

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE**

In re Anchor Blue Holding Corp.
Debtors

Case No. 11-10110 (PJW)
Reporting Period: Jan 11, 2011 - Jan 29, 2011

MONTHLY OPERATING REPORT

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

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

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached	Affidavit/Supplement Attached
Schedule of Cash Receipts and Disbursements	MOR-1			
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	No		Yes
Bank Balances	MOR-1b	Yes		
Schedule of Professional Fees Paid	MOR-1c	Yes		
Copies of bank statements				
Cash disbursements journals				
Statement of Operations	MOR-2	Yes		
Balance Sheet	MOR-3	Yes		
Status of Postpetition Taxes	MOR-4	Yes		Yes
Copies of IRS Form 6123 or payment receipt				
Copies of tax returns filed during reporting period				
Summary of Unpaid Postpetition Debts	MOR-4	Yes		
Listing of aged accounts payable	MOR-5	Yes		
Accounts Receivable Reconciliation and Aging	MOR-6	Yes		
Debtor Questionnaire	MOR-6	Yes		

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

Signature of Debtor

Date

Signature of Joint Debtor

Date

/s/ Thomas A. Shaw
Signature of Authorized Individual*

3/1/2011
Date

Thomas A. Shaw
Printed Name of Authorized Individual

Chief Executive Officer
Title of Authorized Individual

*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

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Reporting Period: Jan 11, 2011 - Jan 29, 2011

Schedule of Cash Receipts & Disbursements

Period
1/11/2011 to
1/29/2011

Receipts

Cash relating to GOB sales	8,926,066.68
Guaranty Deposit from GB/Hilco	7,663,711.24
Funds Received from Abelco for payment of expenses	2,189,906.98
Funds Received from GB/Hilco for payment of expenses	2,960,775.71
ADP -refund of payroll	328.79
	21,740,789.40

Operating Disbursement

Paid Down Ableco- 2Nd Lein Holder	4,840,954.53
Cash Swept To Gb/Hilco	7,663,155.92
Adp-Payroll Processing Fee	20,059.01
Employee- T&E Reimbursement	5,420.97
Expense-Check Guaranteed Fees	1,978.27
Expense-Store Pos Support	950.00
Store Independent Contract	7,022.72
Temp Help	10,932.00
Payroll & Related Taxes	766,471.10
Expense Stand By Lc Fee Dec 2010	516.67
Utilities	91,663.25
Sales Tax	281,755.71
PNC Legal Fees	63,397.71
PNC Bank & Lc Fees	58,401.90
Letter Of Credit Hold	150,000.00
	13,962,679.76

Net Cash Flow

7,778,109.64

Opening Cash	245,112.68
Net Cash flow	7,778,109.64
Less: Pay down PNC	-3,763,187.84
Ending Cash	4,260,034.48

PNC Revolver	3,763,187.84
Paid down	-3,763,187.84
Balance	0.00

In re Anchor Blue Holding Corp.				Case No. 11-10110 (PJW)		
Debtors						
Balance						
DATE	NAME	TYPE	CATEGORY	Debit	Credit	Balance
1/18/2011	ADP INC	CHECK	ADP-Payroll processing Fee		(8,680.04)	(28,473.46)
1/18/2011	KELLY FRANCOEUR	CHECK	EMPLOYEE- T&E reimbursement		(1,050.04)	(29,523.50)
1/18/2011	KELLY FRANCOEUR	CHECK	EMPLOYEE- T&E reimbursement		(200.00)	(29,723.50)
1/18/2011	PERRET CONSULTING LLC	CHECK	EXPENSE-store POS support		(950.00)	(30,673.50)
1/18/2011	EVELYN LAMAS	CHECK	Store Ind Contract		(64.00)	(30,737.50)
1/18/2011	ARIANA ROMERO	CHECK	Store Ind Contract		(64.00)	(30,801.50)
1/18/2011	QUANG NGUYEN	CHECK	Store Ind Contract		(64.00)	(30,865.50)
1/18/2011	DONOVAN ARAMBAL	CHECK	Store Ind Contract		(162.02)	(31,027.52)
1/18/2011	KENIA I SALDANA	CHECK	Store Ind Contract		(135.28)	(31,162.80)
1/18/2011	BRIANNA LOERA	CHECK	Store Ind Contract		(128.00)	(31,290.80)
1/18/2011	ALEXANDRIA HERNANDEZ	CHECK	Store Ind Contract		(86.80)	(31,377.60)
1/18/2011	PNC	WIRE	Transfer from Operating account	58,649.85		27,272.25
1/19/2011	CERTEGY	WIRE	EXPENSE-CHECK GUARANTEED FEES		(1,978.27)	25,293.98
1/19/2011	YESENIA REYES	CHECK	Store Ind Contract		(129.20)	25,164.78
1/19/2011	KIRILL MAZURIU	CHECK	Store Ind Contract		(136.80)	25,027.98
1/20/2011	JASMINE PRATT	CHECK	Store Ind Contract		(80.00)	24,947.98
1/20/2011	TIM THORNTON	CHECK	Store Ind Contract		(185.96)	24,762.02
1/20/2011	EUGENE CO	CHECK	TEMP HELP		(3,700.00)	21,062.02
1/21/2011	SARAH WENBAN	CHECK	EMPLOYEE- T&E reimbursement		(224.00)	20,838.02
1/21/2011	ANDREW HARTOUN PAREDES	CHECK	Store Ind Contract		(208.00)	20,630.02
1/21/2011	ERL MASSE JR	CHECK	Store Ind Contract		(36.00)	20,594.02
1/21/2011	ABRAHAM SEBASTIAN	CHECK	Store Ind Contract		(68.00)	20,526.02
1/21/2011	TARYN HARDAMON-BELL	CHECK	Store Ind Contract		(64.00)	20,462.02
1/21/2011	ANA HERNANDEZ	CHECK	Store Ind Contract		(36.00)	20,426.02
1/21/2011	LOUIS NEEDLEMAN	CHECK	Store Ind Contract		(140.00)	20,286.02
1/21/2011	BREANNE ST MARTIN	CHECK	Store Ind Contract		(128.00)	20,158.02
1/21/2011	VINCENT D PERKINS	CHECK	TEMP HELP		(2,520.00)	17,638.02
1/21/2011	SHELLY HABERMAN	CHECK	TEMP HELP		(1,430.00)	16,208.02
1/24/2011	ADP SCREENING & SELECTION SVCS	CHECK	ADP-Payroll processing Fee		(2,385.24)	13,822.78
1/24/2011	KATELYN CUMMINGS	CHECK	EMPLOYEE- T&E reimbursement		(1,650.22)	12,172.56
1/24/2011	RUBY GARCIA	CHECK	Store Ind Contract		(80.00)	12,092.56
1/24/2011	SHANTHEL DOMINGUEZ	CHECK	Store Ind Contract		(122.00)	11,970.56
1/24/2011	RITO MEDINA	CHECK	Store Ind Contract		(64.00)	11,906.56
1/24/2011	JENNIFER QUESADA	CHECK	Store Ind Contract		(22.79)	11,883.77
1/24/2011	JENNIFER QUESADA	CHECK	Store Ind Contract		(50.00)	11,833.77
1/24/2011	ANTHONY CHARLES GONZALEZ	CHECK	Store Ind Contract		(80.00)	11,753.77
1/24/2011	MAYRA REYNOSO ROSALES	CHECK	Store Ind Contract		(168.00)	11,585.77
1/24/2011	MARTHA ROSLIA ARROYO	CHECK	Store Ind Contract		(363.44)	11,222.33
1/24/2011	STEVEN A BARREDA	CHECK	Store Ind Contract		(224.00)	10,998.33
1/24/2011	ALEXIS MEJIA	CHECK	Store Ind Contract		(160.00)	10,838.33
1/24/2011	JESSICA ARTEGA	CHECK	Store Ind Contract		(196.64)	10,641.69
1/24/2011	ASHLEY MEDINA	CHECK	Store Ind Contract		(152.00)	10,489.69
1/24/2011	ANTHONY AVALOS-CRUZ	CHECK	Store Ind Contract		(165.28)	10,324.41
1/24/2011	BERNADETTE PICHARDO	CHECK	Store Ind Contract		(64.00)	10,260.41
1/24/2011	DIEGO LOYA	CHECK	Store Ind Contract		(80.00)	10,180.41
1/24/2011	ANGELA HALL	CHECK	Store Ind Contract		(64.00)	10,116.41
1/24/2011	JOSE ZAVALA	CHECK	Store Ind Contract		(159.50)	9,956.91
1/24/2011	CAMERON BEACH	CHECK	Store Ind Contract		(40.00)	9,916.91
1/24/2011	DEBBIE GARCIA ORTIZ	CHECK	TEMP HELP		(820.00)	9,096.91
1/25/2011	ANA ROCHA	CHECK	Store Ind Contract		(327.60)	8,769.31
1/25/2011	JASON BAIZAS	CHECK	Store Ind Contract		(427.13)	8,342.18
1/25/2011	ELIZABETH SPARKS	CHECK	Store Ind Contract		(108.75)	8,233.43
1/25/2011	BETHANY HERNANDEZ	CHECK	Store Ind Contract		(140.00)	8,093.43
1/25/2011	BOBBY SANTILLIAN	CHECK	Store Ind Contract		(176.00)	7,917.43
1/25/2011	CRYSTAL SAUNDERS	CHECK	Store Ind Contract		(30.23)	7,887.20
1/25/2011	ALEXANDER BENAVIDEZ	CHECK	Store Ind Contract		(104.00)	7,783.20
1/25/2011	SANDRA RAMIREZ	CHECK	Store Ind Contract		(117.81)	7,665.39
1/25/2011	RONALD HARRIS	CHECK	Store Ind Contract		(64.00)	7,601.39
1/25/2011	JAMES CARTER	CHECK	Store Ind Contract		(64.00)	7,537.39
1/25/2011	LYNDY C PERALTA	CHECK	Store Ind Contract		(101.25)	7,436.14
1/25/2011	BOBBY SANTILLIAN	CHECK	Store Ind Contract		(112.00)	7,324.14
1/25/2011	JULIANN MENDEZ	CHECK	Store Ind Contract		(120.00)	7,204.14
1/25/2011	PATRICIA GOMEZ	CHECK	Store Ind Contract		(112.00)	7,092.14
1/26/2011	ADP INC	CHECK	ADP-Payroll processing Fee		(4,636.08)	2,456.06
1/26/2011	ADP INC	CHECK	ADP-Payroll processing Fee		(4,357.65)	(1,901.59)
1/26/2011	PETER LYTNGOE	CHECK	EMPLOYEE- T&E reimbursement		(280.18)	(2,181.77)
1/26/2011	CARRIE HALL	CHECK	EMPLOYEE- T&E reimbursement		(178.19)	(2,359.96)
1/26/2011	THOMAS SHAW	CHECK	EMPLOYEE- T&E reimbursement		(978.93)	(3,338.89)
1/26/2011	THOMAS SHAW	CHECK	EMPLOYEE- T&E reimbursement		(574.80)	(3,913.69)
1/26/2011	STATE OF NEW MEXICO	WIRE	Sales Tax		(61,678.21)	(65,591.90)
1/26/2011	STATE OF WASHINGTON	WIRE	Sales Tax		(38,174.23)	(103,766.13)
1/26/2011	JAZMIN ORTEGA	CHECK	Store Ind Contract		(96.00)	(103,862.13)
1/26/2011	ARTURO ALVARADO	CHECK	Store Ind Contract		(184.00)	(104,046.13)
1/26/2011	SADE LA-NEECE CASTRO	CHECK	Store Ind Contract		(121.44)	(104,167.57)
1/26/2011	MELISSA A BADER	CHECK	Store Ind Contract		(128.00)	(104,295.57)
1/26/2011	VINCENT D PERKINS	CHECK	TEMP HELP		(1,412.00)	(105,708.37)
1/26/2011	PNC	WIRE	Transfer from Operating account	112,800.51		7,092.14
1/27/2011	MARY FELKER	CHECK	EMPLOYEE- T&E reimbursement		(50.00)	7,042.14
1/27/2011	ALEX ARAILA	CHECK	Store Ind Contract		(144.00)	6,898.14
1/27/2011	ANDREW ROSALES	CHECK	Store Ind Contract		(64.00)	6,834.14
1/27/2011	SERRA DELLAVALLE	CHECK	Store Ind Contract		(68.00)	6,766.14
1/27/2011	SARAH WENBAN	CHECK	TEMP HELP		(250.00)	6,516.14
1/28/2011	THOMAS SHAW	CHECK	EMPLOYEE- T&E reimbursement		(234.61)	6,281.53
1/28/2011	CITY OF TUCSON	CHECK	Sales Tax		(2,395.12)	3,886.41
1/28/2011	CITY OF NOGALES	CHECK	Sales Tax		(5.88)	3,880.53
1/28/2011	CITY OF SCOTTSDALE	CHECK	Sales Tax		(3.03)	3,877.50
1/28/2011	CITY OF TEMPE	CHECK	Sales Tax		(2,459.91)	1,417.59
1/28/2011	CITY OF TUCSON	CHECK	Sales Tax		(3,756.90)	(2,339.31)
1/28/2011	ARIZONA	WIRE	Sales Tax		(111,760.82)	(114,100.23)
1/28/2011	CORTNIE MALDONADO	CHECK	Store Ind Contract		(40.00)	(114,140.23)
1/28/2011	SHELLY HABERMAN	CHECK	TEMP HELP		(800.00)	(114,940.23)
1/28/2011	PNC	WIRE	Transfer from Operating account	121,456.37		6,516.14
			Total:	292,906.73	(266,597.17)	6,516.14
			Summary:			
			Opening balance			(19,793.42)
			ADP-Payroll processing Fee		(20,059.01)	
			Pre-petition T&E reimbursement		(5,420.97)	
			EMPLOYEE- T&E reimbursement		(1,978.27)	
			EXPENSE-CHECK GUARANTEED FEES		(950.00)	
			EXPENSE-store POS support			
			Insurance			

DATE	NAME	TYPE	CATEGORY	Debit	Credit	Balance
			Balance			
			MEDICAL INSURANCE			
			Pre-petition expenses			
			Pre-petition freight			
			Pre-petition Marketing exp			
			Pre-petition payroll			
			Pre-petition Rent			
			REVOLVER LOAN			
			Sales Tax		(220,234.20)	
			Store Ind Contract		(7,022.72)	
			TEMP HELP		(10,932.00)	
			Transfer from Operating account	292,906.73		
			Total:	292,906.73	(266,597.17)	6,516.14
OPERATING ACCOUNT 1/3/11 TO 1/29/11						
				Debit	Credit	Balance
11-Jan-11	PNC	WIRE	EMPLOYEE-MANUAL PAYROLL CHECKS	0.00	(3,476.07)	6,523.93
11-Jan-11	ADVANTAGE IQ	WIRE	UTILITIES	0.00	(28,006.55)	(21,482.62)
14-Jan-11	PNC	WIRE	TRANSFER-TO COVER NSF CHECKS DATED 1/10	19,793.42	0.00	(1,689.20)
18-Jan-11	ABELCO	WIRE	BORROW FUNDS TO COVER EXPENSES	548,949.00	0.00	547,259.80
18-Jan-11	PNC	WIRE	EXPENSE STAND BY LC FEE DEC 2010	0.00	(516.67)	546,743.13
18-Jan-11	PNC	WIRE	TRANSFER TO A/P DISBURSEMENT ACCT.	0.00	(58,649.85)	488,093.28
18-Jan-11	ADVANTAGE IQ	WIRE	UTILITIES	0.00	(37,832.68)	450,260.60
19-Jan-11	ADP PAYROLL	WIRE	EMPLOYEE	0.00	(497,745.04)	(47,484.44)
19-Jan-11	ADP PAYROLL-MISC CREDIT/CREDIT	WIRE	EMPLOYEE	328.79	0.00	(47,155.65)
19-Jan-11	PNC	WIRE	EMPLOYEE-MANUAL PAYROLL CHECKS	0.00	(1,686.87)	(48,842.52)
19-Jan-11	PNC	WIRE	EMPLOYEE-MANUAL PAYROLL CHECKS TRANSFER	0.00	(4,256.32)	(53,098.84)
19-Jan-11	GORDON BROTHERS	WIRE	REIMBURSEMENTS	429,464.00	0.00	376,365.16
20-Jan-11	ADP	WIRE	EMPLOYEE-FSA	0.00	(914.17)	375,450.99
20-Jan-11	ADP	WIRE	EMPLOYEE-PAYROLL TAXES	0.00	(189,964.41)	185,486.58
20-Jan-11	ADP PAYROLL TAXES	WIRE	EMPLOYEE-PAYROLL TAXES	0.00	(62.68)	185,423.90
20-Jan-11	TEXAS COMPTROLLER	WIRE	SALES TAX	0.00	(61,521.51)	123,902.39
21-Jan-11	ADP	WIRE	EMPLOYEE-GARNISHMENT-ADP	0.00	(1,117.15)	122,785.24
21-Jan-11	GORDON BROTHERS	WIRE	REIMBURSEMENTS	749,158.04	0.00	871,943.28
24-Jan-11	TRANSAMERICA	WIRE	EMPLOYEE-401K	0.00	(20,054.85)	851,888.43
24-Jan-11	ADVANTAGE IQ	WIRE	UTILITIES	0.00	(15,810.92)	836,077.51
25-Jan-11	ABELCO	WIRE	BORROW FUNDS TO COVER EXPENSES	1,640,957.98	0.00	2,477,035.49
25-Jan-11	PNC	WIRE	EMPLOYEE-MANUAL PAYROLL CHECKS	0.00	(43,738.41)	2,433,297.08
25-Jan-11	PNC	WIRE	EMPLOYEE-MANUAL PAYROLL CHECKS	0.00	(3,455.13)	2,429,841.95
25-Jan-11	ADVANTAGE IQ	WIRE	UTILITIES	0.00	(5,939.68)	2,423,902.27
26-Jan-11	PNC	WIRE	TRANSFER TO A/P DISBURSEMENT ACCT.	0.00	(112,800.51)	2,311,101.76
27-Jan-11	ADVANTAGE IQ	WIRE	UTILITIES	0.00	(4,073.42)	2,307,028.34
28-Jan-11	GORDON BROTHERS	WIRE	REIMBURSEMENTS	1,782,153.67	0.00	4,089,182.01
28-Jan-11	PNC	WIRE	TRANSFER TO A/P DISBURSEMENT ACCT.	0.00	(121,456.37)	3,967,725.64
				5,170,804.90	(1,213,079.26)	3,967,725.64
				Debit	Credit	Balance
			Opening Balance			10,000.00
			Funds received from Ableco	2,189,906.98		
			PNC revolver			
			Received from GB/Hilco	2,960,775.71		
			ADP -refund of Security Deposit			
			ADP -refund of payroll	328.79		
			Refund from PNC (NSF checks)	19,793.42		
			Payroll & Related Taxes		(766,471.10)	
			Transfer to Disbursement account		(292,906.73)	
			EXPENSE STAND BY LC FEE DEC 2010		(516.67)	
			EXPENSE STAND BY LC FEE JAN 2010			
			EXPENSE-CAA FEES			
			EXPENSE-TERM LOAN INTEREST			
			PR- PRESS RELEASE			
			GOB-RETAINER EXPENSE			
			Insurance			
			Legal			
			UTILITIES		(91,663.25)	
			SALES TAX		(61,521.51)	
				5,170,804.90	(1,213,079.26)	3,967,725.64
				Debit	Credit	Balance
			BEGINNING BALANCE	271,379.31		271,379.31
11-Jan-11	AMEX		CREDIT CARD RECEIPT	3,953.47		258,859.57
11-Jan-11	DISCOVER		CREDIT CARD RECEIPT	5,493.45		264,353.02
11-Jan-11	PAYPAL		CREDIT CARD RECEIPT	0.00		264,353.02
11-Jan-11	VISA/MC		CREDIT CARD RECEIPT	213,720.02		478,073.04
11-Jan-11	VISA/MC(AB.COM)		CREDIT CARD RECEIPT	9,169.42		487,242.46
11-Jan-11	DEBIT CARD		DEBIT CARD RECEIPT	398,843.96		886,086.42
11-Jan-11	WELLS FARGO BANK		CASH DEPOSIT	345,938.14		1,232,024.56
11-Jan-11	PNC		PAY DOWN REVOLVER LOAN	0.00	(254,906.10)	977,118.46
12-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	9,010.41		986,128.87
12-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	2,914.86		989,043.73
12-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		989,043.73
12-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	88,611.80		1,077,655.53
12-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		1,077,655.53
12-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	84,909.98		1,162,565.51
12-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	162,578.89		1,325,144.40
12-Jan-11	PNC		PAY DOWN REVOLVER LOAN	0.00	(977,118.46)	348,025.94
13-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	10,161.02		358,186.96
13-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	0.00		358,186.96
13-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		358,186.96
13-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	46,417.64		404,604.60
13-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		404,604.60
13-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	85,557.04		490,161.64
13-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	105,085.95		595,247.59
13-Jan-11	GORDON BROTHERS		GOB-INVENTORY	3,831,855.74		4,427,103.33
13-Jan-11	HILCO		GOB-INVENTORY	3,831,855.50		8,258,958.83
14-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	7,195.47		8,266,154.30
14-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	0.00		8,266,154.30
14-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		8,266,154.30
14-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	39,856.07		8,306,010.37

			Balance			
DATE	NAME	TYPE	CATEGORY	Debit	Credit	Balance
14-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		8,306,010.37
14-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	88,522.31		8,394,532.68
14-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	78,120.58		8,472,653.26
14-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(595,247.99)	7,877,405.27
14-Jan-11	ABELCO		PAY DOWN LOAN	0.00	(4,840,954.53)	3,036,450.74
14-Jan-11	PNC		PAY DOWN REVOLVER LOAN	0.00	(2,822,756.31)	213,694.43
18-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	15,269.31		228,963.74
18-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	0.00		228,963.74
18-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		228,963.74
18-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	43,436.89		272,400.63
18-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		272,400.63
18-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	102,759.43		375,160.06
18-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	271,106.66		646,266.72
18-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(212,005.23)	434,261.49
19-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	19,328.27		453,589.76
19-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	13,385.87		466,975.63
19-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		466,975.63
19-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	488,830.62		955,806.25
19-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		955,806.25
19-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	981,488.83		1,937,295.08
19-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	821,725.06		2,759,020.14
19-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(897,237.12)	1,861,783.02
20-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	7,244.34		1,869,027.36
20-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	2,189.08		1,871,216.44
20-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		1,871,216.44
20-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	93,056.36		1,964,272.80
20-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		1,964,272.80
20-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	120,289.68		2,084,562.48
20-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	221,585.38		2,306,147.86
20-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(1,867,216.44)	438,931.42
21-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	8,149.58		447,081.00
21-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	2,419.11		449,500.11
21-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		449,500.11
21-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	78,818.84		528,318.95
21-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		528,318.95
21-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	132,535.23		660,854.18
21-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	135,281.72		796,135.90
21-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(445,500.11)	350,635.79
24-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	27,177.71		377,813.50
24-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	2,527.43		380,340.93
24-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		380,340.93
24-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	87,309.24		467,650.17
24-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		467,650.17
24-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	148,896.14		616,546.31
24-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	345,121.87		961,668.18
24-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(376,340.93)	585,327.25
25-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	34,881.83		620,209.08
25-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	17,893.66		638,102.64
25-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		638,102.64
25-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	612,041.77		1,250,144.41
25-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		1,250,144.41
25-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	720,424.77		1,970,569.18
25-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	630,796.14		2,601,365.32
25-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(634,102.64)	1,967,262.68
26-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	14,865.44		1,982,128.12
26-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	1,132.17		1,983,260.29
26-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		1,983,260.29
26-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	73,249.39		2,056,509.68
26-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		2,056,509.68
26-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	88,977.50		2,145,487.18
26-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	156,615.20		2,302,102.38
26-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(1,979,260.29)	322,842.09
27-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	3,518.53		326,360.62
27-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	2,577.66		328,938.28
27-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		328,938.28
27-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	64,375.13		393,313.41
27-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		393,313.41
27-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	101,616.97		494,930.38
27-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	149,657.23		644,787.61
27-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(324,938.28)	319,849.33
28-Jan-11	AMEX		GOB-CREDIT CARD RECEIPT	12,132.39		331,981.72
28-Jan-11	DISCOVER		GOB-CREDIT CARD RECEIPT	3,325.17		335,306.89
28-Jan-11	PAYPAL		GOB-CREDIT CARD RECEIPT	0.00		335,306.89
28-Jan-11	VISA/MC		GOB-CREDIT CARD RECEIPT	64,451.31		399,758.20
28-Jan-11	VISA/MC(AB.COM)		GOB-CREDIT CARD RECEIPT	0.00		399,758.20
28-Jan-11	DEBIT CARD		GOB-DEBIT CARD RECEIPT	106,089.84		505,848.04
28-Jan-11	WELLS FARGO BANK		GOB-CASH DEPOSIT	111,251.55		617,099.59
28-Jan-11	GORDON BROTHERS		GOB-CASH SWEEP	0.00	(331,306.89)	285,792.70
				16,589,777.92	(16,558,891.32)	285,792.70

			Balance			
DATE	NAME	TYPE	CATEGORY	Debit	Credit	Balance
			Operating account	5,170,804.90	(1,213,079.26)	3,967,725.64
			Collection Account	16,589,777.92	(16,558,891.32)	285,792.70
				22,053,489.55	(18,038,567.75)	4,260,034.48
	Summary			Period		
				1/2/2011 to		
				1/29/201		
	Receipts					
	Cash from Pre-petition sales					
	Cash from Pre-petition sales tax					
	Cash relating to GOB sales					
	Guaranty Deposit from GB/Hilco			8,926,066.68		
	Borrowed from PNC on the revolver			7,663,711.24		
	Funds Received from Abelco for payment of expenses			2,189,906.98		
	Funds Received from GB/Hilco for payment of expenses			2,960,775.71		
	ADP -refund of payroll			328.79		
	Refund from PNC (NSF checks)			19,793.42		
				21,760,582.82		
	Operating Disbursement					
	Pay down PNC			4,054,780.87		
	Paid down Abelco			4,840,954.53		
	Cash swept to GB/Hilco			7,663,155.92		
	ADP-Payroll processing Fee			20,059.01		
	EMPLOYEE- T&E reimbursement			5,420.97		
	EXPENSE-CHECK GUARANTEED FEES			1,978.27		
	EXPENSE-store POS support			950.00		
	MEDICAL INSURANCE					
	Store Independent Contract			7,022.72		
	TEMP HELP			10,932.00		
	Payroll & Related Taxes			766,471.10		
	EXPENSE STAND BY LC FEE DEC 2010			516.67		
	EXPENSE-CAA FEES					
	EXPENSE-TERM LOAN INTEREST					
	PR- PRESS RELEASE					
	GOB-RETAINER EXPENSE					
	Insurance					
	Legal					
	UTILITIES			91,663.25		
	SALES TAX			281,755.71		
				17,745,661.02		
	Operating Cash Flow			4,014,921.80		
	Net Cash Flow			4,014,921.80		
	Opening Cash			245,112.68		
	Ending Cash			4,260,034.48		
	Opening Revolver balance 1/11/2011			3,013,187.84		
	Additional Borrowing					
	Expenses incurred from PNC Revolver					
	PNC Legal fees		63,397.71			
	UPS settlement		750,000.00			
	PNC bank & LC fees		58,401.90			
	NSF checks - hold		19,793.42			
	Letter of credit hold		150,000.00	1,041,593.03		
				4,054,780.87		
	Less: paid down			-4,054,780.87		

In re Anchor Blue Holding Corp.
Debtors

Case No. 11-10110 (PJW)

GL ACCT#	BANK ACCOUNT NAME	BANK BALANCE AS OF 1/29/11
10015	A/P DISBURSEMENTS-PNC	6,516.14
10045	MANUAL PAYROLL-PNC	41,128.07
10140	COLLECTION ACCT-PNC	285,792.70
10147	OPERATING CONC-PNC	3,967,725.64
10020	DEPOSITORY-WELLS FARGO	187,680.19
10035	FLEXIBLE SPENDING-WELLS FARGO	4,274.16
	TOTAL	4,493,116.90

In re Anchor Blue Holding Corp.
Debtors

Case No. 11-10110 (PIW)

SCHEDULE OF PROFESSIONAL FEES AND EXPENSES PAID

This schedule is to include all retained professional payments from case inception to current month.

NONE

Payee	Period Covered	Amount Approved	Wire		Check		Amount Paid	Yr-to-Date Amount Paid
			Number	Date	Number	Date		
Totals								

In re Anchor Blue Holding Corp.
Debtors

Case No. 11-10110 (PJW)
Reporting Period: Jan 11, 2011 - Jan 29, 2011

STATEMENT OF OPERATIONS
(Income Statement)

	FY11 Jan 2011
SALES - GB/Hilco	8,557,411.0
COST - SALES -TOTAL	<u>13,003,156.5</u>
GROSS PROFIT - TOTAL	(4,445,745.5)
SALARIES / COMMISSIONS	385,267.2
BENEFITS / PAYROLL TAXES	61,642.8
OCCUPANCY	
ADVERTISING / PROMOTION	0.0
TELEPHONE	11,225.0
HARDWARE/SOFTWARE	26,934.0
LOSS ON SALE OF FIXED ASSETS	6,032,676.9
FREIGHT	0.0
OTHER OPERATING EXPENSES	<u>11,767.0</u>
TOTAL OPERATING EXPENSES	6,529,512.9
NET PROFIT / (LOSS) BEFORE OTHER INC & EXPENSES	(10,975,258.3)
NON OPERATING INCOME	
INTEREST EXPENSE	127,826.6
NON OPERATING EXPENSES	<u></u>
NET PROFIT / (LOSS) BEFORE INCOME TAXES	(11,103,084.9)
TAXES	0.0
NET PROFIT / (LOSS)	(11,103,084.9)

In re Anchor Blue Holding Corp.
Debtors
MOR-3

Case No. 11-10110 (PJW)
Reporting Period: Jan 11, 2011 - Jan 29, 2011

BALANCE SHEET

ASSETS

CASH AND CASH EQUIVALENTS	4,493,117
ACCOUNTS RECEIVABLE	0
INVENTORIES	0
PREPAID EXPENSES	0
DEFERRED TAX ASSET CURRENT	0
INCOME TAX RECEIVABLE	0
DUE FROM RELATED PARTIES	0
OTHER CURRENT ASSETS	0
LAND	0
BUILDINGS	0
FIXTURES, VEHICLES, EQUIPMENT AND LEASEHOLD IMPROVEMENTS	53,000
ACCUMULATED DEPRECIATION AND AMORTIZATION	0
INVESTMENTS	0
DEPOSITS	161,000
GOODWILL, NET	0
DEFERRED TAX ASSET	0
OTHER LONG-TERM ASSETS	450,000
	<u>5,157,117</u>

LIABILITIES

ACCOUNTS PAYABLE PRE PETITION	12,723,846
ACCOUNTS PAYABLE POST PETITION TRADE	192,266
ACCOUNTS PAYABLE POST PETITION ACCRUALS	1,477,995
SALES TAX PAYABLE	2,467,453
ACCRUED EXPENSES	
INCOME TAX PAYABLE	0
CURRENT PORTION OF LONG-TERM DEBT	0
CURRENT PORTION OF DEFERRED TAX LIABILITY	0
CURRENT PORTION - DEFERRED REVENUE AND UNEARNED DISCOUNTS	0
LINE-OF-CREDIT	
LONG-TERM DEBT	18,450,000
LONG-TERM OBLIGATIONS	0
DEFERRED TAX LIABILITY	0
DEFERRED REVENUE AND UNEARNED DISCOUNTS	0
DEFERRED RENT	0

EQUITY

STOCKHOLDER'S EQUITY	-30,154,443
	<u>5,157,117</u>

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
Federal						
Withholding	0	0	0			0
FICA-Employee	0	0	0			0
FICA-Employer	0	0	0			0
Unemployment	0	0	0			0
Income						
Other:						
Total Federal Taxes	0	0	0			0
State and Local						
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: Garnishments	0	0	0			0
Total State and Local	0	0	0			0
Total Taxes	0	0	0			0

SUMMARY OF UNPAID POSTPETITION DEBTS

	Current	Number of Days Past Due				Total
	0-30	31-60	61-90	Over 90		
Accounts Payable	192,266					192,266
Wages Payable	0	0				
Taxes Payable	0	0				
Rent/Leases-Building	0	0				0
Rent/Leases-Equipment	0	0				
Secured Debt/Adequate Protection Payments	0	0				
Professional Fees	0	0				
Amounts Due to Insiders*	0	0				
Other	0	0				
Other	0	0				
Total Postpetition Debts	192,266	0	0	0	0	192,266

Note: Due to systems limitations, the Debtor can only report accounts payable on an aggregate level without incurring significant cost to the Estate.

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).

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation		Amount
Total Accounts Receivable at the beginning of the reporting period		0
Net Change in Accounts Receivable		0
Total Accounts Receivable at the end of the reporting period		0
Accounts Receivable Aging		Amount
0 - 30 days old		NA
31 - 60 days old		NA
61 - 90 days old		NA
91+ days old		NA
Total Accounts Receivable		NA
Amount considered uncollectible (Bad Debt)		NA
Accounts Receivable (Net)		NA
Miscellaneous Receivables		NA
Accounts Receivable per Balance Sheet		0

Note: Due to systems limitations, the Debtor can only report Accounts Receivable on an aggregate level without incurring significant cost to the Estate.

DEBTOR QUESTIONNAIRE

Must be completed each month		Yes	No
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	
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.		X	
5. Has any bank account been opened during the reporting period? If yes, provide documentation identifying the opened account(s). If an investment account has been opened provide the required documentation pursuant to the Delaware Local Rule 4001-3.		X	

Debtor Questionnaire Question 5

An escrow account for Utility deposit was opened with Wells Fargo Bank on 2/3/2011
Account # 4124804527. Form attached

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:

Anchor Blue Holding Corp., et al.,¹

Debtors.

Chapter 11

Case No. 11-10110 (PJW)

Jointly Administered

**ATTESTATIONS REGARDING DEBTORS'
JANUARY, 2011 MONTHLY OPERATING REPORT**

1. All of the Debtors' bank reconciliations have been performed and are current.
2. All of the Debtors' fiduciary tax obligations are current.

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are: Anchor Blue Holding Corp. (1314) and Anchor Blue, Inc. (9916). The mailing address for both of the Debtors is 1260 Corona Pointe Ct., Corona, CA 92879.