directed below, list all real property in which the debtor has any legal, equitable, or future interest, including all property owned as a cotenant, community property, or in which the debtor has a life estate. Include any property in which the debtor holds rights and powers exercisable for the debtor's own benefit. If the debtor is married, state whether husband, wife, both, or the marital community own the property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor holds no interest in real property, write "None" under "Description and Location of Property."

Do not include interests in executory contracts and unexpired leases on this schedule. List them in Schedule G - Executory Contracts and **Unexpired Leases.** 

If an entity claims to have a lien or hold a secured interest in any property, state the amount of the secured claim. See Schedule D. If no entity claims to hold a secured interest in the property, write "None" in the column labeled "Amount of Secured Claim." If the debtor is an individual or if a joint petition is filed, state the amount of any exemption claimed in the property only in Schedule C - Property Claimed as Exempt.

0000 Bailey Cove Road	Fee simple	-	629,300.00	1,366,443.00
Description and Location of Property	Nature of Debtor's Interest in Property	Husband, Wife, Joint, or Community	Current Value of Debtor's Interest in Property, without Deducting any Secured Claim or Exemption	Amount of Secured Claim

10000 aney Huntsville, AL 35803

> Sub-Total > 629,300.00

(Total of this page)

629,300.00 Total >

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In re Discount Express, Inc.

Case No.

Debtor

# **SCHEDULE B - PERSONAL PROPERTY**

Except as directed below, list all personal property of the debtor of whatever kind. If the debtor has no property in one or more of the categories, place an "x" in the appropriate position in the column labeled "None." If additional space is needed in any category, attach a separate sheet properly identified with the case name, case number, and the number of the category. If the debtor is married, state whether husband, wife, both, or the marital community own the property by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the debtor is an individual or a joint petition is filed, state the amount of any exemptions claimed only in Schedule C - Property Claimed as Exempt.

Do not list interests in executory contracts and unexpired leases on this schedule. List them in Schedule G - Executory Contracts and Unexpired Leases.

If the property is being held for the debtor by someone else, state that person's name and address under "Description and Location of Property." If the property is being held for a minor child, simply state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

	Type of Property	N O N E	Description and Location of Property	Husband, Wife, Joint, or Community	Current Value of Debtor's Interest in Property, without Deducting any Secured Claim or Exemption
1.	Cash on hand	10	0000 Bailey Cove Road, Huntsville, AL 35803	-	500.00
2.	Checking, savings or other financial accounts, certificates of deposit, or shares in banks, savings and loan, thrift, building and loan, and homestead associations, or credit unions, brokerage houses, or cooperatives.	S	uperior Bank Checking Account	-	1,250.00
3.	Security deposits with public utilities, telephone companies, landlords, and others.	х			
4.	Household goods and furnishings, including audio, video, and computer equipment.	х			
5.	Books, pictures and other art objects, antiques, stamp, coin, record, tape, compact disc, and other collections or collectibles.	x			
6.	Wearing apparel.	Х			
7.	Furs and jewelry.	х			
8.	Firearms and sports, photographic, and other hobby equipment.	х			
9.	Interests in insurance policies. Name insurance company of each policy and itemize surrender or refund value of each.	х			
10.	Annuities. Itemize and name each issuer.	Х			

1,750.00

2 continuation sheets attached to the Schedule of Personal Property

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**Discount Express, Inc.** 

Case No.

Debtor

# SCHEDULE B - PERSONAL PROPERTY (Continuation Sheet)

	Type of Property	N O N E	Description and Location of Property	Husband, Wife, Joint, or Community	Current Value of Debtor's Interest in Property, without Deducting any Secured Claim or Exemption
11.	Interests in an education IRA as defined in 26 U.S.C. § 530(b)(1) or under a qualified State tuition plan as defined in 26 U.S.C. § 529(b)(1). Give particulars. (File separately the record(s) of any such interest(s). 11 U.S.C. § 521(c).)	x			
12.	Interests in IRA, ERISA, Keogh, or other pension or profit sharing plans. Give particulars.	X			
13.	Stock and interests in incorporated and unincorporated businesses. Itemize.	x			
14.	Interests in partnerships or joint ventures. Itemize.	x			
15.	Government and corporate bonds and other negotiable and nonnegotiable instruments.	X			
16.	Accounts receivable.	Х			
17.	Alimony, maintenance, support, and property settlements to which the debtor is or may be entitled. Give particulars.	X			
18.	Other liquidated debts owed to debtor including tax refunds. Give particulars.	X			
19.	Equitable or future interests, life estates, and rights or powers exercisable for the benefit of the debtor other than those listed in Schedule A - Real Property.	x			
20.	Contingent and noncontingent interests in estate of a decedent, death benefit plan, life insurance policy, or trust.	X			
21.	Other contingent and unliquidated claims of every nature, including tax refunds, counterclaims of the debtor, and rights to setoff claims. Give estimated value of each.	x			

Sheet <u>1</u> of <u>2</u> continuation sheets attached to the Schedule of Personal Property

Sub-Total > (Total of this page)

0.00

Discount Express, Inc.

Case No.

Debtor

# **SCHEDULE B - PERSONAL PROPERTY**

(Continuation Sheet)

	Type of Property	N O N E	Description and Location of Property	Husband, Wife, Joint, or Community	Current Value of Debtor's Interest in Property, without Deducting any Secured Claim or Exemption
22.	Patents, copyrights, and other intellectual property. Give particulars.	Х			
23.	Licenses, franchises, and other general intangibles. Give particulars.	х			
24.	Customer lists or other compilations containing personally identifiable information (as defined in 11 U.S.C. § 101(41A)) provided to the debtor by individuals in connection with obtaining a product or service from the debtor primarily for personal, family, or household purposes.	Х			
25.	Automobiles, trucks, trailers, and other vehicles and accessories.		1996 Chevy Tahoe	-	1,500.00
26.	Boats, motors, and accessories.	х			
27.	Aircraft and accessories.	х			
28.	Office equipment, furnishings, and supplies.		Computer, Video System, Cash Registers, Safe	-	4,000.00
29.	Machinery, fixtures, equipment, and		Signs	-	3,000.00
	supplies used in business.		Coolers, Car Wash, Display Systems, Drink Machines	-	50,000.00
30.	Inventory.		Tobacco, Beer, Gas, Food Items, Etc.	-	25,000.00
31.	Animals.	Х			
32.	Crops - growing or harvested. Give particulars.	Х			
33.	Farming equipment and implements.	Х			
34.	Farm supplies, chemicals, and feed.	Х			
35.	Other personal property of any kind not already listed. Itemize.	Х			

(Report also on Summary of Schedules)

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**Discount Express, Inc.** 

Case No.

Debtor

## **SCHEDULE D - CREDITORS HOLDING SECURED CLAIMS**

State the name, mailing address, including zip code, and last four digits of any account number of all entities holding claims secured by property of the debtor as of the date of filing of the petition. The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. List creditors holding all types of secured interests such as judgment liens, garnishments, statutory liens, mortgages, deeds of trust, and other security interests.

other security interests. List creditors in alphabetical order to the extent practicable. If a minor child is a creditor, the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m). If all secured creditors will not fit on this page, use the continuation sheet provided. If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor", include the entity on the appropriate schedule of creditors, and complete Schedule H - Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H", "W", "J", or "C" in the column labeled "Husband, Wife, Joint, or Community". If the claim is contingent, place an "X" in the column labeled "Contingent". If the claim is unliquidated, place an "X" in the column labeled "Unliquidated". If the claim is disputed, place an "X" in the column labeled "Disputed". (You may need to place an "X" in more than one of these three columns.) Total the columns labeled "Amount of Claim Without Deducting Value of Collateral" and "Unsecured Portion, if Any" in the boxes labeled "Total(s)" on the last sheet of the completed schedule. Report the total from the column labeled "Amount of Claim" also on the Summary of Schedules and, if the debtor is an individual with primarily consumer debts, report the total from the column labeled "Unsecured Portion" on the Statistical Summary of Certain Liabilities and Related Data. Check this box if debtor has no creditors holding secured claims to report on this Schedule D. Check this box if debtor has no creditors holding secured claims to report on this Schedule D.

CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	Hu H V J C	ISBAND, Wife, Joint, or Community DATE CLAIM WAS INCURRED, NATURE OF LIEN, AND DESCRIPTION AND VALUE OF PROPERTY SUBJECT TO LIEN	CONTINGEN	UNLLQULDATED	DISPUTED	AMOUNT OF CLAIM WITHOUT DEDUCTING VALUE OF COLLATERAL	UNSECURED PORTION, IF ANY
Account No. xxxxxxxxx1008			Judgment Lien	Т	E			
American Express Co. c/o Zarzaur & Schwartz, P.C. P.O. Box 11366 Birmingham, AL 35202	x	-	Judgment Lien					
			Value \$ 629,300.00				28,356.53	0.00
Account No.			Mortgage					
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801		-	10000 Bailey Cove Road Huntsville, AL 35803					
			Value \$ 629,300.00				1,366,443.00	737,143.00
Account No.			Value \$					
Account No.								
			Value \$					
<b>0</b> continuation sheets attached			(Total of	Sub this			1,394,799.53	737,143.00
			(Report on Summary of S		Fota lule		1,394,799.53	737,143.00

#### Discount Express, Inc.

Case No.

Debtor

# **SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS**

A complete list of claims entitled to priority, listed separately by type of priority, is to be set forth on the sheets provided. Only holders of unsecured claims entitled to priority should be listed in this schedule. In the boxes provided on the attached sheets, state the name, mailing address, including zip code, and last four digits of the account number, if any, of all entities holding priority claims against the debtor or the property of the debtor, as of the date of the filing of the petition. Use a separate continuation sheet for each type of priority and label each with the type of priority.

The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. If a minor child is a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H-Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community." If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of claims listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all claims listed on this Schedule E in the box labeled "Total" on the last sheet of the completed schedule. Report this total also on the Summary of Schedules.

Report the total of amounts entitled to priority listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all amounts entitled to priority listed on this Schedule E in the box labeled "Totals" on the last sheet of the completed schedule. Individual debtors with primarily consumer debts report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Report the total of amounts <u>not</u> entitled to priority listed on each sheet in the box labeled "Subtotals" on each sheet. Report the total of all amounts not entitled to priority listed on this Schedule E in the box labeled "Totals" on the last sheet of the completed schedule. Individual debtors with primarily consumer debts report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Check this box if debtor has no creditors holding unsecured priority claims to report on this Schedule E.

TYPES OF PRIORITY CLAIMS (Check the appropriate box(es) below if claims in that category are listed on the attached sheets)

#### □ Domestic support obligations

Claims for domestic support that are owed to or recoverable by a spouse, former spouse, or child of the debtor, or the parent, legal guardian, or responsible relative of such a child, or a governmental unit to whom such a domestic support claim has been assigned to the extent provided in 11 U.S.C. § 507(a)(1).

#### **Extensions of credit in an involuntary case**

Claims arising in the ordinary course of the debtor's business or financial affairs after the commencement of the case but before the earlier of the appointment of a trustee or the order for relief. 11 U.S.C. § 507(a)(3).

#### □ Wages, salaries, and commissions

Wages, salaries, and commissions, including vacation, severance, and sick leave pay owing to employees and commissions owing to qualifying independent sales representatives up to \$11,725\* per person earned within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(4).

#### **Contributions to employee benefit plans**

Money owed to employee benefit plans for services rendered within 180 days immediately preceding the filing of the original petition, or the cessation of business, whichever occurred first, to the extent provided in 11 U.S.C. § 507(a)(5).

#### □ Certain farmers and fishermen

Claims of certain farmers and fishermen, up to \$5,775\* per farmer or fisherman, against the debtor, as provided in 11 U.S.C. § 507(a)(6).

#### Deposits by individuals

Claims of individuals up to \$2,600\* for deposits for the purchase, lease, or rental of property or services for personal, family, or household use, that were not delivered or provided. 11 U.S.C. § 507(a)(7).

## Taxes and certain other debts owed to governmental units

Taxes, customs duties, and penalties owing to federal, state, and local governmental units as set forth in 11 U.S.C. § 507(a)(8).

## $\hfill\square$ Commitments to maintain the capital of an insured depository institution

Claims based on commitments to the FDIC, RTC, Director of the Office of Thrift Supervision, Comptroller of the Currency, or Board of Governors of the Federal Reserve System, or their predecessors or successors, to maintain the capital of an insured depository institution. 11 U.S.C. § 507 (a)(9).

#### □ Claims for death or personal injury while debtor was intoxicated

Claims for death or personal injury resulting from the operation of a motor vehicle or vessel while the debtor was intoxicated from using alcohol, a drug, or another substance. 11 U.S.C. § 507(a)(10).

\* Amount subject to adjustment on 4/01/13, and every three years thereafter with respect to cases commenced on or after the date of adjustment.

Discount Express, Inc.

Case No.

Debtor

# **SCHEDULE E - CREDITORS HOLDING UNSECURED PRIORITY CLAIMS**

(Continuation Sheet)

#### **Taxes and Certain Other Debts Owed to Governmental Units**

							TYPE OF PRIORITY	7
CDEDITOD'S NAME	c	Hu	sband, Wife, Joint, or Community	c	U	D		AMOUNT NOT
CREDITOR'S NAME, AND MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions.)	CODEBTOR	H W J C	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM	CONTINGEN	I D	DISPUTED	AMOUNT OF CLAIM	ENTITLED TO PRIORITY, IF ANY AMOUN ENTITLED TO PRIORITY
Account No. xx1367			Sales Tax	Т	A T E D			
City of Huntsville P.O. Box 040003 Huntsville, AL 35804		-					200.00	0.00
Account No. xx2433	╉		Personal Property Tax	$\vdash$			200.00	200.00
Lynda Hall, Tax Collector Madison County Courthouse 100 Northside Square Huntsville, AL 35801		-					200.00	200.00
Account No. 310441	┥		Sales Tax	$\vdash$			200.00	0.00
Madison County Sales Tax Division 100 Northside Square Huntsville, AL 35801		-					200.00	0.00
Account No. SLS-4500-18976	┥		Sales Tax	$\vdash$			200.00	200.00
State of Alabama Department of Revenue 50 North Ripley Street Montgomery, AL 36132		-				x		200.00
Account No	┥			$\vdash$		$\vdash$	200.00	0.00
Account No.								
Sheet <u>1</u> of <u>1</u> continuation sheets att	ache	ı d te	۱ ۵	Subt	ota	.1		400.00
Schedule of Creditors Holding Unsecured Pr				his <sub>l</sub>	pag	ge)	800.00	400.00
			(Demont C C		'ota			400.00
			(Report on Summary of Sc	ned	ule	:s)	800.00	400.0

Discount Express, Inc.

Case No.

Debtor

# SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS

State the name, mailing address, including zip code, and last four digits of any account number, of all entities holding unsecured claims without priority against the debtor or the property of the debtor, as of the date of filing of the petition. The complete account number of any account the debtor has with the creditor is useful to the trustee and the creditor and may be provided if the debtor chooses to do so. If a minor child is a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m). Do not include claims listed in Schedules D and E. If all creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor," include the entity on the appropriate schedule of creditors, and complete Schedule H - Codebtors. If a joint petition is filed, state whether the husband, wife, both of them, or the marital community may be liable on each claim by placing an "H," "W," "J," or "C" in the column labeled "Husband, Wife, Joint, or Community."

If the claim is contingent, place an "X" in the column labeled "Contingent." If the claim is unliquidated, place an "X" in the column labeled "Unliquidated." If the claim is disputed, place an "X" in the column labeled "Disputed." (You may need to place an "X" in more than one of these three columns.)

Report the total of all claims listed on this schedule in the box labeled "Total" on the last sheet of the completed schedule. Report this total also on the Summary of Schedules and, if the debtor is an individual with primarily consumer debts, report this total also on the Statistical Summary of Certain Liabilities and Related Data.

Check this box if debtor has no creditors holding unsecured claims to report on this Schedule F.

CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	C O D E B T O R	Hu H W J C	sband, Wife, Joint, or Community DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE.	CONTINGEN	UN L Q U L Q	D I S P U T E D	AMOUNT OF CLAIM
Account No. <b>xxxx-xxxx-7011</b>			Credit Card	Ť	D A T E D		
Advanta Credit Card c/o Cardworks Servicing LLC P.O. Box 9201 Old Bethpage, NY 11804	x	-					9,220.60
Account No. <b>xx1360</b>			Open Account	+			
Airnex Communications 3180 Crow Canyon Place, Suite 109 San Ramon, CA 94583	x	-					
Account No. xxxxxxx6207			Personal Loan Proceeds Used for Business	+			88.05
BBVA Compass P.O. Box 10566 Birmingham, AL 35296	x	-					
							44,670.46
Account No.			Open Account				
Campbell & Sons 608 Church Street Huntsville, AL 35801		-					
							98,000.00
continuation sheets attached	<b>P</b>	ı	(Total of	Sub this			151,979.11

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#### Discount Express, Inc.

Case No.

Debtor

## SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS (Continuation Sheet)

Husband, Wife, Joint, or Community UNLQULDATED D I S P U T E D CODEBTOR CONTINGENT CREDITOR'S NAME. MAILING ADDRESS н DATE CLAIM WAS INCURRED AND INCLUDING ZIP CODE, w CONSIDERATION FOR CLAIM. IF CLAIM J C AMOUNT OF CLAIM AND ACCOUNT NUMBER IS SUBJECT TO SETOFF, SO STATE. (See instructions above.) (Mohammad Ali Kalhori Personal Card Used Account No. for Business Expenses) Capital One Bank (USA) N.A. P.O. Box 71083 Charlotte, NC 28272-1083 72,000.00 Account No. xx xx-xx0743 Judgment Lien (Behjat Saatchian Personal Card Used for Business Expenses) Capital One Bank (USA) NA x|-Х c/o Holloway & Moxley, LLP Post Office Box 4953 Montgomery, AL 36103 14,684.36 Account No. xxxxxx9 A23 Credit Card Chase Bank, USA, N.A. c/o Creditors Financial Group, LLC P.O. Box 440290 Aurora, CO 80044-0290 6,597.90 Account No. xxx-x4991 **Open Account Cintas Corporation #241** P.O. Box 630910 Cincinnati, OH 45263-0910 471.44 Account No. xxxx-xxxx-y103 **GE Retail Consumer Finance** x c/o National Enterprise Systems 29125 Solon Road Solon, OH 44139-3442 4,899.35 Subtotal

Sheet no. <u>1</u> of <u>4</u> sheets attached to Schedule of Creditors Holding Unsecured Nonpriority Claims

(Total of this page)

98,653.05

## Discount Express, Inc.

Case No.

Debtor

# SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS (Continuation Sheet)

		н	isband, Wife, Joint, or Community		Tu	П	
CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	C O D E B T O R	L L L L L	DATE CLAIM WAS INCURRED AND		UNLIQUIDATE	DISPUTED	AMOUNT OF CLAIM
Account No.			Open Account	Т	E		
Joe Holmes Oil Company 17844 U.S. Hwy. 31 North Cullman, AL 35058		-			D		5,000.00
Account No. xxxxx-x0206			Open Account				
Leaders Merchant Services c/o Qualia Collection Services PO Box 4699 Petaluma, CA 94955-4699		-					520.58
Account No.	┝	┢	Open Account				
Lock Tech, Inc. 7914 Memorial Pkwy. SW, #E19 Huntsville, AL 35802		-					700.00
Account No.	-	┢	Legal Fees			$\vdash$	
Mike Lee Attorney At Law 200 Westside Square Huntsville, AL 35801		-					500.00
Account No.		┢	Accounting Services				
Nancy M. Lutz, CPA 3322 Memorial Pkwy. SW Huntsville, AL 35801		-					654.00
Sheet no2 of _4 sheets attached to Schedule of	1	1	1	Sub	tota	่ ป	
Creditors Holding Unsecured Nonpriority Claims			(Total o				7,374.58

#### **Discount Express, Inc.**

Debtor

Case No.

## SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS (Continuation Sheet)

Husband, Wife, Joint, or Community UN L Q U L D A T E D D I S P U T E D CODEBTOR CONTINGENT CREDITOR'S NAME, MAILING ADDRESS н DATE CLAIM WAS INCURRED AND INCLUDING ZIP CODE, w CONSIDERATION FOR CLAIM. IF CLAIM J C AMOUNT OF CLAIM AND ACCOUNT NUMBER IS SUBJECT TO SETOFF, SO STATE. (See instructions above.) Account No. xxxxxxxxxxx0001 Loan **Renasant Bank** x Loan Department **PO Box 4140** Tupelo, MS 38803-4140 6,978.83 Contract Account No. **Rescue Contracting, LLC** Х 120 W. High Street London, OH 43140-1307 720.00 Account No. Legal Fees **Richardson, Callahan & Frederick** 4205 Balmoral Dr. SW, #101 Huntsville, AL 35801 2,500.00 Credit Card Account No. xxxx-xxxx-2315 Sams Club Discover X P.O. Box 960016 Orlando, FL 32896-0016 5,000.00 Account No. 6899 **Open Account** Taylor Sales & Service, Inc. P.O. Box 100459 Birmingham, AL 35210 960.67 Subtotal

Sheet no. <u>3</u> of <u>4</u> sheets attached to Schedule of

Creditors Holding Unsecured Nonpriority Claims

(Total of this page)

16,159.50

## Discount Express, Inc.

Case No.

Debtor

# SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS (Continuation Sheet)

	С	Hu	sband, Wife, Joint, or Community	С	U	D	
CREDITOR'S NAME, MAILING ADDRESS INCLUDING ZIP CODE, AND ACCOUNT NUMBER (See instructions above.)	CODEBTOR	H W J C	DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM. IF CLAIM IS SUBJECT TO SETOFF, SO STATE.		UNLIQUIDATE	DISPUTED	AMOUNT OF CLAIM
Account No.			2/24/03	Т	T E D		
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801		-	Mortgage				
Account No.			Mortgage				698,943.00
	1		inoi igage				
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801		-				x	
							667,500.00
Account No. xxxxx-0001	1		Legal Fees				
Wilmer & Lee, P.A. P.O. Box 2168 Huntsville, AL 35804		-					
							427.50
Account No.							
Account No.				_			
Shooting A of A about starbults Set 11.5				C1.			
Sheet no. <u>4</u> of <u>4</u> sheets attached to Schedule of Creditors Holding Unsecured Nonpriority Claims			(Total of	Sub this			1,366,870.50
			(Report on Summary of S		ota Iule		1,641,036.74

.

#### Discount Express, Inc.

Case No.

Debtor

# SCHEDULE G - EXECUTORY CONTRACTS AND UNEXPIRED LEASES

Describe all executory contracts of any nature and all unexpired leases of real or personal property. Include any timeshare interests. State nature of debtor's interest in contract, i.e., "Purchaser", "Agent", etc. State whether debtor is the lessor or lessee of a lease. Provide the names and complete mailing addresses of all other parties to each lease or contract described. If a minor child is a party to one of the leases or contracts, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

 $\Box$  Check this box if debtor has no executory contracts or unexpired leases.

Name and Mailing Address, Including Zip Code, of Other Parties to Lease or Contract Description of Contract or Lease and Nature of Debtor's Interest. State whether lease is for nonresidential real property. State contract number of any government contract.

Campbell & Sons 608 Church Street Huntsville, AL 35801

**Gas Supplier** 

In re **Discount Express, Inc.** 

Case No.

Debtor

## **SCHEDULE H - CODEBTORS**

Provide the information requested concerning any person or entity, other than a spouse in a joint case, that is also liable on any debts listed by debtor in the schedules of creditors. Include all guarantors and co-signers. If the debtor resides or resided in a community property state, commonwealth, or territory (including Alaska, Arizona, California, Idaho, Louisiana, Nevada, New Mexico, Puerto Rico, Texas, Washington, or Wisconsin) within the eight year period immediately preceding the commencement of the case, identify the name of the debtor's spouse and of any former spouse who resides or resided with the debtor in the community property state, commonwealth, or territory. Include all names used by the nondebtor spouse during the eight years immediately preceding the commencement of this case. If a minor child is a codebtor or a creditor, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. §112 and Fed. R. Bankr. P. 1007(m).

□ Check this box if debtor has no codebtors.

NAME AND ADDRESS OF CODEBTOR NAME AND ADDRESS OF CREDITOR **BBVA Compass Behjat Mary Saatchian** 804 Corlett Drive SE P.O. Box 10566 Huntsville, AL 35802 Birmingham, AL 35296 **Behjat Mary Saatchian Renasant Bank** 804 Corlett Drive SE Loan Department Huntsville, AL 35802 PO Box 4140 Tupelo, MS 38803-4140 **Behjat Mary Saatchian** Advanta Credit Card 804 Corlett Drive c/o Cardworks Servicing LLC Huntsville, AL 35802 P.O. Box 9201 Old Bethpage, NY 11804 **Behjat Mary Saatchian Airnex Communications 804 Corlett Drive** 3180 Crow Canyon Place, Suite 109 Huntsville, AL 35802 San Ramon, CA 94583 **Behjat Mary Saatchian** Capital One Bank (USA) NA c/o Holloway & Moxley, LLP 804 Corlett Drive Huntsville, AL 35802 Post Office Box 4953 Montgomery, AL 36103 Sams Club Discover **Behjat Mary Saatchian** 804 Corlett Drive SE P.O. Box 960016 Orlando, FL 32896-0016 Huntsville, AL 35802 **Behiat Mary Saatchian GE Retail Consumer Finance** 804 Corlett Drive SE c/o National Enterprise Systems Huntsville, AL 35802 29125 Solon Road Solon, OH 44139-3442 Mohammad Ali Kalhori **BBVA Compass** 804 Corlett Drive SE P.O. Box 10566 Huntsville, AL 35802 Birmingham, AL 35296 Mohammad Hossein Kalhori American Express Co. c/o Zarzaur & Schwartz, P.C. 1821 Gallop Drive Huntsville, AL 35803 P.O. Box 11366

Birmingham, AL 35202

In re **Discount Express, Inc.** 

Debtor(s)

Case No. Chapter

11

## DECLARATION CONCERNING DEBTOR'S SCHEDULES

DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF CORPORATION OR PARTNERSHIP

I, the President of the corporation named as debtor in this case, declare under penalty of perjury that I have read the foregoing summary and schedules, consisting of **16** sheets, and that they are true and correct to the best of my knowledge, information, and belief.

Date June 24, 2011

Signature /s/ Behjat Mary Saatchian Behjat Mary Saatchian President

Penalty for making a false statement or concealing property: Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C. §§ 152 and 3571.

In re **Discount Express, Inc.** 

Debtor(s)

Case No. Chapter

11

## STATEMENT OF FINANCIAL AFFAIRS

This statement is to be completed by every debtor. Spouses filing a joint petition may file a single statement on which the information for both spouses is combined. If the case is filed under chapter 12 or chapter 13, a married debtor must furnish information for both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed. An individual debtor engaged in business as a sole proprietor, partner, family farmer, or self-employed professional, should provide the information requested on this statement concerning all such activities as well as the individual's personal affairs. To indicate payments, transfers and the like to minor children, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See, 11 U.S.C. § 112; Fed. R. Bankr. P. 1007(m).

Questions 1 - 18 are to be completed by all debtors. Debtors that are or have been in business, as defined below, also must complete Questions 19 - 25. If the answer to an applicable question is "None," mark the box labeled "None." If additional space is needed for the answer to any question, use and attach a separate sheet properly identified with the case name, case number (if known), and the number of the question.

## DEFINITIONS

"In business." A debtor is "in business" for the purpose of this form if the debtor is a corporation or partnership. An individual debtor is "in business" for the purpose of this form if the debtor is or has been, within six years immediately preceding the filing of this bankruptcy case, any of the following: an officer, director, managing executive, or owner of 5 percent or more of the voting or equity securities of a corporation; a partner, other than a limited partner, of a partnership; a sole proprietor or self-employed full-time or part-time. An individual debtor also may be "in business" for the purpose of this form if the debtor engages in a trade, business, or other activity, other than as an employee, to supplement income from the debtor's primary employment.

"Insider." The term "insider" includes but is not limited to: relatives of the debtor; general partners of the debtor and their relatives; corporations of which the debtor is an officer, director, or person in control; officers, directors, and any owner of 5 percent or more of the voting or equity securities of a corporate debtor and their relatives; affiliates of the debtor and insiders of such affiliates; any managing agent of the debtor. 11 U.S.C. § 101.

## 1. Income from employment or operation of business

None State the gross amount of income the debtor has received from employment, trade, or profession, or from operation of the debtor's business, including part-time activities either as an employee or in independent trade or business, from the beginning of this calendar year to the date this case was commenced. State also the gross amounts received during the **two years** immediately preceding this calendar year. (A debtor that maintains, or has maintained, financial records on the basis of a fiscal rather than a calendar year may report fiscal year income. Identify the beginning and ending dates of the debtor's fiscal year.) If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income of both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

AMOUNT	SOURCE
\$867,420.37	2011 - Gross Sales
\$1,900,431.57	2010 - Gross Sales
\$2,223,829.81	2009 - Gross Sales

## 2. Income other than from employment or operation of business

None State the amount of income received by the debtor other than from employment, trade, profession, or operation of the debtor's business during the **two years** immediately preceding the commencement of this case. Give particulars. If a joint petition is filed, state income for each spouse separately. (Married debtors filing under chapter 12 or chapter 13 must state income for each spouse whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

AMOUNT SOURCE

#### 3. Payments to creditors



#### Complete a. or b., as appropriate, and c.

a. *Individual or joint debtor(s) with primarily consumer debts.* List all payments on loans, installment purchases of goods or services, and other debts to any creditor made within **90 days** immediately preceding the commencement of this case unless the aggregate value of all property that constitutes or is affected by such transfer is less than \$600. Indicate with an (\*) any payments that were made to a creditor on account of a domestic support obligation or as part of an alternative repayment schedule under a plan by an approved nonprofit budgeting and credit counseling agency. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS	DATES OF	AMOUNT PAID	AMOUNT STILL
OF CREDITOR	PAYMENTS		OWING
OF CREDITOR	PAIMENIS		Owing

None b. Debtor whose debts are not primarily consumer debts: List each payment or other transfer to any creditor made within 90 days immediately preceding the commencement of the case unless the aggregate value of all property that constitutes or is affected by such transfer is less than \$5,850<sup>\*</sup>. If the debtor is an individual, indicate with an asterisk (\*) any payments that were made to a creditor on account of a domestic support obligation or as part of an alternative repayment schedule under a plan by an approved nonprofit budgeting and credit counseling agency. (Married debtors filing under chapter 12 or chapter 13 must include payments and other transfers by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR Only in ordinary course of business	DATES OF PAYMENTS/ TRANSFERS	AMOUNT PAID OR VALUE OF TRANSFERS <b>\$0.00</b>	AMOUNT STILL OWING <b>\$0.00</b>
		ψ0.00	ψ0.00

None c. *All debtors:* List all payments made within **one year** immediately preceding the commencement of this case to or for the benefit of creditors who are or were insiders. (Married debtors filing under chapter 12 or chapter 13 must include payments by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF CREDITOR AND			AMOUNT STILL
<b>RELATIONSHIP TO DEBTOR</b>	DATE OF PAYMENT	AMOUNT PAID	OWING

#### 4. Suits and administrative proceedings, executions, garnishments and attachments

None a. List all suits and administrative proceedings to which the debtor is or was a party within **one year** immediately preceding the filing of this bankruptcy case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

CAPTION OF SUIT AND CASE NUMBER American Express Co. v. Hossien Kalhori dba Discount Express, Inc. CV10-900585	NATURE OF PROCEEDING Judgment	COURT OR AGENCY AND LOCATION Circuit Court of Madison County, Alabama	STATUS OR DISPOSITION <b>Pending</b>
Ann G. Maulsby and Jesse R. Maulsby v. Mohammad Hossein Kalhori, et al. Case No. CV2009-308	Personal Injury Lawsuit	Circuit Court of Madison County, Alabama	Pending
Capital One Bank (USA) N.A. v. Behjat Saatchian CV 10-900743	Judgment	Circuit Court of Madison County, Alabama	Pending
Farmers Insurance Exchange v. Discount Express Mart, Inc.; Mohammad Hossein Kalhori, Ann G. Maulsby, and Jesse R. Maulsby Case No. 47-CV-2010-901213.00	Motion for Summary Judgment	Circuit Court of Madison County, Alabama	Pending
Upfront Holding, LLC v. Behjat Mary Saatchian, et al	Breach of Contract	Circuit Court of Madison County, Alabama	Pending

\* Amount subject to adjustment on 4/01/13, and every three years thereafter with respect to cases commenced on or after the date of adjustment.

None b. Describe all property that has been attached, garnished or seized under any legal or equitable process within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF PERSON FOR WHOSE BENEFIT PROPERTY WAS SEIZED State of Alabama Department of Revenue 50 North Ripley Street Montgomery, AL 36132	DATE OF SEIZURE <b>12/28/09</b>	DESCRIPTION AND VALUE OF PROPERTY Certificate of Lien for Taxes
State of Alabama Department of Revenue 50 North Ripley Street Montgomery, AL 36132	8/30/10	Certificate of Lien for Taxes
State of Alabama Department of Revenue 50 North Ripley Street Montgomery, AL 36132	3/26/10	Certificate of Lien for Taxes
American Express Co. c/o Zarzaur & Schwartz, P.C. P.O. Box 11366 Birmingham, AL 35202	9/22/10	Certificate of Judgment
Capital One Bank (USA) NA c/o Holloway & Moxley, LLP Post Office Box 4953 Montgomery, AL 36103	1/20/11	Garnishment of Redstone Federal Credit Union Checking Account \$212.46

#### 5. Repossessions, foreclosures and returns

None List all property that has been repossessed by a creditor, sold at a foreclosure sale, transferred through a deed in lieu of foreclosure or returned to the seller, within **one year** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

	ND ADDRESS OF FOR OR SELLER	DATE OF REPOSSESSION, FORECLOSURE SALE, TRANSFER OR RETURN	DESCRIPTION AI PROPE	
	6. Assignments and receiverships			
None	None a. Describe any assignment of property for the benefit of creditors made within <b>120 days</b> immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include any assignment by either or both spouses whether or not joint petition is filed, unless the spouses are separated and a joint petition is not filed.)			
NAME A	ND ADDRESS OF ASSIGNEE	DATE OF ASSIGNMENT	TERMS OF ASSIC	GNMENT OR SETTLEMENT
None b. List all property which has been in the hands of a custodian, receiver, or court-appointed official within <b>one year</b> immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include information concerning property of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)				
	ND ADDRESS	NAME AND LOCATION OF COURT CASE TITLE & NUMBER	DATE OF ORDER	DESCRIPTION AND VALUE OF PROPERTY

7. Gifts	7.	Gifts
----------	----	-------

8. Losses

None List all gifts or charitable contributions made within **one year** immediately preceding the commencement of this case except ordinary and usual gifts to family members aggregating less than \$200 in value per individual family member and charitable contributions aggregating less than \$100 per recipient. (Married debtors filing under chapter 12 or chapter 13 must include gifts or contributions by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF	<b>RELATIONSHIP TO</b>		DESCRIPTION AND
PERSON OR ORGANIZATION	DEBTOR, IF ANY	DATE OF GIFT	VALUE OF GIFT

None List all losses from fire, theft, other casualty or gambling within **one year** immediately preceding the commencement of this case **or since the commencement of this case.** (Married debtors filing under chapter 12 or chapter 13 must include losses by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

	PTION AND VALUE PROPERTY	DESCRIPTION OF CIRCUMSTANCES AND, IF LOSS WAS COVERED IN WHOLE OR IN PART BY INSURANCE, GIVE PARTICULARS	DATE OF LOSS
	9. Payments related to debt counseling	ng or bankruptcy	
None	List all payments made or property tran	nsferred by or on behalf of the debtor to any persons, including attorned	evs. for consultation

Concerning debt consolidation, relief under the bankruptcy law or preparation of the petition in bankruptcy within **one year** immediately preceding the commencement of this case.

NAME AND ADDRESS OF PAYEE Sparkman, Shepard & Morris, P.C. P.O. Box 19045 Huntsville, AL 35804 DATE OF PAYMENT, NAME OF PAYOR IF OTHER THAN DEBTOR 6/16/11 AMOUNT OF MONEY OR DESCRIPTION AND VALUE OF PROPERTY \$3,500.00 retainer and \$1,039.00 filing fee

**10. Other transfers** 

None a. List all other property, other than property transferred in the ordinary course of the business or financial affairs of the debtor, transferred either absolutely or as security within **two years** immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include transfers by either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF TRANSFEREE,<br/>RELATIONSHIP TO DEBTORDATEDESCRIBE PROPERTY TRANSFERRED<br/>AND VALUE RECEIVED

None b. List all property transferred by the debtor within **ten years** immediately preceding the commencement of this case to a self-settled trust or similar device of which the debtor is a beneficiary.

NAME OF TRUST OR OTHER DEVICE	DATE(S) OF TRANSFER(S)	AMOUNT OF MONEY OR DESCRIPTION AND VALUE OF PROPERTY OR DEBTOR'S INTEREST IN PROPERTY
----------------------------------	---------------------------	---

## 11. Closed financial accounts

None List all financial accounts and instruments held in the name of the debtor or for the benefit of the debtor which were closed, sold, or otherwise transferred within **one year** immediately preceding the commencement of this case. Include checking, savings, or other financial accounts, certificates of deposit, or other instruments; shares and share accounts held in banks, credit unions, pension funds, cooperatives, associations, brokerage houses and other financial institutions. (Married debtors filing under chapter 12 or chapter 13 must include information concerning accounts or instruments held by or for either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

NAME AND ADDRESS OF INSTITUTION

## TYPE OF ACCOUNT, LAST FOUR DIGITS OF ACCOUNT NUMBER, AND AMOUNT OF FINAL BALANCE

AMOUNT AND DATE OF SALE OR CLOSING

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## 12. Safe deposit boxes

None List each safe deposit or other box or depository in which the debtor has or had securities, cash, or other valuables within one year immediately preceding the commencement of this case. (Married debtors filing under chapter 12 or chapter 13 must include boxes or depositories of either or both spouses whether or not a joint petition is filed, unless the spouses are separated and a joint petition is not filed.)

	AND ADDRESS OF BANK THER DEPOSITORY	NAMES AND ADDRESSES OF THOSE WITH ACCESS TO BOX OR DEPOSITORY	DESCRIPTION OF CONTENTS	DATE OF TRANSFER OR SURRENDER, IF ANY
	13. Setoffs			
None	commencement of this case. (M	ditor, including a bank, against a debt or farried debtors filing under chapter 12 or petition is filed, unless the spouses are se	chapter 13 must include info	ormation concerning either or both
NAME A	AND ADDRESS OF CREDITOR	DATE OF SETOFF		AMOUNT OF SETOFF
	14. Property held for another	r person		
None	List all property owned by ano	ther person that the debtor holds or contra	ols.	
NAME A	AND ADDRESS OF OWNER	DESCRIPTION AND VALUE OF P	ROPERTY LOCATION	N OF PROPERTY
	15. Prior address of debtor			
None		<b>three years</b> immediately preceding the c d vacated prior to the commencement of		
ADDRE	SS	NAME USED		DATES OF OCCUPANCY
	16. Spouses and Former Spou	ises		
None	Louisiana, Nevada, New Mexic	in a community property state, commony co, Puerto Rico, Texas, Washington, or V ntify the name of the debtor's spouse and	Visconsin) within eight years	s immediately preceding the
NAME				
	17. Environmental Information	on.		
	For the purpose of this question	n, the following definitions apply:		
	or toxic substances, wastes or r	ny federal, state, or local statute or regula naterial into the air, land, soil, surface wa ag the cleanup of these substances, wastes	ter, groundwater, or other m	
		, facility, or property as defined under an debtor, including, but not limited to, disp		er or not presently or formerly
		nns anything defined as a hazardous waste or similar term under an Environmental I		substance, hazardous material,
None		every site for which the debtor has receive violation of an Environmental Law. Inde		
SITE NA	ME AND ADDRESS	NAME AND ADDRESS OF GOVERNMENTAL UNIT	DATE OF NOTICE	ENVIRONMENTAL LAW

None b. List the name and address of every site for which the debtor provided notice to a governmental unit of a release of Hazardous Material. Indicate the governmental unit to which the notice was sent and the date of the notice.

	NAME AND ADDRESS OF	DATE OF	ENVIRONMENTAL
SITE NAME AND ADDRESS	GOVERNMENTAL UNIT	NOTICE	LAW

None c. List all judicial or administrative proceedings, including settlements or orders, under any Environmental Law with respect to which the debtor is or was a party. Indicate the name and address of the governmental unit that is or was a party to the proceeding, and the docket number.

NAME AND ADDRESS OF GOVERNMENTAL UNIT

DOCKET NUMBER

STATUS OR DISPOSITION

**BEGINNING AND** 

ENDING DATES

#### 18 . Nature, location and name of business

None a. *If the debtor is an individual*, list the names, addresses, taxpayer identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was an officer, director, partner, or managing executive of a corporation, partner in a partnership, sole proprietor, or was self-employed in a trade, profession, or other activity either full- or part-time within **six years** immediately preceding the commencement of this case, or in which the debtor owned 5 percent or more of the voting or equity securities within **six years** immediately preceding the commencement of this case.

*If the debtor is a partnership*, list the names, addresses, taxpayer identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities, within **six years** immediately preceding the commencement of this case.

*If the debtor is a corporation*, list the names, addresses, taxpayer identification numbers, nature of the businesses, and beginning and ending dates of all businesses in which the debtor was a partner or owned 5 percent or more of the voting or equity securities within **six years** immediately preceding the commencement of this case.

LAST FOUR DIGITS OF SOCIAL-SECURITY OR OTHER INDIVIDUAL TAXPAYER-I.D. NO. NAME (ITIN)/ COMPLETE EIN ADDRESS NATURE OF BUSINESS

None b. Identify any business listed in response to subdivision a., above, that is "single asset real estate" as defined in 11 U.S.C. § 101.

NAME

ADDRESS

The following questions are to be completed by every debtor that is a corporation or partnership and by any individual debtor who is or has been, within **six years** immediately preceding the commencement of this case, any of the following: an officer, director, managing executive, or owner of more than 5 percent of the voting or equity securities of a corporation; a partner, other than a limited partner, of a partnership, a sole proprietor, or self-employed in a trade, profession, or other activity, either full- or part-time.

(An individual or joint debtor should complete this portion of the statement **only** if the debtor is or has been in business, as defined above, within six years immediately preceding the commencement of this case. A debtor who has not been in business within those six years should go directly to the signature page.)

#### 19. Books, records and financial statements

None a. List all bookkeepers and accountants who within **two years** immediately preceding the filing of this bankruptcy case kept or supervised the keeping of books of account and records of the debtor.

NAME AND ADDRESS Amy M. Uptain, CPA 11570 A Memorial Parkway Huntsville, AL 35803

Nancy M. Lutz, CPA 3322 Memorial Pkwy. SW Huntsville, AL 35801 DATES SERVICES RENDERED 9/10 - Present

9/10

			7
Mason, 4100 Bo	ND ADDRESS Bearden & Diehl, Inc. ob Wallace Ave. SW Ile, AL 35805		DATES SERVICES RENDERED 9/10
1807 Sla	R. Thomason aughter Road n, AL 35758		9/08 - 9/10
None		als who within the <b>two years</b> immediately prepared a financial statement of the debto	preceding the filing of this bankruptcy case have audited the books
NAME <b>Maynarc</b>	d, Cooper & Gale, PC	ADDRESS 655 Gallatin St. SW #200 Huntsville, AL 35801	DATES SERVICES RENDERED 11/10
None		als who at the time of the commencement of books of account and records are not avail	of this case were in possession of the books of account and records able, explain.
NAME <b>Maynaro</b>	d, Cooper & Gale, PC		ADDRESS 655 Gallatin St. SW #200 Huntsville, AL 35801
Amy M.	Uptain, CPA		11570 A Memorial Pkwy. Huntsville, AL 35803
None		ions, creditors and other parties, including two years immediately preceding the com	nercantile and trade agencies, to whom a financial statement was mencement of this case.
NAME A	ND ADDRESS		DATE ISSUED
NAME A	ND ADDRESS 20. Inventories		DATE ISSUED
NAME A	20. Inventories		DATE ISSUED
None	<b>20. Inventories</b> a. List the dates of the last and the dollar amount and	basis of each inventory.	
None	<b>20. Inventories</b> a. List the dates of the last		name of the person who supervised the taking of each inventory,
None	20. Inventories a. List the dates of the last and the dollar amount and F INVENTORY	basis of each inventory. INVENTORY SUPERVISOR Behjat Mary Saatchian	name of the person who supervised the taking of each inventory, DOLLAR AMOUNT OF INVENTORY
None DATE OI 2008 None	20. Inventories a. List the dates of the last and the dollar amount and F INVENTORY	basis of each inventory. INVENTORY SUPERVISOR <b>Behjat Mary Saatchian</b> ss of the person having possession of the re NAME AN RECORDS <b>Behjat Ma</b> <b>10000 Ba</b>	name of the person who supervised the taking of each inventory, DOLLAR AMOUNT OF INVENTORY (Specify cost, market or other basis) cords of each of the two inventories reported in a., above. D ADDRESSES OF CUSTODIAN OF INVENTORY
None DATE OI 2008 None DATE OI	<ul> <li>20. Inventories</li> <li>a. List the dates of the last and the dollar amount and</li> <li>F INVENTORY</li> <li>b. List the name and addre</li> <li>F INVENTORY</li> </ul>	basis of each inventory. INVENTORY SUPERVISOR <b>Behjat Mary Saatchian</b> ss of the person having possession of the re NAME AN RECORDS <b>Behjat Ma</b> 10000 Ba Huntsville	name of the person who supervised the taking of each inventory, DOLLAR AMOUNT OF INVENTORY (Specify cost, market or other basis) cords of each of the two inventories reported in a., above. D ADDRESSES OF CUSTODIAN OF INVENTORY
None DATE OI 2008 None DATE OI	<ul> <li>20. Inventories</li> <li>a. List the dates of the last and the dollar amount and</li> <li>F INVENTORY</li> <li>b. List the name and addre</li> <li>F INVENTORY</li> <li>21 . Current Partners, Of</li> </ul>	basis of each inventory. INVENTORY SUPERVISOR <b>Behjat Mary Saatchian</b> ss of the person having possession of the re- NAME AN RECORDS <b>Behjat Ma</b> 10000 Ba Huntsville <b>fficers, Directors and Shareholders</b>	name of the person who supervised the taking of each inventory, DOLLAR AMOUNT OF INVENTORY (Specify cost, market or other basis) cords of each of the two inventories reported in a., above. D ADDRESSES OF CUSTODIAN OF INVENTORY

None b. If the debtor is a corporation, list all officers and directors of the corporation, and each stockholder who directly or indirectly owns, controls, or holds 5 percent or more of the voting or equity securities of the corporation.

			NATURE AND PERCENTAGE
	ND ADDRESS Iary Saatchian	TITLE President	OF STOCK OWNERSHIP 52%
804 Corl	lett Drive SE lle, AL 35802		
804 Corl	nad Ali Kalhori lett Drive SE le, AL 35802	Vice President	16%
1821 Ga	nad Hossien Kalhori Ilop Drive Ie, AL 35803	Treasurer	16%
	Kalhori lett Drive SE lle, AL 35802	Secretary	16%
	22 . Former partners, officers, directors and	shareholders	
None	a. If the debtor is a partnership, list each membrocommencement of this case.	er who withdrew from the partnership w	ithin <b>one year</b> immediately preceding the
NAME	ADDRE	SS	DATE OF WITHDRAWAL
None	b. If the debtor is a corporation, list all officers, immediately preceding the commencement of the		corporation terminated within <b>one year</b>
NAME A	ND ADDRESS	TITLE	DATE OF TERMINATION
	23 . Withdrawals from a partnership or distr	ibutions by a corporation	
None	If the debtor is a partnership or corporation, liss in any form, bonuses, loans, stock redemptions commencement of this case.		d or given to an insider, including compensation site during <b>one year</b> immediately preceding the
NAME &	ADDRESS		AMOUNT OF MONEY
OF RECI	PIENT, DNSHIP TO DEBTOR	DATE AND PURPOSE OF WITHDRAWAL	OR DESCRIPTION AND VALUE OF PROPERTY
	24. Tax Consolidation Group.		
None	If the debtor is a corporation, list the name and group for tax purposes of which the debtor has of the case.		
NAME O	F PARENT CORPORATION	TAX	XPAYER IDENTIFICATION NUMBER (EIN)
	25. Pension Funds.		
None	If the debtor is not an individual, list the name employer, has been responsible for contributing		er of any pension fund to which the debtor, as an ly preceding the commencement of the case.
NAME O	F PENSION FUND	TA	KPAYER IDENTIFICATION NUMBER (EIN)

## DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF CORPORATION OR PARTNERSHIP

I declare under penalty of perjury that I have read the answers contained in the foregoing statement of financial affairs and any attachments thereto and that they are true and correct to the best of my knowledge, information and belief.

Date June 24, 2011

Signature

ture /s/ Behjat Mary Saatchian Behjat Mary Saatchian President

[An individual signing on behalf of a partnership or corporation must indicate position or relationship to debtor.]

Penalty for making a false statement: Fine of up to \$500,000 or imprisonment for up to 5 years, or both. 18 U.S.C. §§ 152 and 3571

<b>United States Bankruptcy Cour</b>
Northern District of Alabama

In re	re Discount Express, Inc.		Case No.	
		Debtor(s)	Chapter	11

## **DISCLOSURE OF COMPENSATION OF ATTORNEY FOR DEBTOR(S)**

1. Pursuant to 11 U.S.C. § 329(a) and Bankruptcy Rule 2016(b), I certify that I am the attorney for the above-named debtor and that compensation paid to me within one year before the filing of the petition in bankruptcy, or agreed to be paid to me, for services rendered or to be rendered on behalf of the debtor(s) in contemplation of or in connection with the bankruptcy case is as follows:

For legal services, I have agreed to accept	\$ 5,000.00
Prior to the filing of this statement I have received	\$ 3,500.00
Balance Due	\$ 1,500.00

2. \$ 1,039.00 of the filing fee has been paid.

3. The source of the compensation paid to me was:

**Debtor Debtor** Other (specify):

4. The source of compensation to be paid to me is:

- **Debtor Debtor** Other (specify):
- 5. I have not agreed to share the above-disclosed compensation with any other person unless they are members and associates of my law firm.

□ I have agreed to share the above-disclosed compensation with a person or persons who are not members or associates of my law firm. A copy of the agreement, together with a list of the names of the people sharing in the compensation is attached.

6. In return for the above-disclosed fee, I have agreed to render legal service for all aspects of the bankruptcy case, including:

- a. Analysis of the debtor's financial situation, and rendering advice to the debtor in determining whether to file a petition in bankruptcy;
- b. Preparation and filing of any petition, schedules, statement of affairs and plan which may be required;
- c. Representation of the debtor at the meeting of creditors and confirmation hearing, and any adjourned hearings thereof;

d. [Other provisions as needed]

Amount received is a retainer against court-approved hourly work to be done in this case by debtor's counsel.

7. By agreement with the debtor(s), the above-disclosed fee does not include the following service:

## CERTIFICATION

I certify that the foregoing is a complete statement of any agreement or arrangement for payment to me for representation of the debtor(s) in this bankruptcy proceeding.

Dated: June 24, 2011

/s/ Tazewell T. Shepard Tazewell T. Shepard Sparkman, Shepard & Morris, P.C. P.O. Box 19045 Huntsville, AL 35804 256-512-9924 Fax: 256-512-9837 taze@tshepard.com

In re

Discount Express, Inc.

Debtor

Case No.		

Chapter 11

# LIST OF EQUITY SECURITY HOLDERS

Following is the list of the Debtor's equity security holders which is prepared in accordance with Rule 1007(a)(3) for filing in this chapter 11 case.

Name and last known address or place of business of holder	Security Class	Number of Securities	Kind of Interest	
Behjat Mary Saatchian 804 Corlett Drive SE Huntsville, AL 35802	Common	520	Stock	
Marjan Kalhori 804 Corlett Drive Huntsville, AL 35802	Common	160	Stock	
Mohammad Ali Kalhori 804 corlett Drive SE Huntsville, AL 35802	Common	160	Stock	
Mohammad Hossein Kalhori 1821 Gallop Drive Huntsville, AL 35803	Common	160	Stock	

## DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF CORPORATION OR PARTNERSHIP

I, the President of the corporation named as the debtor in this case, declare under penalty of perjury that I have read the foregoing List of Equity Security Holders and that it is true and correct to the best of my information and belief.

Date June 24, 2011

Signature /s/ Behjat Mary Saatchian Behjat Mary Saatchian President

Penalty for making a false statement or concealing property: Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C §§ 152 and 3571.

In re Discount Express, Inc.

Debtor(s)

Case No. Chapter

11

# **VERIFICATION OF CREDITOR MATRIX**

I, the President of the corporation named as the debtor in this case, hereby verify that the attached list of creditors is true and correct to

the best of my knowledge.

Date: June 24, 2011

/s/ Behjat Mary Saatchian Behjat Mary Saatchian/President Signer/Title American Express Co. c/o Zarzaur & Schwartz, P.C. P.O. Box 11366 Birmingham AL 35202

Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville AL 35801

City of Huntsville P.O. Box 040003 Huntsville AL 35804

Lynda Hall, Tax Collector Madison County Courthouse 100 Northside Square Huntsville AL 35801

Madison County Sales Tax Division 100 Northside Square Huntsville AL 35801

State of Alabama Department of Revenue 50 North Ripley Street Montgomery AL 36132

Advanta Credit Card c/o Cardworks Servicing LLC P.O. Box 9201 Old Bethpage NY 11804

Airnex Communications 3180 Crow Canyon Place, Suite 109 San Ramon CA 94583

BBVA Compass P.O. Box 10566 Birmingham AL 35296 Behjat Mary Saatchian 804 Corlett Drive Huntsville AL 35802

Campbell & Sons 608 Church Street Huntsville AL 35801

Capital One Bank (USA) N.A. P.O. Box 71083 Charlotte NC 28272-1083

Capital One Bank (USA) NA c/o Holloway & Moxley, LLP Post Office Box 4953 Montgomery AL 36103

Chase Bank, USA, N.A. c/o Creditors Financial Group, LLC P.O. Box 440290 Aurora CO 80044-0290

Cintas Corporation #241 P.O. Box 630910 Cincinnati OH 45263-0910

GE Retail Consumer Finance c/o National Enterprise Systems 29125 Solon Road Solon OH 44139-3442

Joe Holmes Oil Company 17844 U.S. Hwy. 31 North Cullman AL 35058

Leaders Merchant Services c/o Qualia Collection Services PO Box 4699 Petaluma CA 94955-4699 Lock Tech, Inc. 7914 Memorial Pkwy. SW, #E19 Huntsville AL 35802

Mike Lee Attorney At Law 200 Westside Square Huntsville AL 35801

Mohammad Ali Kalhori 804 Corlett Drive SE Huntsville AL 35802

Mohammad Hossein Kalhori 1821 Gallop Drive Huntsville AL 35803

Nancy M. Lutz, CPA 3322 Memorial Pkwy. SW Huntsville AL 35801

Renasant Bank Loan Department PO Box 4140 Tupelo MS 38803-4140

Rescue Contracting, LLC 120 W. High Street London OH 43140-1307

Richardson, Callahan & Frederick 4205 Balmoral Dr. SW, #101 Huntsville AL 35801

Sams Club Discover P.O. Box 960016 Orlando FL 32896-0016 Taylor Sales & Service, Inc. P.O. Box 100459 Birmingham AL 35210

Wilmer & Lee, P.A. P.O. Box 2168 Huntsville AL 35804

Kevin Heard, Esq. Heard Ary, LLC 307 Clinton Ave. W., Suite 310 Huntsville AL 35801

MRS Associates, Inc. 1930 Olney Avenue Cherry Hill NJ 08003

Northstar Location Services, LLC Attn: Financial Services Dept. 4285 Genesee Street Buffalo NY 14225-1943

Rescue Contracting, LLC 114 Wholesale Ave. NE, Suite A Huntsville AL 35811

Robert H. McCaleb, Esq. 100 Jefferson Street S., #100A Huntsville AL 35801

U.S. Small Business Administration Little Rock Servicing Center 2120 Riverfront Drive, Suite 100 Little Rock AR 72202-1747

In re **Discount Express, Inc.** 

Debtor(s)

Case No. Chapter

11

## CORPORATE OWNERSHIP STATEMENT (RULE 7007.1)

Pursuant to Federal Rule of Bankruptcy Procedure 7007.1 and to enable the Judges to evaluate possible disqualification or recusal, the undersigned counsel for <u>Discount Express, Inc.</u> in the above captioned action, certifies that the following is a (are) corporation(s), other than the debtor or a governmental unit, that directly or indirectly own(s) 10% or more of any class of the corporation's(s') equity interests, or states that there are no entities to report under FRBP 7007.1:

■ None [*Check if applicable*]

June 24, 2011

Date

In re Discount Express, Inc.

Debtor(s)

Case No. \_\_\_\_\_ Chapter

11

## LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

Following is the list of the debtor's creditors holding the 20 largest unsecured claims. The list is prepared in accordance with Fed. R. Bankr. P. 1007(d) for filing in this chapter 11 [*or* chapter 9] case. The list does not include (1) persons who come within the definition of "insider" set forth in 11 U.S.C. § 101, or (2) secured creditors unless the value of the collateral is such that the unsecured deficiency places the creditor among the holders of the 20 largest unsecured claims. If a minor child is one of the creditors holding the 20 largest unsecured claims, state the child's initials and the name and address of the child's parent or guardian, such as "A.B., a minor child, by John Doe, guardian." Do not disclose the child's name. See 11 U.S.C. § 112; Fed. R. Bankr. P. 1007(m).

(1)	(2)	(3)	(4)	(5)
Name of creditor and complete mailing address including zip code	Name, telephone number and complete mailing address, including zip code, of employee, agent, or department of creditor familiar with claim who may be contacted	Nature of claim (trade debt, bank loan, government contract, etc.)	Indicate if claim is contingent, unliquidated, disputed, or subject to setoff	Amount of claim [if secured, also state value of security]
Advanta Credit Card c/o Cardworks Servicing LLC P.O. Box 9201 Old Bethpage, NY 11804	Advanta Credit Card c/o Cardworks Servicing LLC P.O. Box 9201 Old Bethpage, NY 11804	Credit Card		9,220.60
BBVA Compass P.O. Box 10566 Birmingham, AL 35296	BBVA Compass P.O. Box 10566 Birmingham, AL 35296	Personal Loan Proceeds Used for Business		44,670.46
Campbell & Sons 608 Church Street Huntsville, AL 35801	Campbell & Sons 608 Church Street Huntsville, AL 35801	Open Account		98,000.00
Capital One Bank (USA) N.A. P.O. Box 71083 Charlotte, NC 28272-1083	Capital One Bank (USA) N.A. P.O. Box 71083 Charlotte, NC 28272-1083	(Mohammad Ali Kalhori Personal Card Used for Business Expenses)		72,000.00
Capital One Bank (USA) NA c/o Holloway & Moxley, LLP Post Office Box 4953 Montgomery, AL 36103	Capital One Bank (USA) NA c/o Holloway & Moxley, LLP Post Office Box 4953 Montgomery, AL 36103	Judgment Lien (Behjat Saatchian Personal Card Used for Business Expenses)	Disputed	14,684.36
Chase Bank, USA, N.A. c/o Creditors Financial Group, LLC P.O. Box 440290 Aurora, CO 80044-0290	Chase Bank, USA, N.A. c/o Creditors Financial Group, LLC P.O. Box 440290 Aurora, CO 80044-0290	Credit Card		6,597.90
GE Retail Consumer Finance c/o National Enterprise Systems 29125 Solon Road Solon, OH 44139-3442	GE Retail Consumer Finance c/o National Enterprise Systems 29125 Solon Road Solon, OH 44139-3442			4,899.35
Joe Holmes Oil Company 17844 U.S. Hwy. 31 North Cullman, AL 35058	Joe Holmes Oil Company 17844 U.S. Hwy. 31 North Cullman, AL 35058	Open Account		5,000.00
Leaders Merchant Services c/o Qualia Collection Services PO Box 4699 Petaluma, CA 94955-4699	Leaders Merchant Services c/o Qualia Collection Services PO Box 4699 Petaluma, CA 94955-4699	Open Account		520.58

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Best Case Bankruptcy

Case No.

Debtor(s)

# LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS

(Continuation Sheet)

(1)	(2)	(3)	(4)	(5)
Name of creditor and complete mailing address including zip code	Name, telephone number and complete mailing address, including zip code, of employee, agent, or department of creditor familiar with claim who may be contacted	Nature of claim (trade debt, bank loan, government contract, etc.)	Indicate if claim is contingent, unliquidated, disputed, or subject to setoff	Amount of claim [if secured, also state value of security]
Lock Tech, Inc. 7914 Memorial Pkwy. SW, #E19 Huntsville, AL 35802	Lock Tech, Inc. 7914 Memorial Pkwy. SW, #E19 Huntsville, AL 35802	Open Account		700.00
Mike Lee Attorney At Law 200 Westside Square Huntsville, AL 35801	Mike Lee Attorney At Law 200 Westside Square Huntsville, AL 35801	Legal Fees		500.00
Nancy M. Lutz, CPA 3322 Memorial Pkwy. SW Huntsville, AL 35801	Nancy M. Lutz, CPA 3322 Memorial Pkwy. SW Huntsville, AL 35801	Accounting Services		654.00
Renasant Bank Loan Department PO Box 4140 Tupelo, MS 38803-4140	Renasant Bank Loan Department PO Box 4140 Tupelo, MS 38803-4140	Loan		6,978.83
Rescue Contracting, LLC 120 W. High Street London, OH 43140-1307	Rescue Contracting, LLC 120 W. High Street London, OH 43140-1307	Contract	Disputed	720.00
Richardson, Callahan & Frederick 4205 Balmoral Dr. SW, #101 Huntsville, AL 35801	Richardson, Callahan & Frederick 4205 Balmoral Dr. SW, #101 Huntsville, AL 35801	Legal Fees		2,500.00
Sams Club Discover P.O. Box 960016 Orlando, FL 32896-0016	Sams Club Discover P.O. Box 960016 Orlando, FL 32896-0016	Credit Card		5,000.00
Taylor Sales & Service, Inc. P.O. Box 100459 Birmingham, AL 35210	Taylor Sales & Service, Inc. P.O. Box 100459 Birmingham, AL 35210	Open Account		960.67
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	10000 Bailey Cove Road Huntsville, AL 35803		1,366,443.00 (629,300.00 secured)
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	Mortgage		698,943.00
Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	Upfront Holding, L.L.C. 403 Andrew Jackson Way Huntsville, AL 35801	Mortgage	Disputed	667,500.00

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Best Case Bankruptcy

Case No.

Debtor(s)

## LIST OF CREDITORS HOLDING 20 LARGEST UNSECURED CLAIMS (Continuation Sheet)

# DECLARATION UNDER PENALTY OF PERJURY ON BEHALF OF A CORPORATION OR PARTNERSHIP

I, the President of the corporation named as the debtor in this case, declare under penalty of perjury that I have read the foregoing list and that it is true and correct to the best of my information and belief.

Date June 24, 2011

Signature /s/ Behjat Mary Saatchian Behjat Mary Saatchian President

Penalty for making a false statement or concealing property: Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C. §§ 152 and 3571.

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