

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re Lexington Precision Corporation and Lexington Rubber Group, Inc
Debtor

Case No. 08-11153 & 08-11156
Reporting Period: September 2009

Federal Tax I.D. # 22-1830121 & 13-3525759

CORPORATE MONTHLY OPERATING REPORT – September 2009

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	Waived**
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CON'T)	No	Waived**
Copies of bank statements		No	Waived**
Cash disbursements journals		No	Waived**
Statement of Operations	MOR 2	Yes	Consolidated Statement of Operations
Reorganization items paid	MOR-2 (Cont.)	Yes	No explanation necessary.
Balance Sheet	MOR-3	Yes	Consolidated Statement of Operations
Status of Post-petition Taxes	MOR-4	Yes	No explanation necessary.
Copies of IRS Form 6123 or payment receipt		No	Waived**
Copies of tax returns filed during reporting period		No	Waived**
Summary of Unpaid Post-petition Debts	MOR-4	Yes	No explanation necessary.
Listing of Aged Accounts Payable		No	All post-petition accounts payable are current.
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Taxes Reconciliation and Aging	MOR-5	Yes	No explanation necessary.
Payments to Insiders and Professional	MOR-6	Yes	No explanation necessary.
Post Petition Status of Secured Notes	MOR-6	Yes	No explanation necessary.
Debtor Questionnaire	MOR-7	Yes	No explanation necessary.

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 Authorized Individual* /s/ Dennis J. Welhouse _____

Date November 3, 2009

Printed Name of Authorized Individual Dennis J. Welhouse
Senior vice President and CFO

Date November 3, 2009

*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.

** Inclusion of this and certain other information has been waived per discussions with Official Creditors' Committee and the Office of the United States Trustee.

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and 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. 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)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER	PAYROLL	TAX	OTHER	
CASH BEGINNING OF MONTH					
RECEIPTS					
ACCOUNTS RECEIVABLE					967,901.40
DIP LOANS					-
OTHER: Premier Tool and Die					13,295.00
OTHER: Miscellaneous Receipts					8,925.70
TOTAL RECEIPTS					990,122.10
DISBURSEMENTS					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
TOTAL DISBURSEMENTS					1,875,905.23
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)					
CASH - END OF MONTH					

* 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	\$1,875,905.23
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$1,875,905.23

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be from the debtor's books and 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. 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)]

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS				CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	OPER	PAYROLL	TAX	OTHER	
CASH BEGINNING OF MONTH					
RECEIPTS					
ACCOUNTS RECEIVABLE					4,188,420.41
DIP LOANS					-
OTHER: Cobra					-
OTHER: Miscellaneous Receipts					12,062.03
TOTAL RECEIPTS					4,200,482.44
DISBURSEMENTS					
NET PAYROLL					
PAYROLL TAXES					
SALES, USE, & OTHER TAXES					
INVENTORY PURCHASES					
SECURED/ RENTAL/ LEASES					
INSURANCE					
ADMINISTRATIVE					
SELLING					
OTHER (ATTACH LIST)					
OWNER DRAW *					
TRANSFERS (TO DIP ACCTS)					
PROFESSIONAL FEES					
U.S. TRUSTEE QUARTERLY FEES					
COURT COSTS					
TOTAL DISBURSEMENTS					3,604,152.94
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)					
CASH - END OF MONTH					

5,190,604.54

5,480,058.17

* 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	\$3,604,152.94
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	\$0.00
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	\$0.00
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$3,604,152.94

CONSOLIDATED STATEMENTS OF EARNINGS

MONTH

in thousands of dollars

Case no's 08-11153 & 08-11156

	MONTH	
	Actual	
Gross sales	5,712	100.6 %
Returns	24	0.4
Discounts & allowances	10	0.2
Net sales	5,678	100.0
Cost of sales:		
Material cost	1,918	33.8
Direct labor	574	10.1
Factory overhead	2,274	40.0
Total	4,766	83.9
Gross profit	912	16.1
Selling, general & admin. expense:		
Marketing & sales	103	1.8
General & administrative (1)	943	16.6
Total	1,046	18.4
Operating profit	(134)	(2.4)
Nonoperating expense (income):		
Interest expense (2) (3)	638	11.2
Interest (income)	(3)	(0.1)
Total	635	11.2
Earnings (loss) before taxes	(769)	(13.5)
Income taxes	2	0.0
Earnings (loss) from continuing operations	(771)	(13.6)
Income (loss) from discontinued operations	(36)	(0.6)
Net income (loss)	(807)	(14.2) %
EBITDA:		
Operating Profit	(134)	(2.4) %
Depreciation	371	6.5
Amortization (operating only)	37	0.7
EBITDA	274	4.8 %

Other Data & Statistics:

Average number of employees (#)	487	NA
Sales per employee (\$)	140	NA

(1) Includes \$577,000 of expenses incurred in connection with the company's efforts to refinance and or restructure the Company.

(2) Excludes interest expense of \$14,000 allocated to discontinued operations for the month of September 2009.

(3) Includes \$138,000 of interest on missed interest payments for the holders of the Company's unsecured debt and \$33,000 of interest for the holders of the Company's DIP loan.

REORGANIZATION ITEMS		
Professional Fees		
Stout Risius Ross, Inc.		
Andrews Kurth		
Weil, Gotshal & Manges LLP	29,541.91	
W.Y. Campbell & Company		
Nixon Peabody		
Goldin Associates		
U. S. Trustee Quarterly Fees - LRG		
U. S. Trustee Quarterly Fees - LPC		
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - DIP Cash <i>(see continuation sheet)</i>	3,024.04	
Interest Paid to Lexington on Accumulated Cash from Chapter 11 - Operating Cash <i>(see continuation sheet)</i>	192.59	
Gain (Loss) from Sale of Equipment		
Other Reorganization Expenses <i>(attach schedule)</i>		
DIP Interest	34,444.45	
CapitalSource Reimbursement	38,324.58	
Epiq Bankruptcy Solutions, LLC	10,349.63	
Intralinks, Inc.	538.75	
AccuVal Associates, Inc.		
Total Reorganization Expenses		
Income Taxes		
Net Profit (Loss)		

*"Insider" is defined in 11 U.S.C. Section 101(31).

BREAKDOWN OF "OTHER" CATEGORY

OTHER COSTS

OTHER OPERATIONAL EXPENSES

OTHER INCOME

OTHER EXPENSES

OTHER REORGANIZATION EXPENSES

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

"Paid not expense"

CONSOLIDATED BALANCE SHEETS

in thousands of dollars

Case no's 08-11153 & 08-11156

ASSETS	Actual
Current assets:	
Cash	2,785
Marketable securities	112
Accounts receivable	9,112
Inventories	7,968
Prepaid expenses and other current assets	2,830
Deferred income taxes	–
Current assets of discontinued operations	32
Total current assets	<u>22,839</u>
Plant & equipment	
Land	2,295
Buildings	13,750
Machinery & equipment	109,330
	<u>125,375</u>
Accumulated depreciation	109,102
Plant & equipment, net	<u>16,273</u>
Plant & equipment of discontinued operations, net	1,150
Goodwill	7,623
Deferred financing expenses	–
Other assets	489
	<u>48,374</u>
	<u>48,374</u>
LIABILITIES & SHAREHOLDERS' DEFICIT	
Current liabilities:	
Accounts payable	8,912 (1)
Accrued income taxes	30
Accrued interest expense	17,628
Accrued operating expenses	4,667 (2)
Short-term debt	18,219 (3)
Current portion of LTD	53,149
Current liabilities of discontinued operations	301
Total current liabilities	<u>102,906</u>
Long-term debt, net of current portion	–
Long-term portion of post-retirement obligation	235
Other long term liabilities	99
Deferred income taxes	–
Shareholders' deficit:	
Common stock	1,245
Add'l paid-in-capital	13,204
Accumulated deficit	(69,213)
Accumulated other comprehensive loss	(102)
Total shareholders' deficit	<u>(54,866)</u>
	<u>48,374</u>

(1) As of September 30, 2009, accounts payable includes prepetition accounts payable in the amount of \$5,432,000, and \$887,000 of billings from attorneys, investment advisors and other fees and expenses incurred in connection with the Company's filing under chapter 11 of the Bankruptcy Code. At September 30, 2009, current liabilities of discontinued operations included prepetition accounts payable in the amount of \$174,000.

(2) As of September 30, 2009, accrued expenses includes \$882,000 of fees and expenses accrued in connection with the Company's filing under chapter 11.

(3) Includes revolving line of credit in the amount of \$14,219,000 and the DIP loan in the amount of \$4,000,000.

Lexington Precision Corporation - Consolidated
Case No. 08-11153 & 08-11156
Status of Post-Petition Taxes
September 2009

	9/2	9/3	9/9	9/10	9/14	9/16	9/17	9/23	9/24	9/29	9/30	Totals	
Federal													
FICA - Employee	412.71	20,374.65	306.51	17,142.96	18,492.12	434.63	18,161.86	364.72	17,276.63	16,687.87	358.57	110,013.23	-
FICA - Employer	412.72	20,374.63	306.51	17,142.89	18,492.13	434.63	18,161.88	364.72	17,276.65	16,687.86	358.58	110,013.20	-
Unemployment	-	171.59	-	152.24	56.00	-	152.62	-	149.44	-	-	681.89	-
Income	476.30	20,377.66	326.92	14,619.42	31,919.13	502.53	16,468.30	388.16	14,941.43	26,101.17	416.26	126,537.28	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Federal Taxes	1,301.73	61,298.53	939.94	49,057.51	68,959.38	1,371.79	52,944.66	1,117.60	49,644.15	59,476.90	1,133.41	347,245.60	-
State and Local													
GA - Georgia													
Withholding	-	5,214.90	-	4,277.82	3,549.22	-	4,324.54	-	3,920.43	3,235.25	-	24,522.16	-
Unemployment	-	416.93	-	336.60	-	-	352.94	-	262.03	-	-	1,388.50	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
NY - New York													
Withholding	-	2,063.30	-	1,857.27	1,811.98	-	2,004.37	-	2,231.07	1,760.67	-	11,728.66	-
Unemployment	-	666.71	-	721.06	-	-	760.35	-	671.26	-	-	2,819.38	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other: DI	-	-	-	-	-	-	-	-	-	-	-	-	-
OH - Ohio													
Withholding	174.34	401.65	113.01	332.68	3,282.44	187.06	363.32	145.19	401.97	2,836.92	141.21	8,379.79	-
Unemployment	-	150.74	-	121.83	-	-	140.35	-	189.68	-	-	602.60	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
PA - Pennsylvania													
Withholding	-	-	-	-	-	-	-	-	-	-	-	-	-
Unemployment	-	-	-	-	-	-	-	-	-	-	-	-	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
SC - South Carolina													
Withholding	-	3,890.80	-	2,642.80	2,702.50	-	3,261.50	-	2,581.57	2,600.55	-	17,679.72	-
Unemployment	-	222.20	-	213.02	-	-	242.68	-	260.11	-	-	938.01	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
MA - Massachusetts													
Withholding	-	-	-	-	163.64	-	-	-	-	163.64	-	327.28	-
Unemployment	-	-	-	-	-	-	-	-	-	-	-	-	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
Other:	-	-	-	-	-	-	-	-	-	-	-	-	-
TN - Tennessee													
Withholding	-	-	-	-	-	-	-	-	-	-	-	-	-
Unemployment	-	-	-	-	164.42	-	-	-	-	138.46	-	302.88	-
Real Property	-	-	-	-	-	-	-	-	-	-	-	-	-
AK - Akron City, OH													
BR - Brewster VLG, OH	-	16.93	-	16.29	-	-	16.45	-	16.29	-	-	65.96	-
CA - Canton City, OH	-	13.57	-	15.52	-	-	12.08	-	11.85	-	-	53.02	-
CD - Columbiana, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
CS - Col SD, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
GI - Girard City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
GR - Green City, OH	-	-	-	-	44.67	-	-	-	-	44.67	-	89.34	-
HU - Hubbard City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
MD - McDonald Vtl, OH	-	-	-	-	32.50	-	-	-	-	32.50	-	65.00	-
NC - No Canton Ci, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
NF - New Franklin, OH	-	7.31	-	7.31	-	-	7.31	-	7.45	-	-	29.38	-
NI - Niles City, OH	-	-	10.04	-	46.35	25.75	-	17.68	-	46.35	14.19	179.91	-
NP - New Philadel, OH	19.55	-	-	-	22.23	-	-	-	-	22.23	-	44.46	-
PP - Pepper Pike	-	-	-	-	75.44	-	-	-	-	74.61	-	150.05	-
PY - Pymatuning T, PA	-	-	-	-	-	-	-	-	-	-	-	-	-
SH - Sharon City, PA	-	-	-	-	-	-	-	-	-	-	-	-	-
SL - Springfield L.S, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
SP - Sharpsville, PA	-	-	-	-	-	-	-	-	-	-	-	-	-
ST - Struthers Ci, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
SW - Stow City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
WA - Warren City, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
YT - Youngstown C, OH	-	-	-	-	-	-	-	-	-	-	-	-	-
Total State and Local	193.89	13,065.04	123.05	10,542.20	11,895.39	212.81	11,485.89	162.87	10,573.71	10,955.85	155.40	69,366.10	-
Total Payroll Taxes	1,495.62	74,363.57	1,062.99	59,599.71	80,854.77	1,584.60	64,430.55	1,280.47	60,217.86	70,432.75	1,288.81	416,611.70	-
Non-Payroll Taxes													
Georgia Dept. of Revenue - August Sales and Use Tax	-	-	-	-	-	3,602.33	-	-	-	-	-	3,602.33	-
Treasurer of State of Ohio - Sales and Use tax	-	-	-	-	-	19.44	-	-	-	-	-	19.44	-
New York State Sales and Use Tax	-	-	-	-	-	-	-	1,387.71	-	-	-	1,387.71	-
California Franchise Tax Board - 2008 Franchise Tax	-	-	-	-	5,029.00	-	-	-	-	-	-	5,029.00	-
New York Southwestern Central School District 2009 - 2010 School Tax Bill	-	-	-	-	-	-	-	-	-	3,378.62	-	3,378.62	-
SC Dept. of Revenue - 2008 Corporate Return	-	-	-	-	5,017.00	-	-	-	-	-	-	5,017.00	-
TN Dept. of Revenue - 2008 Corporate Return	-	-	-	-	128.00	-	-	-	-	-	-	128.00	-
Total Non Payroll Taxes	-	-	-	-	10,174.00	3,621.77	-	1,387.71	-	3,378.62	-	18,562.10	-
Total Taxes	1,495.62	74,363.57	1,062.99	59,599.71	91,028.77	5,206.37	64,430.55	2,668.18	60,217.86	73,811.37	1,288.81	435,173.80	-

SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable.

	Number of Days Past Due					Total
	Current	0-30	31-60	61-90	Over 91	
Accounts Payable						
Wages Payable						
Taxes Payable						
Rent/Leases-Building						
Rent/Leases-Equipment						
Secured Debt/Adequate						
Professional Fees						
Amounts Due to Insiders						
Other:						
Other:						
Total Post-petition Debts						

There are no unpaid post petition debts. All debts are either paid or within credit terms.

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	9,468,445.33
Plus: Amounts billed during the period	5,607,825.32
Less: Amounts collected during the period	5,156,321.81
Less: Miscellaneous adjustments	145,284.89
Total Accounts Receivable at the end of the reporting period	9,774,663.95

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old	5,906,678.86	-	-	-	5,906,678.86
31 - 60 days old	-	2,367,459.31	-	-	2,367,459.31
61 - 90 days old	-	-	705,665.13	-	705,665.13
91+ days old	-	-	-	794,860.65	794,860.65
Total Accounts Receivable	5,906,678.86	2,367,459.31	705,665.13	794,860.65	9,774,663.95
Less: Bad Debts (Amount considered uncollectible)	-	-	-	-	884,000.00
Plus: Accrual adjustment	-	-	-	-	221,000.00
					8,890,663.95
Net Accounts Receivable	-	-	-	-	9,111,663.95

TAXES RECONCILIATION AND AGING

Taxes Payable	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
0 - 30 days old					
31 - 60 days old					
61 - 90 days old			All taxes are current.		
91+ days old					
Total Taxes Payable					
Total Accounts Payable					

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 10(13) (A)(4) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.) Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID TO DATE
Michael Lubin	Debtor-in-Possession Interest	17,222.22	
William B. Conner	Debtor-in-Possession Interest	12,916.67	
William B. Conner	Phone Board of Directors Meeting Fee	350.00	
Dennis J. Welhouse	09/15/09 Salary	6,716.67	
Dennis J. Welhouse	09/30/09 Salary	6,716.67	
Lubin, Delano & Company	Phone Board of Directors Meeting Fee	700.00	
Kenneth I. Greenstein	Phone Board of Directors Meeting Fee	350.00	
Kenneth I. Greenstein	Phone Audit Meeting Fee	750.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	Phone Board of Directors Meeting Fee	350.00	
Phoenix Advisors, LLC (Joseph A. Pardo)	Phone Audit Meeting Fee	750.00	
Elizabeth H. Rumi	Phone Board of Directors Meeting Fee	350.00	
Elizabeth H. Rumi	Phone Audit Meeting Fee	750.00	
Lubin, Delano & Company			1,261,900.00
Michael Lubin			323,471.36
William B. Conner			267,429.23
Kenneth I. Greenstein			31,700.00
Phoenix Advisors, LLC (Joseph A. Pardo)			31,350.00
Elizabeth H. Rumi			32,877.43
Dennis J. Welhouse			241,800.12
TOTAL PAYMENTS TO INSIDERS		47,922.23	

Total paid to date column checked against operating detail and peachtree correct through Sep 09.

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID
Andrews Kurth LLP			0.00	1,328,759.46	237,843.88
Thompson Hine LLP (1)			777.00	105,060.39	
Malin, Bergquist & Company, LLP			25,580.00	356,779.59	
Stout Risius Ross, Inc.			0.00	611,259.29	89,032.26
Weil, Gotshal & Manges LLP			29,541.91	1,770,064.13	207,504.02
W. Y. Campbell & Company			0.00	658,082.00	198,743.34
Snell & Wilmer (2)			0.00	18,848.92	
Nixon Peabody LLP			0.00	183,437.19	
Goldin Associates			0.00	61,727.80	
TOTAL PAYMENTS TO PROFESSIONALS			55,698.91		

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

(1) Total paid to date includes \$3,669.25 paid from retainer.

(2) Total paid to date includes \$1,212.00 paid from retainer.

POST-PETITION STATUS OF SECURED NOTES AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST PETITION
CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815 and Webster Business Credit Corporation 3600 Lexington Avenue, 5th Floor New York, NY 10017	208,333.33	208,333.33	4,791,666.79
CSE Mortgage LLC and DMD Special Situations units of CapitalSource finance LLC (as agent) 4445 Willard Avenue 12th Floor Chevy Chase, MD 20815	61,111.11	61,111.11	12,738,888.93
Commercial Alloys 1831 Highland Road Twinsburg, OH 44087	0.00	0.00	0.00
Great American Leasing Corporation PO Box 609 Cedar Rapids, Iowa 52406-0609	1,161.21	0.00	15,883.58
TOTAL PAYMENTS		269,444.44	17,546,439.30

DEBTOR QUESTIONNAIRE

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.		
	Yes	No
1 Have any assets been sold or transferred outside the normal course of business this reporting period?		X
2 Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		X
3 Is the Debtor delinquent in the timely filing of any post-petition tax returns?		X
4 Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		X
5 Is the Debtor delinquent in paying any insurance premium payment?		X
6 Have any payments been made on pre-petition liabilities this reporting period?		X
7 Are any post petition receivables (accounts, notes or loans) due from related parties?		X
8 Are any post petition payroll taxes past due?		X
9 Are any post petition State or Federal income taxes past due?		X
10 Are any post petition real estate taxes past due?		X
11 Are any other post petition taxes past due?		X
12 Have any pre-petition taxes been paid during this reporting period?		X
13 Are any amounts owed to post petition creditors delinquent?		X
14 Are any wage payments past due?		X
15 Have any post petition loans been received by the Debtor from any party?		X
16 Is the Debtor delinquent in paying any U.S. Trustee fees?		X
17 Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?		X
18 Have the owners or shareholders received any compensation outside of the normal course of business?	Yes	See footnote (1)

(1) Michael A. Lubin, Chairman of the Board, and William B. Conner, a Director of the Company, received DIP interest during September 2009 in the amounts of \$17,222.22 and \$12,916.67, respectively.