

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF MISSOURI

In re:

JYR's El Maguey Corporation *et al.*¹

Debtors.

Chapter 11

Case Number: 16-42918-abf11

Jointly Administered

**DISCLOSURE STATEMENT FOR JOINT CHAPTER 11
PLAN OF REORGANIZATION OF JYR'S EL MAGUEY CORPORATION
AND EL PATO, INC.**

THIS DISCLOSURE STATEMENT IS SUBMITTED FOR DETERMINATION BY THE COURT REGARDING WHETHER IT CONTAINS ADEQUATE INFORMATION AS REQUIRED BY 11 U.S.C. § 1125 OF THE BANKRUPTCY CODE. SUCH DETERMINATION, HOWEVER, WILL NOT CONSTITUTE RECOMMENDATION OR APPROVAL OF THE PLAN BY THE COURT AND YOU SHOULD REACH YOUR OWN CONCLUSION ABOUT HOW TO VOTE ON THE PLAN.

THE SADER LAW FIRM

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Attorney for Debtors

¹ This case is being jointly administered with In re: El Pato, Inc. Case No. 16-42920. The last four digits of El Pato Inc.'s federal taxpayer identification number is 1458. Debtor JYR's El Maguey Corporation operates at 3738 Noland Road Independence, Missouri 64055. Debtor El Pato, Inc. formally operated at 8910 SW 9th Terrace Lee's Summit, Missouri 64064.

DISCLOSURE STATEMENT TO JOINT CHAPTER 11 PLAN OF REORGANIZATION

I. INTRODUCTION

JYR's El Maguey Corporation and El Pato, Inc. ("Debtors and Debtors-in-Possession") provide this Disclosure Statement to Debtors' creditors pursuant to 11 U.S.C. § 1125 of the Bankruptcy Code in connection with Debtors' solicitation of acceptances of Debtors' Joint Chapter 11 Plan of Reorganization (the "Plan") filed on November 28, 2016 with the United States Bankruptcy Court for the Western District of Missouri.

The purpose of this Disclosure Statement is to provide creditors with adequate information with which to make an informed and prudent business judgment when voting on the Plan. This Disclosure Statement is not meant to take the place of the Plan. To the extent that the Plan and this Disclosure Statement are or may be construed to be inconsistent, the Plan controls. Since creditors will be bound by the Plan if it is confirmed by the Bankruptcy Court, creditors are urged to read the Plan carefully and to consult with their own attorneys about the Plan's effect on their claims. Capitalized terms used but not defined in this Disclosure Statement shall have the meanings ascribed to them by the Plan.

II. EXPLANATION OF CHAPTER 11, THE VOTING PROCEDURES AND CONFIRMATION OF THE PLAN

A. Confirmation of a Chapter 11 Plan

Chapter 11 of the Bankruptcy Code allows the Debtors to attempt to reorganize their financial affairs for their benefit and the benefit of their creditors and other parties in interest. The Debtors' filing of a petition under Chapter 11 triggers the automatic stay of 11 U.S.C. § 362 and bars all attempts to collect pre-petition claims from the Debtors, enforce liens on their properties or otherwise interfere with the Debtors' property. The filing of the petition also creates an estate comprised of all legal and equitable interests of the Debtors in property as of the Petition Date. The United States Trustee for the appropriate district may appoint a committee of unsecured creditors, from interested creditors, to represent the interests of unsecured creditors in the case. A committee has not been appointed in this Chapter 11 case.

The Plan is the method by which the Debtors propose to satisfy the claims of creditors. The Plan provides for the classification and treatment of creditors and the disposition of Estate assets.

For the Plan to be implemented, it must be confirmed by the Bankruptcy Court. The standards for confirmation are complex and are primarily set forth in § 1129 of the Bankruptcy Code. One of the principle requirements is that the Plan must be accepted by a vote of two-thirds in the amount, and a majority in number, of the voting members of each class of impaired creditors, or, in the alternative, the Plan must meet the standards prescribed for the cramdown under § 1129(b).

B. Who May Vote or Object

Any party in interest may object to the confirmation of the Plan if the party believes that the requirements for confirmation are not met. Many parties in interest, however, are not entitled to vote to accept or reject the Plan. A creditor or equity interest holder has a right to vote for or against the Plan only if that creditor or equity interest holder has a claim or equity interest that is both (1) allowed for voting purposes and (2) impaired.

Only the votes of Classes whose Claims or Interests are impaired by the Plan will be counted in connection with confirming the Plan. Subject to the specific provisions of § 1124 of the Bankruptcy Code, generally a Class is “impaired” if the legal, equitable or contractual rights attached to the Claims or Interests of that Class are modified, other than by curing defaults in stated maturities or by payment in full in Cash on the Effective Date of the Plan.

Classes 2, 3, 4 and 5 in the Chapter 11 Plan are impaired and entitled to vote on the Plan.

C. What Is an Allowed Claim or an Allowed Equity Interest?

Only a creditor or equity interest holder with an allowed claim or an allowed equity interest has the right to vote on the Plan. Generally, a claim or equity interest is allowed if either (1) the Debtors have scheduled the claim on the Debtors’ schedules, unless the claim has been scheduled as disputed, contingent, or unliquidated, or (2) the creditor has filed a Proof of Claim or equity interest, unless an objection has been filed to such Proof of Claim or equity interest. When a claim or equity interest is not allowed, the creditor or equity interest holder holding the claim or equity interest cannot vote unless the Court overrules the objection or allows the claim or equity interest for voting purposes under Rule 3018(a) of the Federal Rules of Bankruptcy Procedure.

The Court has set a Proof of Claim Bar Date of January 31, 2017.

D. What Is an Impaired Claim or Impaired Equity Interest?

As noted above, the holder of an allowed claim or equity interest has the right to vote only if it is in a class that is impaired under the Plan. As provided in § 1124, a class is considered impaired if the Plan alters the legal, equitable or contractual rights of the members of that class.

E. Who is Not Entitled to Vote

The following types of creditors and equity interest holders are not entitled to vote:

- Holders of Claims and equity interests that have been disallowed by an order of the Court;
- Holder of other claims or equity interest that are not “allowed claims” or “allowed equity interests” (as discussed above), unless they have been “allowed” for voting purposes;
- Holders of claims or equity interests in unimpaired classes;
- Holders of claims entitled to priority pursuant to Bankruptcy Code §§ 507(a)(2), (a)(3) and (a)(8);

- Holders of claims or equity interest in classes that do not receive or retain any value under the Plan;
- Holders of administrative expenses.

Even if you are not entitled to vote on the Plan, you have a right to object to confirmation of the Plan.

F. Who Can Vote in More than One Class

A creditor whose claim has been allowed in part as a secured claim and in part as an unsecured claim or who otherwise hold claims in multiple classes, is entitled to accept or reject a Plan in each capacity, and should cast one ballot for each claim.

G. Votes Necessary to Confirm the Plan

If impaired classes exist, the Court cannot confirm the Plan unless at least one impaired class of creditors has accepted the Plan without counting the votes of any insiders within that class.

1. *Votes Necessary for a Class to Accept the Plan*

A class of claims accepts the Plan if both the following occur: (1) the holders of more than one-half of the allowed claims in the class, who vote, cast their votes to accept the Plan, and (2) the holders of at least two-thirds in dollar amount of the allowed claims in the class, who vote, cast their votes to accept the Plan.

A class of equity interests accepts the Plan if the holders of at least two-thirds in amount of the allowed equity interest in the class, who vote, cast their votes to accept the Plan.

2. *Treatment of Nonaccepting Classes*

Section 1129 of the Bankruptcy Code contains provisions for confirmation of the Plan even if the Plan is not accepted by all impaired classes, so long as at least one impaired class of Claims has accepted the Plan and the Plan does not “discriminate unfairly” and is “fair and equitable” with respect to any objecting class. The Plan will be found “fair and equitable” with respect to a dissenting *secured* class, for example, if the Claims in this class receive full cash payments over time, secured by their existing liens, with interest at a “market” rate for comparable *secured* loans. The Plan will be found “fair and equitable” with respect to a dissenting *unsecured* class if Claims in that class receive cash payment over time at an equal to or higher amount than would have been received in a Chapter 7 liquidation. Alternatively, the Plan will be found “fair and equitable” with respect to a dissenting unsecured class if no holder of any Claim or Interest that is junior to the Claims of such class receives or retains under the Plan any property. Finally, the Plan will be found “fair and equitable” with respect to a dissenting Class of Interests so long as no class junior to the dissenting class receives any distributions and no class senior to the class receives more than payment in full.

H. Manner of Voting

The holders of impaired claims are entitled to vote on the Plan and may cast their votes for or against the Plan by (a) completing, dating and signing the Ballot for Accepting or Rejecting

Plan (the “Ballot”) accompanying this Disclosure Statement and (b) filing the Ballot with Debtors’ counsel. The Ballot may be filed in person or by mailing the Ballot to The Sader Law Firm, Attention: Bradley D. McCormack, 2345 Grand Boulevard, Suite 2150, Kansas City, Missouri 64108, faxing the Ballot to counsel at 816-561-0818 or e-mailing the Ballot to bmccormack@saderlawfirm.com.

The Ballot which accompanies this Disclosure Statement does not constitute a Proof of Claim. If you are uncertain whether your Claim has been correctly scheduled, you should check the Debtors’ Schedules which are on file with, and may be inspected at, the Clerk’s Office, U.S. Bankruptcy Court for the Western District of Missouri, Charles Evans Whittaker Courthouse, 400 East 9th Street, Kansas City, Missouri 64106, or you may contact Debtors’ counsel.

I. Confirmation without Acceptance

Section 1129(b) of the Bankruptcy Code provides that the Plan may be confirmed by the Court, although not accepted by every impaired Class, if at least one impaired Class has accepted the Plan (without considering the votes of any Insiders), and the Court finds that the Plan does not discriminate unfairly and is fair and equitable to the rejecting Classes.

Pursuant to § 1129(b), the Debtors reserve the right to request the Court to confirm the Plan if all of the applicable requirements of § 1129 of the Bankruptcy Code have been met. In addition, the Debtors reserve the right pursuant to § 1126(e) of the Bankruptcy Code to request the Court to strike any rejection of the Plan by a holder of a Claim or Interest as not being filed in good faith.

J. Hearing on Confirmation

The Confirmation Hearing will take place per the terms of the Order of the U.S. Bankruptcy Court. The hearing will take place before the Honorable Arthur B. Federman, Bankruptcy Judge, Room 6B, Charles Evans Whittaker Courthouse, 400 East 9th Street, Kansas City, Missouri 64106. All creditors and parties in interest will receive notification of the Confirmation Hearing. The Confirmation Hearing may be continued from time to time as announced in open court on that date without further written notice to you. At the Confirmation Hearing, the Bankruptcy Court will determine whether the requirements for confirmation of the Plan have been satisfied. If confirmed, the Plan will become effective on the Effective Date, as defined in the Plan.

III. DISCLAIMERS AND ENDORSEMENTS

This Disclosure Statement shall be approved by the Bankruptcy Court in accordance with § 1125 of the Bankruptcy Code and Bankruptcy Rule 3017 and is provided to each creditor entitled to vote on the Plan. This Disclosure Statement is intended to assist creditors whose Class is impaired in evaluating the Plan and in determining whether to accept or reject the Plan. Under the Bankruptcy Code, acceptance or rejection of the Plan may not be solicited unless a copy of this Disclosure Statement is furnished prior to or concurrently with solicitation.

The Bankruptcy Court’s approval of this Disclosure Statement does not constitute a recommendation by the Bankruptcy Court either for or against the Plan.

This Disclosure Statement contains information supplementary to the Plan and is not intended to take the place of the Plan. Each creditor is strongly urged to study the Plan carefully with its own counsel to determine the Plan's impact on its interests. The financial information contained herein has not been certified by an independent auditor.

DEBTORS, THEIR ATTORNEYS AND ADVISORS ARE UNABLE TO WARRANT OR REPRESENT THAT THE INFORMATION CONTAINED HEREIN IS WITHOUT ANY INACCURACIES, ALTHOUGH GREAT EFFORT HAS BEEN MADE TO BE ACCURATE.

NOTHING CONTAINED IN THE PLAN SHALL BE DEEMED AN ADMISSION OR USED AGAINST DEBTORS IN ANY PENDING OR FUTURE LITIGATION.

THIS DISCLOSURE STATEMENT ALSO HAS NOT BEEN APPROVED OR DISAPPROVED BY THE SECURITIES AND EXCHANGE COMMISSION NOR HAS THE COMMISSION PASSED UPON THE ACCURACY OR ADEQUACY OF THE STATEMENTS CONTAINED HEREIN.

NO REPRESENTATIONS CONCERNING THE DEBTORS ARE AUTHORIZED OTHER THAN AS SET FORTH IN THIS DISCLOSURE STATEMENT OR AUTHORIZED BY THE BANKRUPTCY COURT. ANY REPRESENTATION OR INDUCEMENT MADE TO SECURE YOUR ACCEPTANCE OF THE PLAN OTHER THAN AS CONTAINED IN THIS DISCLOSURE STATEMENT OR AUTHORIZED BY THE BANKRUPTCY COURT SHOULD NOT BE RELIED ON BY YOU IN ARRIVING AT YOUR DECISION, AND ANY SUCH ADDITIONAL REPRESENTATION OR INDUCEMENT SHOULD BE REPORTED TO DEBTORS' COUNSEL WHO SHALL FURNISH INFORMATION TO THE BANKRUPTCY COURT FOR SUCH ACTION AS MAY BE DEEMED APPROPRIATE.

IV. HISTORY OF THE DEBTORS

Debtor JYR's El Maguey Corporation is a Missouri Corporation that was created on May 2, 1996. The primary business conducted by Debtor JYR is the operation of a Mexican grill and cantina located at 3738 Noland Road Independence, Missouri 64055. Debtor El Pato, Inc. is a Missouri Corporation that was created on March 14, 2000. It previously operated a Mexican grill and cantina located at 8910 SW 9th Terrace Lee's Summit, Missouri 64064. El Pato ceased operations in 2014.

Debtors have been attempting to reduce their substantial debts owed to the Department of Labor and some smaller debt owed to the Internal Revenue Service and the Missouri Department of Revenue, but have been unable to reach a financially viable solution. Debtors contend that after completion of the Chapter 11 Plan, the debts will be paid in full and Debtor JYR's business will continue operations. Pursuant to Local Rule 3016-2, Debtors attach a 3 year financial operating history of its operations as Exhibit A which is incorporated into this Disclosure Statement by reference.

V. EVENTS LEADING TO THE FILING OF THE PETITION

In 2014, the United States District Court awarded a judgment to the Department of Labor against both Debtors and several co-Debtors. Since that time the Debtors have attempted to negotiate a repayment schedule with the Department of Labor but have been unable to secure a

successful arrangement. The Bankruptcies were filed to produce a realistic repayment structure with the Department of Labor and other creditors.

VI. HISTORY OF THE CHAPTER 11 CASE

Debtors filed their petitions for relief under Chapter 11 of the Bankruptcy Code on October 21, 2016 in the United States Bankruptcy Court for the Western District of Missouri at Kansas City, Missouri. On October 21, 2016, The Sader Law Firm filed an Application for Employment as Counsel for Debtors and Motion for Fee Approval in both of Debtors' Chapter 11 case which were both granted on November 14, 2016. On October 21, 2016, Debtors petitioned this Court to jointly administer their Chapter 11 Bankruptcies. Debtors' Initial Interview was held on October 27, 2016. On October 22, 2016, Debtor El Pato, Inc. requested this Court to waive the requirements that it open a Debtor-In-Possession Account. That Motion was granted on November 14, 2016. On November 7, 2016, Paul W. Schartz, CPA, P.C. filed an Application for Employment as Debtors' Accountant which is still pending with the Court. A Meeting of Creditors was held at 2:00 p.m. on November 21, 2016.

There are no other motions pending with this Court. The Court has set January 31, 2017 as the Bar Date to file Proof of Claims. Debtors propose paying 100% of all claims, there are no avoidable transfers.

VII. LITIGATION ANALYSIS AND STATUS

Debtors do not anticipate that additional motions and/or adversary proceedings may need to be filed in connection with the Chapter 11 Plan. Debtors intend to pay all creditors 100% of their claim which is higher than the creditors would receive should the Debtors be liquidated.

VIII. SUMMARY OF THE PLAN

A. The Plan

The Plan proposes to pay all Creditors in Class 1, Class 2, Class 3, Class 4 and Class 5 the amount of their claims over a 9 year period upon confirmation of said Plan. The Plan provides for the distribution of the payments among the various classes under the Plan according to the priorities established in the Bankruptcy Code as described below.

B. Your "Class" Under the Plan

The Plan groups Claims and Interests into "Classes." To determine what you will receive under the Plan, you must first determine how your Claims or Interests have been classified under the Plan. Your ballot will tell you in what Class your Claim or Interest is categorized. To determine if your Claim or Interest has been properly classified, you should examine the description of Classes of Claims and Interests set forth below.

C. Summary of Proposed Distributions

The Plan provides for distributions of cash consideration in satisfaction of allowed pre-petition, priority and administrative expense claims on the Effective Date. The amount of distribution depends on the Class and amount of your Claim.

The Plan places Claims and Interests against the Debtors in 6 Classes. Any class of Claims which is paid in cash in full on the Effective Date or is paid to the agreed terms of its contract is not impaired under the Plan and is conclusively presumed to have accepted the Plan. All other classes of Claims are impaired and are entitled to vote on the Plan if they receive any distribution under the Plan. Any class that receives no distribution under the Plan is conclusively presumed to vote against the Plan, provided that such class is not comprised solely of insiders.

D. Analysis of Claims

1. Secured Creditors

Debtor JYR’s El Maguey Corporation has no secured creditors. Debtor El Pato, Inc. is indebted to the Missouri Department of Revenue (“MDOR”) which recorded tax liens on Debtor’s grill and cantina. Debtor lists MDOR on Schedule D for a secured claim of \$60,132.54.

<u>Creditor</u>	<u>Amount Scheduled</u>	<u>Proof of Claim</u>
MDOR	\$60,132.54	No Claim Filed

2. Priority Creditors

Debtors did not schedule any priority debt.

3. General Unsecured Non-Priority Creditors Scheduled

Debtors have scheduled the Department of Labor as a joint, general unsecured creditor on Schedule F as contingent and disputed. The liability arose from a joint determination of liability from the Department of Labor. Debtors scheduled the claim as \$198,945.57. This is the only scheduled general unsecured creditor for Debtor JYR’s El Maguey Corporation. Debtor El Pato, Inc. scheduled two additional creditors in Jackson County, Missouri for \$612.03 and the Department of the Treasury for \$21,167.25. Debtor El Pato scheduled the Department of Treasury claim as contingent and disputed. The Internal Revenue Service filed Proofs of Claim in both cases. In JYR the IRS filed a claim for \$1,233.61 in priority debt and a \$100.00 general unsecured claim. For El Pato the IRS filed a secured claim of \$34,873.88, a priority claim of \$2,675.83 and a General unsecured claim of \$1,099.38.

<u>Creditor</u>	<u>Amount Scheduled</u>	<u>Proof of Claim</u>
Department of Labor	\$198,945.57 Disputed	No Claim Filed
Department of Treasury	\$21,167.25 Disputed	JYR - \$1,233.61 El Pato - \$38,649.09
Jackson County	\$612.03	No Claim Filed

E. Objections to Claims

Notwithstanding this analysis, Debtors reserve the right to object to any Proof of Claim filed in this bankruptcy. Any Objection to a Proof of Claim shall be filed within 30 days of the Order Confirming Debtors' Plan of Reorganization.

IX. DESCRIPTION AND DESIGNATION OF ADMINISTRATIVE CLAIMS

The following claims are entitled to priority:

A. Administrative Expenses

The Bankruptcy Court will confirm a Plan of Reorganization only if the Plan provides for full payment in cash of each Allowed Administrative Claim on the Effective Date or on such other date agreed to by the holder of the Administrative Claim. If an Administrative Expense remains subject to Court approval or "allowance," cash must be escrowed on account of the Administrative Expense until it is allowed by the Bankruptcy Court. Debtors will seek to establish the Administrative Claim Bar Date to afford each Administrative Claimant an opportunity to assert its Request for Payment of Administrative Expenses.

Holders of Administrative Claims for liabilities incurred in the ordinary course of the Debtors' businesses shall not be required to file any Request for Payment of Administrative Expense and such Administrative Claims shall be assumed and paid pursuant to the terms and conditions of the transaction giving rise to such Administrative Claim without any further action by the holders of such Claims. Specifically, any unpaid attorney fees owed by the Debtors will be paid as an administrative claim.

On the Effective Date, Debtors will pay the costs of curing each executory contract and unexpired lease assumed by the Debtors pursuant to the Plan. Debtors will assume all executory contracts and unexpired leases other than those rejected pursuant to an Order of the Bankruptcy Court prior to the Effective Date or those listed in the "Schedule of Executory Contracts and Unexpired Leases Rejected by the Debtors" (Exhibit C). Exhibit C will be filed with the Clerk of the Bankruptcy Court not less than ten (10) days prior to the Confirmation Hearing. If you have an executory contract or unexpired lease with the Debtors and your name appears on the "Schedule of Executory Contracts and Unexpired Leases Rejected by the Debtors" (see Exhibit C), then your contract or lease will be rejected by the Debtors. You will have thirty (30) days commencing from the Confirmation Date within which to file a Claim for damages, if any, arising from the rejection of your contract or lease. If you do not file a Claim within the thirty (30) day period, your Claim will be disallowed. If your contract or lease has already been rejected or will be rejected prior to confirmation by separate motion, you have had or will have thirty (30) days after the entry of the Bankruptcy Court order authorizing rejection of such contract or lease to file your Claim.

Debtor JYR has an unexpired lease for the building the holds its restaurant operations with Doty Properties, Inc. and an executory contract with Heartland Payment Systems as identified in Schedule G of Debtor's Petition.

On the Effective Date, or as soon as practically possible, Debtor will pay any other allowed but as yet unpaid Administrative Expenses incurred by Debtors during its Bankruptcy Case. The

Allowed Administrative Claims will be paid in full. The holders of Allowed Administrative Claims will not vote on the Plan.

B. Payment of Pre-Petition Priority Claims

To the extent they exist, Debtors will pay all pre-petition priority claims within 5 years of the filing of the Bankruptcy petition.

X. TREATMENT OF CLAIMS

A. Class 1 – Administrative Claims

Class 1 consists of all Administrative Claims of the Debtors' Estate. Administrative claims consist of (i) any cost or expense of administration of the Bankruptcy Case allowed under § 503(b) of the Bankruptcy Code (or with respect to which no allowance is necessary), including, without limitation, the actual and necessary costs and expenses of preserving the estate and operating the business of the Debtors and fees and disbursements of counsel and other professionals to the extent allowed by the Bankruptcy Court and (ii) any fees or charges assessed against the Debtors' estate under Title 28 of the United States Code, § 1930.

Class 1 is not impaired and holders of Class 1 Claims will not vote on the Plan.

B. Class 2 – Secured Claims

Class 2 consists of all secured claims of Debtors. This Class includes debts listed in Schedule D of Debtors' Bankruptcy Petition, specifically debts to the Missouri Department of Revenue and the Internal Revenue Service based upon its Proof of Claim.

All Class 2 Claims shall be paid in full upon completion of Debtors' confirmed Plan. Debtors will pay MDOR and the IRS \$1,750.00 on a monthly basis at an interest rate of 3% per annum until their secured liens are paid in full.

Class 2 is impaired and holders of Class 2 Claims will vote on the Plan.

Class 3 – Priority Claims of Internal Revenue Service and Jackson County Collector

Class 3 consists of Debtor El Pato's claims from the Internal Revenue Service and the Jackson County, Missouri Collector's Office. Debtors will pay the IRS \$200.00 monthly and the Jackson County Collector \$40.00 monthly for a combined Class 3 Payment of \$240.00 until the class is paid in full. Debtors estimate that the Jackson County Claim will be paid in approximately 16 months at which time the remaining Class 3 payment will go to the Internal Revenue Service. The IRS's Claim shall accrue interest at a rate of 3% per annum.

All Class 3 Claims shall be paid in full upon completion of Debtor's confirmed Plan.

Class 3 is impaired and the IRS and Jackson County shall vote on the Plan.

C. Class 4 – Department of Labor

Class 4 consists of the Debtors joint claim with the Department of Labor. Upon information and belief, JYR's El Maguey's claim is \$127,873.08 and Debtor El Pato Inc.'s claim

is \$270,018.06. The Plan shall pay the entire claim of \$270,018.06 so that both Debtors will be discharged of their Department of Labor debt once the Plan is completed. Debtors will pay the Department of Labor \$2,500.00 monthly. Debtors estimate that the entire Department of Labor claim will be paid within the 9 year Plan period.

Class 4 is impaired and as such the holders of Class 4 Claims will vote on the Plan.

D. Class 5 – General Unsecured Claims

Class 5 consists of all general unsecured claims of the Debtors. This includes the general unsecured claim of the Internal Revenue Service. Starting in Year 3, Debtors shall make quarterly payments of \$300.00 to completely pay the IRS's general unsecured claim.

Class 5 is impaired and as such the holders of Class 5 Claims will vote on the Plan

E. Class 6 – Equity Holders of Debtors

Class 6 consists of the sole member of Debtor, specifically the Manuel Jaime Revocable Trust. The Trust will not receive a distribution from the Plan due to its ownership interest but it will retain her ownership interest in the Debtors.

Class 6 is not impaired and as such the Trust will not vote on the Plan.

XI. BANKRUPTCY CODE REQUIREMENTS

The Bankruptcy Code imposes requirements of acceptance of the Plan by creditors, minimum value of distributions, and feasibility. To confirm the Plan, the Bankruptcy Court must find that all of these conditions and other conditions set forth in 11 U.S.C. § 1129(a) of the Bankruptcy Code have been met. Thus, even if each class of creditors accepts the Plan by the requisite majorities, the Bankruptcy Court must undertake an independent evaluation of the feasibility of the Plan and of the other statutory requirements before the Plan may be confirmed. The conditions for minimum value and financial feasibility are discussed below. The conditions for acceptance are discussed in Section II, above.

A. Minimum Value

Before it may confirm the Plan, the Bankruptcy Court must determine (with certain exceptions) that the Plan provides to each member of each impaired Class of Allowed Claims a recovery that is at least equal to the distribution that such member would receive if Debtors' Estate was liquidated on the Effective Date under Chapter 7 of the Bankruptcy Code. As described in Section XIV, Debtors have concluded that under the Plan each holder of a Claim will receive or retain property of a value that is equal to or greater than the amount that such holder would receive or retain if the Estates of the Debtors were liquidated outside Chapter 11.

B. Feasibility

To confirm a Plan, the Bankruptcy Code requires the Bankruptcy Court make a finding that confirmation is not likely to be followed by the liquidation of, or the need for further financial reorganization of, the Reorganized Debtors.

Debtors believe the Plan is feasible. Pursuant to Local Rule 3016-2, Debtors have attached a five-year projection of income that demonstrates Debtors' Plan will allow all Claims to receive a larger payment than they would receive in a Chapter 7 Liquidation. A copy of the five-year projection is attached as Exhibit B and incorporated by reference.

XII. FEDERAL INCOME TAX CONSEQUENCES TO CREDITORS

Certain federal income tax consequences will result from the transactions described herein and in the Plan. Holders of Claims, Interests and other parties affected by the Plan should consult their own tax professionals for an analysis of such consequences.

XIII. INCOME TAX CONSEQUENCES TO DEBTORS

All income for Debtors is reflected on Debtors' tax returns. The Debtors shall file a final tax return after completion of the Chapter 11 Plan.

XIV. LIQUIDATION ANALYSIS AND BEST INTEREST OF CREDITORS

Notwithstanding acceptance of the Plan by the requisite majorities of creditors, to confirm the Plan, the Court must independently determine that the Plan is in the best interests of each impaired class of creditors. The "best interests" test requires the Court to find that, with respect to each Impaired Class of Claims or Interests which has not unanimously accepted the Plan, each holder of a Claim or Interest in such Class will receive or retain under the Plan on account of such Claim or Interest, property of a value, as of the Effective Date, that is not less than the amount such holder would receive or retain if Debtors' Estate was liquidated under Chapter 7 of the Bankruptcy Code on such date. If this Bankruptcy case were converted to a Chapter 7 liquidation, the Chapter 7 Trustee would be required to dispose of Debtors' assets in a prompt manner under circumstances amounting to a forced sale liquidation.

If the case was a Chapter 7 liquidation, given the nature of Debtors' assets, Debtors' unsecured creditors would receive no payment of their claims as the assets would be liquidated and paid to the Department of Labor. Debtors' major asset is the Mexican grill and cantina that currently operates that is listed in Debtors' schedules.

Debtors' Plan proposes paying of all the allowed unsecured claims. Debtors' proposed payments to be made under the Plan will be greater than the amount unsecured creditors would receive in Chapter 7 liquidation. In addition, the Chapter 7 Estate would incur additional fees and costs, and would substantially delay any payment to creditors, that would otherwise not be incurred under the Plan. For example, the Chapter 7 Trustee is entitled to statutory fees based upon the value of the assets administered, and will require the assistance of professionals (both accountants and lawyers) who will be entitled to be paid for their services as a cost of administration of the liquidating Estate. A detailed Liquidation Analysis is attached herein as Exhibit "D".

XV. CO-DEBTOR STAY FOR DURATION OF PLAN

On both Debtors' Schedule H it lists Co-debtors Humberto Jaime and Justo Adan for the claim of the Department of Labor. Debtors' Joint Plan proposes paying the full balance owed to the Department of Labor over the 9 year Plan period. Debtors' Joint Plan further proposes a continuing Co-Debtor stay for Humberto Jaime and Justo Adan for the life of the Plan. So long as the Debtors continue making all Plan payments, the Department of Labor shall be stayed from enforcing its claim against Co-Debtors Humberto Jamie and Justo Adan.

XVI. EFFECTS OF CONFIRMATION OF THE PLAN

A. Discharge of Debtors

Upon completion of the Plan and upon Debtors' Motion, Debtors shall be discharged from any debt that arose before confirmation of the Plan, subject to the occurrence of the Effective Date, to the extent specified in § 1141(d)(1)(A) of the Bankruptcy Code, except that Debtors shall not be discharged from any debt (i) specifically addressed as retained in the Plan, (ii) of a kind specified in § 1141(d)(6)(A) if a timely complaint was filed in accordance with Rule 4007(c) of the Federal Rules of Bankruptcy Procedure, or (iii) of a kind specified in § 1141(d)(6)(B).

B. Modification of Plan

Debtors may modify the Plan at any time before confirmation of the Plan. However, the Court may require a new Disclosure Statement and/or revoting on the Plan. Debtors may also seek to modify the Plan at any time after confirmation only if (1) the Plan has not been substantially consummated and (2) the Court authorizes the proposed modifications after notice and hearing.

C. Final Decree

Once the Estate has been fully administered, as provided in Rule 3022 of the Federal Rules of Bankruptcy Procedure, Debtors shall file a Motion with the Court to obtain a Final Decree to close the case. Alternatively, the Court may enter such a Final Decree on its own Motion.

XVII. CONCLUSION

This Disclosure Statement is intended to assist creditors in understanding the effect of the Plan. Creditors are cautioned, however, that the provisions of the Plan are complex and that reference must be made to the Plan itself for a proper understanding and an analysis of the terms and provisions of the Plan. If there is a conflict between the terms of the Plan and the terms of this Disclosure Statement, the terms of the Plan will control.

XVIII. RECOMMENDATION

Debtors believe that the Plan will provide their creditors with better recovery, at the least cost, and as much as their creditors would receive if this Bankruptcy Case were converted to a Chapter 7 liquidation. Therefore, Debtors recommend that the Plan be accepted by their creditors.

Respectfully Submitted,

THE SADER LAW FIRM

By: /s/ Michael J. Wambolt

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Attorney for Debtors

JYRS EL MAGUEY CORP**ASSETS, LIABILITIES, AND EQUITY - INCOME TAX BASIS**

DECEMBER 31, 2013

ASSETS**CURRENT ASSETS**

CASH - OPERATING ACCOUNT	\$	10,864.44
INVENTORY		<u>6,220.82</u>

TOTAL CURRENT ASSETS	\$	17,085.26
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FIXED ASSETS

FURNITURE & FIXTURES	63,855.83
MACHINERY & EQUIPMENT	668.78
LEASEHOLD IMPROVEMENTS	42,052.60
ACCUMULATED DEPRECIATION	(69,827.85)
ACCUM DEPR - LEASEHOLD IMPR	<u>(10,206.25)</u>

TOTAL FIXED ASSETS	<u>26,543.11</u>
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NET FIXED ASSETS	26,543.11
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OTHER ASSETS

DEPOSITS-EQUIPMENT	6,227.19
DEPOSIT - UTILITIES	<u>1,530.00</u>

TOTAL OTHER ASSETS	<u>7,757.19</u>
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TOTAL ASSETS	\$	<u><u>51,385.56</u></u>
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JYRS EL MAGUEY CORP**ASSETS, LIABILITIES, AND EQUITY - INCOME TAX BASIS**

DECEMBER 31, 2013

Liabilities And Equity

CURRENT LIABILITIES

SALES TAX PAYABLE	\$	4,725.75
FICA & FEDERAL W/H TAX		1,918.06
FEDERAL UNEMPLOYMENT		960.31
STATE INCOME TAX W/H		460.00

TOTAL CURRENT LIABILITIES \$ 8,064.12

TOTAL LIABILITIES 8,064.12

EQUITY

PAID IN SURPLUS	23,223.29
CAPITAL STOCK	10,000.00
CURRENT EARNINGS	15,045.13
RETAINED EARNINGS	<u>(4,946.98)</u>

TOTAL EQUITY 43,321.44

Total Liabilities And Equity \$ 51,385.56

JYRS EL MAGUEY CORP**REVENUES AND EXPENSES - INCOME TAX BASIS**

FOR THE ONE MONTH AND YEAR ENDED

DECEMBER 31, 2013

	CURRENT PERIOD		YEAR TO DATE	
	AMOUNT	PERCENT	AMOUNT	PERCENT
SALES				
FOOD REVENUE	\$ 52,860.91	82.29	\$ 630,092.77	86.40
LIQUOR SALES	8,313.91	12.94	101,445.55	13.91
SALES/CASH OVER/SHORT	3,058.74	4.76	(2,232.29)	(0.31)
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL SALES	64,233.56	100.00	729,306.03	100.00
 COST OF SALES				
FOOD	25,361.99	39.48	297,142.37	40.74
LIQUOR	920.96	1.43	22,842.71	3.13
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL COST OF SALES	26,282.95	40.92	319,985.08	43.88
	<hr/>	<hr/>	<hr/>	<hr/>
Gross Profit	37,950.61	59.08	409,320.95	56.12
 OPERATING EXPENSES				
ACCOUNTING & LEGAL	163.63	0.25	6,033.81	0.83
ADVERTISING	0.00	0.00	1,590.00	0.22
BANK SERVICE CHARGES	1,162.04	1.81	14,882.65	2.04
DEPRECIATION	1,120.50	1.74	1,120.50	0.15
DUES & SUBSCRIPTIONS	0.00	0.00	59.90	0.01
EQUIPMENT RENTAL	128.79	0.20	776.42	0.11
INSURANCE	442.59	0.69	9,013.83	1.24
LAUNDRY	586.28	0.91	7,226.48	0.99
OFFICE	0.00	0.00	298.35	0.04
RENT	4,600.00	7.16	50,600.00	6.94
REPAIR & MAINTENANCE	240.63	0.37	4,333.30	0.59
RESTAURANT SUPPLIES	432.86	0.67	7,189.77	0.99
SECURITY	0.00	0.00	2,228.94	0.31
TAXES & LICENSES	0.00	0.00	2,022.39	0.28
TELEPHONE	0.00	0.00	1,336.02	0.18
UTILITIES	4,262.81	6.64	45,085.53	6.18
PAYROLL	14,758.70	22.98	215,107.38	29.49
PAYROLL TAXES	2,573.04	4.01	25,487.95	3.49

SEE ACCOUNTANTS COMPILATION STATEMENT

JYRS EL MAGUEY CORP**REVENUES AND EXPENSES - INCOME TAX BASIS**

FOR THE ONE MONTH AND YEAR ENDED

DECEMBER 31, 2013

	CURRENT PERIOD		YEAR TO DATE	
	AMOUNT	PERCENT	AMOUNT	PERCENT
TOTAL OPERATING EXPENSES	\$ 30,471.87	47.44	\$ 394,393.22	54.08
Income From Operations	7,478.74	11.64	14,927.73	2.05
OTHER INCOME				
MISC. INCOME	107.56	0.17	117.40	0.02
TOTAL OTHER INCOME	107.56	0.17	117.40	0.02
Net Income (Loss)	\$ 7,586.30	11.81	\$ 15,045.13	2.06

SEE ACCOUNTANTS COMPILATION STATEMENT

JYRS EL MAGUEY CORP**ASSETS, LIABILITIES, AND EQUITY - INCOME TAX BASIS**

DECEMBER 31, 2014

ASSETS**CURRENT ASSETS**

CASH - OPERATING ACCOUNT	\$	16,718.25
INVENTORY		<u>6,220.82</u>

TOTAL CURRENT ASSETS	\$	22,939.07
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FIXED ASSETS

FURNITURE & FIXTURES	68,550.83
MACHINERY & EQUIPMENT	668.78
LEASEHOLD IMPROVEMENTS	42,052.60
ACCUMULATED DEPRECIATION	(72,552.93)
ACCUM DEPR - LEASEHOLD IMPR	<u>(11,284.52)</u>

TOTAL FIXED ASSETS	<u>27,434.76</u>
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NET FIXED ASSETS	27,434.76
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OTHER ASSETS

DEPOSITS-EQUIPMENT	6,227.19
DEPOSIT - UTILITIES	<u>1,530.00</u>

TOTAL OTHER ASSETS	<u>7,757.19</u>
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TOTAL ASSETS	\$	<u><u>58,131.02</u></u>
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JYRS EL MAGUEY CORP**ASSETS, LIABILITIES, AND EQUITY - INCOME TAX BASIS**

DECEMBER 31, 2014

Liabilities And Equity

CURRENT LIABILITIES

SALES TAX PAYABLE	\$	5,649.61
FICA & FEDERAL W/H TAX		2,371.98
FEDERAL UNEMPLOYMENT		70.75
STATE INCOME TAX W/H		<u>774.00</u>

TOTAL CURRENT LIABILITIES \$ 8,866.34

TOTAL LIABILITIES 8,866.34

EQUITY

PAID IN SURPLUS	23,223.29
DRAW -	(5,000.00)
CAPITAL STOCK	10,000.00
CURRENT EARNINGS	10,943.24
RETAINED EARNINGS	<u>10,098.15</u>

TOTAL EQUITY 49,264.68

Total Liabilities And Equity \$ 58,131.02

JYRS EL MAGUEY CORP**REVENUES AND EXPENSES - INCOME TAX BASIS**

FOR THE ONE MONTH AND YEAR ENDED

DECEMBER 31, 2014

	CURRENT PERIOD		YEAR TO DATE	
	AMOUNT	PERCENT	AMOUNT	PERCENT
SALES				
FOOD REVENUE	\$ 63,835.75	101.15	\$ 702,672.43	86.17
LIQUOR SALES	9,298.37	14.73	112,730.03	13.83
SALES/CASH OVER/SHORT	(10,024.39)	(15.88)	0.00	0.00
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL SALES	63,109.73	100.00	815,402.46	100.00
COST OF SALES				
FOOD	28,464.89	45.10	379,323.44	46.52
LIQUOR	991.74	1.57	21,940.67	2.69
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL COST OF SALES	29,456.63	46.68	401,264.11	49.21
	<hr/>	<hr/>	<hr/>	<hr/>
Gross Profit	33,653.10	53.32	414,138.35	50.79
OPERATING EXPENSES				
ACCOUNTING & LEGAL	534.23	0.85	9,091.56	1.11
ADVERTISING	0.00	0.00	1,831.00	0.22
BANK SERVICE CHARGES	1,220.38	1.93	15,328.47	1.88
DEPRECIATION	3,803.35	6.03	3,803.35	0.47
EQUIPMENT RENTAL	216.84	0.34	2,282.36	0.28
INSURANCE	344.07	0.55	8,391.34	1.03
LAUNDRY	633.12	1.00	8,131.21	1.00
OFFICE	0.10	0.00	314.82	0.04
PENALTIES	0.00	0.00	86.60	0.01
RENT	4,000.00	6.34	51,600.00	6.33
REPAIR & MAINTENANCE	179.00	0.28	1,423.08	0.17
RESTAURANT SUPPLIES	279.99	0.44	4,307.11	0.53
SECURITY	120.00	0.19	589.76	0.07
TAXES & LICENSES	0.00	0.00	8,195.75	1.01
TELEPHONE	110.90	0.18	1,459.86	0.18
UTILITIES	3,540.54	5.61	45,654.56	5.60
PAYROLL	23,981.26	38.00	217,435.73	26.67
PAYROLL TAXES	2,676.77	4.24	24,788.54	3.04

SEE ACCOUNTANTS COMPILATION STATEMENT

JYRS EL MAGUEY CORP**REVENUES AND EXPENSES - INCOME TAX BASIS**

FOR THE ONE MONTH AND YEAR ENDED

DECEMBER 31, 2014

	CURRENT PERIOD		YEAR TO DATE	
	AMOUNT	PERCENT	AMOUNT	PERCENT
TOTAL OPERATING EXPENSES	\$ 41,640.55	65.98	\$ 404,715.10	49.63
Income From Operations	(7,987.45)	(12.66)	9,423.25	1.16
OTHER INCOME				
MISC. INCOME	102.84	0.16	1,519.99	0.19
TOTAL OTHER INCOME	102.84	0.16	1,519.99	0.19
Net Income (Loss)	\$ (7,884.61)	(12.49)	\$ 10,943.24	1.34

SEE ACCOUNTANTS COMPILATION STATEMENT

Assets

Current Assets

Bank of America	\$ 35,887.57	
Inventory	<u>6,220.82</u>	
Total Current Assets		42,108.39

Fixed Assets

Furniture & Fixtures	68,550.83	
Machinery & Equipment	668.78	
Leasehold Improvements	42,052.60	
Accumulated Depreciation	(73,110.63)	
Accum Depr - Leasehold Improveme	<u>(12,413.49)</u>	
Total Fixed Assets		25,748.09

Other Assets

Deposits - Equipment	6,227.19	
Deposit - Utilities	<u>1,530.00</u>	
Total Other Assets		<u>7,757.19</u>

Total Assets		<u>\$ 75,613.67</u>
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See Accountant's Compilation Report

Paul W. Schwartz CPA, PC

Liabilities

Current Liabilities

MO - Sales Tax Payable	\$ 6,339.19
Fica & Federal W/H Tax	2,765.25
Accrued Federal Unemployment Tax	91.08
State Payroll Tax	<u>572.00</u>

Total Current Liabilities 9,767.52

Total Liabilities 9,767.52

Capital

Paid In Surplus	23,223.29
Capital Stock	10,000.00
Retained Earnings	16,041.39
Current Earnings	<u>16,581.47</u>

Total Capital 65,846.15

Total Liabilities and Capital \$ 75,613.67

See Accountant's Compilation Report

Paul W. Schwartz CPA, PC

Statement of Revenue & Expense of a Basis
For The Twelve Months Ended December 31, 2015

	December 2015		12 Months Year to Date	
	\$ Amount	% Sales	\$ Amount	% Sales
Income				
Food	64,195.04	83.6	783,872.73	86.3
Liquor Sales	10,603.60	13.8	125,702.86	13.8
Sales/Cash Over/Short	1,997.89	2.6	(1,197.97)	(0.1)
Total Income	<u>76,796.53</u>	<u>100.0</u>	<u>908,377.62</u>	<u>100.0</u>
Cost				
Food	33,274.58	43.3	418,828.80	46.1
Liquor	778.60	1.0	24,634.97	2.7
Total Cost	<u>34,053.18</u>	<u>44.3</u>	<u>443,463.77</u>	<u>48.8</u>
Gross Profit	42,743.35	55.7	464,913.85	51.2
Expense				
Legal & Accounting	493.65	0.6	11,803.42	1.3
Advertising & Promotion			1,740.00	0.2
Bank Service Charges	1,299.36	1.7	17,118.56	1.9
Depreciation	281.07	0.4	1,686.67	0.2
Equipment Rental			1,399.55	0.2
Insurance-General	776.50	1.0	15,270.82	1.7
Laundry	708.39	0.9	8,644.89	1.0
Office Expense	100.00	0.1	603.49	0.1
Penalties			58.58	0.0
Rent	6,000.00	7.8	66,800.00	7.4
Repairs & Maintenance	240.00	0.3	4,611.17	0.5
Restaurant Supplies	4,761.72	6.2	11,414.24	1.3
Security	141.29	0.2	1,029.47	0.1
Taxes & Licenses			2,812.06	0.3
Telephone	141.93	0.2	1,812.47	0.2
Travel Expense			352.61	0.0
Utilities	5,132.88	6.7	48,386.43	5.3
Wages	17,618.45	22.9	233,259.13	25.7
Payroll Tax Expense	1,970.94	2.6	26,611.47	2.9
Total Expense	<u>39,666.18</u>	<u>51.7</u>	<u>455,415.03</u>	<u>50.1</u>
Operating Income	<u>3,077.17</u>	<u>4.0</u>	<u>9,498.82</u>	<u>1.0</u>
Other Income				
Misc Income	126.65	0.2	7,082.65	0.8
Total Other Income	<u>126.65</u>	<u>0.2</u>	<u>7,082.65</u>	<u>0.8</u>
Net Income	<u><u>3,203.82</u></u>	<u><u>4.2</u></u>	<u><u>16,581.47</u></u>	<u><u>1.8</u></u>

See Accountant's Compilation Report

Paul W. Schwartz CPA, PC

Statement of Revenue and Expense on a Cash Basis
For The Twelve Months Ended December 31, 2015

	December 2015		12 Months Year to Date	
	Current	Prior Year	Current	Prior Year
Income				
Food	64,195.04	63,835.75	783,872.73	702,672.43
Liquor Sales	10,603.60	9,298.37	125,702.86	112,730.03
Sales/Cash Over/Short	1,997.89	(10,024.39)	(1,197.97)	
Total Income	<u>76,796.53</u>	<u>63,109.73</u>	<u>908,377.62</u>	<u>815,402.46</u>
Cost				
Food	33,274.58	28,464.89	418,828.80	379,323.44
Liquor	778.60	991.74	24,634.97	21,940.67
Total Cost	<u>34,053.18</u>	<u>29,456.63</u>	<u>443,463.77</u>	<u>401,264.11</u>
Gross Profit	42,743.35	33,653.10	464,913.85	414,138.35
Expense				
Legal & Accounting	493.65	534.23	11,803.42	9,091.56
Advertising & Promotion			1,740.00	1,831.00
Bank Service Charges	1,299.36	1,220.38	17,118.56	15,328.47
Depreciation	281.07	3,803.35	1,686.67	3,803.35
Equipment Rental		216.84	1,399.55	2,282.36
Insurance-General	776.50	344.07	15,270.82	8,391.34
Laundry	708.39	633.12	8,644.89	8,131.21
Office Expense	100.00	0.10	603.49	314.82
Penalties			58.58	86.60
Rent	6,000.00	4,000.00	66,800.00	51,600.00
Repairs & Maintenance	240.00	179.00	4,611.17	1,423.08
Restaurant Supplies	4,761.72	279.99	11,414.24	4,307.11
Security	141.29	120.00	1,029.47	589.76
Taxes & Licenses			2,812.06	8,195.75
Telephone	141.93	110.90	1,812.47	1,459.86
Travel Expense			352.61	
Utilities	5,132.88	3,540.54	48,386.43	45,654.56
Officers Salaries		23,981.26		217,435.73
Wages	17,618.45		233,259.13	
Payroll Tax Expense	1,970.94	2,676.77	26,611.47	24,788.54
Total Expense	<u>39,666.18</u>	<u>41,640.55</u>	<u>455,415.03</u>	<u>404,715.10</u>
Operating Income	3,077.17	(7,987.45)	9,498.82	9,423.25
Other Income				
Misc Income	126.65	102.84	7,082.65	1,519.99
Total Other Income	<u>126.65</u>	<u>102.84</u>	<u>7,082.65</u>	<u>1,519.99</u>
Net Income	<u><u>3,203.82</u></u>	<u><u>(7,884.61)</u></u>	<u><u>16,581.47</u></u>	<u><u>10,943.24</u></u>

See Accountant's Compilation Report

Paul W. Schwartz CPA, PC

CHAPTER 11 DEBTOR'S PROJECTIONS JYR'S EL MAGUEY CORPORATION, ET AL		Feb-17	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18
		Month	Month	Month	Month	Month	Month	Month	Month	Month	Month	Month	Month
		1	2	3	4	5	6	7	8	9	10	11	12
Income	Business Income	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00
NET INCOME		\$85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00
Expenses	Accounting CPA	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
	AT&T	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
	Dish Network	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00
	Advertising	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00
	Electric & Water	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00	\$3,450.00
	Fed 940 Taxes	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00	\$85.00
	Gas	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00	\$930.00
	Insurance	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00
	Inventory Suppliers	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00	\$39,400.00
	Laundry	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00
	Legal/Professional	\$750.00	\$750.00	\$750.00	\$500.00	\$500.00	\$500.00	\$400.00	\$400.00	\$300.00	\$300.00	\$250.00	\$250.00
	Bank Service Charges	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00
	Missouri Withholding Tax	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00
	Monthly Payroll Taxes	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00	\$1,550.00
	Payroll	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00	\$21,000.00
	Payroll Service	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
	Property Taxes	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
	Rent	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00
	Repairs	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00
	Telephone - Cell Phone	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00
	Trash	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00
	United States Trustee Fees	\$650.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Worker's Compensation	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00	\$445.00
Total Expens TOTAL EXPENSES		\$79,930.00	\$79,280.00	\$79,280.00	\$79,030.00	\$79,030.00	\$79,030.00	\$78,930.00	\$78,930.00	\$78,830.00	\$78,830.00	\$78,780.00	\$78,780.00
PLAN PAYMENTS													
	CLASS 1, Allowed Administrative Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 2, Secured Claim of Missouri Department of Revenue and IRS	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	CLASS 3, Claims of Internal Revenue Service and Jackson County Collector	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00	\$240.00
	CLASS 4, Claims of Department of Labor	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
	CLASS 5, General Unsecured Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 6, Equity Holders of Debtors	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL PLAN PAYMENTS		\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00
NET INCOME		\$80.00	\$1,230.00	\$1,230.00	\$1,480.00	\$1,480.00	\$1,480.00	\$1,580.00	\$1,580.00	\$1,680.00	\$1,680.00	\$1,730.00	\$1,730.00
ENDING BALANCE		\$80.00	\$1,810.00	\$3,040.00	\$4,520.00	\$6,000.00	\$7,480.00	\$9,060.00	\$10,640.00	\$12,320.00	\$14,000.00	\$15,730.00	\$17,460.00

CHAPTER 11 DEBTOR'S PROJECTIONS JYR'S EL MAGUEY CORPORATION, ET AL		Feb-18	Mar-18	Apr-18	May-18	Jun-18	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19
		Month 13	Month 14	Month 15	Month 16	Month 17	Month 18	Month 19	Month 20	Month 21	Month 22	Month 23	Month 24
Income	Business Income	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00	\$85,000.00
NET INCOME		\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00	\$ 85,000.00
Expenses	Accounting CPA	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00	\$500.00
	AT&T	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
	Dish Network	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00
	Advertising	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00	\$175.00
	Electric & Water	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00	\$3,500.00
	Fed 940 Taxes	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00	\$90.00
	Gas	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00	\$945.00
	Insurance	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00	\$425.00
	Inventory Suppliers	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00	\$39,750.00
	Laundry	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00	\$860.00
	Legal/Professional	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Bank Service Charges	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00	\$1,375.00
	Missouri Withholding Tax	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00	\$760.00
	Monthly Payroll Taxes	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00	\$1,600.00
	Payroll	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00	\$21,500.00
	Payroll Service	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
	Property Taxes	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00
	Rent	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00
	Repairs	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00
	Telephone - Cell Phone	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00	\$50.00
	Trash	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00
	United States Trustee Fees	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Worker's Compensation	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00	\$450.00
Total Expense TOTAL EXPENSES		\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00	\$79,515.00
PLAN PAYMENTS													
	CLASS 1, Allowed Administrative Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 2, Secured Claim of Missouri Department of Revenue and IRS	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	CLASS 3, Claims of Internal Revenue Service and Jackson County Collector	\$240.00	\$240.00	\$240.00	\$240.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	CLASS 4, Claims of Department of Labor	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
	CLASS 5, General Unsecured Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 6, Equity Holders of Debtors	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL PLAN PAYMENTS		\$4,490.00	\$4,490.00	\$4,490.00	\$4,490.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00
NET INCOME		\$995.00	\$995.00	\$995.00	\$995.00	\$1,035.00	\$1,035.00	\$1,035.00	\$1,035.00	\$1,035.00	\$1,035.00	\$1,035.00	\$1,035.00
ENDING BALANCE		\$18,455.00	\$19,450.00	\$20,445.00	\$21,440.00	\$22,475.00	\$23,510.00	\$24,545.00	\$25,580.00	\$26,615.00	\$27,650.00	\$28,685.00	\$29,720.00

CHAPTER 11 DEBTOR'S PROJECTIONS JYR'S EL MAGUEY CORPORATION, ET AL		Feb-19	Mar-19	Apr-19	May-19	Jun-19	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20
		Month	Month	Month	Month	Month	Month	Month	Month	Month	Month	Month	Month
		25	26	27	28	29	30	31	32	33	34	35	36
Income	Business Income	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00
NET INCOME		\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00	\$ 87,500.00
Expenses	Accounting CPA	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00
	AT&T	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00	\$110.00
	Dish Network	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	Advertising	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00
	Electric & Water	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00	\$3,550.00
	Fed 940 Taxes	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00
	Gas	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00	\$950.00
	Insurance	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00
	Inventory Suppliers	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00	\$40,000.00
	Laundry	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00
	Legal/Professional	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Bank Service Charges	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00
	Missouri Withholding Tax	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00	\$775.00
	Monthly Payroll Taxes	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00	\$1,650.00
	Payroll	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00	\$22,000.00
	Payroll Service	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
	Property Taxes	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00	\$125.00
	Rent	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00
	Repairs	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00
	Telephone - Cell Phone	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00
	Trash	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00	\$385.00
	United States Trustee Fees	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Worker's Compensation	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00	\$460.00
Total Expense: TOTAL EXPENSES		\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00	\$80,520.00
PLAN PAYMENTS													
	CLASS 1, Allowed Administrative Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 2, Secured Claim of Missouri Department of Revenue and IRS	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	CLASS 3, Claims of Internal Revenue Service and Jackson County Collector	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	CLASS 4, Claims of Department of Labor	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
	CLASS 5, General Unsecured Claims	\$300.00	\$0.00	\$0.00	\$300.00	\$0.00	\$0.00	\$300.00	\$0.00	\$0.00	\$300.00	\$0.00	\$0.00
	CLASS 6, Equity Holders of Debtors	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL PLAN PAYMENTS		\$4,750.00	\$4,450.00	\$4,450.00	\$4,750.00	\$4,450.00	\$4,450.00	\$4,750.00	\$4,450.00	\$4,450.00	\$4,750.00	\$4,450.00	\$4,450.00
NET INCOME		\$2,230.00	\$2,530.00	\$2,530.00	\$2,230.00	\$2,530.00	\$2,530.00	\$2,230.00	\$2,530.00	\$2,530.00	\$2,230.00	\$2,530.00	\$2,530.00
ENDING BALANCE		\$31,950.00	\$34,480.00	\$37,010.00	\$39,240.00	\$41,770.00	\$44,300.00	\$46,530.00	\$49,060.00	\$51,590.00	\$53,820.00	\$56,350.00	\$58,880.00

CHAPTER 11 DEBTOR'S PROJECTIONS JYR'S EL MAGUEY CORPORATION, ET AL		Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21
		Month 37	Month 38	Month 39	Month 40	Month 41	Month 42	Month 43	Month 44	Month 45	Month 46	Month 47	Month 48
Income	Business Income	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00
NET INCOME		\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00	\$ 89,000.00
Expenses	Accounting CPA	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00	\$525.00
	AT&T	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00	\$115.00
	Dish Network	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	Advertising	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00	\$185.00
	Electric & Water	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00	\$3,600.00
	Fed 940 Taxes	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00	\$95.00
	Gas	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00	\$960.00
	Insurance	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00	\$430.00
	Inventory Suppliers	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00	\$40,500.00
	Laundry	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00
	Legal/Professional	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Bank Service Charges	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00	\$1,380.00
	Missouri Withholding Tax	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00	\$780.00
	Monthly Payroll Taxes	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00	\$1,700.00
	Payroll	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00	\$22,500.00
	Payroll Service	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00	\$300.00
	Property Taxes	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00	\$135.00
	Rent	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00
	Repairs	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00
	Telephone - Cell Phone	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00	\$60.00
	Trash	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00
	United States Trustee Fees	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Worker's Compensation	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00
Total Expens TOTAL EXPENSES		\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00	\$81,670.00
PLAN PAYMENTS													
	CLASS 1, Allowed Administrative Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 2, Secured Claim of Missouri Department of Revenue and IRS	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	CLASS 3, Claims of Internal Revenue Service and Jackson County Collector	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	CLASS 4, Claims of Department of Labor	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
	CLASS 5, General Unsecured Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 6, Equity Holders of Debtors	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL PLAN PAYMENTS		\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00
NET INCOME		\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00	\$2,880.00
ENDING BALANCE		\$61,760.00	\$64,640.00	\$67,520.00	\$70,400.00	\$73,280.00	\$76,160.00	\$79,040.00	\$81,920.00	\$84,800.00	\$87,680.00	\$90,560.00	\$93,440.00

CHAPTER 11 DEBTOR'S PROJECTIONS JYR'S EL MAGUEY CORPORATION, ET AL		Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22
		Month 49	Month 50	Month 51	Month 52	Month 53	Month 54	Month 55	Month 56	Month 57	Month 58	Month 59	Month 60
Income	Business Income	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00
NET INCOME		\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00	\$ 92,500.00
Expenses	Accounting CPA	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00	\$530.00
	AT&T	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00	\$120.00
	Dish Network	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	Advertising	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00	\$190.00
	Electric & Water	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00	\$3,650.00
	Fed 940 Taxes	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00	\$100.00
	Gas	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00	\$970.00
	Insurance	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00	\$440.00
	Inventory Suppliers	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00	\$41,000.00
	Laundry	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00	\$875.00
	Legal/Professional	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Bank Service Charges	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00	\$1,385.00
	Missouri Withholding Tax	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00	\$785.00
	Monthly Payroll Taxes	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	Payroll	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00	\$23,000.00
	Payroll Service	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00	\$325.00
	Property Taxes	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00	\$145.00
	Rent	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00	\$6,000.00
	Repairs	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00	\$465.00
	Telephone - Cell Phone	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00	\$65.00
	Trash	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00	\$400.00
	United States Trustee Fees	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	Worker's Compensation	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00	\$470.00
Total Expens: TOTAL EXPENSES		\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00	\$82,865.00
PLAN PAYMENTS													
	CLASS 1, Allowed Administrative Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 2, Secured Claim of Missouri Department of Revenue and IRS	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00	\$1,750.00
	CLASS 3, Claims of Internal Revenue Service and Jackson County Collector	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00	\$200.00
	CLASS 4, Claims of Department of Labor	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00	\$2,500.00
	CLASS 5, General Unsecured Claims	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	CLASS 6, Equity Holders of Debtors	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
TOTAL PLAN PAYMENTS		\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00	\$4,450.00
NET INCOME		\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00	\$5,185.00
ENDING BALANCE		\$98,625.00	\$103,810.00	\$108,995.00	\$114,180.00	\$119,365.00	\$124,550.00	\$129,735.00	\$134,920.00	\$140,105.00	\$145,290.00	\$150,475.00	\$155,660.00

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE WESTERN DISTRICT OF MISSOURI

In re:

JYR's El Maguey Corporation *et al.*¹

Debtors.

Chapter 11

Case Number: 16-42918-abf11

Jointly Administered

**SCHEDULE OF EXECUTORY CONTRACTS AND UNEXPIRED LEASES REJECTED
BY DEBTORS JYR'S EL MAGUEY CORPORATION AND EL PATO, INC.**

COME NOW Debtors JYR's El Maguey Corporation and El Pato, Inc., by and through their undersigned counsel and for its Schedule of Executory Contracts and Unexpired Leases Rejected by Debtors states as follows:

1. Debtors will ASSUME all outstanding contracts.
2. Debtors do not reject any contracts. As such there will be no deficiency claims filed for rejected contracts.

THE SADER LAW FIRM

By: s/ Bradley D. McCormack

Bradley D. McCormack, MO 54338

2345 Grand Boulevard, Suite 2150

Kansas City, Missouri 64108

816-561-1818/ Fax: 816-561-0818

Attorney for Debtors

¹ This case is being jointly administered with In re: El Pato, Inc. Case No. 16-42920. The last four digits of El Pato Inc.'s federal taxpayer identification number is 1458. Debtor JYR's El Maguey Corporation operates at 3738 Noland Road Independence, Missouri 64055. Debtor El Pato, Inc. formally operated at 8910 SW 9th Terrace Lee's Summit, Missouri 64064.

**EXHIBIT
C**

Liquidation Analysis as of November 22, 2016

Plan Proponent’s Estimated Liquidation Value of Assets

Assets of the Debtor

a. Cash on Hand	\$0.00
b. Funds in Payroll DIP Account	\$59,912.28
c. Accounts Receivable	\$0.00
d. Food & Perishables	\$6,000.00
e. Office Equipment, Furnishings, and supplies	\$0.00
f. Kitchen Equipment	\$72,000.00
g. Improvements	\$30,000.00
h. Electronics	\$0.00
i. Security Deposits	\$1,530.00
j. El Pato, Inc. equipment and vehicle	\$50,000.00
k. Investment Property (stock, etc.)	\$0.00
l. Licenses, Franchises, Agreements	\$0.00
m. Building & Real Estate (70% of value at foreclosure)	\$0.00
n. Lawsuits or Other Claims Against Third Parties	\$0.00
o. Other Intangibles (Avoiding Powers Actions, etc.)	\$0.00
TOTAL ASSETS AT LIQUIDATION VALUE	\$219,442.28

Less:

Missouri Department of Revenue Claim	\$60,000.00
Internal Revenue Service Claim	\$43,000.00
Department of Labor Claim	\$275,000.00
Jackson County, Missouri Claim	\$600.00

Less:

Chapter 11 Trustee Fees and Expenses	\$6,000.00
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Less:

Chapter 11 Administrative Expenses	\$20,000.00
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Remaining Balance for Unsecured Creditors **(185,157.72)**

Further Analysis

Unsecured Debt \$0.00

Percentage of Claims Which Unsecured Creditors Would
Receive or Retain in a Chapter 7 Liquidation based on all Claims being filed 0%

Percentage of Claims Which Unsecured Creditors Will
Receive or Retain Under Plan 100%