

### 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 (CONT)]

	BANK ACCOUNTS				CURRENT MONTH		CUMULATIVE FILING TO DATE	
	OPER.	PAYROLL	TAX	OTHER	ACTUAL	PROJECTED	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	1,000				1,000	1,000	6,031	6,031
<b>RECEIPTS</b>								
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
<b>TOTAL RECEIPTS</b>	<b>3,750</b>				<b>3,750</b>	<b>8,500</b>	<b>25,128,366</b>	<b>28,570,519</b>
<b>DISBURSEMENTS</b>								
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								
<b>TOTAL DISBURSEMENTS</b>	<b>3,750</b>				<b>3,750</b>	<b>8,500</b>	<b>25,133,397</b>	<b>28,575,550</b>
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
<b>TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES</b>	<b>3,750</b>

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
Deposits	0	.00
National Lockbox	0	.00
ACH Credits	0	.00
Funds Transfers In	0	.00
Trade Services	0	.00
Investments	0	.00
Zero Balance Transfers	0	.00
Adjustments	0	.00
Other Credits	0	.00
Total	0	.00

### Checks and Other Debits

Description	Items	Amount
Checks	0	.00
Returned Items	0	.00
ACH Debits	0	.00
Funds Transfers Out	0	.00
Trade Services	0	.00
Investments	0	.00
Zero Balance Transfers	0	.00
Adjustments	0	.00
Other Debits	0	.00
Total	0	.00

### Ledger Balance

Date	Ledger balance
10/01	1,000.00