

**Fill in this information to identify your case:**

United States Bankruptcy Court for the:

CENTRAL DISTRICT OF CALIFORNIA

Case number (if known) \_\_\_\_\_ Chapter 11

Check if this an amended filing

Official Form 201

**Voluntary Petition for Non-Individuals Filing for Bankruptcy**

4/16

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and case number (if known). For more information, a separate document, *Instructions for Bankruptcy Forms for Non-Individuals*, is available.

1. Debtor's name USA Sales, Inc.

2. All other names debtor used in the last 8 years  
Include any assumed names, trade names and doing business as names  
DBA Statewide Distributors, Inc.

3. Debtor's federal Employer Identification Number (EIN) 20-5467583

|                     |   |   |
|---------------------|---|---|
| 4. Debtor's address | Principal place of business   | Mailing address, if different from principal place of business  |
|                     | <u>2631 Lindsay Privado Dr.</u><br><u>Ontario, CA 91761</u><br>Number, Street, City, State & ZIP Code | _____<br>P.O. Box, Number, Street, City, State & ZIP Code   |
|                     | <u>San Bernardino</u><br>County   | _____<br>Location of principal assets, if different from principal place of business<br>_____<br>Number, Street, City, State & ZIP Code |

5. Debtor's website (URL) http://usasalesinc.com/

6. Type of debtor  
 Corporation (including Limited Liability Company (LLC) and Limited Liability Partnership (LLP))  
 Partnership (excluding LLP)  
 Other. Specify: \_\_\_\_\_

**7. Describe debtor's business**

A. Check one:

- Health Care Business (as defined in 11 U.S.C. § 101(27A))
- Single Asset Real Estate (as defined in 11 U.S.C. § 101(51B))
- Railroad (as defined in 11 U.S.C. § 101(44))
- Stockbroker (as defined in 11 U.S.C. § 101(53A))
- Commodity Broker (as defined in 11 U.S.C. § 101(6))
- Clearing Bank (as defined in 11 U.S.C. § 781(3))
- None of the above

B. Check all that apply

- Tax-exempt entity (as described in 26 U.S.C. §501)
- Investment company, including hedge fund or pooled investment vehicle (as defined in 15 U.S.C. §80a-3)
- Investment advisor (as defined in 15 U.S.C. §80b-2(a)(11))

C. NAICS (North American Industry Classification System) 4-digit code that best describes debtor.  
See <http://www.uscourts.gov/four-digit-national-association-naics-codes>.

4249

**8. Under which chapter of the Bankruptcy Code is the debtor filing?**

Check one:

- Chapter 7
- Chapter 9

Chapter 11. Check all that apply:

- Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,566,050 (amount subject to adjustment on 4/01/19 and every 3 years after that).
- The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D). If the debtor is a small business debtor, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return or if all of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
- A plan is being filed with this petition.
- Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
- The debtor is required to file periodic reports (for example, 10K and 10Q) with the Securities and Exchange Commission according to § 13 or 15(d) of the Securities Exchange Act of 1934. File the *attachment to Voluntary Petition for Non-Individuals Filing for Bankruptcy under Chapter 11* (Official Form 201A) with this form.
- The debtor is a shell company as defined in the Securities Exchange Act of 1934 Rule 12b-2.

Chapter 12

**9. Were prior bankruptcy cases filed by or against the debtor within the last 8 years?**

- No.
- Yes.

If more than 2 cases, attach a separate list.

District \_\_\_\_\_ When \_\_\_\_\_ Case number \_\_\_\_\_  
District \_\_\_\_\_ When \_\_\_\_\_ Case number \_\_\_\_\_

**10. Are any bankruptcy cases pending or being filed by a business partner or an affiliate of the debtor?**

- No
- Yes.

List all cases. If more than 1, attach a separate list

Debtor \_\_\_\_\_ Relationship \_\_\_\_\_  
District \_\_\_\_\_ When \_\_\_\_\_ Case number, if known \_\_\_\_\_

**11. Why is the case filed in this district?**

Check all that apply:

- Debtor has had its domicile, principal place of business, or principal assets in this district for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other district.
- A bankruptcy case concerning debtor's affiliate, general partner, or partnership is pending in this district.

**12. Does the debtor own or have possession of any real property or personal property that needs immediate attention?**

No

Yes. Answer below for each property that needs immediate attention. Attach additional sheets if needed.

**Why does the property need immediate attention?** (Check all that apply.)

It poses or is alleged to pose a threat of imminent and identifiable hazard to public health or safety.

What is the hazard? \_\_\_\_\_

It needs to be physically secured or protected from the weather.

It includes perishable goods or assets that could quickly deteriorate or lose value without attention (for example, livestock, seasonal goods, meat, dairy, produce, or securities-related assets or other options).

Other \_\_\_\_\_

**Where is the property?** \_\_\_\_\_

Number, Street, City, State & ZIP Code

**Is the property insured?**

No

Yes. Insurance agency \_\_\_\_\_

Contact name \_\_\_\_\_

Phone \_\_\_\_\_

**Statistical and administrative information**

**13. Debtor's estimation of available funds**

Check one:

- Funds will be available for distribution to unsecured creditors.
- After any administrative expenses are paid, no funds will be available to unsecured creditors.

**14. Estimated number of creditors**

1-49

50-99

100-199

200-999

1,000-5,000

5001-10,000

10,001-25,000

25,001-50,000

50,001-100,000

More than 100,000

**15. Estimated Assets**

\$0 - \$50,000

\$50,001 - \$100,000

\$100,001 - \$500,000

\$500,001 - \$1 million

\$1,000,001 - \$10 million

\$10,000,001 - \$50 million

\$50,000,001 - \$100 million

\$100,000,001 - \$500 million

\$500,000,001 - \$1 billion

\$1,000,000,001 - \$10 billion

\$10,000,000,001 - \$50 billion

More than \$50 billion

**16. Estimated liabilities**

\$0 - \$50,000

\$50,001 - \$100,000

\$100,001 - \$500,000

\$500,001 - \$1 million

\$1,000,001 - \$10 million

\$10,000,001 - \$50 million

\$50,000,001 - \$100 million

\$100,000,001 - \$500 million

\$500,000,001 - \$1 billion

\$1,000,000,001 - \$10 billion

\$10,000,000,001 - \$50 billion

More than \$50 billion

Debtor **USA Sales, Inc.**  
Name

Case number (if known)

**Request for Relief, Declaration, and Signatures**

**WARNING --** Bankruptcy fraud is a serious crime. Making a false statement in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

**17. Declaration and signature of authorized representative of debtor**

The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.

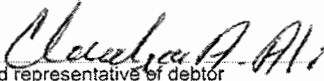
I have been authorized to file this petition on behalf of the debtor.

I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on **May 20, 2016**  
MM / DD / YYYY

**X /s/ Claudia Ali**



Signature of authorized representative of debtor

**Claudia Ali**

Printed name

Title **Surviving Spouse of Kabiruddin Karim Ali  
and 100% beneficiary**

**18. Signature of attorney**

**X /s/ Daren M. Schlecter**

Signature of attorney for debtor

Date **May 20, 2016**

MM / DD / YYYY

**Daren M. Schlecter**

Printed name

**Law Office of Daren M. Schlecter, A Prof. Corp.**

Firm name

**1925 Century Park East, Suite 830**

**Los Angeles, CA 90067**

Number, Street, City, State & ZIP Code

Contact phone **310-553-5747**

Email address

**259537**

Bar number and State

**Fill in this information to identify the case:**

Debtor name **USA Sales, Inc.**  
 United States Bankruptcy Court for the: **CENTRAL DISTRICT OF CALIFORNIA**  
 Case number (if known): \_\_\_\_\_

Check if this is an amended filing

**Official Form 204**

**Chapter 11 or Chapter 9 Cases: List of Creditors Who Have the 20 Largest Unsecured Claims and Are Not Insiders** 12/15

A list of creditors holding the 20 largest unsecured claims must be filed in a Chapter 11 or Chapter 9 case. Include claims which the debtor disputes. Do not include claims by any person or entity who is an insider, as defined in 11 U.S.C. § 101(31). Also, do not include claims by secured creditors, unless the unsecured claim resulting from inadequate collateral value places the creditor among the holders of the 20 largest unsecured claims.

| Name of creditor and complete mailing address, including zip code | Name, telephone number and email address of creditor contact | Nature of claim (for example, trade debts, bank loans, professional services, and government contracts) | Indicate if claim is contingent, unliquidated, or disputed | Amount of claim   |   |                 |
|---|--|---|--|---|---|-----------------|
|   |  |   |  | If the claim is fully unsecured, fill in only unsecured claim amount. If claim is partially secured, fill in total claim amount and deduction for value of collateral or setoff to calculate unsecured claim. |   |                 |
|   |  |   |  | Total claim, if partially secured   | Deduction for value of collateral or setoff | Unsecured claim |
| Ally<br>P.O. Box 78234<br>Phoenix, AZ 85062                       |  | 2016 Chevy Cargo Van  |  | \$30,587.00   | \$24,435.00                                 | \$6,152.00      |
| Ally<br>P.O. Box 78234<br>Phoenix, AZ 85062-8234                  |  | 2016 Chevy Cargo Van  |  | \$24,725.00   | \$24,435.00                                 | \$290.00        |
| American Express<br>Box 0001<br>Los Angeles, CA 90096-8000        |  | Simply Cash Credit Card   |  |   |   | \$37.00         |
| American Express<br>Box 0001<br>Los Angeles, CA 90096-8000        |  | Credit Card-Plum  |  |   |   | \$998,066.13    |
| American Express<br>Box 0001<br>Los Angeles, CA 90096-8000        |  | Credit Card   |  |   |   | \$293,716.46    |
| Bank of America<br>P.O. Box 15796<br>Wilmington, DE 19884-5796    |  | Credit  |  |   |   | \$41,000.00     |
| Chase<br>P.O. Box 15123<br>Wilmington, DE 19850                   |  | Credit - Southwest  |  |   |   | \$25,000.00     |
| Chase<br>P.O. Box 15123<br>Wilmington, DE 19850                   |  | Credit  |  |   |   | \$25,000.00     |

Debtor **USA Sales, Inc.**  
Name \_\_\_\_\_

Case number (if known) \_\_\_\_\_

| Name of creditor and complete mailing address, including zip code   | Name, telephone number and email address of creditor contact | Nature of claim (for example, trade debts, bank loans, professional services,  | Indicate if claim is contingent, unliquidated, or disputed | Amount of claim<br>If the claim is fully unsecured, fill in only unsecured claim amount. If claim is partially secured, fill in total claim amount and deduction for value of collateral or setoff to calculate unsecured claim. |   |                     |
|---|--|--|--|--|---|---------------------|
|   |  |  |  | Total claim, if partially secured  | Deduction for value of collateral or setoff | Unsecured claim     |
| Estate of Kabir Ali<br>c/o USA Sales, Inc.<br>2631 Lindsay Privado Dr.<br>Ontario, CA 91761   |  | Loans from Sole Stockholder, Contribution Claim of Estate Under California Probate Code (Former Owner/Insider Kabir Ali) |  |  |   | <b>\$440,472.20</b> |
| Zeenat Hirani<br>c/o David L. Brandon<br>Morris Polich and Purdy, LLP<br>1055 West 7 th Street, 24th Floor<br>Los Angeles, CA 90017 |  | Pending Lawsuit  | Unliquidated<br>Disputed<br>Subject to Setoff              |  |   | <b>\$451,015.77</b> |

USA Sales, Inc.  
2631 Lindsay Privado Dr.  
Ontario, CA 91761

Daren M. Schlecter  
Law Office of Daren M. Schlecter, A Prof. Corp.  
1925 Century Park East, Suite 830  
Los Angeles, CA 90067

Ally  
P.O. Box 78234  
Phoenix, AZ 85062-8234

Ally  
P.O. Box 78234  
Phoenix, AZ 85062

American Express  
Box 0001  
Los Angeles, CA 90096-8000

Bank of America  
P.O. Box 15796  
Wilmington, DE 19884-5796

Brian Weiss  
BSW & Associates  
20321 Birch Street, Suite 200  
Newport Beach, CA 92660

Cal. State Board of Equalization  
Appeals Division  
P.O. Box 942879  
Sacramento, CA 94279-0087

Cal. State Board of Equalization  
Account Information Group, MIC:29  
P.O. Box 942879  
Sacramento, CA 94279

Chase  
P.O. Box 15123  
Wilmington, DE 19850

Dana Douglas  
The Douglas Law Group  
333 S Anita Dr Ste 810  
Orange, CA 92868

Discover  
P.O. Box 6103  
Carol Stream, IL 60197-6103

Ed Mattingly  
Mattingly Law Firm  
8554 Katy Freeway, Suite 327  
Houston, TX 77024

Employment Development Department  
Bankruptcy Group MIC 92E  
P. O. Box 826880  
Sacramento, CA 94280

Estate of Kabir Ali  
c/o USA Sales, Inc.  
2631 Lindsay Privado Dr.  
Ontario, CA 91761

Franchise Tax Board  
Attention: Bankruptcy  
P. O. Box 2952  
Sacramento, CA 95812



Internal Revenue Service  
P.O. Box 7346  
Philadelphia, PA 19101-7346

Leaf Financial  
One Commerce Square  
15th Floor  
Philadelphia, PA 19103

McClellan Davis, LLC  
508 Gibson Dr #120  
Roseville, CA 95678

MICO Archibald Partners, LLC  
13191 CROSSROADS PKWY N 6TH FL  
La Puente, CA 91746

Robin Harrison  
Campbell Harrison & Dagley LLP  
4000 Two Houston Center  
909 Fannin  
Houston, TX 77010

San Bernardino Tax Collector  
268 West Hospitality Lane  
First Floor  
San Bernardino, CA 92415

Securities & Exchange Commission  
444 South Flower Street, Suite 900  
Los Angeles, CA 90071

Toyota Financial  
P.O. Box 5855  
Carol Stream, IL 60197-5855

Toyota Financial  
P.O. Box 4102  
Carol Stream, IL 60197-4102

US Banc  
1101 California Ave # 100  
Corona, CA 92881

Zeenat Hirani  
c/o David L. Brandon  
Morris Polich and Purdy, LLP  
1055 West 7 th Street, 24th Floor  
Los Angeles, CA 90017

|   |  |
|---|--|
| Attorney or Party Name, Address, Telephone & FAX Nos., and State Bar No. & Email Address<br><b>Daren M. Schlecter</b><br><b>1925 Century Park East, Suite 830</b><br><b>Los Angeles, CA 90067</b><br><b>310-553-5747 Fax: 310-553-5487</b><br>California State Bar Number: <b>259537</b><br><br>■ Attorney for: | FOR COURT USE ONLY   |
| <b>UNITED STATES BANKRUPTCY COURT<br/>CENTRAL DISTRICT OF CALIFORNIA</b>  |  |
| In re:<br><b>USA Sales, Inc.</b><br><br>Debtor(s),<br><br>Plaintiff(s),<br><br>Defendant(s).  | CASE NO.:<br>ADVERSARY NO.:<br>CHAPTER: <b>11</b><br><br><b>CORPORATE OWNERSHIP STATEMENT<br/>PURSUANT TO FRBP 1007(a)(1)<br/>and 7007.1, and LBR 1007-4</b><br><br>[No hearing] |

*Pursuant to FRBP 1007(a)(1) and 7007.1, and LBR 1007-4, any corporation, other than a governmental unit, that is a debtor in a voluntary case or a party to an adversary proceeding or a contested matter shall file this Statement identifying all its parent corporations and listing any publicly held company, other than a governmental unit, that directly or indirectly own 10% or more of any class of the corporation's equity interest, or state that there are no entities to report. This Corporate Ownership Statement must be filed with the initial pleading filed by a corporate entity in a case or adversary proceeding. A supplemental statement must promptly be filed upon any change in circumstances that renders this Corporate Ownership Statement inaccurate.*

I, **Daren M. Schlecter 259537**, the undersigned in the above-captioned case, hereby declare  
 (Print Name of Attorney or Declarant)  
 under penalty of perjury under the laws of the United States of America that the following is true and correct:

**[Check the appropriate boxes and, if applicable, provide the required information.]**

1. I have personal knowledge of the matters set forth in this Statement because:
- I am the president or other officer or an authorized agent of the Debtor corporation
  - I am a party to an adversary proceeding
  - I am a party to a contested matter
  - I am the attorney for the Debtor corporation
- 2.a.  The following entities, other than the debtor or a governmental unit, directly or indirectly own 10% or more of any class of the corporation's(s') equity interests:  
*[For additional names, attach an addendum to this form.]*
- b.  There are no entities that directly or indirectly own 10% or more of any class of the corporation's equity interest.

**May 20, 2016**  
Date

By: **/s/ Daren M. Schlecter**  
Signature of Debtor, or attorney for Debtor

Name: **Daren M. Schlecter 259537**  
Printed name of Debtor, or attorney for Debtor

UNITED STATES BANKRUPTCY COURT  
CENTRAL DISTRICT OF CALIFORNIA

Attorney or Party Name Address Telephone & FAX Nos.  
State Bar No. & Email Address

Daren M. Schlecter  
Law Office of Daren M. Schlecter, A Prof. Corp.  
1925 Century Park East, Suite 830  
Los Angeles, CA 90067  
310-553-5747 Fax: 310-553-5487  
259537

CASE NO.:  
CHAPTER: 11  
ADVERSARY NO.:  
(If applicable)

Attorney for:

In re:

USA Sales, Inc.

Debtor(s).

ELECTRONIC FILING DECLARATION  
(CORPORATION/PARTNERSHIP)

[LBR 1002-1(f)]

- Petition, statement of affairs, schedules or lists  
 Amendments to the petition, statement of affairs, schedules or lists  
 Other (specify):

Date Filed: 5/20/16  
Date Filed:  
Date Filed:

PART I - DECLARATION OF SIGNATORY OF DEBTOR OR OTHER PARTY

I, the undersigned, declare under penalty of perjury that: (1) I have been authorized by the Debtor or other party on whose behalf the above-referenced document is being filed (Filing Party) to sign and to file, on behalf of the Filing Party, the above-referenced document being filed electronically (Filed Document); (2) I have read and understand the Filed Document; (3) the information provided in the Filed Document is true, correct and complete; (4) the "s/" followed by my name, on the signature lines for the Filing Party in the Filed Document serves as my signature on behalf of the Filing Party and denotes the making of such declarations, requests, statements, verifications and certifications by me and by the Filing Party to the same extent and effect as my actual signature on such signature lines; (5) I have actually signed a true and correct printed copy of the Filed Document in such places on behalf of the Filing Party and provided the executed printed copy of the Filed Document to the Filing Party's attorney; and (6) I, on behalf of the Filing Party, have authorized the Filing Party's attorney to file the electronic version of the Filed Document and this Declaration with the United States Bankruptcy Court for the Central District of California.

Date: 5/20/16

Signature (handwritten) of authorized signatory of Filing Party

Claudia Ali

Printed name of authorized signatory of Filing Party

Surviving Spouse of Kabiruddin Karim Ali and 100%  
beneficiary

Title of authorized signatory of Filing Party

PART II - DECLARATION OF ATTORNEY FOR FILING PARTY

I, the undersigned Attorney for the Filing Party, declare under penalty of perjury that: (1) the "s/" followed by my name, on the signature lines for the Attorney for the Filing Party in the Filed Document serves as my signature and denotes the making of such declarations, requests, statements, verifications and certifications to the same extent and effect as my actual signature on such signature lines; (2) an authorized signatory of the Filing Party signed Part I - Declaration of Authorized Signatory of Debtor or Other Party of this Declaration before I electronically submitted the Filed Document for filing with the United States Bankruptcy Court for the Central District of California; (3) I have actually signed a true and correct hard copy of the Filed Document in the locations that are indicated by "s/" followed by my name, and have obtained the signature of the authorized signatory of the Filing Party in the locations that are indicated by "s/" followed by the name of the Filing Party's authorized signatory, on the true and correct printed copy of the Filed Document; (4) I shall maintain the executed originals of this Declaration and the Filed Document for a period of five years after the closing of the case in which they are filed; and (5) I shall make the executed originals of this Declaration and the Filed Document available for review upon request of the court or other parties.

Date: 5/20/16

Signature (handwritten) of attorney for Filing Party

Daren M. Schlecter 259537

Printed Name of attorney for Filing Party