

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements listed in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CON'T)]

	OPER.	BANK ACCOUNTS			CURRENT MONTH		CUMULATIVE FILING TO DATE	
		PAYROLL	TAX	OTHER	ACTUAL	PROJECTED	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		1,000			1,000	1,000	6,031	6,031
RECEIPTS								
CASH SALES								
ACCOUNTS RECEIVABLE								
LOANS AND ADVANCES								
SALE OF ASSETS					0		19,971,372	20,000,000
OTHER (ATTACH LIST)								
TRANSFERS (FROM DIP ACCTS)		3,750			3,750	8,500	5,156,994	8,570,519
TOTAL RECEIPTS		3,750			3,750	8,500	25,128,366	28,570,519
DISBURSEMENTS								
NET PAYROLL							404,256	364,000
PAYROLL TAXES							257,370	211,000
SALES, USE, & OTHER TAXES							770	
INVENTORY PURCHASES								
SECURED/RENTAL/LEASES							7,800	7,800
INSURANCE								
ADMINISTRATIVE		3,750			3,750	3,000	1,109,937	1,574,750
SELLING								
OTHER (ATTACH LIST)								
OWNER DRAW *								
TRANSFERS (TO DIP ACCTS)							19,521,372	20,000,000
PROFESSIONAL FEES					0	5,500	3,762,017	6,337,000
U.S. TRUSTEE QUARTERLY FEES					0		69,875	81,000
COURT COSTS								
TOTAL DISBURSEMENTS		3,750			3,750	8,500	25,133,397	28,575,550
NET CASH FLOW		0			0	0	-5,031	-5,031
(RECEIPTS LESS DISBURSEMENTS)								
CASH - END OF MONTH		1,000			1,000	1,000	1,000	1,000

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)	
TOTAL DISBURSEMENTS	3,750
LESS: TRANSFERS TO DEBTOR IN POSSESSION ACCOUNTS	0
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	0
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	3,750

Disbursements

<u>Date</u>	<u>Vendor</u>	<u>Amount</u>	<u>Pymt Type</u>
10/22/2011	Daniels Partners LLC	3,750.00	Check

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Account Number:

For the period 10/01/2011 to 10/31/2011

ASCENDIA BRANDS INC
OPERATING
ATTN KEITH DANIELS
PO BOX 450
PENNS PARK PA 18943-0450

Number of enclosures: 0

Tax ID Number: 75-2228820

 For Client Services:
Call 1-800-669-1518

 Visit us at PNC.com/treasury

Write to: Treas Mgmt Client Care
One Financial Parkway
Locator Z1-Yb42-03-1
Kalamazoo MI 49009

Account Summary Information

Balance Summary

	Beginning balance	Deposits and other credits	Checks and other debits	Ending balance
	1,000.00	.00	.00	1,000.00

Deposits and Other Credits

Description	Items	Amount	Checks and Other Debits	Items	Amount
Deposits	0	.00	Checks	0	.00
National Lockbox	0	.00	Returned Items	0	.00
ACH Credits	0	.00	ACH Debits	0	.00
Funds Transfers In	0	.00	Funds Transfers Out	0	.00
Trade Services	0	.00	Trade Services	0	.00
Investments	0	.00	Investments	0	.00
Zero Balance Transfers	0	.00	Zero Balance Transfers	0	.00
Adjustments	0	.00	Adjustments	0	.00
Other Credits	0	.00	Other Debits	0	.00
Total	0	.00	Total	0	.00

Ledger Balance

Date	Ledger balance
10/01	1,000.00